

LENAPE REGIONAL HIGH SCHOOL DISTRICT

Shamong, New Jersey
County of Burlington

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

COMPREHENSIVE ANNUAL FINANCIAL REPORT

OF THE

LENAPE REGIONAL HIGH SCHOOL DISTRICT

SHAMONG, NEW JERSEY

FOR THE FISCAL YEAR ENDED JUNE 30, 2018

Prepared by

**Lenape Regional High School District
Finance Department**

OUTLINE OF CAFR - GASB #34

	PAGE
INTRODUCTORY SECTION	
Letter of Transmittal	1
Organizational Chart	5
Roster of Officials	13
Consultants and Advisors	15
FINANCIAL SECTION	
Independent Auditors' Report	19
REQUIRED SUPPLEMENTARY INFORMATION - PART I	
Management's Discussion & Analysis	25
BASIC FINANCIAL STATEMENTS	
A. Government-Wide Financial Statements:	
A-1 Statement of Net Position	37
A-2 Statement of Activities	38
B. Fund Financial Statements:	
Governmental Funds:	
B-1 Balance Sheet	45
B-2 Statement of Revenues, Expenditures & Changes in Fund Balance	46
B-3 Reconciliation of the Statement of Revenues, Expenditures & Changes in Fund Balance of Governmental Funds to the Statement of Activities	47
Proprietary Funds:	
B-4 Statement of Net Position	51
B-5 Statement of Revenues, Expenditures & Changes in Fund Net Position	52
B-6 Statement of Cash Flows	53
Fiduciary Funds:	
B-7 Statement of Fiduciary Net Position	57
B-8 Statement of Changes in Fiduciary Net Position	58
Notes to Financial Statements	61
REQUIRED SUPPLEMENTARY INFORMATION - PART II	
C. Budgetary Comparison Schedules:	
C-1 Budgetary Comparison Schedule - General Fund	107
C-1a Combining Schedule of Revenue, Expenditures & Changes in Fund Balance - Budget & Actual	N/A
C-1b Education Jobs Fund Program - Budget & Actual	N/A
C-2 Budgetary Comparison Schedule - Special Revenue Fund	116
Notes to the Required Supplementary Information - Part II	
C-3 Budget-to-GAAP Reconciliation	119

REQUIRED SUPPLEMENTARY INFORMATION - PART III

L. Schedules Related to Accounting and Reporting for Pensions (GASB 68):	
L-1 Schedule of the District's Proportionate Share of the Net Pension Liability - PERS	125
L-2 Schedule of District Contributions - PERS	126
L-3 Schedule of the District's Proportionate Share of the Net Pension Liability - TPAF	127
L-4 Schedule of District Contributions - TPAF	128
M. Schedules Related to Accounting and Reporting for Other Post-Employment Benefits (GASB 75):	
M-1 Schedule of the Change in Net OPEB Liability and Related Ratios	131
Notes to the Required Supplementary Information - Part III	132
D. School Based Budget Schedules Fund:	
D-1 Combining Balance Sheet	N/A
D-2 Blended Resource Fund - Schedule of Expenditures Allocated by Resource Type - Actual	N/A
D-3 Blended Resource Fund - Schedule of Blended Expenditures - Budget & Actual	N/A
E. Special Revenue Fund:	
E-1 Combining Schedule of Revenues & Expenditures - Special Revenue Fund - Budgetary Basis	139
E-2 Preschool Education Aid Schedule(s) of Expenditures - Budgetary Basis	N/A
F. Capital Projects Fund:	
F-1 Summary Statement of Project Expenditures	143
F-2 Summary Schedule of Revenues, Expenditures and Changes in Fund Balance - Budgetary Basis	144
F-2a Schedule of Revenues, Expenditures, Project Balance & Project Status - Budgetary Basis	145
F-2b Schedule of Revenues, Expenditures, Project Balance & Project Status - Budgetary Basis	146
F-2c Schedule of Revenues, Expenditures, Project Balance & Project Status - Budgetary Basis	147
F-2d Schedule of Revenues, Expenditures, Project Balance & Project Status - Budgetary Basis	148
F-2e Schedule of Revenues, Expenditures, Project Balance & Project Status - Budgetary Basis	149
G. Proprietary Funds:	
Enterprise Funds:	
G-1 Combining Statement of Net Position	155
G-2 Combining Statement of Revenues, Expenses & Changes in Fund Net Position	156
G-3 Combining Statement of Cash Flows	157
Internal Service Funds:	
G-4 Combining Statement of Net Position	N/A
G-5 Combining Statement of Revenues, Expenses & Changes in Fund Net Position	N/A
G-6 Combining Statement of Cash Flows	N/A
H. Fiduciary Funds:	
H-1 Combining Statement of Fiduciary Net Position	163
H-2 Combining Statement of Changes in Fiduciary Net Position	164
H-3 Student Activity Agency Fund Schedule of Receipts & Disbursements	165
H-4 Payroll Agency Fund Schedule of Receipts & Disbursements	165

I. Long-Term Debt:	
I-1 Schedule of Serial Bonds	169
I-2 Schedule of Obligations Under Capital Leases	170
I-3 Debt Service Fund Budgetary Comparison Schedule	171
I-4 Debt Service Fund Schedule of Compensated Absences	N/A

STATISTICAL SECTION (unaudited)

Financial Trends:	
J-1 Net Position by Component	175
J-2 Changes in Net Position	176
J-3 Fund Balances - Governmental Funds	179
J-4 Changes in Fund Balance - Governmental Funds	180
J-5 Other Local Revenue by Source - General Fund	182
Revenue Capacity:	
J-6 Assessed Value & Estimated Actual Value of Taxable Property	183
J-7 Direct & Overlapping Property Tax Rates	186
J-8 Principal Property Taxpayers	189
J-9 Property Tax Levies & Collections	192
Debt Capacity:	
J-10 Ratios of Outstanding Debt by Type	193
J-11 Ratios of General Bonded Debt Outstanding	194
J-12 Direct & Overlapping Governmental Activities Debt	195
J-13 Legal Debt Margin Information	197
Demographic & Economic Information:	
J-14 Demographic & Economic Statistics	198
J-15 Principal Employers	201
Operating Information:	
J-16 Full-Time Equivalent District Employees by Function/Program	202
J-17 Operating Statistics	203
J-18 School Building Information	204
J-19 Schedule of Required Maintenance	205
J-20 Insurance Schedule	206

SINGLE AUDIT SECTION

K-1 Independent Auditors' Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with <i>Government Auditing Standards</i>	209
K-2 Independent Auditors' Report on Compliance for Each Major Program and on Internal Control Over Compliance Required by The Uniform Guidance New Jersey OMB Circular 15-08	211
K-3 Schedule of Expenditures of Federal Awards, Schedule A	213
K-4 Schedule of Expenditures of State Financial Assistance, Schedule B	214
K-5 Notes to Schedules of Awards and Financial Assistance	215
K-6 Schedule of Findings & Questioned Costs	217
K-7 Schedule of Findings & Questioned Costs	219
K-8 Summary Schedule of Prior Year Audit Findings	221

This page intentionally left blank

INTRODUCTORY SECTION

This page intentionally left blank.



LENAPE REGIONAL HIGH SCHOOL DISTRICT

K. KIKI KONSTANTINOS ADMINISTRATION
AND STAFF DEVELOPMENT BUILDING

93 WILLOW GROVE ROAD
SHAMONG, NEW JERSEY 08088

609-268-2000
FAX: 609-268-6642

CAROL L. BIRNBOHM, Ed.D., *Superintendent of Schools*

MATTHEW D. WEBB, *Assistant Superintendent*

CONSTANCE L. STEWART, *Business Administrator/Board Secretary*

LENAPE HIGH SCHOOL
SHAWNEE HIGH SCHOOL
CHEROKEE HIGH SCHOOL
SENECA HIGH SCHOOL

February 12, 2019

Honorable President and Members
of the Board of Education
Lenape Regional High School District
County of Burlington, New Jersey

Dear Board Members/Citizens:

The Comprehensive Annual Financial Report (CAFR) of the Lenape Regional High School District for the fiscal year ended June 30, 2018, is hereby submitted. Responsibility for both the accuracy of the data and completeness and fairness of the presentation, including all disclosures, rests with the management of the Lenape Regional High School District. 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, 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 district as of June 30, 2018, and the respective changes in financial position and cash flows, where applicable, thereof, for the year then ended in conformity with accounting principles generally accepted in the United States of America. All disclosures necessary to enable the reader to gain an understanding of the district's financial activities have been included.

GAAP requires that management provide a narrative introduction, overview and analysis to accompany the basic financial statements in the form of Management Discussion and Analysis (MD&A). This letter of transmittal is designed to complement the MD&A and should be read in conjunction with it. The MD&A can be found immediately following the report of the independent auditors.

The Comprehensive Annual Financial Report is presented in four sections as follows:

Introductory Section:

Section contains a Letter of Transmittal, Roster of Officials, Consultants and Advisors, and an Organizational Chart.

Financial Section:

Section contains the Independent Auditors' Report and includes the Management's Discussion and Analysis, the Basic Financial Statements, Required Supplementary Information (RSI) and Other Supplementary Information.

Statistical Section:

Section contains selected financial trends, revenue and debt capacity, demographic, economic and other operating information, generally presented on a multi-year basis.

Single Audit Section:

The School 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 New Jersey OMB’s Circular 15-08 OMB, “*Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid*”. Information related to this Single Audit, including the independent auditor’s report on the internal control and compliance with applicable laws, regulations, contracts and grants, along with findings and questioned costs, if any, are included in the Single Audit Section of this report.

REPORTING ENTITY AND ITS SERVICES

The Lenape Regional High School District is an independent reporting entity within the criteria adopted by the Governmental Accounting Standard Board (GASB) as established by NCGA Statement No. 3. All funds of the School District are included in this report. The School District has no component units.

The School District provides a full range of educational services appropriate to grade levels 9 through 12. These include regular and vocational as well as special education for children with special needs. The School District’s enrollment, as of October 15th, for the current and past nine fiscal years is detailed below.

<u>Fiscal Year</u>	<u>Student Enrollment</u>	<u>Percent Change</u>
2017-2018	6,692	-0.52%
2016-2017	6,727	-0.13%
2015-2016	6,736	-1.29%
2014-2015	6,824	-1.93%
2013-2014	6,958	-3.13%
2012-2013	7,183	0.00%
2011-2012	7,183	1.00%
2010-2011	7,112	-0.82%
2009-2010	7,171	-3.86%
2008-2009	7,459	-0.82%

ECONOMIC CONDITION AND OUTLOOK

The Lenape Regional High School District is in very good financial condition presently. However the major concern of the District is a projected state aid reduction over the next seven fiscal years. Lenape Regional is made up of primarily residential communities thus the burden is focused on homeowners to foot the tax burden.

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

MAJOR INITIATIVES

The students in the Lenape Regional High School District continue to perform at a high level of achievement. The Class of 2018 district graduation rate was 96%. 91% of the Class of 2018 graduates enrolled at 271 college and universities. The district mean composite SAT score in 2017-18 was 1141 (47 points above the state average and 73 points above the national average).

The Lenape Regional High School District has a longstanding relationship with Research for Better Teaching (RBT) which serves as a professional development model for best practice classroom pedagogy. As both teachers and administrators are trained in the common language of RBT the strong partnership has served as a foundation for the

development of our own home-grown evaluation instrument. Understanding by Design, a curriculum writing framework starts with the "Big Ideas" of a given topic and emphasizes student transfer and meaning making.

These academic structures which are woven into the fabric of the LRHSD continue to serve the students well as they plan for their first of two graduations, the first from high school and the second from 2 or 4 year college/university, military, or technical school.

INTERNAL ACCOUNTING CONTROLS

Management of the School 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 and misuse and to ensure that adequate accounting data are completed to allow for the preparation of financial statement in conformity with general accepted accounting principles (GAAP). The internal control structure is designed to provide reasonable, but not absolute, assurance that these objectives are met. The concept of reasonable assurance recognizes that (1) the cost of a control should not exceed the benefits likely to be delivered; and (2) the valuation of costs and benefits require 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 evaluations by the district management.

As part of the School 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.

BUDGETARY CONTROLS

In addition to internal accounting controls, the School District maintains budgetary controls. The objective of these budgetary controls is to ensure compliance with legal provisions embodied in the annual appropriated budget approved by the voters of the municipality. Annual appropriated budgets are adopted for the general fund, the special revenue fund, and the debt service fund. Project-length budgets are approved for the capital improvements accounted for in the capital projects fund. The final budget amount as amended for the fiscal year is reflected in the financial section. An encumbrance accounting system is used to record outstanding purchase commitments on a line item basis. Open encumbrances at year-end are either cancelled or included as re-appropriations of fund balance in the subsequent year.

ACCOUNTING SYSTEM AND REPORTS

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

OTHER INFORMATION


INDEPENDENT AUDIT

State statutes require an annual audit by independent certified public accountants. The accounting firm of Holman Frenia Allison, P.C., Certified Public Accounts, was appointed by the Board of Education. In addition to meeting the requirements set forth in the State statutes, the audit was also designed to meet 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*. The auditor's report on the basic financial statements and combining statements and related major fund supporting statements and schedules is included in the financial section of this report. The auditor's reports related specifically to the single audit are included in the Single Audit section of this report.

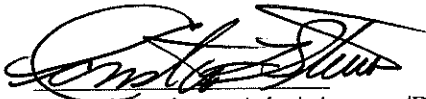
ACKNOWLEDGEMENTS

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

Respectfully submitted,



Superintendent



School Business Administrator/Board Secretary

TABLE OF ORGANIZATION
LENAPE REGIONAL HIGH SCHOOL DISTRICT
DISTRICT STAFF
June 30, 2018

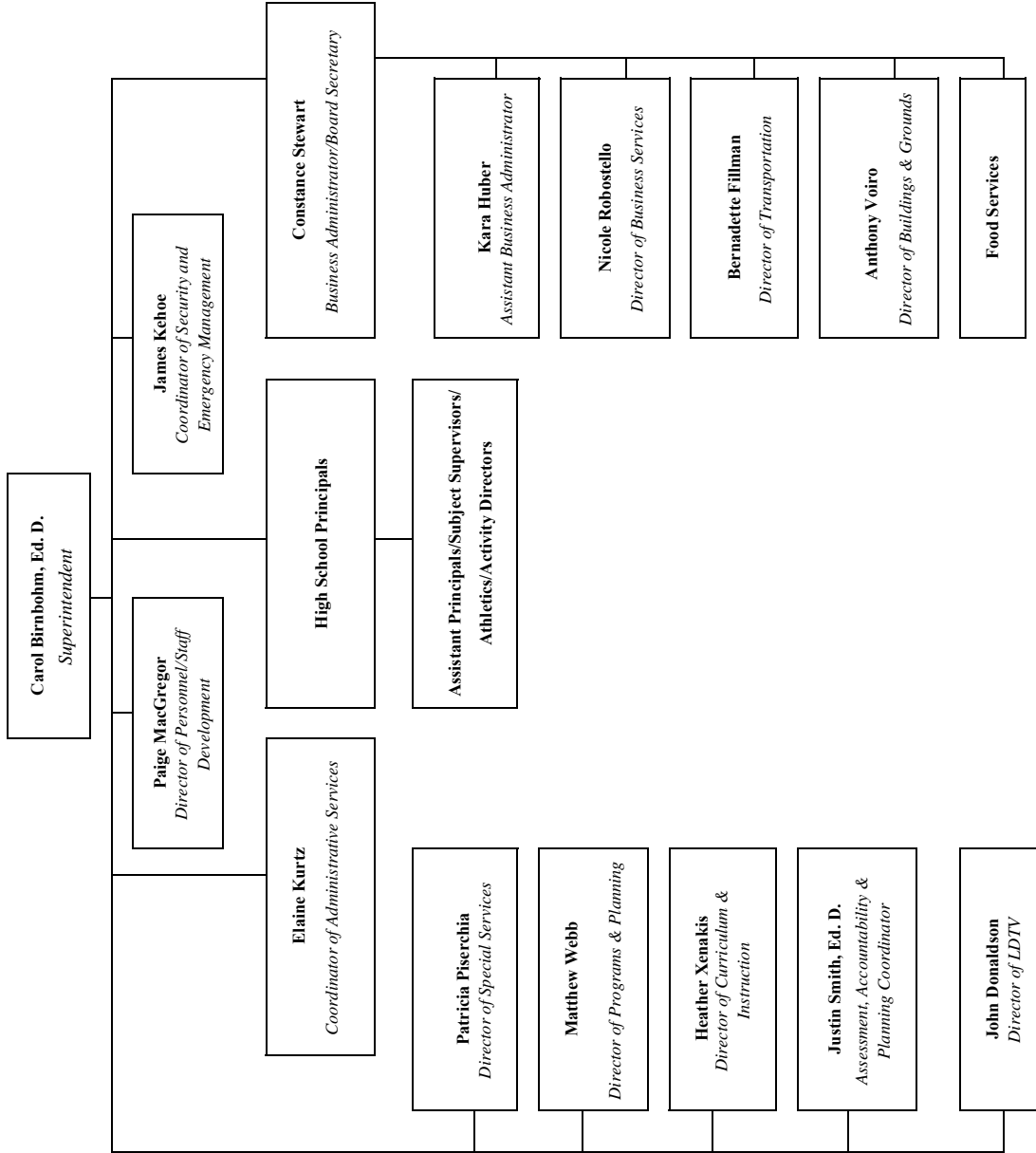


TABLE OF ORGANIZATION
LENAPE REGIONAL HIGH SCHOOL DISTRICT
LENAPE HIGH SCHOOL NORTH AND SOUTH
June 30, 2018

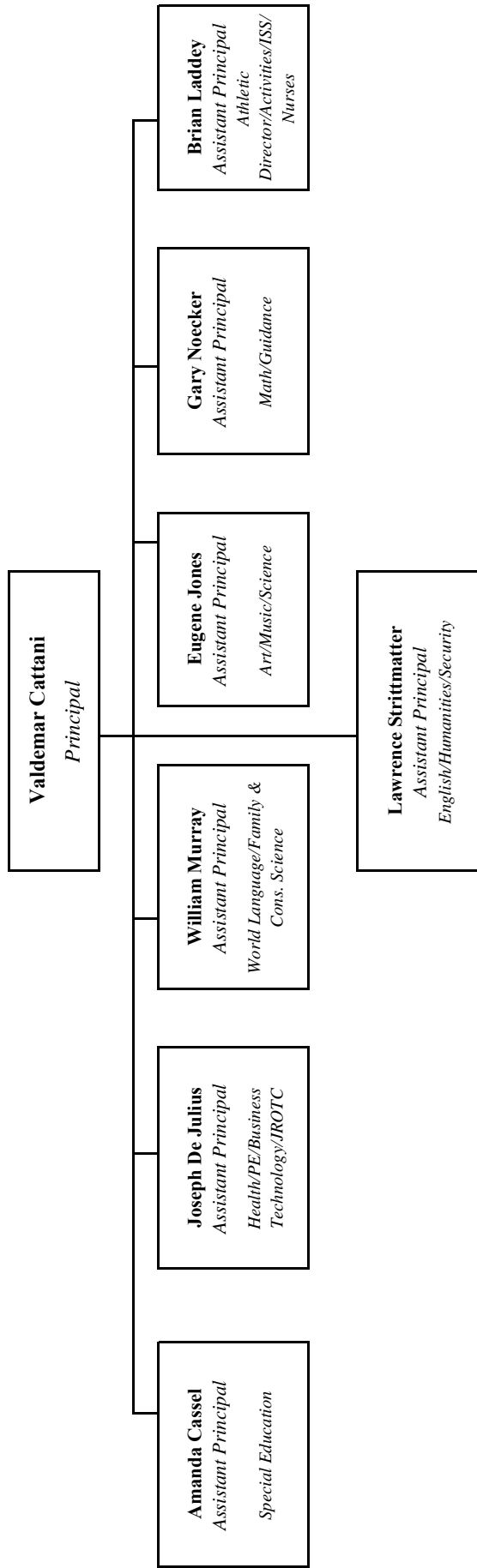


TABLE OF ORGANIZATION
LENAPE REGIONAL HIGH SCHOOL DISTRICT
SHAWNEE HIGH SCHOOL
June 30, 2018

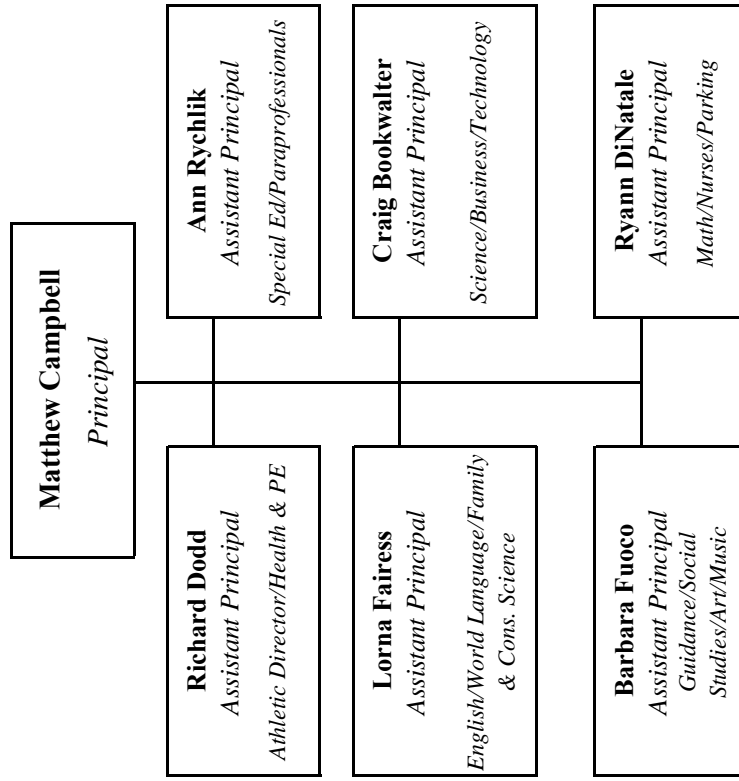


TABLE OF ORGANIZATION
LENAPE REGIONAL HIGH SCHOOL DISTRICT
CHEROKEE HIGH SCHOOL SOUTH
June 30, 2018

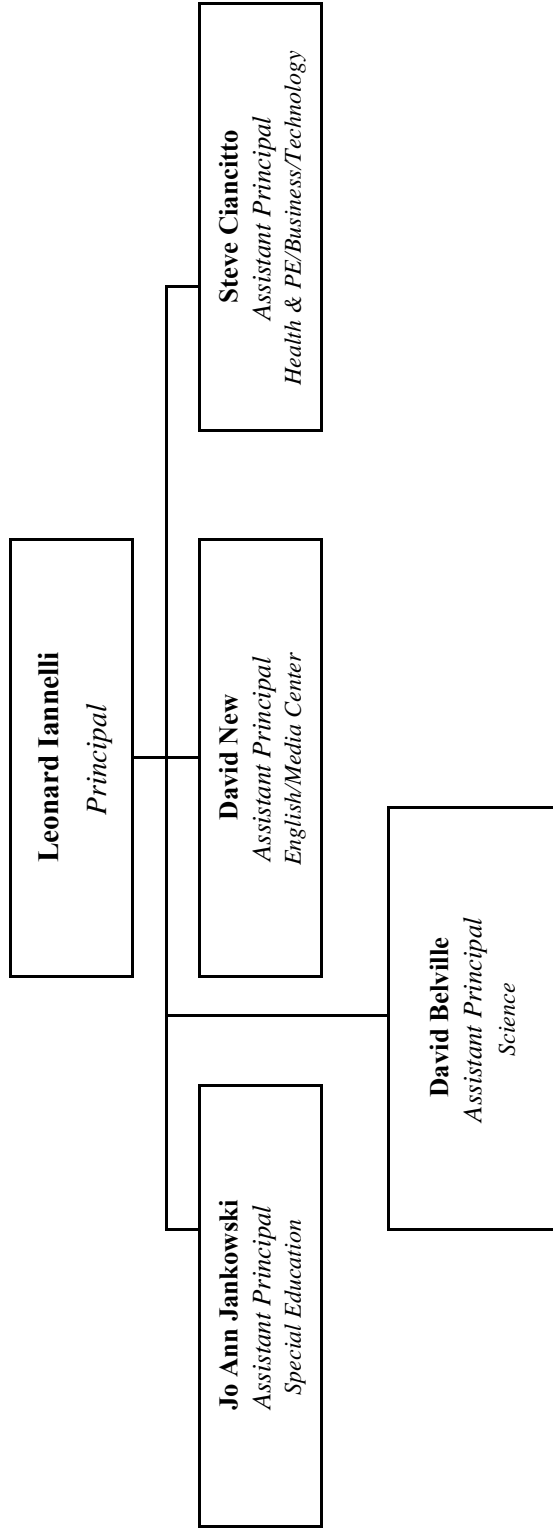


TABLE OF ORGANIZATION
LENAPE REGIONAL HIGH SCHOOL DISTRICT
CHEROKEE HIGH SCHOOL NORTH
June 30, 2018

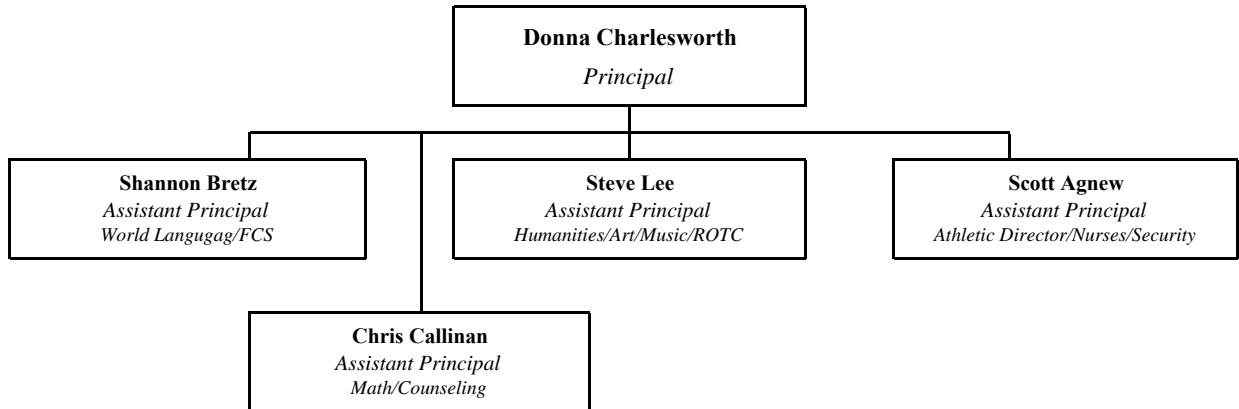


TABLE OF ORGANIZATION
LENAPE REGIONAL HIGH SCHOOL DISTRICT
SENECA HIGH SCHOOL
June 30, 2018

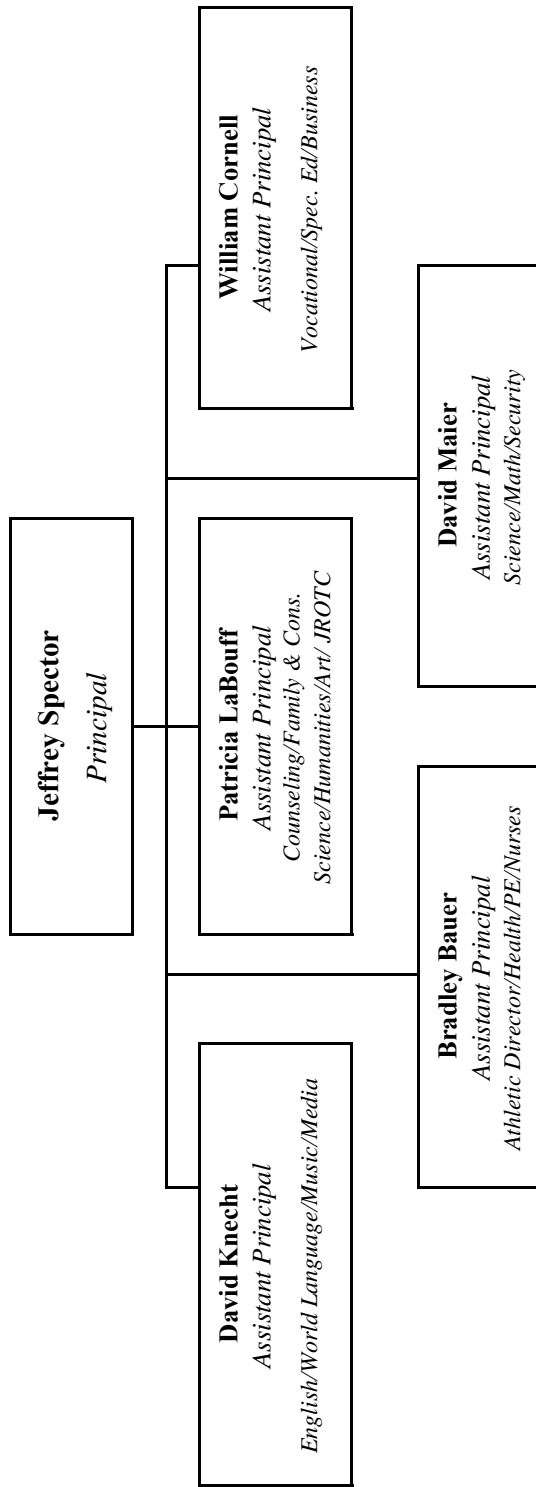


TABLE OF ORGANIZATION
LENAPE REGIONAL HIGH SCHOOL DISTRICT
SEQUOIA TRANSITIONAL HIGH SCHOOL

June 30, 2018

<p>Ben Lamberson <i>Director</i></p>

This page intentionally left blank

**LENAPE REGINAL HIGH SCHOOL DISTRICT
SHAMONG, NEW JERSEY**

ROSTER OF OFFICIALS

JUNE 30, 2018

MEMBERS OF THE BOARD OF EDUCATION	TERM EXPIRES
Linda M. Eckenhoff, President	2020
Paula D. Lee, Vice President	2020
Dr. Robert H. Bende, Jr.	2019
Dr. William J. Bisignano, Jr.	2019
Joseph W. Borucki	2019
Ted D. Shinske	2018
Steve H. Lee	2018
John D. Jeffers	2018
David E. Stow	2020
Margaret M. Estlow	2019
Barry J. Fitzgerald	2020

OTHER OFFICIALS

Carol L. Birnbohm, Ed. D., Superintendent of Schools
Constance Stewart, Business Administrator/Board Secretary
Crystal N. Scott, Treasurer
Arthur Risdén, Solicitor

This page intentionally left blank

**LENAPE REGIONAL HIGH SCHOOL DISTRICT
SHAMONG, NEW JERSEY**

CONSULTANTS AND ADVISORS

AUDIT FIRM

Holman Frenia Allison, P.C.
618 Stokes Road
Medford, New Jersey 08055

ATTORNEY

Comegno Law Group, P.C.
521 Pleasant Valley Avenue
Moorestown, New Jersey 08057

OFFICIAL DEPOSITORY

TD Bank
517 Stokes Road
Medford, New Jersey 08055

This page intentionally left blank

FINANCIAL SECTION

This page intentionally left blank.

INDEPENDENT AUDITOR'S REPORT

Honorable President and Members
of the Board of Education
Lenape Regional High School District
County of Burlington
Shamong, 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 Lenape Regional High School District, County of Burlington, 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 Lenape Regional High School District, County of Burlington, State of New Jersey, as of June 30, 2018, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Emphasis of Matter

Change in Accounting Principle

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

Other Matters

Required Supplementary Information

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

Other Information

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

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

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

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

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated February 12, 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.

Kevin P. Frenia
Certified Public Accountant
Public School Accountant, No. 1011

Medford, New Jersey
February 12, 2019

This page intentionally left blank

REQUIRED SUPPLEMENTARY INFORMATION - PART I

This page intentionally left blank.

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

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

Overview of the Basic Financial Statements

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

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

Government-Wide Financial Statements

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

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

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

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

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

Overview of the Basic Financial Statements (continued)

Fund Financial Statements (continued)

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

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

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

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

Proprietary funds are used to present the same functions as the business-type activities presented in the government-wide financial statements. The School District maintains 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.

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

Financial Analysis of the School District as a Whole

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

Table 1
Summary of Net Position

	June 30, <u>2018</u>	June 30, <u>2017</u>	Increase/ <u>(Decrease)</u>	Percentage <u>Change</u>
Current & Other Assets	\$ 15,346,006	\$ 13,832,471	\$ 1,513,535	10.9%
Capital Assets, Net	<u>144,212,349</u>	<u>148,986,901</u>	<u>(4,774,552)</u>	-3.2%
Total Assets	<u>159,558,355</u>	<u>162,819,372</u>	<u>(3,261,017)</u>	-2.0%
Deferred Outflow of Resources	<u>20,218,900</u>	<u>24,504,122</u>	<u>(4,285,222)</u>	-17.5%
Current and other Liabilities	3,360,984	3,077,935	283,049	9.2%
Noncurrent Liabilities	<u>122,542,492</u>	<u>136,297,195</u>	<u>(13,754,703)</u>	-10.1%
Total Liabilities	<u>125,903,476</u>	<u>139,375,130</u>	<u>(13,471,654)</u>	-9.7%
Deferred Inflow of Resources	<u>10,360,345</u>	-	<u>10,360,345</u>	100.0%
Net Position:				
Net Investment in Capital Assets	88,148,652	87,168,001	980,651	1.1%
Restricted	6,463,582	4,306,617	2,156,965	50.1%
Unrestricted (Deficit)	<u>(51,098,800)</u>	<u>(43,526,254)</u>	<u>(7,572,546)</u>	17.4%
Total Net Position	<u>\$ 43,513,434</u>	<u>\$ 47,948,364</u>	<u>\$ (4,434,930)</u>	-9.2%

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

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

Table 2
Summary of Changes in Net Position

	June 30, <u>2018</u>	June 30, <u>2017</u>	Increase/ <u>(Decrease)</u>	Percentage <u>Change</u>
Revenues:				
Program Revenues:				
Charges for Services	\$ 2,062,585	\$ 2,018,983	\$ 43,602	2.2%
Operating Grants & Contributions	49,888,953	18,085,014	31,803,939	175.9%
General Revenues:				
Property Taxes	118,704,204	116,114,938	2,589,266	2.2%
Federal & State Aid	30,525,641	31,604,433	(1,078,792)	-3.4%
Other General Revenues	2,873,409	2,806,457	66,952	2.4%
Total Revenues	204,054,792	170,629,825	33,424,967	19.6%
Function/Program Expenditures:				
Regular Instruction	53,186,807	52,444,450	742,357	1.4%
Special Education Instruction	16,123,865	15,854,059	269,806	1.7%
Other Special Instruction	520,137	500,826	19,311	3.9%
Other Instruction	7,585,347	7,275,296	310,051	4.3%
Tuition	6,892,201	6,434,850	457,351	7.1%
Student & Instruction Related Services	17,475,819	16,808,203	667,616	4.0%
General Administrative	-	21	(21)	-100.0%
School Administrative Services	6,570,301	6,512,568	57,733	0.9%
Central Services	2,018,623	1,898,426	120,197	6.3%
Administrative Info. Technology	1,151,930	906,602	245,328	27.1%
Plant Operations & Maintenance	15,292,472	15,046,243	246,229	1.6%
Pupil Transportation	12,447,797	12,324,872	122,925	1.0%
Unallocated Benefits	57,497,116	23,860,817	33,636,299	141.0%
Interest & Other Charges	2,159,663	2,089,332	70,331	3.4%
Unallocated Depreciation	7,176,047	6,959,986	216,061	3.1%
Food Service	2,391,597	2,511,195	(119,598)	-4.8%
Total Expenditures	208,489,722	171,427,746	37,061,976	21.6%
Change In Net Position	(4,434,930)	(797,921)	(3,637,009)	455.8%
Net Position - Beginning	47,948,364	48,746,285	(797,921)	-1.6%
Net Position - Ending	\$ 43,513,434	\$ 47,948,364	\$ (4,434,930)	-9.2%

Governmental Activities

During the fiscal year 2018, the net position of governmental activities decreased by \$4,434,930 or 9.2%. The primary reason for the decrease was depreciation on capital assets and the implementation of GASB 75.

The assets and deferred outflows of the primary government activities exceeded liabilities and deferred inflows by \$42,896,153, with an unrestricted deficit balance of \$(51,363,247). 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.

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

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

Table 3
GASB 68 Effect on Unrestricted Net Position

Unrestricted Net Position (With GASB 68)	\$	(51,363,247)
Add back: PERS Pension Liability		51,614,128
Less: Deferred Outflows related to pensions		(17,705,351)
Add back: Deferred Inflows related to pensions		<u>10,360,345</u>
Unrestricted Net Position (Without GASB 68)	<u>\$</u>	<u>(7,094,125)</u>

Business-type Activities

During the fiscal year 2018, the net position of business-type activities decreased by \$148,694 or 31.7%.

The assets and deferred outflows of the business-type activities exceeded liabilities and deferred inflows by \$617,281.

General Fund Budgeting Highlights

Final budgeted revenues were \$144,184,226, which was equal to the original budget. Excluding nonbudgeted revenues, the School District's actual revenues exceeded budgeted revenues by \$524,682.

Final budgeted appropriations were \$153,397,332, which was an increase of \$3,363,106 from the original budget. The increase is primarily due to prior year reserve for encumbrances, which increase the budget appropriations in the subsequent fiscal year's budget. Excluding nonbudgeted expenditures, the School District's budget appropriations exceeded actual expenditures by \$10,266,661.

The School District's general fund balance – budgetary basis (Exhibit C-1) was \$16,924,649 at June 30, 2018, an increase of \$1,578,237 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 \$14,545,788, an increase of \$957,930 from the prior year.

General fund - During the current fiscal year, the fund balance of the School District's general fund increased by \$1,578,575 or 12.5% to \$14,234,650 at June 30, 2018, compared to an increase of \$2,189,432 in fund balance in the prior fiscal year. The primary factor(s) affecting the change in fund balance of the general fund is as follows:

- A 2% increase in the local tax levy
- A decrease in capital outlay expenditures compared to the prior year

LENAPE REGIONAL HIGH SCHOOL DISTRICT
Management’s Discussion and Analysis
For the Fiscal Year Ended June 30, 2018
(Unaudited) (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 \$620,645 or 66.6% to \$311,138 at June 30, 2018, compared to a decrease of \$2,454,398 in fund balance in the prior fiscal year . The primary factor(s) affecting the change in fund balance of the capital projects fund is as follows:

- The advancement of several capital projects that had been funded in prior years.

Debt service fund - During the current fiscal year, there was no change in debt service fund balance at June 30, 2018, compared to a decrease of \$253,529 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 \$148,694 or 31.7% to \$617,281 at June 30, 2018, compared to a decrease of \$13,329 in fund balance in the prior fiscal year. The primary factor affecting the change in net position of the food service fund is as follows:

- A slight decrease in operating expenditures of the cafeteria

Capital Assets

The School District’s capital assets for its governmental and business-type activities as of June 30, 2018, totaled \$143,859,515 (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 decrease in the School District’s investment in capital assets for the current fiscal year in the amount of \$5,127,386. This decrease is primarily due to the current year depreciation of capital assets exceed the pay down of debt. Table 4 shows fiscal 2018 balances compared to 2017.

Table 4
Summary of Capital Assets

<u>Capital Assest (Net of Depreciation):</u>	June 30, <u>2018</u>	June 30, <u>2017</u>	Increase/ <u>(Decrease)</u>	Percentage <u>Change</u>
Land	\$ 5,125,279	\$ 5,125,279	\$ -	0.0%
Construction in Progress	7,046,603	6,472,749	573,854	8.9%
Land Improvements	1,180,781	1,260,617	(79,836)	-6.3%
Building and Improvements	123,712,352	129,956,824	(6,244,472)	-4.8%
Equipment	7,147,334	6,171,432	975,902	15.8%
	<u>\$ 144,212,349</u>	<u>\$ 148,986,901</u>	<u>\$ (4,774,552)</u>	-3.2%

Depreciation expense for the year was \$7,138,833. 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.

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

Debt Administration

Long-term debt – At the end of the current fiscal year, the School District had total bonded debt outstanding of \$51,010,000, which is a decrease of \$4,930,000 from the prior year.

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

Factors on the School District's Future

The Lenape Regional High School District is in very good financial condition presently. However the major concern of the District is state aid which has decreased. Lenape Regional is made up of primarily residential communities thus the burden is focused on homeowners to foot the tax burden.

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

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 Constance Stewart, Secretary to the Board of Education and School Business Administrator at Lenape Regional High School District, 93 Willow Grove Road, Shamong, New Jersey 08088..

This page intentionally left blank

BASIC FINANCIAL STATEMENTS

This page intentionally left blank.

A. District-Wide Financial Statements

This page intentionally left blank

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

ASSETS	GOVERNMENTAL ACTIVITIES	BUSINESS- TYPE ACTIVITIES	TOTAL
Cash & Cash Equivalents	\$ 4,755,414	\$ 382,485	\$ 5,137,899
Receivables, Net (Note 4)	3,812,768	21,831	3,834,599
Inventory	-	43,871	43,871
Internal Balances	177,193	-	177,193
Restricted Cash	6,152,444	-	6,152,444
Capital Assets, Non-Depreciable (Note 5)	12,171,882	-	12,171,882
Capital Assets, Depreciable, Net (Note 5)	131,687,633	352,834	132,040,467
Total Assets	158,757,334	801,021	159,558,355
DEFERRED OUTFLOWS OF RESOURCES			
Related to Loss on Debt Refunding	2,701,353	-	2,701,353
Related to Pensions (Note 8)	17,517,547	-	17,517,547
Total Deferred Outflow of Resources	20,218,900	-	20,218,900
Total Assets and Deferred Outflow of Resources	178,976,234	801,021	179,777,255
LIABILITIES			
Accounts Payable	207,521	48,372	255,893
Internal Balances	-	135,368	135,368
Payable to Federal Government	5,905	-	5,905
Accrued Interest	778,255	-	778,255
Unearned Revenue	123,134	-	123,134
Other Current Liabilities	15,471	-	15,471
Due to Other Governments (Note 8)	2,046,958	-	2,046,958
Noncurrent Liabilities (Note 7):			
Due Within One Year	6,127,040	-	6,127,040
Due Beyond One Year	116,415,452	-	116,415,452
Total Liabilities	125,719,736	183,740	125,903,476
DEFERED INFLOWS OF RESOURCES			
Deferred Inflows Related to Pensions	10,360,345	-	10,360,345
Total Deferred Inflows of Resources	10,360,345	-	10,360,345
Total Liabilities and Deferred Inflows of Resources	136,080,081	183,740	136,263,821
NET POSITION			
Net Investment in Capital Assets	87,795,818	352,834	88,148,652
Restricted For:			
Capital Projects	4,683,591	-	4,683,591
Maintenance Reserve	779,991	-	779,991
Emergency Reserve	1,000,000	-	1,000,000
Unrestricted (Deficit)	(51,363,247)	264,447	(51,098,800)
Total Net Position	\$ 42,896,153	\$ 617,281	\$ 43,513,434

The Accompanying Notes to the Financial Statements are an integral part of this Statement.

**LENAPE REGIONAL HIGH SCHOOL DISTRICT
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2018**

FUNCTIONS/PROGRAMS	PROGRAM REVENUES			NET (EXPENSE) REVENUE AND CHANGES IN NET POSITION		
	EXPENSES	CHARGES FOR SERVICES	OPERATING GRANTS & CONTRIBUTIONS	GOVERNMENTAL ACTIVITIES	BUSINESS- TYPE ACTIVITIES	TOTAL
Governmental Activities:						
Instruction:						
Regular	\$ 53,186,807	\$ -	1,617,356	\$ (51,569,451)	\$ -	\$ (51,569,451)
Special Education	16,123,865	-	-	(16,123,865)	-	(16,123,865)
Other Special Instruction	520,137	-	-	(520,137)	-	(520,137)
Other Instruction	7,585,347	-	-	(7,585,347)	-	(7,585,347)
Support Services:						
Tuition	6,892,201	-	-	(6,892,201)	-	(6,892,201)
Student & Instruction Related Services	17,475,819	-	156,432	(17,319,387)	-	(17,319,387)
School Administrative Services	6,570,301	-	-	(6,570,301)	-	(6,570,301)
General & Business	-	-	-	-	-	-
Administrative Services	-	-	-	-	-	-
Central Services - Administration	2,018,623	-	-	(2,018,623)	-	(2,018,623)
Administrative Information	-	-	-	-	-	-
Technology	1,151,930	-	-	(1,151,930)	-	(1,151,930)
Plant Operations & Maintenance	15,292,472	-	-	(15,292,472)	-	(15,292,472)
Pupil Transportation	12,447,797	-	-	(12,447,797)	-	(12,447,797)
Unallocated Benefits	57,497,116	-	47,637,459	(9,859,657)	-	(9,859,657)
Unallocated Depreciation	7,176,047	-	-	(7,176,047)	-	(7,176,047)
Interest and Charges on Long-Term Debt	2,159,663	-	-	(2,159,663)	-	(2,159,663)
Total Governmental Activities	206,098,125	-	49,411,247	(156,686,878)	-	(156,686,878)
Business-Type Activities:						
Food Service	2,391,597	2,062,585	477,706	-	148,694	148,694
Total Business-Type Activities	2,391,597	2,062,585	477,706	-	148,694	148,694
Total Primary Government	\$ 208,489,722	\$ 2,062,585	\$ 49,888,953	(156,686,878)	148,694	(156,538,184)

LENAPE REGIONAL HIGH SCHOOL DISTRICT
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2018

FUNCTIONS/PROGRAMS	NET (EXPENSE) REVENUE AND CHANGES IN NET POSITION		
	GOVERNMENTAL ACTIVITIES	BUSINESS- TYPE ACTIVITIES	TOTAL
General Revenues:			
Taxes:			
Property Taxes, Levied for General Purposes	112,136,250	-	112,136,250
Property Taxes, Levied for Debt Service	6,567,954	-	6,567,954
Federal & State Aid Restricted	825,721	-	825,721
Federal & State Aid Not Restricted	29,699,920	-	29,699,920
Miscellaneous Income	2,873,409	-	2,873,409
Total General Revenues, Special Items, Extraordinary Items & Transfers	152,103,254		152,103,254
Change In Net Position	(4,583,624)	148,694	(4,434,930)
Net Position - Beginning	47,479,777	468,587	47,948,364
Net Position - Ending	\$ 42,896,153	\$ 617,281	\$ 43,513,434

This page intentionally left blank

B. Fund Financial Statements

This page intentionally left blank

Governmental Funds

This page intentionally left blank

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

ASSETS	GENERAL FUND	SPECIAL REVENUE FUND	CAPITAL PROJECTS FUND	DEBT SERVICE FUND	TOTAL
Cash & Cash Equivalents	\$ 3,943,335	\$ -	\$ 898,805	\$ -	\$ 4,842,140
Receivables , Net	125,719	31,079	-	-	156,798
Receivables from Other Governments	2,189,906	132,867	1,287,333	45,864	3,655,970
Interfunds Receivable	2,046,238	41,825	-	-	2,088,063
Restricted Cash	6,152,444	-	-	-	6,152,444
	<hr/>				
Total Assets	\$ 14,457,642	\$ 205,771	\$ 2,186,138	\$ 45,864	\$ 16,895,415
	<hr/>				
LIABILITIES & FUND BALANCES					
Liabilities:					
Cash Deficit	\$ -	\$ 40,862	\$ -	\$ 45,864	\$ 86,726
Accounts Payable	207,521	-	-	-	207,521
Payable to Other Governments	-	5,905	-	-	5,905
Interfund Payable	-	35,870	1,875,000	-	1,910,870
Unearned Revenue	-	123,134	-	-	123,134
Other Current Liabilities	15,471	-	-	-	15,471
	<hr/>				
Total Liabilities	222,992	205,771	1,875,000	45,864	2,349,627
	<hr/>				
Fund Balances:					
Restricted for:					
Capital Reserve	4,372,453	-	-	-	4,372,453
Emergency Reserve	1,000,000	-	-	-	1,000,000
Maintenance Reserve	779,991	-	-	-	779,991
Capital Projects	-	-	311,138	-	311,138
Committed to:					
Other Purposes	1,539,570	-	-	-	1,539,570
Assigned to:					
Designated for Subsequent Year's Expenditures	5,800,000	-	-	-	5,800,000
Other Purposes	742,636	-	-	-	742,636
	<hr/>				
Total Fund Balances	14,234,650	-	311,138	-	14,545,788
	<hr/>				
Total Liabilities & Fund Balances	\$ 14,457,642	\$ 205,771	\$ 2,186,138	\$ 45,864	
	<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 \$245,971,371 and the accumulated depreciation is \$102,173,856.	143,859,515
Deferred outflows and inflows of resources related to pensions and deferred charges or credits on debt refunding are applicable to future reporting periods and therefore are not reported in the funds.	
Deferred Outflows related to pensions	17,517,547
Deferred Inflows related to pensions	(10,360,345)
Deferred Outflow related to the loss on bond refunding of debt	2,701,353
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.	(778,255)
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.	(2,046,958)
Long-term liabilities, including net pension liability and bonds payable, are not due and payable in the current period and therefore are not reported as liabilities in the funds.	(122,542,492)
Net Position of Governmental Activities	<u>\$ 42,896,153</u>

The Accompanying Notes to the Financial Statements are an integral part of this Statement.

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

	GENERAL FUND	SPECIAL REVENUE FUND	CAPITAL PROJECTS FUND	DEBT SERVICE FUND	TOTAL
Revenues:					
Local Sources:					
Local Tax Levy	\$ 112,136,250	\$ -	\$ -	\$ 6,567,954	\$ 118,704,204
Miscellaneous	2,709,058	164,351	-	-	2,873,409
Total Local Sources	114,845,308	164,351	-	6,567,954	121,577,613
State Sources	48,251,898	2,613	-	825,721	49,080,232
Federal Sources	67,752	1,607,157	-	-	1,674,909
Total Revenues	163,164,958	1,774,121	-	7,393,675	172,332,754
Expenditures:					
Current Expense:					
Regular Instruction	51,569,451	1,617,356	-	-	53,186,807
Special Education Instruction	16,123,865	-	-	-	16,123,865
Other Special Instruction	520,137	-	-	-	520,137
Other Instruction	7,585,347	-	-	-	7,585,347
Support Services & Undistributed Costs:					
Tuition	6,892,201	-	-	-	6,892,201
Student & Instruction Related Services	17,319,387	156,432	-	-	17,475,819
School Administrative Services	6,570,301	-	-	-	6,570,301
Other Administrative Services	-	-	-	-	-
Central Services	2,018,623	-	-	-	2,018,623
Administrative Information Technology	1,151,930	-	-	-	1,151,930
Plant Operations & Maintenance	15,292,472	-	-	-	15,292,472
Pupil Transportation	12,447,797	-	-	-	12,447,797
Unallocated Benefits	3,220,680	-	-	-	3,220,680
On Behalf TPAF Pension and Social Security Contributions	18,455,712	-	-	-	18,455,712
Debt Service:					
Principal	341,470	-	-	4,930,000	5,271,470
Interest and Other Charges	276,524	-	-	2,463,675	2,740,199
Capital Outlay	1,800,486	333	620,645	-	2,421,464
Total Expenditures	161,586,383	1,774,121	620,645	7,393,675	171,374,824
Excess/(Deficiency) of Revenues Over/(Under) Expenditures	1,578,575	-	(620,645)	-	957,930
Excess/(Deficiency) of Revenues & Other Financing Sources Over/(Under) Expenditures & Other Financing Uses					
	1,578,575	-	(620,645)	-	957,930
Fund Balance, July 1	12,656,075	-	931,783	-	13,587,858
Fund Balance, June 30	\$ 14,234,650	\$ -	\$ 311,138	\$ -	\$ 14,545,788

The Accompanying Notes to the Financial Statements are an integral part of this Statement.

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

Total Net Change in Fund Balances - Governmental Funds (B-2)	\$	957,930
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	\$ (7,138,833)	
Adjustment of Capital Assets	(37,214)	
Capital Outlays	<u>2,421,464</u>	(4,754,583)
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.		5,271,470
Governmental funds report School District pension contributions as expenditures. However in the statement of activities, the cost of pension benefits earned is report as pension expense. This is the amount by which pension benefits earned exceeded the School District's pension contributions in the current period.		(2,683,088)
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	771,350	
Amortization of loss on Bond Refunding	<u>(287,616)</u>	483,734
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.		(3,921,611)
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 (+).		96,802
In the statement of activities, certain operating expenses, e.g., compensated absences (vacations) are measured by the amounts earned during the year. In the governmental funds, however, expenditures for these items are reported in the amount of financial resources used (paid). When the earned amount exceeds the paid amount, the difference is reduction in the reconciliation (-); when the paid amount exceeds the earned amount the difference is an addition to the reconciliation (+).		<u>(34,278)</u>
Change in Net Position of Governmental Activities	\$	<u><u>(4,583,624)</u></u>

The Accompanying Notes to the Financial Statements are an integral part of this Statement.

This page intentionally left blank

Proprietary Funds

This page intentionally left blank

**LENAPE REGIONAL HIGH SCHOOL DISTRICT
 PROPRIETARY FUNDS
 STATEMENT OF NET POSITION
 JUNE 30, 2018**

ASSETS	BUSINESS-TYPE ACTIVITIES - ENTERPRISE FUNDS	
	FOOD SERVICE	TOTAL
Current Assets:		
Cash & Cash Equivalents	\$ 382,485	\$ 382,485
Accounts Receivable	21,831	21,831
Inventories	43,871	43,871
Total Current Assets	448,187	448,187
Capital Assets:		
Furniture, Equipment & Equipment	497,119	497,119
Less: Accumulated Depreciation	(144,285)	(144,285)
Total Capital Assets	352,834	352,834
Total Assets	801,021	801,021
LIABILITIES		
Current Liabilities:		
Interfund Accounts Payable:		
Due General Fund	135,368	135,368
Due to Students	48,372	48,372
Total Liabilities	183,740	183,740
NET POSITION		
Net Investment in Capital Assets	352,834	352,834
Unrestricted	264,447	264,447
Total Net Position	\$ 617,281	\$ 617,281

The Accompanying Notes to the Financial Statements are an integral part of this Statement.

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

	BUSINESS-TYPE ACTIVITIES - ENTERPRISE FUNDS	
	FOOD SERVICE	TOTAL
Operating Revenues:		
Charges for Services:		
Student Lunches	\$ 826,607	\$ 826,607
Adult Sales	46,903	46,903
Ala Carte	1,074,856	1,074,856
Special Functions	55,546	55,546
Miscellaneous	58,673	58,673
Total Operating Revenue	2,062,585	2,062,585
Operating Expenses:		
Salaries	706,428	706,428
Employee Benefits	191,767	191,767
Cost of Sales - Reimbursable Programs	426,612	426,612
Cost of Sales - Non-Reimbursable Programs	634,336	634,336
Management Fees	161,185	161,185
Supplies & Materials	80,466	80,466
Depreciation	19,969	19,969
Miscellaneous	170,834	170,834
Total Operating Expenses	2,391,597	2,391,597
Operating Income/(Loss)	(329,012)	(329,012)
Nonoperating Revenues:		
State Sources:		
State School Lunch Program	14,767	14,767
Federal Sources:		
National School Breakfast Program	37,174	37,174
National School Lunch Program	290,603	290,603
National School Lunch Program - HHFKA	17,295	17,295
Food Distribution Program	117,867	117,867
Total Nonoperating Revenues/(Expenses)	477,706	477,706
Net Income/(Loss)	148,694	148,694
Net Position - July 1	468,587	468,587
Net Position - June 30	\$ 617,281	\$ 617,281

The Accompanying Notes to the Financial Statements are an integral part of this Statement.

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

	BUSINESS-TYPE ACTIVITIES - ENTERPRISE FUNDS	
	FOOD SERVICE	TOTAL
Cash Flows From Operating Activities:		
Receipts from Customers	\$ 2,076,747	\$ 2,076,747
Payments to Employees	(898,195)	(898,195)
Payments to Suppliers	(1,381,618)	(1,381,618)
	<hr/>	<hr/>
Net Cash Provided/(Used) by Operating Activities	(203,066)	(203,066)
Cash Flows From Capital & Related Financing Activities:		
Cash Received from Federal & State Reimbursements	354,556	354,556
	<hr/>	<hr/>
Net Cash Used by Capital & Related Financing Activities	354,556	354,556
Net Increase/(Decrease) in Cash & Cash Equivalents	151,490	151,490
Balances - Beginning of Year	230,995	230,995
	<hr/>	<hr/>
Balances - Ending of Year	\$ 382,485	\$ 382,485
	<hr/> <hr/>	<hr/> <hr/>
Reconciliation of Operating Income/(Loss) to Net Cash Provided/(Used) by Operating Activities:		
Operating Income/(Loss)	\$ (329,012)	\$ (329,012)
Adjustments to Reconcile Operating Income/(Loss) to Cash Provided/(Used) by Operating Activities:		
Depreciation Expense	19,969	19,969
Food Distribution Program	117,867	117,867
Change in Assets & Liabilities:		
(Increase)/Decrease in Inventory	8,248	8,248
(Increase)/Decrease in Accounts Receivable	5,914	5,914
Increase/(Decrease) in Accounts Payable	-	-
Increase/(Decrease) in Interfunds Payable	(30,519)	(30,519)
Increase/(Decrease) in Accrued Salaries Benefits	4,467	4,467
	<hr/>	<hr/>
Total Adjustments	125,946	125,946
Net Cash Provided/(Used) by Operating Activities	\$ (203,066)	\$ (203,066)
	<hr/> <hr/>	<hr/> <hr/>

The Accompanying Notes to the Financial Statements are an integral part of this Statement.

This page intentionally left blank

Fiduciary Fund

This page intentionally left blank

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

ASSETS	PRIVATE PURPOSE			AGENCY FUNDS		TOTAL
	UNEMPLOYMENT COMPENSATION TRUST	SCHOLARSHIP FUND	FLEXIBLE SPENDING ACCOUNT	STUDENT ACTIVITY	PAYROLL	
Cash & Cash Equivalents	\$ 918,159	\$ 270,892	\$ 93,904	\$ 2,254,601	\$ 706,828	\$ 4,244,384
Investments, at Fair Value:						
Certificate of Deposits	-	137,500	-	-	-	137,500
Total Assets	918,159	408,392	93,904	2,254,601	706,828	4,381,884
LIABILITIES						
Intergovernmental Accounts						
Payable - State	9,673	-	-	-	-	9,673
Payable to Student Groups	-	-	-	2,212,776	-	2,212,776
Interfund Payable	-	-	-	41,825	-	41,825
Payroll Deductions & Withholdings	-	-	-	-	706,828	706,828
Total Liabilities	9,673	-	-	2,254,601	706,828	2,971,102
NET POSITION						
Held in Trust for						
Unemployment Claim & Other Purposes	908,486	-	-	-	-	908,486
Medical & Child Care	-	-	93,904	-	-	93,904
Restricted Scholarship Balance	-	137,500	-	-	-	137,500
Reserved for Scholarships	-	270,892	-	-	-	270,892
Total Net Position	\$ 908,486	\$ 408,392	\$ 93,904	\$ -	\$ -	\$ 1,410,782

The Accompanying Notes to the Financial Statements are an integral part of this Statement.

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

ADDITIONS	PRIVATE PURPOSE			TOTAL
	UNEMPLOYMENT COMPENSATION TRUST	SCHOLARSHIP FUND	FLEXIBLE SPENDING ACCOUNT	
Contributions:				
Employees	\$ 170,144	\$ -	\$ 351,307	\$ 521,451
Other	-	155,296	-	155,296
Total Contributions	170,144	155,296	351,307	676,747
Investment Earnings:				
Interest	4,464	-	-	4,464
Net Investment Earnings	4,464	-	-	4,464
Total Additions	174,608	155,296	351,307	681,211
DEDUCTIONS				
Quarterly Contribution Reports	60,745	-	-	60,745
Unemployment Claims	58,782	-	-	58,782
Medical & Child Care	-	-	340,360	340,360
Scholarships Awarded	-	136,885	-	136,885
Total Deductions	119,527	136,885	340,360	596,772
Change in Net Position	55,081	18,411	10,947	84,439
Net Position - Beginning Of the Year	853,405	389,981	82,957	1,326,343
Net Position - End of the Year	\$ 908,486	\$ 408,392	\$ 93,904	\$ 1,410,782

The Accompanying Notes to the Financial Statements are an integral part of this Statement.

LENAPE REGIONAL HIGH SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2018

This page intentionally left blank

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

Note 1. Summary of Significant Accounting Policies

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

Reporting Entity

The Lenape Regional High School District is a Type II School District located in the County of Burlington, 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 eleven 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 9-12 at its six schools. The School District has an approximate enrollment at June 30, 2018 of 6,708 students.

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

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

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

Component Units

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

Government-Wide Financial Statements

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

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

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

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

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

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

Governmental Fund Financial Statements

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

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

Proprietary Fund Financial Statements

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

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

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

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

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

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

Fiduciary Fund Financial Statements

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

Measurement Focus, Basis of Accounting and Financial Statement Presentation

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

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

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

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

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

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

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

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

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

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

The District reports the following major governmental funds:

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

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

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

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

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

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

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

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

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

The District reports the following major proprietary funds:

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

Additionally, the District reports the following major fiduciary funds:

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

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

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

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 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.

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

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

Budgets/Budgetary Control

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

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

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

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

Exhibit C-3 presents a reconciliation of the general fund revenues and special revenue fund revenues and expenditures from the budgetary basis of accounts as presented in the General Fund Budgetary Comparison Schedules and the Special Revenue Fund Budgetary Comparison Schedule to the GAAP basis of accounting as presented in the Statement of Revenues, Expenditures and Changes in Fund Balance – Governmental Funds. Note that the District does not report encumbrances outstanding at fiscal year-end as expenditures in the general fund since the general fund budget follows modified accrual basis with the exception of the revenue recognition policy for the last state aid payments.

Encumbrances

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

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

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

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

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.

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.

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

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

Capital Assets

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

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

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

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

Compensated Absences

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

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

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

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

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

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.
- **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

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

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

includes the remaining positive fund balance for all governmental funds except for the General Fund.

- Unassigned – This classification includes the residual fund balance for the General Fund. The Unassigned classification also includes negative residual fund balance of any other governmental fund that cannot be eliminated by offsetting of Assigned fund balance amounts.

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

Net Position

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

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

Impact of Recently Issued Accounting Principles

Adopted Accounting Pronouncements

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

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

Statement No. 82, Pension Issues – an amendment of GASB Statements No. 67, 68 and No. 73. The objective of this Statement is to address certain issues that have been raised with respect to Statements No. 67, Financial Reporting for Pension Plans, No. 68, Accounting and Financial Reporting for Pensions, and No. 73, Accounting and Financial Reporting for Pensions and Related Assets That Are Not within the

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

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

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.

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.

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

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

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. Cash Deposits and Investments

Cash Deposits

Custodial Credit Risk – Custodial credit risk is the risk that, in the event of a bank failure, the Board's deposits may not be recovered. Although the Board does not have a formal policy regarding custodial credit risk, NJSA 17:9-41 et seq. requires that the governmental units shall deposit public funds in public depositories protected from loss under the provisions of GUDPA. Under the Act, the first \$250,000.00 of governmental deposits in each insured depository is protected by FDIC. Public fund owned by the Board in excess of FDIC insured amounts are protected by GUDPA. However, GUDPA does not protect intermingled trust funds such as salary withholdings, student activity may pass to the Board relative to the happening of a future condition. Such funds are shown as Uninsured and Uncollateralized in the schedule below. As of June 30, 2018, the District's bank balance of \$17,768,057 was exposed to custodial credit risk as follows:

Insured under FDIC and GUDPA	\$	13,421,294
Uninsured and Uncollateralized		4,209,763
	\$	17,631,057

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

Note 2. Deposits and Investments (continued):

Investments

At June 30, 2017, the School District had the following investments and maturities:

Investment type	Fair Value	Investment Maturities (in Years)			
		Less Than 1 Year	1-5 Years	6-10 Years	Over 10 years
Certificate of Deposit	\$ 137,000	\$ 137,000	\$ -	\$ -	\$ -
	<u>\$ 137,000</u>	<u>\$ 137,000</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

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.

All of the School District’s investments described above are classified in Level 1 and are valued using prices quoted in active markets for those securities. The School District does not hold any investments that are measured using Level 2 and Level 3 inputs

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.

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.

Concentration of Credit Risk - The School District places no limit in the amount the School District may invest in any one issuer.

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

Note 3. Reserve Accounts

A. Capital Reserve

A capital reserve account was established by the School District on September 20, 2000, for the accumulation of funds for use as capital outlay expenditures in subsequent fiscal years. The capital reserve account is maintained in the general fund and its activity is included in the general fund annual budget.

Funds placed in the capital reserve account are restricted to capital projects in the School District's approved Long Range Facilities Plan (LRFP). Upon submission of the LRFP to the department, a School District may increase the balance in the capital reserve by appropriating funds in the annual general fund budget certified for taxes or by transfer by board resolution at year-end (June 1 to June 30) of any unanticipated revenue or unexpended line-item appropriation amounts, or both. A School District may also appropriate additional amounts when the express approval of the voters has been obtained either by a separate proposal at budget time or by a special question at one of the four special elections authorized pursuant *N.J.S.A.19:60-2*. Pursuant to *N.J.A.C.6:23A-14.1(g)*, the balance in the account cannot at any time exceed the local support costs of uncompleted capital projects in its approved LRFP.

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

Beginning Balance, July 1, 2017	\$ 1,594,843
Increased by:	
Deposits approved by Board	<u>2,777,610</u>
Ending Balance, June 30, 2018	<u>\$ 4,372,453</u>

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

B. Maintenance Reserve Account

The School District established a maintenance reserve account for the accumulation of funds for use as required maintenance of a facility in subsequent fiscal years.

Funds placed in the maintenance reserve account are restricted to maintenance projects in the School District's approved Maintenance Plan (M-1). A School District may increase the balance in the maintenance reserve account by appropriating funds in the annual general fund budget certified for taxes or by transfer by Board resolution at year-end of any unanticipated revenue or unexpended line-item appropriation amounts, or both. The balance in the account cannot at any time exceed four percent of the replacement cost of the school district's school facilities for the current year.

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

Note 3. Reserve Accounts (continued):

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

Beginning Balance, July 1, 2017	\$ 779,991
Increased by:	
Deposits approved by Board	-
Ending Balance, June 30, 2018	\$ 779,991

Emergency Reserve

An emergency reserve account was established for the accumulation of funds for use as emergency expenditures in subsequent fiscal years. The emergency reserve account is maintained in the general fund and its activity is included in the general fund annual budget.

The emergency reserve account is used to accumulate funds in accordance with N.J.S.A. 18A:7F-41c(1) to finance unanticipated general fund expenditures required for a thorough and efficient education. Unanticipated means reasonably unforeseeable and shall not include additional costs caused by poor planning. The maximum balance permitted at any time in this reserve is the greater of \$250,000 or 1 percent of the general fund budget not to exceed \$1 million. Deposits may be made to the emergency reserve account by board resolution at year end of any unanticipated revenue or unexpended line item appropriation or both. The department has defined year end for the purpose of depositing surplus into reserve accounts as an amount approved by the district board of education between June 1 and June 30. Withdrawals from the reserve require the approval of the Commissioner unless the withdrawal is necessary to meet an increase in total health care costs in excess of 4 percent.

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

Beginning Balance, July 1, 2017	\$ 1,000,000
Increased by:	
Deposits approved by Board	-
Ending Balance, June 30, 2018	\$ 1,000,000

Note 4. Accounts Receivable

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

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

Note 4. Accounts Receivable (continued):

<u>Description</u>	<u>Governmental Funds</u>				<u>Debt Service Fund</u>	<u>Total Governmental Activities</u>	<u>Proprietary Funds</u>		<u>Total Business-Type Activities</u>
	<u>General Fund</u>	<u>Special Revenue Fund</u>	<u>Capital Projects Fund</u>				<u>Food Service Fund</u>		
Federal Awards	\$ -	\$ 132,867	\$ -	\$ -	\$ -	\$ 132,867	\$ 20,978	\$ 20,978	
State Awards	1,376,847	-	1,287,333	-	-	2,664,180	853	853	
Other	938,778	31,079	-	45,865	-	1,015,722	-	-	
Total	\$ 2,315,625	\$ 163,946	\$ 1,287,333	\$ 45,865	\$ -	\$ 3,812,769	\$ 21,831	\$ 21,831	

Note 5. Capital Assets

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

	<u>Balance July 1, 2017</u>	<u>Additions</u>	<u>Retirements and Transfers</u>	<u>Balance June 30, 2018</u>
Governmental Activities:				
Capital assets not being depreciated:				
Land	\$ 5,125,279	\$ -	\$ -	\$ 5,125,279
Construction in Progress	6,472,749	573,855	-	7,046,604
Total Capital Assets not being depreciated	11,598,028	573,855	-	12,171,883
Capital Assets being depreciated:				
Land Improvements	3,765,447	21,730	-	3,787,177
Buildings and Improvements	209,734,106	258,210	(44,444)	209,947,872
Equipment	18,670,517	1,567,669	(111,747)	20,126,439
Total Capital Assets being depreciated	232,170,070	1,847,609	(156,191)	233,861,488
Less: Accumulated Depreciation:				
Land Improvements	(2,504,830)	(101,567)	-	(2,606,397)
Buildings and Improvements	(80,205,207)	(6,045,044)	14,732	(86,235,519)
Equipment	(12,443,963)	(992,222)	104,246	(13,331,939)
Total Accumulated Depreciation	(95,154,000)	(7,138,833)	118,978	(102,173,855)
Total Capital Assets being depreciated, net	137,016,070	(5,291,224)	(37,213)	131,687,633
Total Governmental Activities Capital Assets, net	\$ 148,614,098	\$ (4,717,369)	\$ (37,213)	\$ 143,859,516

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

Note 5. Capital Assets (continued):

	Balance July 1, <u>2017</u>	<u>Additions</u>	Retirements and Transfers	Balance June 30, <u>2018</u>
Business-Type Activities:				
Buildings and Improvements	\$ 449,493	\$ -	\$ -	\$ 449,493
Equipment	47,626	-	-	47,626
	<u>497,119</u>	<u>-</u>	<u>-</u>	<u>497,119</u>
Less: Accumulated Depreciation:				
Buildings and Improvements	(21,568)	(7,125)	-	(28,693)
Equipment	(102,748)	(12,844)	-	(115,592)
	<u>(124,316)</u>	<u>(19,969)</u>	<u>-</u>	<u>(144,285)</u>
Total Business-Type Activities Capital Assets, net	<u>\$ 372,803</u>	<u>\$ (19,969)</u>	<u>\$ -</u>	<u>\$ 352,834</u>

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	\$ 2,046,238	\$ -
Special Revenue Fund	41,825	35,870
Capital Projects Fund	-	1,875,000
Food Service Fund	-	135,368
Student Activity Fund	-	41,825
	<u>\$ 2,088,063</u>	<u>\$ 2,088,063</u>

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

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

Note 7. Long-Term Obligations

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

	Balance <u>July 1, 2017</u>	<u>Additions</u>	<u>Reductions</u>	Balance <u>June 30, 2018</u>	Balance Due Within <u>One Year</u>
Governmental Activities:					
General Obligation Bonds	\$ 55,940,000	\$ -	\$ 4,930,000	\$ 51,010,000	\$ 5,000,000
Capital Leases	2,601,160	-	341,470	2,259,690	355,690
Unamortized Bond Premiums	6,266,710	-	771,350	5,495,360	771,350
Compensated Absences	2,989,371	34,278	-	3,023,649	-
Net Pension Liability	63,281,900	-	11,667,772	51,614,128	-
OPEB Liability	5,218,054	3,921,611	-	9,139,665	-
	<u>\$ 136,297,195</u>	<u>\$ 3,955,889</u>	<u>\$ 17,710,592</u>	<u>\$ 122,542,492</u>	<u>\$ 6,127,040</u>

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

A. Bonds Payable:

On February 9, 2012, the School District issued \$2,130,000 in Refunding Bonds with interest rates ranging from 1.250% to 3.900% to advance refund \$2,005,000 of outstanding 2003 Refunding Bonds with interest rates ranging from 4.250% to 5.000%.

On April 17, 2013, the School District issued \$40,795,000 in Refunding Bonds with interest rates ranging from 2.00% to 5.00% to advance refund \$42,124,000 of outstanding 2005 Bonds with interest rates ranging from 4.00% to 5.00%.

On September 1, 2014, the School District issued \$23,425,000 in Refunding Bonds with interest rates ranging from 2.00% to 5.00% to advance refund \$25,670,000 of outstanding 2005 Refunding Bonds with interest rates ranging from 3.00% to 5.00%.

On January 19, 2016, the School District issued \$3,540,000 in Refunding Bonds with interest rates ranging from 2.00% to 5.00% to advance refund \$4,025,000 of outstanding 2006 Refunding Bonds with interest rates ranging from 3.00% to 5.00%.

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	\$ 5,000,000	\$ 2,247,350	\$ 7,247,350
2020	5,600,000	2,023,875	7,623,875
2021	5,695,000	1,771,000	7,466,000
2022	6,000,000	1,490,000	7,490,000
2023	6,165,000	1,190,000	7,355,000
2024-2028	15,405,000	3,331,800	18,736,800
2029-2030	7,145,000	431,400	7,576,400
	<u>\$ 51,010,000</u>	<u>\$ 12,485,425</u>	<u>\$ 63,495,425</u>

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

Note 7. Long-Term Obligations (continued):

B. Capital Lease Payable

As of June 30, 2018, the District had two lease purchase agreements outstanding to fund a portion of the local share of capital projects in the amount of \$2,259,690.

The future minimum lease payments for these leases are as follows:

Fiscal Year Ending <u>June 30,</u>	
2019	\$ 411,473
2020	164,500
2021	168,424
2022	172,164
2023	175,706
2024-2028	950,640
2029-2031	<u>420,570</u>
Total Minimum Lease Payments	2,463,477
Less: Amount Representing Interest	<u>(203,787)</u>
Present Value of Minimum Lease Payments	<u>\$ 2,259,690</u>

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

C. Bonds Authorized But Not Issued:

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

Note 8. Pension Plans

A. Public Employees' Retirement System (PERS)

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

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

Note 8. Pension Plans (Continued):

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

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 $1/55^{\text{th}}$ 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 $1/60^{\text{th}}$ 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 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 \$51,614,128 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 .22173%, which was an increase of .00801% from its proportion measured as of June 30, 2016.

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

Note 8. Pension Plans (Continued):

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

For the year ended June 30, 2018, the School District recognized full accrual pension expense of \$4,737,119 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:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between Expected and Actual Experience	\$ 1,215,335	\$ -
Changes of Assumptions	10,398,468	10,360,345
Net Difference between Projected and Actual Earnings on Pension Plan Investments	351,457	-
Changes in Proportion and Differences between District Contributions and Proportionate Share of Contributions	3,505,329	-
School District contributions subsequent to measurement date	2,046,958	-
	\$ 17,517,547	\$ 10,360,345

\$2,046,958 reported as deferred outflows of resources resulting from school district contributions subsequent to the measurement date is estimated based on unadjusted 2017-2018 total salaries for PERS employees multiplied by an employer pension contribution rate of 13.37%. The payable is due on April 1, 2019 and will be recognized as a reduction of the net pension liability in the year ended June 30, 2019. The other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Client Year Ending June 30,	Amount
2019	\$ 2,083,472
2020	2,631,808
2021	1,810,588
2022	(547,002)
2023	(868,624)
	\$ 5,110,242

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:

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

Note 8. Pension Plans (Continued):

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

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

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

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

Note 8. Pension Plans (Continued):

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

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

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

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

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

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

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

Note 8. Pension Plans (Continued):

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

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

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

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

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

Note 8. Pension Plans (Continued):

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

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

	1% Decrease <u>(4.00%)</u>	Current Discount Rate <u>(5.00%)</u>	1% Increase <u>(6.00%)</u>
District's Proportionate Share of the Net Pension Liability	\$ 64,030,829	\$ 51,614,128	\$ 41,269,478

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

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	\$ 15,470,589	\$ 19,461,103
Deferred Inflows of Resources	10,360,345	-
Net Pension Liability	51,614,128	63,281,900
District's portion of the Plan's total net pension Liability	0.22173%	0.21367%

B. Teachers' Pension and Annuity Fund (TPAF)

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

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

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

Note 8. Pension Plans (Continued):

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

The following represents the membership tiers for TPAF:

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

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

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

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

Pension Liability and Pension Expense - The State's proportionate share of the TPAF net pension liability, attributable to the School District as of June 30, 2017 was \$381,488,994. 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 .56581%, which was a decrease of .00263% from its proportion measured as of June 30, 2016.

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

Note 8. Pension Plans (Continued):

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

For the fiscal year ended June 30, 2018, the School District recognized \$14,123,386 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.

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:

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

Note 8. Pension Plans (Continued):

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

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-Term Expected Real Rate of Return</u>
Absolute Return/Risk Mitigation	5.00%	5.51%
Cash	5.50%	1.00%
U.S. Treasuries	3.00%	1.87%
Investment grade credit	10.00%	3.78%
Public High Yield	2.50%	6.82%
Global Diversified Credit	5.00%	7.10%
Credit Oriented Hedge Funds	1.00%	6.60%
Debt Related Private Equity	2.00%	10.63%
Debt Related Real Estate	1.00%	6.61%
Private Real Asset	2.50%	11.83%
Equity Related Real Estate	6.25%	9.23%
U.S. Equity	30.00%	8.19%
Non-U.S. Developed Markets Equity	11.50%	9.00%
Emerging Markets Equity	6.50%	11.64%
Buyouts/Venture Capital	8.25%	13.08%
	<hr style="width: 100%; border: 1px solid black;"/>	
	100.00%	

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

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

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

Note 8. Pension Plans (Continued):

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

	1% Decrease <u>(3.25%)</u>	Current Discount Rate <u>(4.25%)</u>	1% Increase <u>(5.25%)</u>
District's Proportionate Share of the Net Pension Liability	\$ -	\$ -	\$ -
State of New Jersey's Proportionate Share of Net Pension Liability associated with the District	<u>\$ 453,220,891</u>	<u>\$ 381,488,994</u>	<u>\$ 322,395,945</u>
	<u>\$ 453,220,891</u>	<u>\$ 381,488,994</u>	<u>\$ 322,395,945</u>

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

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

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

C. Defined Contribution Plan (DCRP)

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

Individuals eligible for membership in the DCRP include:

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

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

Note 8. Pension Plans (Continued):

C. Defined Contribution Plan (DCRP) (Continued)

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

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

For the year ended June 30, 2018, employee contributions totaled \$49,208 and the District recognized pension expense of \$11,987.

Note 9. Post-Retirement Benefits

General Information about the OPEB Plan

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

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

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

Note 9. Post-Retirement Benefits (Continued):

years of pension service credit. The percentage of the premium for which the retiree will be responsible will be determined based on the retiree’s annual retirement benefit and level of coverage.

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

Basis of Presentation

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

Total Nonemployer OPEB Liability

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

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

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

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.

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

Note 9. Post-Retirement Benefits (Continued):

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 \$280,368,462. 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 0.522687%, which was a decrease of 0.000093% 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 \$16,871,402 for the State’s proportionate share of the OPEB expense attributable to the School District. This OPEB expense was based on the OPEB plans June 30, 2017 measurement date.

Healthcare Trend Assumptions

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

Discount Rate

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

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

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

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

Note 9. Post-Retirement Benefits (Continued):

	June 30, 2017		
	At 1% Decrease (2.58%)	At Discount Rate (3.58%)	At 1% Increase (4.58%)
State of New Jersey's Proportionate Share of Total OPEB Obligations Associated with the School District	\$ 332,817,591.93	\$ 280,368,462.00	\$ 238,765,313.65
State of New Jersey's Total Nonemployer OPEB Liability	\$ 63,674,362,200.00	\$ 53,639,841,858.00	\$ 45,680,364,953.00
	June 30, 2016		
	At 1% Decrease (1.85%)	At Discount Rate (2.85%)	At 1% Increase (3.85%)
State of New Jersey's Proportionate Share of Total OPEB Obligations Associated with the School District	\$ 362,781,651.73	\$ 302,817,382.00	\$ 255,617,815.70
State of New Jersey's Total Nonemployer OPEB Liability	\$ 69,283,705,084.00	\$ 57,831,784,184.00	\$ 48,817,654,566.00

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

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

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

Note 9. Post-Retirement Benefits (Continued):

	June 30, 2017		
	1% Decrease	Healthcare Cost Trend Rate*	1% Increase
State of New Jersey's Proportionate Share of Total OPEB Obligations Associated with the School District	\$ 332,817,591.93	\$ 280,368,462.00	\$ 238,765,313.65
State of New Jersey's Total Nonemployer OPEB Liability	\$ 63,674,362,200.00	\$ 53,639,841,858.00	\$ 45,680,364,953.00
	June 30, 2016		
	1% Decrease	Healthcare Cost Trend Rate*	1% Increase
State of New Jersey's Proportionate Share of Total OPEB Obligations Associated with the School District	\$ 362,781,651.73	\$ 302,817,382.00	\$ 255,617,815.70
State of New Jersey's Total Nonemployer OPEB Liability	\$ 69,283,705,084.00	\$ 57,831,784,184.00	\$ 48,817,654,566.00

* See Healthcare Cost Trend Assumptions for details of rates.

Additional Information

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

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

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

Note 9. Post-Retirement Benefits (Continued):

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

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

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

Plan Membership

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

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

Changes in the Total OPEB Liability

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

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

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

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 \$8,577,352, \$4,332,326, \$5,539,929 and \$6,105, respectively.

Note 11. Risk Management

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

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

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

<u>Fiscal Year</u>	<u>Employee Contributions</u>	<u>Interest Earnings</u>	<u>Amount Reimbursed</u>	<u>Ending Balance</u>
2017-2018	\$ 170,144	\$ 4,464	\$ 119,527	\$ 908,486
2016-2017	195,596	3,509	107,303	853,405
2015-2016	186,250	3,389	176,392	761,603

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 Burlington County Insurance Pool Joint 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

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

Note 12. Contingencies

State and Federal Grantor Agencies - The District participates in numerous state and federal grant programs, which are governed by various rules and regulations of the grantor agencies; therefore, to the extent that the District has not complied with the rules and regulations governing the grants, refunds of any money received may be required and the collectability of any related receivable at June 30, 2018 may be impaired. In the opinion of the District, there are no significant contingent liabilities relating to compliance with the rules and regulations governing the respective grants; therefore, no provisions have been recorded in the accompanying combined financial statements for such contingencies.

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

Note 13. Economic Dependency

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

Note 14. Deferred Compensation

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

Great American	Retirement Annuity
Equitable	Washington National
Lincoln Investment	Vanguard Group
Travelers	Mutual of Omaha
ASCO	Tom Seely
Security Benefit Life	

Note 15. Compensated Absences

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

District employees are granted varying amount of vacation and sick leave in accordance with the District's personnel policies. The District policy permits employees to accumulate unused sick leave and carry forward the full amount to subsequent years. Upon retirement employees shall be paid by the District for the unused sick leave in accordance with Districts’ agreements with the various employee unions.

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

Note 15. Compensated Absences (continued):

The liability for vested compensated absences of the governmental fund types is recorded in the statement of net position under governmental activities. The current portion of the compensated absence balance is not considered material to the applicable funds total liabilities, and is therefore not shown separately from the long-term liability balance of compensated absences. The amount at June 30, 2018 is \$3,023,649.

Note 16. Tax Abatements

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

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

Note 17. Post-Employment Benefits Other Than Pension Benefits

Lenape Regional High School District provides post-employment dental coverage to eligible retired employees and their families. As of June 30, 2018, an employee is generally eligible for benefits upon retirement provided they have completed 30 years of public employment with the Lenape Regional High School District.

Lenape Regional High School District's annual Other Post-Employment Benefit cost is calculated based on the Annual Required Contribution. The actuarial cost method used to determine the Plan's funding requirements is the "Entry Age Normal" level cost method. Under this method, an actuarial accrued liability is determined as the present value of the projected benefits for each employee included in an actuarial valuation is allocated in a manner that produces a level annual cost of the working lifetime of the individual between entry age and assumed retirement age. The Plan is currently unfunded. The unfunded actuarial liability is amortized over thirty years. The following table shows the estimate of the actuarial accrued liability of benefit obligations of the Lenape Regional High School District for other-post employment benefits:

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

Note 17. Post-Employment Benefits Other Than Pension Benefits (continued):

<u>Benefit Obligation</u>	<u>6/30/2018</u>
For covered retired employees	\$ 2,735,605
For active participants	<u>6,404,060</u>
Total	9,139,665
Assets	<u>-</u>
Unfunded Actuarial Accrued Liability	<u>\$ 9,139,665</u>

The following table shows the estimate of the annual service cost of the plan for post-employment benefits:

<u>Annual Service Cost</u>	<u>6/30/2018</u>
Annual Amount Toward Unfunded Actuarial Accrued Liability	\$ 784,489
Normal Cost for OPEB	<u>290,624</u>
Total	<u>\$ 1,075,113</u>

At June 30, 2018, the School District's annual OPEB was funded on a pay-as-you go bases as follows:

<u>Benefit Payment Comparison</u>	
Pay-As-You-Go Retiree Medical Costs	\$ 146,414
Annual Required Contribution (ARC)	<u>1,075,113</u>
Net Increase (Decrease)	<u>\$ 928,699</u>

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

Note 17. Post-Employment Benefits Other Than Pension Benefits (continued):

The following table shows the details of change in actuarial present value of benefit obligations from June 30, 2017 to June 30, 2018:

**Details of Change in Actuarial Present Value of Benefit Obligations from
6/30/2017 to 6/30/18**

Actuarial Present Value of Benefit Obligations on 6/30/17	\$	7,500,399
Service Cost Decrease Resulting From A Change in the Cost of Benefits and Demographics		(978,296)
Decrease Due to Benefits Paid		(146,414)
Increase Due to Change in Method		1,320,500
Increase Due to Change in Assumptions		1,178,325
Increase Due to Decrease in Discount Period		<u>265,151</u>
Actuarial Present Value of Benefit Obligations on 6/30/18	\$	<u>9,139,665</u>

Calculation of Actuarial Accrued Liability

The plan's benefit obligations, currently, are in two parts:

1. The present value of the benefits yet to be paid for those who are currently covered as retirees; and
2. The present value of the benefits to be paid for those active participants once they become eligible for retiree benefits

Included in each present value is a cost for administering the retiree claims.

The determination of the benefit obligation for those who are retired and covered involves estimating the survival and future claims for them and then discounting those future claims to the present time.

With regard to the active group, a further estimate must be made regarding who will actually survive, in active employment, to retire and be covered after employment.

Assumptions for Valuation

The following assumptions have been suggested and used:

1. Mortality – Mortality rates were based on the RP-2000 Combined Mortality Table for Males or Females as appropriate.

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

Note 17. Post-Employment Benefits Other Than Pension Benefits (continued):

2. Discount Rate – We have discounted future costs at the rate of 3.57% compounded annually. The rate is based upon the S&P Municipal Bond 20 Year High Grade Rate Index consists of bonds in the S&P Municipal Bond Index with a maturity of 20 years as of August 31, 2018. Eligible bonds are rated at least AA by Standard and Poor’s Ratings Services, Aa2 by Moody’s or AA by Fitch. If there are multiple ratings, the lowest rating was used.
3. Turnover – We have assumed that terminations of employment other than for death or retirement will occur in the future in accordance with the The U.S. Office of Personnel Management regarding the experience of the employee group covered by the Federal Employees Retirement System.
4. Disability – We have assumed no terminations of employment due to disability. Retirees resulting from a disability were factored into our determination of age at retirement.
5. Age At Retirement – We have assumed that the active participants, on average, will receive their benefits when eligible but no earlier than age 55.
6. Spousal Coverage – We have assumed that married employees will remain married.
7. Health Care Cost Inflation – We have assumed that health care gross costs will increase at an annual rate of 5.0% for Pre and Post-Medicare dental benefits.
8. Administration Expenses – We have assumed that the annual cost to administer the retiree claims, approximately 2%, is included in the annual health care costs.
9. Final Average Salary – We have assumed that the final average salary for retirees age 55 and over is \$72,879.

Change in Assumptions

We change the mortality and discount rate assumptions from the prior valuation to more closely represent current actuarial trends. We also changed the actuarial method from the prior valuation as required by GASB 75 regulations.

Current Per Capita Claim Costs

We have reviewed the claims data during 2018 for dental costs for retirees. As a result, we have utilized an annual average claims cost of approximately \$797 per covered retiree for family coverage and \$459 for single coverage.

Pursuant to Chapter 78 of P.L.2011, effective June 28, 2011, retirees are required to contribute for medical and prescription drugs benefits. The percent of premium contribution, derived from base salary or retirement allowance and type of coverage tier is multiplied by the total premium for the cost of the coverage received by each employee or retiree. Retiree health insurance contributions do not apply to employees that have 20 years or more of service in a state or local retirement system as of the effective date and meet the eligibility requirements of the employer pursuant to N.J.S.A. 40A:10-23, (i.e., age 62 with 15 years or 25 years of service).

Annual Service Cost

We have assumed that the actuarial accrued liability will be amortized over average service years of the active employees pursuant to the GASB 75 regulations.

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

Note 17. Post-Employment Benefits Other Than Pension Benefits (continued):

Actuarial Funding Method

We have employed the "entry age normal" level cost method in establishing the annual required contribution and actuarial accrued liability for the participants under which the actuarial present value of the projected benefits of each employee included in an actuarial valuation is allocated in a manner that produces a level annual cost over the working lifetime of the individual between entry age and assumed retirement age.

Demographic Data Statistics

- 211 retirees with an average age of 70
- 67 retirees receiving single benefit coverage
- 792 active employees with an average age of 48 and average accrued service of 16 years

Note 18. Calculation of Excess Surplus

The designation for Restricted Fund Balance – Excess Surplus is a required calculation pursuant to N.J.S.A.18A:7F-7. New Jersey school districts are required to reserve General Fund fund balance at the fiscal year-end of June 30 if they did not appropriate a required minimum amount as budgeted fund balance in their subsequent years' budget. The excess fund balance at June 30, 2018 was \$0.

Note 19. Fund Balance

General Fund – Of the \$14,234,650 General Fund fund balance at June 30, 2018, \$4,372,453 has been reserved in the Capital Reserve Account; \$779,991 has been reserved in the Maintenance Reserve Account; \$1,000,000 has been reserve in the Emergency Reserve Account; \$1,539,570 has been committed to other purposes; \$5,800,000 has been assigned as designated for subsequent year's expenditures; and \$742,636 is unassigned.

Capital Projects Fund – Of the \$311,138 Capital Projects Fund fund balance at June 30, 2018, \$311,138 is restricted for capital projects.

Note 20. Deficit in Net Position

Unrestricted Net Position – The School District had a deficit in unrestricted net position in the amount of \$(51,363,247) at June 30, 2018. The deficit is caused by the implementation of GASB 68 which requires the School District to report their proportionate share of the net pension liability for the Public Employee's Retirement System (PERS) as of June 30, 2018.

Note 21. Subsequent Events

Management has reviewed and evaluated all events and transactions that occurred between June 30, 2018 and February 12, 2019, the date that the financial statements were available for issuance, for a possible disclosure and recognition in the financial statements, and no items have come to the attention of the School District that would require disclosure.

REQUIRED SUPPLEMENTARY INFORMATION - PART II

This page intentionally left blank

C. Budgetary Comparison Schedules

This page intentionally left blank

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

	ACCOUNT NUMBERS	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL	POSITIVE/ (NEGATIVE) FINAL TO ACTUAL
Revenues:						
Local Sources:						
Local Tax Levy	10-1210-000	\$ 112,136,249	\$ -	\$ 112,136,249	\$ 112,136,250	\$ 1
Rents and Royalties	10-1910-000	100,000	-	100,000	135,035	35,035
Parking Fees	10-1999-000	75,000	-	75,000	71,850	(3,150)
Participation Fees	10-1999-000	850,000	-	850,000	816,755	(33,245)
Interest Earned on Maintenance Reserve	10-1510-002	1,000	-	1,000	1,000	-
Interest Earned on Capital Reserve	10-1510-003	1,000	-	1,000	1,000	-
Miscellaneous	10-1990-000	1,767,115	-	1,767,115	1,683,418	(83,697)
Total Local Sources		114,930,364	-	114,930,364	114,845,308	(85,056)
State Sources:						
Extraordinary Aid	10-3131-000	521,431	-	521,431	977,077	455,646
Categorical Special Education Aid	10-3132-000	4,238,655	-	4,238,655	4,238,655	-
Equalization Aid	10-3176-000	22,738,228	-	22,738,228	22,738,228	-
Categorical Security Aid	10-3177-000	448,023	-	448,023	448,023	-
Adjustment Aid	10-3178-000	268,497	-	268,497	268,497	-
Transportation Aid	10-3121-000	785,083	-	785,083	785,083	-
PARCC Readiness Aid		70,220	-	70,220	70,220	-
Per Pupil Growth Aid		70,220	-	70,220	70,220	-
Professional Learning Community Aid	10-3183-000	67,620	-	67,620	67,620	-
Lead Testing for Schools Aid		-	-	-	17,849	17,849
Nonpublic School Transportation Costs	10-3000-000	-	-	-	114,376	114,376
Nonbudgeted:						
On-Behalf TPAF Pension Contributions	10-3901-000	-	-	-	8,577,352	8,577,352
On-Behalf TPAF Post-Retirement Medical Contributions	10-3901-000	-	-	-	5,539,929	5,539,929
On-Behalf TPAF Long-Term Disability Insurance		-	-	-	6,105	6,105
Reimbursed TPAF Social Security Contributions	10-3902-000	-	-	-	4,332,326	4,332,326
Total State Sources		29,207,977	-	29,207,977	48,251,560	19,043,583
Federal Sources:						
Special Education - Medicaid Initiative	10-4200-000	45,885	-	45,885	67,752	21,867
Total Federal Sources		45,885	-	45,885	67,752	21,867
Total Revenues		144,184,226	-	144,184,226	163,164,620	18,980,394
Expenditures:						
Current Expense:						
Instruction - Regular Programs:						
Salaries of Teachers:						
Grades 9 - 12	11-140-100-101	42,033,978	(757,263)	41,276,715	39,816,506	1,460,209
Salaries of Teachers - Home Instruction	11-150-100-101	250,000	25,855	275,855	275,855	-
Other Salaries for Instruction	11-190-100-106	-	11,179	11,179	11,179	-
Purchased Professional - Educational Services	11-190-100-320	66,122	(4,874)	61,248	44,204	17,044
Purchased Technical Services	11-190-100-340	565,900	314,411	880,311	759,364	120,947
Other Purchased Services	11-190-100-500	283,247	17,952	301,199	192,380	108,819
General Supplies	11-190-100-610	3,116,733	(1,366,191)	1,750,542	1,416,457	334,085
Textbooks	11-190-100-640	900,000	(144,766)	755,234	520,406	234,828
Other Objects	11-190-100-800	34,577	(6,123)	28,454	15,696	12,758
Total Regular Programs		47,250,557	(1,909,820)	45,340,737	43,052,047	2,288,690
Special Education:						
Auditory Impairments:						
Other Salaries for Instruction	11-207-100-106	35,000	914	35,914	31,771	4,143
Total Auditory Impairments		35,000	914	35,914	31,771	4,143
Behavioral Disabilities:						
Salaries of Teachers	11-209-100-101	442,721	340,437	783,158	772,708	10,450
Other Salaries for Instruction	11-209-100-106	145,306	(53,750)	91,556	67,932	23,624
Purchased Professional - Educational Services	11-209-100-320	2,680	-	2,680	533	2,147
General Supplies	11-209-100-610	4,240	847	5,087	3,074	2,013
Other Objects	11-209-100-800	1,345	367	1,712	951	761
Total Behavioral Disabilities		596,292	287,901	884,193	845,198	38,995

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

	ACCOUNT NUMBERS	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL	POSITIVE/ (NEGATIVE) FINAL TO ACTUAL
Multiple Disabilities:						
Salaries of Teachers	11-212-100-101	1,182,171	27,444	1,209,615	1,209,615	-
Other Salaries for Instruction	11-212-100-106	1,384,789	(53,570)	1,331,219	1,251,935	79,284
Purchased Professional - Educational Services	11-212-100-320	940	-	940	801	139
General Supplies	11-212-100-610	15,110	2,002	17,112	16,194	918
Other Objects	11-212-100-800	2,195	8,000	10,195	9,842	353
Total Multiple Disabilities		2,585,205	(16,124)	2,569,081	2,488,387	80,694
Resource Room/Resource Center:						
Salaries of Teachers	11-213-100-101	7,140,038	(953,043)	6,186,995	6,140,092	46,903
Other Salaries for Instruction	11-213-100-106	1,036,399	(232,660)	803,739	791,439	12,300
General Supplies	11-213-100-610	36,169	947	37,116	33,334	3,782
Other Objects	11-213-100-800	2,830	210	3,040	1,292	1,748
Total Resource Room/Resource Center		8,215,436	(1,184,546)	7,030,890	6,966,157	64,733
Autism:						
Salaries of Teachers	11-214-100-101	429,081	325,983	755,064	742,826	12,238
Other Salaries for Instruction	11-214-100-106	404,957	481,151	886,108	869,086	17,022
Purchased Professional - Educational Services	11-214-100-320	-	500	500	500	-
General Supplies	11-214-100-610	26,075	2,466	28,541	21,895	6,646
Other Objects	11-214-100-800	400	-	400	133	267
Total Autism		860,513	810,100	1,670,613	1,634,440	36,173
Home Instruction:						
Salaries of Teachers	11-219-100-101	15,000	-	15,000	7,641	7,359
Purchased Professional - Educational Services	11-219-100-320	125,000	87,461	212,461	192,378	20,083
Total Home Instruction		140,000	87,461	227,461	200,019	27,442
Total Special Education		12,432,446	(14,294)	12,418,152	12,165,972	252,180
Other Instructional Programs:						
Basic Skills/Remedial - Instruction:						
Purchased Professional - Educational Services	11-230-100-320	-	363	363	363	-
General Supplies	11-230-100-610	-	3,209	3,209	3,209	-
Total Basic Skills/Remedial Instruction		-	3,572	3,572	3,572	-
Bilingual Education - Instruction:						
Other Purch. Serv.	11-240-100-500	600	-	600	-	600
General Supplies	11-240-100-610	79	-	79	41	38
Textbooks	11-240-100-640	1,551	-	1,551	17	1,534
Other Objects	11-240-100-800	4,409	-	4,409	-	4,409
Total Bilingual Education - Instruction		6,639	-	6,639	58	6,581

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

	ACCOUNT NUMBERS	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL	POSITIVE/ (NEGATIVE) FINAL TO ACTUAL
School Sponsored Cocurricular Activities:						
Salaries	11-401-100-100	1,648,978	(19,284)	1,629,694	1,509,247	120,447
Purchased Services	11-401-100-500	115,970	(27,344)	88,626	43,965	44,661
Supplies & Materials	11-401-100-600	101,854	10,909	112,763	89,588	23,175
Other Objects	11-401-100-800	46,837	2,363	49,200	46,376	2,824
Total School Sponsored Cocurricular Activities		1,913,639	(33,356)	1,880,283	1,689,176	191,107
School Sponsored Athletics - Instruction:						
Salaries of Teachers	11-402-100-100	3,784,187	(8,000)	3,776,187	3,634,052	142,135
Purchased Services	11-402-100-500	705,023	51,518	756,541	595,602	160,939
General Supplies	11-402-100-600	489,222	69,175	558,397	532,291	26,106
Other Objects	11-402-100-800	96,548	8,906	105,454	91,651	13,803
Total School Sponsored Athletics - Instruction		5,074,980	121,599	5,196,579	4,853,596	342,983
Alternative Education Program - Instruction:						
Salaries	11-423-100-100	997,253	29,348	1,026,601	1,020,079	6,522
Purchased Professional & Technical Services	11-423-100-300	4,525	1,829	6,354	6,354	-
Other Purchased Services	11-423-100-500	2,100	(2,100)	-	-	-
Supplies & Materials	11-423-100-610	16,400	1,945	18,345	16,086	2,259
Textbooks	11-423-100-640	2,800	-	2,800	56	2,744
Total Alternative Education Program Instruction		1,023,078	31,022	1,054,100	1,042,575	11,525
Total - Instruction		67,701,339	(1,801,277)	65,900,062	62,806,996	3,093,066
Alternative Education Program - Support Services:						
Salaries	11-423-200-100	618,304	107,371	725,675	721,457	4,218
Purchased Professional & Technical Services	11-423-200-300	17,360	3,888	21,248	8,911	12,337
Other Purchased Services	11-423-200-500	7,970	(3,617)	4,353	1,071	3,282
Supplies & Materials	11-423-200-600	5,890	(990)	4,900	2,300	2,600
Other Objects	11-423-200-800	14,320	990	15,310	13,796	1,514
Total Alternative Education Program Support Services		663,844	107,642	771,486	747,535	23,951
Undistributed Expenditures:						
Instruction:						
Tuition to Other LEAs Within State - Regular	11-000-100-561	816,000	(512,795)	303,205	287,066	16,139
Tuition to Other LEAs Within State - Special	11-000-100-562	46,375	90,213	136,588	127,341	9,247
Tuition to County Vocational School District - Regular	11-000-100-563	708,982	22,860	731,842	731,842	-
Tuition to CSSD & Regional Day Schools	11-000-100-565	1,285,192	981,992	2,267,184	2,234,394	32,790
Tuition to Private Schools for the Handicapped:						
Within the State	11-000-100-566	3,300,200	(73,587)	3,226,613	3,226,613	-
Out of State	11-000-100-567	267,833	(124,307)	143,526	123,589	19,937
Tuition - State Facilities	11-000-100-568	65,904	32,952	98,856	98,856	-
Tuition - Other	11-000-100-569	-	80,000	80,000	62,500	17,500
Total Instruction		6,490,486	497,328	6,987,814	6,892,201	95,613
Attendance and Social Work Services:						
Salaries	11-000-211-100	232,800	(2,429)	230,371	229,562	809
Social Security Contributions	11-000-211-220	7,086	-	7,086	7,086	-
Workmen's' Compensation	11-000-211-260	1,986	-	1,986	1,986	-
Health Benefits	11-000-211-270	91,651	-	91,651	78,550	13,101
Supplies and Materials	11-000-211-600	8,334	(448)	7,886	1,290	6,596
Total Attendance and Social Work		341,857	(2,877)	338,980	318,474	20,506

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

	ACCOUNT NUMBERS	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL	POSITIVE/ (NEGATIVE) FINAL TO ACTUAL
Health Services:						
Salaries	11-000-213-100	906,457	(44,000)	862,457	843,519	18,938
Social Security Contributions	11-000-213-220	26,512	-	26,512	26,512	-
Workmen's' Compensation	11-000-213-260	3,972	-	3,972	3,972	-
Health Benefits	11-000-213-270	183,301	-	183,301	159,078	24,223
Purchased Professional & Technical Services	11-000-213-300	75,000	-	75,000	65,360	9,640
Other Purchased Services - (400-500 Series)	11-000-213-500	415	(250)	165	140	25
Supplies & Materials	11-000-213-600	25,580	1,500	27,080	23,656	3,424
Other Objects	11-000-213-800	2,299	-	2,299	1,350	949
Total Health Services		1,223,536	(42,750)	1,180,786	1,123,587	57,199
Other Support Services Students - Related Services:						
Purchased Professional - Educational Services	11-000-216-320	35,000	(3,181)	31,819	31,819	-
Total Other Support Services Students - Related Services		35,000	(3,181)	31,819	31,819	-
Other Support Services Students - Extra Services:						
Purchased Professional - Educational Services	11-000-217-320	166,000	285,232	451,232	424,798	26,434
Total Other Support Services Students - Extra Services		166,000	285,232	451,232	424,798	26,434
Other Support Services - Students - Regular:						
Salaries of Other Professional Staff	11-000-218-104	3,127,465	(76,657)	3,050,808	3,036,117	14,691
Salaries of Secretarial & Clerical Assistants	11-000-218-105	516,139	28,357	544,496	529,419	15,077
Social Security Contributions	11-000-218-220	104,785	-	104,785	104,785	-
Workmen's' Compensation	11-000-218-260	17,475	-	17,475	17,475	-
Health Benefits	11-000-218-270	806,525	(43,422)	763,103	575,463	187,640
Purchased Professional & Technical Services	11-000-218-320	25,057	(292)	24,765	15,360	9,405
Other Purchased Professional & Technical Services	11-000-218-390	1,800	1,050	2,850	1,050	1,800
Other Purchased Services - (400-500 Series)	11-000-218-500	135,530	30,452	165,982	123,424	42,558
Supplies & Materials	11-000-218-600	30,540	(2,998)	27,542	10,974	16,568
Other Objects	11-000-218-800	1,750	(153)	1,597	-	1,597
Total Other Support Services - Students - Regular		4,767,066	(63,663)	4,703,403	4,414,067	289,336
Other Support Services - Students - Special Services:						
Salaries of Other Professional Staff	11-000-219-104	2,775,034	(394,624)	2,380,410	2,380,410	-
Salaries of Secretarial & Clerical Assistants	11-000-219-105	419,070	(9,532)	409,538	394,610	14,928
Social Security Contributions	11-000-219-220	78,973	-	78,973	78,973	-
Workmen's' Compensation	11-000-219-260	12,312	-	12,312	12,312	-
Health Benefits	11-000-219-270	568,234	(6,292)	561,942	499,081	62,861
Purchased Professional - Educational Services	11-000-219-320	860,165	201,652	1,061,817	1,044,502	17,315
Other Purchased Professional & Technical Services	11-000-219-390	84,650	(7,520)	77,130	77,130	-
Miscellaneous Purchased Services	11-000-219-592	10,000	-	10,000	10,000	-
Supplies & Materials	11-000-219-600	35,750	(12,410)	23,340	21,764	1,576
Other Objects	11-000-219-800	6,000	(3,379)	2,621	2,602	19
Total Other Support Services - Students - Special Services		4,850,188	(232,105)	4,618,083	4,521,384	96,699

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

	ACCOUNT NUMBERS	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL	POSITIVE/ (NEGATIVE) FINAL TO ACTUAL
Improvement of Instruction Services:						
Salaries of Supervisors of Instruction	11-000-221-102	3,162,774	2,429	3,165,203	3,150,731	14,472
Salaries of Secretarial & Clerical Assistants	11-000-221-105	150,000	(11)	149,989	3,312	146,677
Other Salaries	11-000-221-110	400	-	400	-	400
Social Security Contributions	11-000-221-220	97,089	711	97,800	97,800	-
Workmen's Compensation	11-000-221-260	11,915	-	11,915	11,915	-
Health Benefits	11-000-221-270	549,904	-	549,904	444,780	105,124
Purchased Professional - Educational Services	11-000-221-320	55,100	(9,657)	45,443	32,145	13,298
Other Purchased Professional & Technical Services	11-000-221-390	3,138	656	3,794	1,561	2,233
Other Purchased Services	11-000-221-500	61,920	(18,893)	43,027	17,269	25,758
Supplies & Materials	11-000-221-600	47,563	7,739	55,302	42,071	13,231
Other Objects	11-000-221-800	10,405	(1,086)	9,319	2,794	6,525
Total Improvement of Instruction Services		4,150,208	(18,112)	4,132,096	3,804,378	327,718
Educational Media Services/School Library:						
Salaries	11-000-222-100	1,424,512	2,490	1,427,002	1,367,767	59,235
Salaries of Technology Coordinators	11-000-222-177	47,418	-	47,418	39,182	8,236
Social Security Contributions	11-000-222-220	43,858	-	43,858	43,858	-
Workmen's Compensation	11-000-222-260	8,340	-	8,340	8,340	-
Health Benefits	11-000-222-270	384,933	-	384,933	352,171	32,762
Purchased Professional & Technical Services	11-000-222-300	9,315	2,338	11,653	6,640	5,013
Other Purchased Services	11-000-222-500	1,945	-	1,945	1,590	355
Supplies & Materials	11-000-222-600	107,303	(7,206)	100,097	91,030	9,067
Other Objects	11-000-222-800	29,478	(5,964)	23,514	14,130	9,384
Total Educational Media Services/School Library		2,057,102	(8,342)	2,048,760	1,924,708	124,052
Instructional Staff Training Services:						
Unused Vacation Payment to Terminated Employees	11-000-223-199	1,705	(1,705)	-	-	-
Purchased Professional - Educational Services	11-000-223-320	4,254	(209)	4,045	158	3,887
Other Purchased Professional & Technical Services	11-000-223-390	-	1,705	1,705	-	1,705
Other Purchased Services - (400-500 Series)	11-000-223-500	9,615	(2,547)	7,068	3,360	3,708
Supplies & Materials	11-000-223-600	9,523	155	9,678	5,119	4,559
Other Objects	11-000-223-800	1,111	(153)	958	-	958
Total Instructional Staff Training Services		26,208	(2,754)	23,454	8,637	14,817
Support Services General Administration:						
Salaries	11-000-230-100	266,638	182,092	448,730	448,558	172
Social Security Contributions	11-000-230-220	8,116	-	8,116	8,116	-
Workmen's Compensation	11-000-230-260	1,589	-	1,589	1,589	-
Health Benefits	11-000-230-270	73,320	(4,469)	68,851	67,258	1,593
Legal Services	11-000-230-331	345,000	25,140	370,140	340,260	29,880
Audit Fees	11-000-230-332	52,050	72,519	124,569	79,093	45,476
Other Purchased Professional Services	11-000-230-339	127,700	(17,380)	110,320	102,002	8,318
Purchased Technical Services	11-000-230-340	118,700	(35,058)	83,642	73,811	9,831
Communications/Telephone	11-000-230-530	451,000	(41,968)	409,032	291,724	117,308
Other Purchased Services - (400-500 Series other than 530)	11-000-230-590	487,324	(9,734)	477,590	463,152	14,438
General Supplies	11-000-230-610	76,339	(15,051)	61,288	43,604	17,684
Miscellaneous Expenditures	11-000-230-890	-	48,418	48,418	42,792	5,626
BOE Membership Dues & Fees	11-000-230-895	24,984	1,679	26,663	26,663	-
Total Support Services General Administration		2,032,760	206,188	2,238,948	1,988,622	250,326

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

	ACCOUNT NUMBERS	JUNE 30, 2018			ACTUAL	POSITIVE/ (NEGATIVE) FINAL TO ACTUAL
		ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET		
Support Services School Administration:						
Salaries of Principals & Assistant Principals	11-000-240-103	2,036,874	(4,877)	2,031,997	2,026,588	5,409
Salaries of Other Professional Staff	11-000-240-104	-	5,000	5,000	4,875	125
Salaries of Secretarial & Clerical Assistants	11-000-240-105	1,580,650	(628)	1,580,022	1,564,136	15,886
Social Security Contributions	11-000-240-220	111,606	-	111,606	111,606	-
Workmen's Compensation	11-000-240-260	15,886	-	15,886	15,886	-
Health Benefits	11-000-240-270	733,205	(50,700)	682,505	638,429	44,076
Other Purchased Professional & Technical Services	11-000-240-300	63,102	23,517	86,619	58,570	28,049
Other Purchased Services - (400-500 Series)	11-000-240-500	13,572	15,931	29,503	21,138	8,365
Supplies & Materials	11-000-240-600	88,178	161,590	249,768	90,264	159,504
Other Objects	11-000-240-800	78,365	(7,466)	70,899	50,187	20,712
Total Support Services School Administration		4,721,438	142,367	4,863,805	4,581,679	282,126
Central Services:						
Salaries	11-000-251-100	1,572,727	(32,392)	1,540,335	1,536,675	3,660
Social Security Contributions	11-000-251-220	47,870	-	47,870	47,870	-
Workmen's Compensation	11-000-251-260	7,149	-	7,149	7,149	-
Health Benefits	11-000-251-270	329,942	-	329,942	286,065	43,877
Purchased Professional Services	11-000-251-330	-	-	-	-	-
Purchased Technical Services	11-000-251-340	121,800	23,445	145,245	97,583	47,662
Miscellaneous Purchased Services - (400-500 Series)	11-000-251-592	13,600	250	13,850	7,264	6,586
Supplies & Materials	11-000-251-600	38,800	2,566	41,366	19,658	21,708
Interest on Lease Purchase Agreements	11-000-251-832	6,633	-	6,633	6,633	-
Miscellaneous Expenditures	11-000-251-890	75,000	(48,000)	27,000	9,726	17,274
Total Central Services		2,213,521	(54,131)	2,159,390	2,018,623	140,767
Administrative Information Technology:						
Salaries	11-000-252-100	763,579	(83,507)	680,072	674,814	5,258
Social Security Contributions	11-000-252-220	22,013	-	22,013	22,013	-
Workmen's Compensation	11-000-252-260	4,369	-	4,369	4,369	-
Health Benefits	11-000-252-270	201,631	-	201,631	185,188	16,443
Purchased Technical Services	11-000-252-340	-	286,411	286,411	261,419	24,992
Other Purchased Services	11-000-252-500	-	500	500	301	199
Supplies & Materials	11-000-252-600	-	3,957	3,957	3,826	131
Total Administrative Information Technology		991,592	207,361	1,198,953	1,151,930	47,023
Allowable Maintenance for School Facilities:						
Salaries	11-000-261-100	901,022	(32,361)	868,661	868,612	49
Social Security Contributions	11-000-261-220	27,425	(20,107)	7,318	-	7,318
Workmen's Compensation	11-000-261-260	11,518	-	11,518	11,518	-
Health Benefits	11-000-261-270	531,573	(15,103)	516,470	511,087	5,383
Cleaning, Repair & Maintenance Services	11-000-261-420	879,000	755,937	1,634,937	1,421,541	213,396
General Supplies	11-000-261-610	454,900	128,082	582,982	497,351	85,631
Other Objects	11-000-261-800	25,000	3,860	28,860	27,447	1,413
Total Allowable Maintenance for School Facilities		2,830,438	820,308	3,650,746	3,337,556	313,190
Custodial Services:						
Salaries	11-000-262-100	4,080,997	(65,227)	4,015,770	3,895,371	120,399
Social Security Contributions	11-000-262-220	103,670	-	103,670	103,670	-
Workmen's Compensation	11-000-262-260	14,695	-	14,695	14,695	-
Health Benefits	11-000-262-270	678,214	(20,000)	658,214	600,774	57,440
Purchased Professional & Technical Services	11-000-262-300	160,500	169,801	330,301	293,913	36,388
Cleaning, Repair & Maintenance Services	11-000-262-420	207,500	78,887	286,387	275,676	10,711
Rental of Land & Building Other than Lease Purchase Agreement	11-000-262-441	77,000	-	77,000	67,396	9,604

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

	ACCOUNT NUMBERS	JUNE 30, 2018			ACTUAL	POSITIVE/ (NEGATIVE) FINAL TO ACTUAL
		ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET		
Custodial Services (continued):						
Other Purchased Property Services	11-000-262-490	216,000	17,717	233,717	189,352	44,365
Insurance	11-000-262-520	368,596	70,627	439,223	410,177	29,046
Miscellaneous Purchased Services	11-000-262-590	2,284	10,450	12,734	9,608	3,126
General Supplies	11-000-262-610	478,000	159,885	637,885	490,885	147,000
Energy (Natural Gas)	11-000-262-621	635,000	233,650	868,650	868,611	39
Energy (Electricity)	11-000-262-622	2,500,000	(121,387)	2,378,613	2,057,398	321,215
Energy (Oil)	11-000-262-624	15,000	9,311	24,311	6,085	18,226
Energy (Gasoline)	11-000-262-626	250,000	16,895	266,895	257,243	9,652
Interest - Energy Savings Bonds	11-000-262-837	55,124	-	55,124	55,123	1
Principal - Energy Savings Bonds	11-000-262-917	-	-	-	-	-
Other Objects	11-000-262-800	16,000	263	16,263	7,521	8,742
Total Custodial Services		9,858,580	560,872	10,419,452	9,603,498	815,954
Care & Upkeep of Grounds:						
Salaries	11-000-263-100	571,836	(900)	570,936	563,007	7,929
Social Security Contributions	11-000-263-220	16,036	-	16,036	16,036	-
Workmen's Compensation	11-000-263-260	3,972	-	3,972	3,972	-
Health Benefits	11-000-263-270	183,301	-	183,301	171,323	11,978
Purchased Professional & Technical Services	11-000-263-300	-	26,000	26,000	15,809	10,191
Cleaning, Repair & Maintenance Services	11-000-263-420	-	10,500	10,500	9,660	840
General Supplies	11-000-263-610	-	26,500	26,500	25,078	1,422
Total Care & Upkeep of Grounds		775,145	62,100	837,245	804,885	32,360
Security:						
Salaries	11-000-266-100	574,154	23,741	597,895	597,763	132
Social Security Contributions	11-000-266-220	16,471	-	16,471	16,471	-
Workmen's Compensation	11-000-266-260	7,149	-	7,149	7,149	-
Health Benefits	11-000-266-270	329,942	(2,070)	327,872	317,638	10,234
Purchased Professional & Technical Services	11-000-266-300	681,470	19,770	701,240	663,413	37,827
General Supplies	11-000-266-610	4,189	5,343	9,532	6,099	3,433
Other Objects	11-000-266-800	-	-	-	-	-
Total Security		1,613,375	46,784	1,660,159	1,608,533	51,626
Student Transportation Services:						
Salaries for Pupil Transportation - (Between Home & School - Regular)	11-000-270-160	1,027,768	60,280	1,088,048	1,081,677	6,371
Salaries for Pupil Transportation - (Between Home & School - Special)	11-000-270-161	953,314	(39,300)	914,014	885,780	28,234
Salaries for Pupil Transportation - (Other Than Between Home & School)	11-000-270-162	316,200	33,988	350,188	340,712	9,476
Social Security Contributions	11-000-270-220	52,538	-	52,538	52,060	478
Workmen's Compensation	11-000-270-260	19,064	-	19,064	19,064	-
Health Benefits	11-000-270-270	879,846	(3,434)	876,412	689,856	186,556
Other Purchased Professional & Technical Services	11-000-270-390	113,811	30,425	144,236	102,974	41,262
Contracted Services (Between Home & School) - Vendors	11-000-270-511	5,471,893	(206,666)	5,265,227	5,153,789	111,438
Contracted Services (Other than Between Home & School) - Vendors	11-000-270-512	187,272	(183,701)	3,571	824	2,747
Contracted Services (Between Home & School) - Joint Agreements	11-000-270-513	804,991	73,836	878,827	800,844	77,983
Contracted Services (Special Education Students) - Vendors	11-000-270-514	2,260,336	201,386	2,461,722	2,304,759	156,963
Contracted Services (Special Education Students) - Joint Agreements	11-000-270-515	399,042	65,496	464,538	459,496	5,042
Contracted Services - Aid in Lieu of Payments	11-000-270-503	174,966	10,000	184,966	184,000	966
Miscellaneous Purchased Services - Transportation	11-000-270-593	72,237	-	72,237	55,522	16,715
General Supplies	11-000-270-610	68,800	8,531	77,331	69,635	7,696
Transportation Supplies	11-000-270-615	261,200	50,341	311,541	235,721	75,820
Other Objects	11-000-270-800	18,350	375	18,725	11,084	7,641
Total Student Transportation Services		13,081,628	101,557	13,183,185	12,447,797	735,388

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

	ACCOUNT NUMBERS	JUNE 30, 2018			ACTUAL	POSITIVE/ (NEGATIVE) FINAL TO ACTUAL
		ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET		
Regular Instruction - Employee Benefits:						
Social Security Contribution	11-100-100-220	1,217,771	-	1,217,771	691,011	526,760
Workmen's Compensation	11-100-100-260	185,472	-	185,472	185,472	-
Health Benefits	11-100-100-270	8,560,159	183,972	8,744,131	7,404,277	1,339,854
Tuition Reimbursement	11-100-100-280	250,000	1,079	251,079	236,644	14,435
Total Regular Instruction - Employee Benefits		10,213,402	185,051	10,398,453	8,517,404	1,881,049
Special Instruction - Employee Benefits:						
Social Security Contribution	11-200-100-220	370,941	-	370,941	368,658	2,283
Workmen's Compensation	11-200-100-260	86,580	-	86,580	86,580	-
Health Benefits	11-200-100-270	3,995,966	-	3,995,966	3,502,655	493,311
Total Special Instruction - Employee Benefits		4,453,487	-	4,453,487	3,957,893	495,594
Other Instruction - Employee Benefits:						
Social Security Contribution	11-400-100-220	66,053	-	66,053	66,053	-
Workmen's Compensation	11-400-100-260	10,723	-	10,723	10,723	-
Health Benefits	11-400-100-270	494,913	-	494,913	439,731	55,182
Total Other Instruction - Employee Benefits		571,689	-	571,689	516,507	55,182
Unallocated Benefits - Employee Benefits:						
Other Retirement Contributions - PERS	11-000-291-241	2,251,900	(117,676)	2,134,224	2,086,196	48,028
Other Retirement Contributions - ERIP	11-000-291-242	50,000	-	50,000	26,594	23,406
Other Retirement Contributions - Regular	11-000-291-249	-	50,000	50,000	26,840	23,160
Tuition Reimbursement	11-000-291-280	-	300	300	300	-
Other Employee Benefits	11-000-291-290	1,125,443	378,328	1,503,771	1,080,750	423,021
Total Unallocated Benefits		3,427,343	310,952	3,738,295	3,220,680	517,615
Nonbudgeted:						
On-Behalf TPAF Pension Contribution		-	-	-	8,577,352	(8,577,352)
On-Behalf TPAF Post-Retirement Medical Contributions		-	-	-	5,539,929	(5,539,929)
On-Behalf TPAF Long-Term Disability Insurance		-	-	-	6,105	(6,105)
Reimbursed TPAF Social Security Contribution		-	-	-	4,332,326	(4,332,326)
Total Undistributed Expenditures		81,555,893	3,105,827	84,661,720	96,422,907	(11,761,187)
Total Expenditures - Current Expense		149,257,232	1,304,550	150,561,782	159,229,903	(8,668,121)
Capital Outlay:						
Interest Deposit to Capital Reserve	10-604	1,000	-	1,000	-	1,000
Interest Deposit to Maintenance Reserve	10-606	1,000	-	1,000	-	1,000
Equipment:						
Grades 9-12	12-140-100-730	-	208,290	208,290	208,289	1
Special Education - Instruction:						
School Sponsored Other Instruction	12-400-100-730	-	41,615	41,615	41,500	115
Multiple Disabilities	12-212-100-730	-	4,127	4,127	4,127	-
Undistributed Expenditures:						
Instructional Equipment	12-000-100-730	-	23,472	23,472	13,692	9,780
Support Services	12-000-220-730	-	28,883	28,883	20,918	7,965
General Administration	12-000-230-730	-	119,847	119,847	104,847	15,000
	12-000-252-730	-	13,579	13,579	13,579	-
Allowable Maintenance for School Facilities	12-000-261-730	-	264,202	264,202	260,563	3,639
Custodial Services	12-000-262-730	-	618,718	618,718	611,217	7,501
	12-000-263-730	-	11,345	11,345	10,445	900
Security	12-000-266-730	-	95,347	95,347	-	95,347
Student Transportation:						
Noninstructional Equipment	12-000-270-732	107,000	98,811	205,811	5,778	200,033
School Buses - Regular	12-000-270-733	-	433,970	433,970	433,970	-
Total Equipment		109,000	1,962,206	2,071,206	1,728,925	342,281
Facilities Acquisition & Construction Services:						
Construction Services	12-000-400-450	-	96,350	96,350	9,561	86,789
Lease Purchase Agreements - Principal	12-000-400-731	341,470	-	341,470	341,470	-
Assessment for Debt Service on SDA Funding	12-000-400-896	276,524	-	276,524	276,524	-
Total Facilities Acquisition & Construction Services		617,994	96,350	714,344	627,555	86,789

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

ACCOUNT NUMBERS	JUNE 30, 2018				POSITIVE/ (NEGATIVE) FINAL TO ACTUAL
	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL	
Total Capital Outlay	726,994	2,058,556	2,785,550	2,356,480	429,070
Total Expenditures	149,984,226	3,363,106	153,347,332	161,586,383	(8,239,051)
Excess/(Deficiency) of Revenues Over/(Under) Expenditures Before Other Financing Sources/(Uses)	(5,800,000)	(3,363,106)	(9,163,106)	1,578,237	10,741,343
Other Financing Sources/(Uses): Transfer of Funds to Charter Schools	(50,000)	-	(50,000)	-	50,000
Total Other Financing Sources/(Uses)	(50,000)	-	(50,000)	-	50,000
Excess/(Deficiency) of Revenues Over/(Under) Expenditures After Other Financing Sources/(Uses)	(5,850,000)	(3,363,106)	(9,213,106)	1,578,237	10,791,343
Fund Balances, July 1	15,346,412	-	15,346,412	15,346,412	-
Fund Balances, June 30	\$ 9,496,412	\$ (3,363,106)	\$ 6,133,306	\$ 16,924,649	\$ 10,791,343

RECAPITULATION OF BUDGET TRANSFERS:

Prior Year Encumbrances	\$ 3,363,120
Encumbrances Cancelled	(14)
Total	\$ 3,363,106

RECAPITULATION OF FUND BALANCE:

Restricted Fund Balance:	
Capital Reserve	\$ 4,372,453
Emergency Reserve	1,000,000
Maintenance Reserve	779,991
Committed Fund Balance:	
Year-End Encumbrances	1,539,570
Assigned Fund Balance:	
ARRA - Special Education - Medicaid Initiative	
Year-End Encumbrances	
Designated for Subsequent Year's Expenditures	5,800,000
Unassigned Fund Balance	<u>3,432,635</u>
Subtotal	16,924,649
Reconciliation to Governmental Funds Statements (GAAP)	
Last Two State Aid Payments Not Recognized on GAAP Basis	<u>(2,689,999)</u>
Fund Balance Per Governmental Funds (GAAP)	<u>\$ 14,234,650</u>

**LENAPE REGIONAL HIGH SCHOOL DISTRICT
SPECIAL REVENUE 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					
State Sources	\$ 4,226	\$ 1,544	\$ 5,770	\$ 2,613	\$ (3,157)
Federal Sources	1,577,360	134,395	1,711,755	1,608,113	(103,642)
Local Sources	121,796	167,472	289,268	164,351	(124,917)
Total Revenues	1,703,382	303,411	2,006,793	1,775,077	(231,716)
EXPENDITURES:					
Instruction:					
Salaries of Teachers	105,000	(9,964)	95,036	49,186	45,850
Purchased Professional & Educational Services	-	33,640	33,640	1,946	31,694
Tuition	1,322,056	-	1,322,056	1,322,056	-
General Supplies	132,802	92,493	225,295	163,479	61,816
Textbooks	-	493	493	493	-
Other Objects	18,947	108,112	127,059	81,152	45,907
Total Instruction	1,578,805	224,774	1,803,579	1,618,312	185,267
Support Services:					
Salaries of Other Professional Staff	19,204	120	19,324	10,124	9,200
Personal Services - Employee Benefits	8,736	1,862	10,598	4,081	6,517
Purchased Professional & Educational Services	34,591	68,044	102,635	84,287	18,348
Other Purchased Professional - Services	4,226	1,059	5,285	5,285	-
Other Purchased Services	49,369	979	50,348	47,848	2,500
Supplies and Materials	8,451	6,240	14,691	4,807	9,884
Total Support Services	124,577	78,304	202,881	156,432	46,449
Facilities Acquisition & Construction Services:					
Instructional Equipment	-	333	333	333	-
Total Facilities Acquisition & Construction Services	-	333	333	333	-
Total Expenditures	1,703,382	303,411	2,006,793	1,775,077	231,716
Excess/(Deficiency) of Revenues Over/(Under) Expenditures & Other Financing Sources (Uses)	\$ -	\$ -	\$ -	\$ -	\$ -

NOTES TO REQUIRED SUPPLEMENTARY INFORMATION - PART II

This page intentionally left blank

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

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

	GENERAL FUND	SPECIAL REVENUE FUND
Sources/Inflows of Resources:		
Actual Amounts (Budgetary Basis) "Revenue"		
From the Budgetary Comparison Schedule (C-Series)	\$ 163,164,620	\$ 1,775,077
Difference - Budget to GAAP:		
Grant accounting budgetary basis differs from GAAP in that encumbrances are recognized as expenditures, and the related revenue is recognized.		
Prior Year	-	1,959
Current Year	-	(2,915)
State aid payment recognized for GAAP statements in the current year, previously recognized for budgetary purposes.	2,690,337	
The last State aid payment is recognized as revenue for budgetary purposes, and differs from GAAP, which does not recognize this revenue until the subsequent year when the State recognizes the related expense (GASB 33)	(2,689,999)	
Total Revenues as Reported on the Statement of Revenues, Expenditures, and Changes in Fund Balances - Governmental Funds. (B-2)	\$ 163,164,958	\$ 1,774,121
Uses/Outflows of Resources:		
Actual amounts (budgetary basis) "total expenditures" from the budgetary comparison schedule	\$ 161,586,383	\$ 1,775,077
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.	-	(956)
Total Expenditures as Reported on the Statement of Revenues, Expenditures, and Changes in Fund Balances - Governmental Funds (B-2)	\$ 161,586,383	\$ 1,774,121

This page intentionally left blank

REQUIRED SUPPLEMENTARY INFORMATION - PART III

This page intentionally left blank

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

This page intentionally left blank

LENAPE REGIONAL HIGH SCHOOL DISTRICT
SCHEDULE OF THE DISTRICT'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY
PUBLIC EMPLOYEES' RETIREMENT SYSTEM
LAST FIVE FISCAL YEARS

	2017	2016	2015	2014	2013
School District's proportion of the net pension liability	0.22173%	0.21367%	0.20669%	0.19658%	0.19305%
School District's proportionate share of the net pension liability	\$ 51,614,128	\$ 63,281,900	\$ 46,397,850	\$ 36,804,445	\$ 36,896,520
School District's covered payroll	\$ 15,022,453	\$ 15,027,193	\$ 14,572,675	\$ 14,023,884	N/A
School District's proportionate share of the net pension liability as a percentage of its covered payroll	343.58%	421.12%	318.39%	262.44%	N/A
Plan fiduciary net position as a percentage of the total pension liability	48.10%	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.

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

	2018	2017	2016	2015	2014
School District's contractually required contribution	\$ 2,054,049	\$ 1,898,183	\$ 1,776,983	\$ 1,620,546	1,454,625
Contributions in relation to the contractually required contribution	(2,054,049)	(2,054,049)	(1,898,183)	(1,776,983)	(1,620,546)
Contribution deficiency (excess)	\$ -	\$ -	\$ -	\$ -	\$ -
School District's covered payroll	\$ 15,022,453	\$ 15,027,193	\$ 14,572,675	\$ 14,023,884	N/A
Contributions as a percentage of covered payroll	13.67%	12.63%	12.19%	11.56%	N/A

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

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

	2018	2017	2017	2016	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	\$ 381,488,994	\$ 447,169,581	\$ 359,061,059	\$ 302,355,984	\$ 268,522,421
	<u>\$ 381,488,994</u>	<u>\$ 447,169,581</u>	<u>\$ 359,061,059</u>	<u>\$ 302,355,984</u>	<u>\$ 268,522,421</u>
School District's covered payroll	\$ 59,756,547	\$ 58,662,923	\$ 58,023,124	\$ 57,648,326	\$ -
School District's proportionate share of the net pension liability as a percentage of its covered payroll	0.00%	0.00%	0.00%	0.00%	0.00%
Plan fiduciary net position as a percentage of the total pension liability	22.33%	28.71%	33.64%	33.76%	33.76%

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

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

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

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

M. Schedules Related to Accounting and Reporting for Other Post-Employment Benefits (GASB 75)

This page intentionally left blank

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

	2018
Total OPEB Liability Associated with the District	
Service Cost	\$ 11,921,114
Interest Cost	8,881,542
Changes of Assumptions	(36,996,770)
Contributions: Member	239,123
Gross Benefit Payments	(6,493,929)
Net Change in Total OPEB Liability Associated with District	(22,448,920)
Total OPEB Liability Associated with District (Beginning)	302,817,382
Total OPEB Liability Associated with District (Ending)	\$ 280,368,462
District's Covered Employee Payroll	74,779,000
Net OPEB Liability Associated with District as a Percentage of Payroll	374.93%

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 requirements to show information for 10 years. However, until a full 10-year trend is complied, governments should present information for those years for which information is available.

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

Teachers Pension and Annuity Fund (TPAF)

Changes in Benefit Terms - None.

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

Public Employees' Retirement System (PERS)

Changes in Benefit Terms - None.

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

State Health Benefit Local Education Retired Employees Plan (OPEB)

Changes in Benefit Terms - None.

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

OTHER SUPPLEMENTARY INFORMATION

This page intentionally left blank

D. School Based Budget Schedules

Not Applicable

This page intentionally left blank

E. Special Revenue Fund

This page intentionally left blank

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

	NO CHILD LEFT BEHIND				IDEA PART B BASIC	CARL D. PERKINS VOCATIONAL & TECHNICAL EDUCATION	LENAPE SCHOOL STORE
	TITLE I PART A	TITLE II PART A	TITLE III IMMIGRANT	TITLE IV			
Revenues:							
State Sources	\$ 124,706	\$ 106,842	\$ 10,628	\$ 10,000	\$ 1,324,329	\$ 31,608	\$ -
Federal Source	-	-	-	-	-	-	-
Local Sources	-	-	-	-	-	-	38,910
Total Revenues	\$ 124,706	\$ 106,842	\$ 10,628	\$ 10,000	\$ 1,324,329	\$ 31,608	\$ 38,910
Expenditures:							
Instruction:							
Salaries of Teachers	\$ 44,970	\$ -	\$ 4,216	\$ -	\$ -	\$ -	\$ -
Purchased Professional & Technical Services	-	-	-	-	-	1,946	-
Tuition	-	-	-	-	1,322,056	-	-
General Supplies	53,192	-	4,981	-	-	29,662	38,910
Other Objects	-	-	-	-	-	-	-
Total Instruction	\$ 98,162	\$ -	\$ 9,197	\$ -	\$ 1,322,056	\$ 31,608	\$ 38,910
Support Services:							
Salaries of Other Professional Staff	10,004	-	120	-	-	-	-
Personal Services - Employee Benefits	3,749	-	332	-	-	-	-
Purchased Professional - Educational Services	11,224	59,973	-	10,000	2,273	-	-
Other Purchased Professional Services	-	-	-	-	-	-	-
Other Purchased Services	-	46,869	979	-	-	-	-
Supplies and Materials	1,567	-	-	-	-	-	-
Total Support Services	\$ 26,544	\$ 106,842	\$ 1,431	\$ 10,000	\$ 2,273	\$ -	\$ -
Total Expenditures	\$ 124,706	\$ 106,842	\$ 10,628	\$ 10,000	\$ 1,324,329	\$ 31,608	\$ 38,910

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

	TECHNOLOGY AID	CHAPTER 192/193	NONPUBLIC TEXTBOOK INITIATIVE AID	NURSING AID	SECURITY AID	OTHER LOCAL GRANTS	TOTAL
Revenues:							
State Sources	\$ 333	\$ 365	\$ 493	\$ 970	\$ 452	\$ -	\$ 2,613
Federal Source	-	-	-	-	-	-	1,608,113
Local Sources	-	-	-	-	-	125,441	164,351
Total Revenues	\$ 333	\$ 365	\$ 493	\$ 970	\$ 452	\$ 125,441	\$ 1,775,077
Expenditures:							
Instruction:							
Salaries of Teachers	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 49,186
Purchased Professional & Technical Services	-	-	-	-	-	-	1,946
Tuition	-	-	-	-	-	-	1,322,056
General Supplies	-	-	-	970	-	35,764	163,479
Textbooks	-	-	493	-	-	-	493
Other Objects	-	-	-	-	-	81,152	81,152
Total Instruction	-	-	493	970	-	116,916	1,618,312
Support Services:							
Salaries of Other Professional Staff	-	-	-	-	-	-	10,124
Personal Services - Employee Benefits	-	-	-	-	-	-	4,081
Purchased Professional - Educational Services	-	365	-	-	452	-	84,287
Other Purchased Professional Services	-	-	-	-	-	5,285	5,285
Other Purchased Services Supplies and Materials	-	-	-	-	-	3,240	47,848
Total Support Services	-	365	-	-	452	8,525	156,432
Facilities Acquisition & Construction Services: Instructional Equipment	333	-	-	-	-	-	333
Total Facilities Acquisition & Construction Services	333	-	-	-	-	-	333
Total Expenditures	\$ 333	\$ 365	\$ 493	\$ 970	\$ 452	\$ 125,441	\$ 1,775,077

F. Capital Projects Fund

This page intentionally left blank

**LENAPE REGIONAL HIGH SCHOOL DISTRICT
CAPITAL PROJECTS FUND
SUMMARY STATEMENT OF PROJECT EXPENDITURES
YEAR ENDED JUNE 30, 2018**

PROJECT	DATE	APPROPRIATION	EXPENDITURES TO DATE		PRIOR YEAR RECEIVABLES CANCELLED	UNEXPENDED
			PRIOR	CURRENT		
Energy Savings Improvement Projects	5/1/16	\$ 2,175,000	\$ 2,046,723	\$ 128,277	\$ -	\$ -
Cherokee High School Improvement Project	1/22/15	1,695,092	1,550,130	82,764	-	62,198
Lenape High School Air Conditioning Project	1/22/15	992,164	625,339	362,084	-	4,741
Seneca High School Air Conditioning Project	1/22/15	1,273,259	1,021,237	46,608	-	205,414
Shawnee High School Air Conditioning Project	1/22/15	728,790	689,093	912	-	38,785
Total		\$ 5,932,522	\$ 620,645	\$ 311,138	\$ -	\$ 311,138

Reconciliation - Unexpended Capital Project
Balances to Fund Balance - June 30, 2018:

Unexpended Project Balances June 30, 2018	\$ 311,138
Less:	
Unexpended State Aid - ROD Grants	-
Total Fund Balance (GAAP Basis) - June 30, 2018	\$ 311,138

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

Revenues & Other Financing Sources:	
Transfer from Capital Reserve	\$ -
	<hr/>
Total Revenues & Other Financing Sources	-
	<hr/>
Expenditures & Other Financing Uses:	
Purchased Professional & Technical Services	49,519
Construction Services	571,126
	<hr/>
Total Expenditures	620,645
	<hr/>
Excess/(Deficiency) of Revenues Over/(Under) Expenditures	(620,645)
	<hr/>
Fund Balance - Beginning	931,783
	<hr/>
Fund Balance - Ending	\$ 311,138
	<hr/> <hr/>

**LENAPE REGIONAL HIGH SCHOOL DISTRICT
CAPITAL PROJECTS FUND
SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCE, AND
PROJECT STATUS--BUDGETARY BASIS
ENERGY SAVINGS IMPROVEMENT PROJECTS
FROM INCEPTION AND FOR THE YEAR ENDED JUNE 30, 2018**

	PRIOR PERIODS	CURRENT YEAR	TOTALS	REVISED AUTHORIZED COST
Revenues & Other Financing Sources:				
Lease Purchase Agreement	\$ 2,175,000	\$ -	\$ 2,175,000	\$ 2,175,000
Total Revenue	2,175,000	-	2,175,000	2,175,000
Expenditures & Other Financing Uses:				
Purchased Professional & Technical Services	210,278	38,000	248,278	248,278
Construction Services	1,836,445	90,277	1,926,722	1,926,722
Total Expenditures & Other Financing Uses	2,046,723	128,277	2,175,000	2,175,000
Excess/Deficiency) of Revenues Over/ (Under) Expenditures	\$ 128,277	\$ (128,277)	\$ -	\$ -

ADDITIONAL PROJECT INFORMATION

Project Number	
Grant Date	N/A
Bond Authorization Date	N/A
Bonds Authorized	N/A
Bonds Issued	N/A
Original Authorized Cost	\$ 2,175,000
Additional Authorized Cost	\$ -
Revised Authorized Cost	\$ 2,175,000
Percentage Increase Over Original Authorized Cost	
Percentage Completion	100%
Original Target Completion Date	12/2017
Revised Target Completion Date	

**LENAPE REGIONAL HIGH SCHOOL DISTRICT
CAPITAL PROJECTS FUND
SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCE, AND
PROJECT STATUS--BUDGETARY BASIS
CHEROKEE HIGH SCHOOL IMPROVEMENT PROJECTS
FROM INCEPTION AND FOR THE YEAR ENDED JUNE 30, 2018**

	PRIOR PERIODS	CURRENT YEAR	TOTALS	REVISED AUTHORIZED COST
Revenues & Other Financing Sources:				
State Sources - SDA Grant	\$ 505,305	\$ -	\$ 505,305	\$ 505,305
Lease Purchase Agreement	461,684	-	461,684	461,684
Transfer from General Fund	728,103	-	728,103	728,103
Total Revenue	1,695,092	-	1,695,092	1,695,092
Expenditures & Other Financing Uses:				
Purchased Professional & Technical Services	106,643	3,524	110,167	110,167
Construction Services	1,443,487	79,240	1,522,727	1,584,925
Total Expenditures & Other Financing Uses	1,550,130	82,764	1,632,894	1,695,092
Excess/Deficiency) of Revenues Over/ (Under) Expenditures	\$ 144,962	\$ (82,764)	\$ 62,198	\$ -

ADDITIONAL PROJECT INFORMATION

Project Number	2610-040-14-1001
Grant Date	1/22/2015
Bond Authorization Date	N/A
Bonds Authorized	N/A
Bonds Issued	N/A
Original Authorized Cost	\$ 1,695,092
Additional Authorized Cost	\$ -
Revised Authorized Cost	\$ 1,695,092
Percentage Increase Over Original Authorized Cost	0%
Percentage Completion	96%
Original Target Completion Date	6/30/16
Revised Target Completion Date	N/A

**LENAPE REGIONAL HIGH SCHOOL DISTRICT
CAPITAL PROJECTS FUND
SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCE, AND
PROJECT STATUS--BUDGETARY BASIS
LENAPE HIGH SCHOOL IMPROVEMENT PROJECTS
FROM INCEPTION AND FOR THE YEAR ENDED JUNE 30, 2018**

	PRIOR PERIODS	CURRENT YEAR	TOTALS	REVISED AUTHORIZED COST
Revenues & Other Financing Sources:				
State Sources - SCC Grant	\$ 198,020	\$ -	\$ 198,020	\$ 198,020
Lease Purchase Agreement	173,132	-	173,132	173,132
Transfer from General Fund	621,012	-	621,012	621,012
Total Revenue	992,164	-	992,164	992,164
Expenditures & Other Financing Uses:				
Purchased Professional & Technical Services	66,956	6,443	73,399	73,399
Construction Services	558,383	355,641	914,024	918,765
Total Expenditures & Other Financing Uses	625,339	362,084	987,423	992,164
Excess/Deficiency) of Revenues Over/ (Under) Expenditures	\$ 366,825	\$ (362,084)	\$ 4,741	\$ -

ADDITIONAL PROJECT INFORMATION

Project Number	2610-050-14-1002
Grant Date	1/22/2015
Bond Authorization Date	N/A
Bonds Authorized	N/A
Bonds Issued	N/A
Original Authorized Cost	\$ 992,164
Additional Authorized Cost	\$ -
Revised Authorized Cost	\$ 992,164
Percentage Increase Over Original Authorized Cost	0%
Percentage Completion	99.5%
Original Target Completion Date	6/30/16
Revised Target Completion Date	N/A

**LENAPE REGIONAL HIGH SCHOOL DISTRICT
CAPITAL PROJECTS FUND
SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCE, AND
PROJECT STATUS--BUDGETARY BASIS
SENECA HIGH SCHOOL IMPROVEMENT PROJECTS
FROM INCEPTION AND FOR THE YEAR ENDED JUNE 30, 2018**

	PRIOR PERIODS	CURRENT YEAR	TOTALS	REVISED AUTHORIZED COST
Revenues & Other Financing Sources:				
State Sources - SCC Grant	\$ 362,315	\$ -	\$ 362,315	\$ 362,315
Lease Purchase Agreement	323,179	-	323,179	323,179
Transfer from General Fund	587,765	-	587,765	587,765
Total Revenue	1,273,259	-	1,273,259	1,273,259
Expenditures & Other Financing Uses:				
Purchased Professional & Technical Services	97,683	640	98,323	98,323
Construction Services	923,554	45,968	969,522	1,174,936
Total Expenditures & Other Financing Uses	1,021,237	46,608	1,067,845	1,273,259
Excess/Deficiency) of Revenues Over/ (Under) Expenditures	\$ 252,022	\$ (46,608)	\$ 205,414	\$ -

ADDITIONAL PROJECT INFORMATION

Project Number	2610-070-14-1003
Grant Date	1/22/2015
Bond Authorization Date	N/A
Bonds Authorized	N/A
Bonds Issued	N/A
Original Authorized Cost	\$ 1,273,259
Additional Authorized Cost	\$ -
Revised Authorized Cost	\$ 1,273,259
Percentage Increase Over Original Authorized Cost	0%
Percentage Completion	84%
Original Target Completion Date	6/30/16
Revised Target Completion Date	N/A

**LENAPE REGIONAL HIGH SCHOOL DISTRICT
CAPITAL PROJECTS FUND
SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCE, AND
PROJECT STATUS--BUDGETARY BASIS
SHAWNEE HIGH SCHOOL IMPROVEMENT PROJECTS
FROM INCEPTION AND FOR THE YEAR ENDED JUNE 30, 2018**

	PRIOR PERIODS	CURRENT YEAR	TOTALS	REVISED AUTHORIZED COST
Revenues & Other Financing Sources:				
State Sources - SCC Grant	\$ 221,693		\$ 221,693	\$ 221,693
Lease Purchase Agreement	196,215		196,215	196,215
Transfer from General Fund	310,882		310,882	310,882
Total Revenue	728,790	-	728,790	728,790
Expenditures & Other Financing Uses:				
Purchased Professional & Technical Services	56,320	912	57,232	57,232
Construction Services	632,773	-	632,773	671,558
Total Expenditures & Other Financing Uses	689,093	912	690,005	728,790
Excess/Deficiency) of Revenues Over/ (Under) Expenditures	\$ 39,697	\$ (912)	\$ 38,785	\$ -

ADDITIONAL PROJECT INFORMATION

Project Number	2610-060-14-1004
Grant Date	1/22/2015
Bond Authorization Date	N/A
Bonds Authorized	N/A
Bonds Issued	N/A
Original Authorized Cost	\$ 728,790
Additional Authorized Cost	\$ -
Revised Authorized Cost	\$ 728,790
Percentage Increase Over Original Authorized Cost	0%
Percentage Completion	95%
Original Target Completion Date	6/30/16
Revised Target Completion Date	N/A

This page intentionally left blank

G. Proprietary Funds

This page intentionally left blank

Enterprise Funds

This page intentionally left blank

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

ASSETS	BUSINESS-TYPE ACTIVITIES - ENTERPRISE FUNDS	
	FOOD SERVICE	2018
Current Assets:		
Cash & Cash Equivalents	\$ 382,485	\$ 382,485
Accounts Receivable:		
State	853	853
Federal	20,978	20,978
Other	-	-
Inventories	43,871	43,871
	448,187	448,187
Total Current Assets		
	448,187	448,187
Noncurrent Assets:		
Furniture, Machinery & Equipment	497,119	497,119
Less: Accumulated Depreciation	(144,285)	(144,285)
	352,834	352,834
Total Noncurrent Assets		
	352,834	352,834
Total Assets		
	801,021	801,021
LIABILITIES		
Interfund Accounts Payable:		
Due General Fund	135,368	135,368
Due To Students	48,372	48,372
	183,740	183,740
Total Liabilities		
	183,740	183,740
NET POSITION		
Investment in Fixed Assets	352,834	352,834
Unrestricted	264,447	264,447
	617,281	617,281
Total Net Position		
	\$ 617,281	\$ 617,281

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

	BUSINESS-TYPE ACTIVITIES - ENTERPRISE FUNDS	
	FOOD SERVICE	2018
Operating Revenues:		
Charges for Services:		
Student Lunches/Breakfasts	\$ 826,607	\$ 826,607
Adult Sales	46,903	46,903
Ala Carte	1,074,856	1,074,856
Special Functions	55,546	55,546
Miscellaneous	58,673	58,673
	2,062,585	2,062,585
 Operating Expenses:		
Salaries	706,428	706,428
Employee Benefits	191,767	191,767
Cost of Sales - Reimbursable Programs	426,612	426,612
Cost of Sales - Non-Reimbursable Programs	634,336	634,336
Management Fee	161,185	161,185
Supplies & Materials	80,466	80,466
Depreciation	19,969	19,969
Miscellaneous	170,834	170,834
	2,391,597	2,391,597
 Operating Income/(Loss)	(329,012)	(329,012)
 Nonoperating Revenues:		
State Sources:		
State School Lunch Program	14,767	14,767
Federal Sources:		
National School Breakfast Program	37,174	37,174
National School Lunch Program	290,603	290,603
National School Lunch Program - HHFKA	17,295	17,295
Food Distribution Program	117,867	117,867
	477,706	477,706
 Net Income/(Loss)	148,694	148,694
Net Position - July 1	468,587	468,587
 Net Position - June 30	\$ 617,281	\$ 617,281

**LENAPE REGIONAL HIGH SCHOOL DISTRICT
ENTERPRISE FUND
SCHEDULE OF CASH FLOWS
AS OF JUNE 30, 2018**

	BUSINESS-TYPE ACTIVITIES - ENTERPRISE FUNDS	
	FOOD SERVICE	2018
Cash Flows From Operating Activities:		
Receipts from Customers	\$ 2,076,747	\$ 2,076,747
Payments to Employees	(898,195)	(898,195)
Payments to Suppliers	(1,381,618)	(1,381,618)
	<hr/>	<hr/>
Net Cash Provided/(Used) by Operating Activities	(203,066)	(203,066)
Cash Flows From Noncapital Financing Activities:		
Cash Received from Federal & State Reimbursements	354,556	354,556
	<hr/>	<hr/>
Net Cash Provided/(Used) by Noncapital Financing Activities	354,556	354,556
Net Increase/(Decrease) in Cash & Cash Equivalents	151,490	151,490
Balances - Beginning of Year	230,995	230,995
	<hr/>	<hr/>
Balances - Ending of Year	\$ 382,485	\$ 382,485
	<hr/>	<hr/>
Reconciliation of Operating Income/(Loss) to Net Cash Provided/(Used) by Operating Activities:		
Operating Income/(Loss)	\$ (329,012)	\$ (329,012)
to Cash Provided/(Used) by Operating Activities:		
Depreciation Expense	19,969	19,969
Food Distribution Program	117,867	117,867
Change in Assets & Liabilities:		
(Increase)/Decrease in Inventory	8,248	8,248
(Increase)/Decrease in Accounts Receivable	5,914	5,914
Increase/(Decrease) in Accounts Payable	-	-
Increase/(Decrease) in Interfunds Payable	(30,519)	(30,519)
Increase/(Decrease) in Due to Students	4,467	4,467
	<hr/>	<hr/>
Total Adjustments	125,946	125,946
	<hr/>	<hr/>
Net Cash Provided/(Used) by Operating Activities	\$ (203,066)	\$ (203,066)
	<hr/>	<hr/>

This page intentionally left blank

Internal Service Fund

Not Applicable

This page intentionally left blank

H. Fiduciary Fund

This page intentionally left blank

**LENAPE REGIONAL HIGH SCHOOL DISTRICT
TRUST AND AGENCY FUND
COMBINING STATEMENT OF FIDUCIARY NET POSITION
JUNE 30, 2018**

ASSETS	PRIVATE PURPOSE			AGENCY		TOTAL
	UNEMPLOYMENT COMPENSATION TRUST	SCHOLARSHIP FUND	FLEXIBLE SPENDING ACCOUNT	STUDENT ACTIVITY	PAYROLL	
Cash & Cash Equivalents	\$ 918,159	\$ 270,892	\$ 93,904	\$ 2,254,601	\$ 706,828	\$ 4,244,384
Investments at Fair Value: Certificate of Deposits	-	137,500	-	-	-	137,500
Total Assets	918,159	408,392	93,904	2,254,601	706,828	4,381,884
LIABILITIES						
Intergovernmental Accounts Payable - State	9,673	-	-	-	-	9,673
Payable to Student Groups	-	-	-	2,212,776	-	2,212,776
Interfund Payable	-	-	-	41,825	-	41,825
Payroll Deductions & Withholdings	-	-	-	-	706,828	706,828
Total Liabilities	9,673	-	-	2,254,601	706,828	2,971,102
NET POSITION						
Held in Trust for Unemployment Claim & Other Purposes	908,486	-	-	-	-	908,486
Medical & Child Care Restricted Scholarship Balances	-	137,500	-	-	-	137,500
Reserved for Scholarships	-	270,892	-	-	-	270,892
Total Net Position	\$ 908,486	\$ 408,392	\$ 93,904	\$ -	\$ -	\$ 1,410,782

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

ADDITIONS	PRIVATE PURPOSE			2018
	UNEMPLOYMENT COMPENSATION TRUST	SCHOLARSHIP FUND	FLEXIBLE SPENDING ACCOUNT	
Contributions:				
Employees	\$ 170,144	\$ -	\$ 351,307	\$ 521,451
Other	-	155,296	-	155,296
Total Contributions	170,144	155,296	351,307	676,747
Investment Earnings:				
Interest	4,464	-	-	4,464
Net Investment Earnings	4,464	-	-	4,464
Total Additions	174,608	155,296	351,307	681,211
DEDUCTIONS				
Quarterly Contribution Reports	60,745	-	-	60,745
Unemployment Claims	58,782	-	-	58,782
Medical & Child Care	-	-	340,360	340,360
Scholarships Awarded	-	136,885	-	136,885
Total Deductions	119,527	136,885	340,360	596,772
Change in Net Position	55,081	18,411	10,947	84,439
Net Position - Beginning of the Year	853,405	389,981	82,957	1,326,343
Net Position - End of the Year	\$ 908,486	\$ 408,392	\$ 93,904	\$ 1,410,782

**LENAPE REGIONAL HIGH SCHOOL DISTRICT
STUDENT ACTIVITY AGENCY FUND
SCHEDULE OF CHANGES OF RECEIPTS AND DISBURSEMENTS
FOR FISCAL YEAR ENDED JUNE 30, 2018**

SENIOR HIGH SCHOOLS	BALANCE JULY 1, 2017	CASH RECEIPTS	CASH DISBURSEMENTS	BALANCE JUNE 30, 2018
Student Activities:				
Lenape	\$ 358,586	\$ 1,029,334	\$ 921,074	\$ 466,846
Shawnee	541,595	952,007	928,470	565,132
Cherokee	887,181	1,111,195	1,138,264	860,112
Seneca	359,669	795,274	793,555	361,388
Sequoia	865	2,005	2,547	323
Athletics:				
Lenape	-	39,267	39,267	-
Shawnee	-	41,431	40,631	800
Cherokee	-	40,776	40,776	-
Seneca	-	33,936	33,936	-
Total	\$ 2,147,896	\$ 4,045,225	\$ 3,938,520	\$ 2,254,601

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

ASSETS	BALANCE JULY 1, 2017	ADDITIONS	DELETIONS	BALANCE JUNE 30, 2018
Cash & Cash Equivalents	\$ 643,887	\$ 92,641,804	\$ 92,578,863	\$ 706,828
Total Assets	\$ 643,887	\$ 92,641,804	\$ 92,578,863	\$ 706,828
LIABILITIES				
Payroll Deductions & Withholdings	\$ 643,887	\$ 42,633,603	\$ 42,570,662	\$ 706,828
Net Payroll	-	50,008,201	50,008,201	-
Total Liabilities	\$ 643,887	\$ 92,641,804	\$ 92,578,863	\$ 706,828

This page intentionally left blank

I. Long-Term Debt

This page intentionally left blank

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

ISSUE	DATE OF ISSUE	AMOUNT OF ISSUE	ANNUAL MATURITIES		INTEREST RATE	BALANCE JULY 1, 2017	ISSUED	REFUNDED	RETIRED	BALANCE JUNE 30, 2018
			DATE	AMOUNT						
2012 Refunding Bonds Pensions Series	02/09/2012	2,130,000	08/15/18	270,000	3.350%	\$ 1,120,000	\$ -	\$ -	\$ 265,000	\$ 855,000
			08/15/19	285,000	3.600%					
			08/15/20	300,000	3.900%					
2013 Refunding Bonds	4/17/13	40,650,000	3/15/19	2,180,000	4.000%	36,680,000	\$ -	\$ -	2,090,000	34,590,000
			3/15/20	2,285,000	4.000%					
			3/15/21	2,390,000	5.000%					
			3/15/22	2,520,000	5.000%					
			3/15/23	2,665,000	5.000%					
			3/15/24	2,815,000	4.000%					
			3/15/25	2,945,000	4.000%					
			3/15/26	3,075,000	4.000%					
			3/15/27	3,210,000	4.000%					
			3/15/28	3,360,000	4.000%					
3/15/29	3,505,000	4.000%								
3/15/30	3,640,000	4.000%								
2014 Refunding Bonds	7/15/14	23,425,000	4/1/19	2,550,000	5.000%	14,640,000	\$ -	\$ -	2,575,000	12,065,000
			4/1/20	3,030,000	5.000%					
			4/1/21	3,005,000	5.000%					
			4/1/22	3,480,000	5.000%					
2016 Refunding Bonds	1/19/16	3,540,000	4/1/23	500,000	2.250%	3,500,000	\$ -	\$ -	\$ -	3,500,000
			4/1/23	650,000	4.000%					
			4/1/23	2,350,000	5.000%					
Total						\$ 55,940,000	\$ -	\$ -	\$ 4,930,000	\$ 51,010,000

**LENAPE REGIONAL HIGH SCHOOL DISTRICT
LONG-TERM DEBT
SCHEDULE OF OBLIGATIONS UNDER LEASE PURCHASE AGREEMENTS
JUNE 30, 2018**

SERIES	DATE OF LEASE	TERM OF LEASE	INTEREST RATE PAYABLE	AMOUNT OF ORIGINAL ISSUE	AMOUNT OUTSTANDING JUNE 30, 2017	ISSUED CURRENT YEAR	RETIRED CURRENT YEAR	AMOUNT OUTSTANDING JUNE 30, 2018
Various Improvements	09/05/2014	5 Years	1.3588%	\$ 1,154,210	\$ 488,160	\$ -	\$ 240,470	\$ 247,690
Energy Savings Improvement Projects	05/12/2016	15 Years	2.6400%	2,175,000	2,113,000	-	101,000	2,012,000
Total					\$ 2,601,160	\$ -	\$ 341,470	\$ 2,259,690

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

	ACCOUNT NUMBERS	JUNE 30, 2018			ACTUAL	POSITIVE/ (NEGATIVE) FINAL TO ACTUAL
		ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET		
Revenues:						
Local Sources:						
Local Tax Levy	40-1210	\$ 6,567,954	\$ -	\$ 6,567,954	\$ 6,567,954	\$ -
State Sources:						
Debt Service Aid Type II	40-3160	825,721	-	825,721	825,721	-
Total Revenues		<u>7,393,675</u>	<u>-</u>	<u>7,393,675</u>	<u>7,393,675</u>	<u>-</u>
Expenditures						
Regular Debt Service:						
Interest on ERIP	40-701-510-835	33,975	-	33,975	33,975	-
Redemption of Principal - ERIP	40-701-510-910	265,000	-	265,000	265,000	-
Interest on Bonds	40-701-510-834	2,429,700	-	2,429,700	2,429,700	-
Redemption of Principal	40-701-510-910	4,665,000	-	4,665,000	4,665,000	-
Total Expenditures		<u>7,393,675</u>	<u>-</u>	<u>7,393,675</u>	<u>7,393,675</u>	<u>-</u>
Excess/(Deficiency) of Revenues Over/(Under) Expenditures		<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balance, July 1		<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balance, June 30		<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

This page intentionally left blank

STATISTICAL SECTION (Unaudited)

This page intentionally left blank

**LENAPE REGIONAL HIGH SCHOOL DISTRICT
NET POSITION BY COMPONENT
LAST TEN FISCAL YEARS**

(accrual basis of accounting)

	FISCAL YEAR ENDING JUNE 30,									
	2018	2017	2016	2015	2014	2013	2012	2011	2010	2009
Governmental Activities:										
Invested in Capital Assets, Net of Related Debt	\$ 87,795,818	\$ 86,795,198	\$ 87,961,278	\$ 84,343,787	\$ 88,131,527	\$ 93,733,492	\$ 88,170,379	\$ 87,880,261	\$ 79,921,842	\$ 77,765,631
Restricted	6,463,582	4,306,617	5,296,183	3,575,032	10,567,736	9,306,502	9,948,845	10,093,164	7,499,347	15,966,119
Unrestricted	(51,363,247)	(43,622,038)	(44,993,092)	(38,969,829)	(11,907,173)	(4,713,133)	(9,668,050)	(13,635,681)	(13,596,017)	(21,583,628)
Total Governmental Activities	\$ 42,896,153	\$ 47,479,777	\$ 48,264,369	\$ 48,948,990	\$ 86,792,090	\$ 86,792,090	\$ 98,326,861	\$ 88,451,174	\$ 84,337,744	\$ 73,825,172
Business-Type Activities:										
Invested in Capital Assets	\$ 352,834	\$ 372,803	\$ 392,772	\$ 408,017	\$ 423,261	\$ 438,505	\$ 422,266	\$ 436,723	\$ 451,180	\$ 13,516
Unrestricted	264,447	95,784	89,144	488,464	642,057	546,094	479,936	319,616	121,022	328,919
Total Business-Type Activities	\$ 617,281	\$ 468,587	\$ 481,916	\$ 896,481	\$ 1,065,318	\$ 984,599	\$ 756,339	\$ 572,202	\$ 342,435	\$ 66,253
District-Wide:										
Invested in Capital Assets, Net of Related Debt	\$ 88,148,652	\$ 87,168,001	\$ 88,354,050	\$ 84,751,804	\$ 88,554,788	\$ 99,551,127	\$ 94,171,997	\$ 88,316,984	\$ 80,373,022	\$ 77,779,147
Restricted	6,463,582	4,306,617	5,296,183	3,575,032	10,567,736	8,210,097	9,306,502	10,093,164	7,499,347	15,966,119
Unrestricted	(51,098,800)	(43,526,254)	(44,903,948)	(38,481,365)	(11,265,116)	(8,449,764)	(4,167,039)	(13,316,065)	(13,474,995)	(21,254,709)
Total District-Wide Net Position	\$ 43,513,434	\$ 47,948,364	\$ 48,746,285	\$ 49,845,471	\$ 87,857,408	\$ 99,311,460	\$ 85,094,083	\$ 74,397,374	\$ 72,490,557	\$ 78,467,600

LENAPE REGIONAL HIGH SCHOOL DISTRICT
CHANGES IN NET POSITION - (ACCRUAL BASIS OF ACCOUNTING)
LAST TEN FISCAL YEARS
(accrual basis of accounting)

	2018	2017	2016	2015	2014	2013	2012	2011	2010	2009
Expenses:										
Governmental Activities:										
Instruction:										
Regular	\$ 53,186,807	\$ 52,444,450	\$ 53,084,692	\$ 53,583,387	\$ 51,693,601	\$ 52,008,919	\$ 51,080,504	\$ 50,220,105	\$ 50,515,896	\$ 49,419,742
Special Education	16,123,865	15,854,059	15,674,296	14,610,712	14,616,847	13,018,449	11,790,749	8,261,028	9,135,667	9,451,072
Other Special Education	520,137	500,826	567,551	686,971	643,349	669,914	701,117	280,427	716,107	312,621
Other Instruction	7,585,347	7,275,296	6,903,253	6,758,624	6,633,458	6,375,844	6,348,311	5,778,171	6,283,151	4,990,850
Transitional School	-	-	-	-	-	-	-	-	6,138	1,312,383
Adult/Continuing Education Programs	-	-	-	-	-	-	-	-	-	-
Support Services:										
Tuition	6,892,201	6,434,850	6,371,207	6,245,709	6,630,649	6,422,820	6,423,397	6,005,119	5,867,123	6,453,097
Student & Instruction Related Services	17,475,819	16,808,203	16,554,897	16,328,634	15,640,039	14,296,692	13,745,457	12,299,689	12,835,384	12,106,601
General Administration	-	21	272	-	-	-	482	4,538	1,035,099	186,356
School Administrative Services	6,570,301	6,512,568	6,786,488	6,479,723	6,510,600	5,911,279	6,972,827	6,611,139	7,280,903	7,108,257
Central Services	2,018,623	1,898,426	1,841,227	2,055,900	1,580,394	1,712,848	1,746,469	1,858,583	1,855,820	1,622,126
Administrative Information										
Technology	1,151,930	906,602	876,325	802,083	733,688	669,062	581,172	467,973	751,167	781,553
Plant Operations & Maintenance	15,292,472	15,046,243	14,763,665	13,868,822	14,050,018	13,906,424	14,543,497	13,545,159	15,219,689	14,781,724
Pupil Transportation	12,447,797	12,324,872	11,927,870	11,796,819	11,491,613	11,414,430	11,168,708	10,951,028	11,468,108	11,108,575
Unallocated Benefits	57,497,116	8,012,784	36,091,916	28,291,996	13,456,281	9,962,088	13,526,020	10,206,807	10,476,969	10,805,286
On Behalf TPAP Pension and Social Security Contributions	-	15,848,033	-	-	-	-	-	-	-	-
Other Support Services:										
Interest on Long-Term Debt	2,159,663	2,089,332	3,389,002	3,756,845	3,729,824	3,793,945	4,300,080	4,656,258	4,606,932	5,140,970
Unallocated Increase in Compensated Absences	-	-	66,791	-	-	-	-	-	-	-
Unallocated Depreciation	7,176,047	6,959,986	6,552,357	6,997,513	18,795,500	3,096,402	3,011,329	3,355,466	3,379,467	2,998,178
Loss on Revaluation of Assets	-	-	-	-	-	-	-	-	-	-
Remittance of Arbitrage Rebate	-	-	-	-	-	-	-	733,806	-	-
Unallocated Amortization	-	-	-	-	-	(16,536)	24,408	18,340	18,340	18,340
Total Governmental Activities Expenses	206,098,125	168,916,551	181,452,009	172,263,738	166,205,861	143,242,580	145,764,527	135,255,636	141,451,960	141,116,383
Business-Type Activities:										
Food Service	2,391,597	2,511,195	2,399,167	2,343,465	2,208,158	2,186,111	2,291,602	2,092,018	2,425,157	2,632,078
Performing Arts Center	-	-	-	-	-	-	-	-	-	-
Total Business-Type Activities Expense	2,391,597	2,511,195	2,399,167	2,343,465	2,208,158	2,186,111	2,291,602	2,092,018	2,425,157	2,632,078
Total District Expenses	\$ 208,489,722	\$ 171,427,746	\$ 183,851,176	\$ 174,607,203	\$ 168,414,019	\$ 145,428,691	\$ 148,056,129	\$ 137,347,654	\$ 143,877,117	\$ 143,748,461

LENAPE REGIONAL HIGH SCHOOL DISTRICT
CHANGES IN NET POSITION - (ACCURAL BASIS OF ACCOUNTING)
LAST TEN FISCAL YEARS
(accrual basis of accounting)

	2018	2017	2016	2015	2014	2013	2012	2011	2010	2009
FISCAL YEAR ENDING JUNE 30.										
Program Revenues:										
Governmental Activities:										
Operating Grants & Contributions	\$ 49,411,247	\$ 17,606,131	\$ 33,183,701	\$ 26,994,959	\$ 1,607,361	\$ 1,702,089	\$ 1,834,938	\$ 1,655,303	\$ 2,334,540	\$ 2,107,575
Capital Grants & Contributions	-	-	-	-	-	-	-	-	-	-
Total Governmental Activities	49,411,247	17,606,131	33,183,701	26,994,959	1,607,361	1,702,089	1,834,938	1,655,303	2,334,540	2,107,575
Business-Type Activities:										
Charges for Services:										
Food Service	2,062,585	2,018,983	1,532,266	1,680,280	1,781,844	1,773,218	1,942,402	1,884,415	1,756,196	1,953,901
Performing Arts Center	-	-	-	-	-	-	-	-	-	-
Operating Grants & Contributions:										
Food Service	477,706	478,883	452,336	494,348	504,906	491,831	489,584	384,382	352,879	282,397
Total Business Type Activities	2,540,291	2,497,866	1,984,602	2,174,628	2,286,750	2,265,049	2,431,986	2,268,797	2,109,075	2,236,298
Program Revenues	5,195,538	20,103,997	35,168,303	29,169,587	3,894,111	3,967,138	4,266,924	3,924,100	4,443,615	4,343,873
Total District Program Revenues	\$ 51,951,538	\$ 20,103,997	\$ 35,168,303	\$ 29,169,587	\$ 3,894,111	\$ 3,967,138	\$ 4,266,924	\$ 3,924,100	\$ 4,443,615	\$ 4,343,873
Net (Expense)/Revenue:										
Governmental Activities	\$ (156,686,878)	\$ (151,310,420)	\$ (148,268,308)	\$ (145,268,779)	\$ (164,598,500)	\$ (141,540,491)	\$ (143,929,589)	\$ (133,600,333)	\$ (139,117,420)	\$ (139,008,808)
Business-Type Activities	148,694	(13,329)	(414,565)	(168,837)	78,592	78,938	140,384	176,779	(316,082)	(395,780)
Total District-Wide Net Expense	\$ (156,538,184)	\$ (151,323,749)	\$ (148,682,873)	\$ (145,437,616)	\$ (164,519,908)	\$ (141,461,553)	\$ (143,789,205)	\$ (133,423,554)	\$ (139,433,502)	\$ (139,404,588)
Governmental Activities:										
Property Taxes Levied for General Purposes, Net	\$ 112,136,250	\$ 109,937,498	\$ 107,781,862	\$ 102,005,744	\$ 98,240,297	\$ 97,267,621	\$ 97,111,232	\$ 91,129,830	\$ 90,629,830	\$ 89,093,311
Taxes Levied for Debt Service	6,567,954	6,177,440	6,581,082	8,367,857	8,511,853	8,530,222	8,686,611	8,450,919	8,546,092	8,531,602
Federal & State Aid Restricted	825,721	2,144,005	30,171,546	40,814,523	41,760,847	39,107,825	34,866,282	40,593,385	37,779,539	39,920,301
Federal & State Aid Not Restricted	29,699,920	29,460,428	-	-	-	-	-	-	-	-
Audit Recovery	-	-	-	-	-	-	-	-	-	-
Transfer to Charter School	-	-	(14,901)	(15,934)	-	-	-	-	-	-
Lease Purchase Agreement	-	-	-	-	-	-	-	-	-	-
Special Item - Cancellation of	-	-	-	-	-	-	-	-	-	-
Accounts Receivable	-	-	-	-	(38,615)	(198,400)	(13,396)	(71,523)	-	-
Special Item - Cancellation of PY	-	-	-	-	-	-	-	-	-	-
Accounts Payable	-	-	-	-	-	-	-	-	13,030	473,480
Reduction in Compensated Absences	2,873,409	2,806,457	3,064,098	(232,857)	616,969	235,955	731,873	(1,035,819)	311,284	1,780,781
Miscellaneous Income	-	-	-	2,762,694	2,324,827	3,099,796	2,730,303	2,262,809	1,878,691	2,575,722
Transfers	-	-	-	-	-	-	-	(535,131)	(668,914)	(540,500)
Total Governmental Activities	152,103,254	150,525,828	147,583,687	153,702,027	151,416,178	148,043,019	144,112,905	140,794,470	138,489,552	141,834,697

LENAPE REGIONAL HIGH SCHOOL DISTRICT
CHANGES IN NET POSITION - (ACCRUAL BASIS OF ACCOUNTING)
LAST TEN FISCAL YEARS
(accrual basis of accounting)

	2018	2017	2016	2015	2014	2013	2012	2011	2010	2009
	FISCAL YEAR ENDING JUNE 30,									
Business-Type Activities:										
Miscellaneous Income	-	-	-	2,127	3,459	5,479	7,358	10,718	3,048	23,980
Transfers	-	-	-	-	-	-	-	535,131	668,914	540,500
Total Business-Type Activities	-	-	-	2,127	3,459	7,358	545,849	671,962	564,480	673,744
Total District-Wide	\$ 152,103,254	\$ 150,525,828	\$ 147,583,687	\$ 153,704,154	\$ 151,419,637	\$ 148,050,377	\$ 144,658,754	\$ 141,466,432	\$ 139,054,032	\$ 142,508,441
Change in Net Position:										
Governmental Activities	\$ (4,583,624)	\$ (784,592)	\$ (684,621)	\$ 8,433,248	\$ (13,182,322)	\$ 6,502,528	\$ 183,316	\$ 7,194,137	\$ (627,868)	\$ 2,825,889
Business-Type Activities	148,694	(13,329)	(414,565)	(166,710)	82,051	86,296	686,233	848,741	248,398	277,964
Total District	\$ (4,434,930)	\$ (797,921)	\$ (1,099,186)	\$ 8,266,538	\$ (13,100,271)	\$ 6,588,824	\$ 869,549	\$ 8,042,878	\$ (379,470)	\$ 3,103,853

**LENAPE REGIONAL HIGH SCHOOL DISTRICT
FUND BALANCES, GOVERNMENTAL FUNDS,
LAST TEN FISCAL YEARS**
(modified accrual basis of accounting)

	FISCAL YEAR ENDING JUNE 30,									
	2018	2017	2016	2015	2014	2013	2012	2011	2010	2009
General Fund:										
Restricted	\$ 6,152,444	\$ 3,374,834	\$ 2,615,284	\$ 2,386,262	\$ 3,238,046	\$ 2,363,046	\$ 2,028,046	\$ 2,028,046	\$ -	\$ -
Committed	1,539,570	2,782,530	299,780	2,287,853	1,007,443	1,179,511	1,187,009	200,152	-	-
Assigned	6,542,636	6,498,711	7,551,579	5,667,364	7,036,901	6,476,418	7,777,866	8,888,606	3,821,420	3,265,363
Unassigned	-	-	-	-	-	-	-	-	2,875,356	5,319,260
Total General Fund	\$ 14,234,650	\$ 12,656,075	\$ 10,466,643	\$ 10,341,479	\$ 11,282,390	\$ 10,018,975	\$ 10,992,921	\$ 8,888,606	\$ 6,696,776	\$ 8,584,623
All Other Governmental Funds:										
Restricted for	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 2,713,369	\$ 5,591,813
Arbitrage Rebate	-	-	-	-	216,636	216,636	216,636	216,636	-	-
Capital Projects Fund	311,138	931,783	3,386,181	1,595,308	19,983	19,983	58,598	115,780	33,365	3,767,179
Debt Service Fund	-	-	253,529	634,673	137,229	-	-	1	1	-
Committed	-	-	-	-	-	-	-	50,448	-	-
Assigned:										
Special Revenue Fund	-	-	-	-	-	-	-	-	-	-
Total All Other Governmental Funds	\$ 311,138	\$ 931,783	\$ 3,639,710	\$ 2,229,981	\$ 373,848	\$ 236,619	\$ 275,234	\$ 382,865	\$ 2,746,735	\$ 9,358,992

LENAPE REGIONAL HIGH SCHOOL DISTRICT
CHANGES IN FUND BALANCES, 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
Revenues:										
Tax Levy	\$ 118,704,204	\$ 116,114,938	\$ 114,362,944	\$ 111,865,013	\$ 110,373,601	\$ 106,752,150	\$ 105,797,843	#####	\$ 99,580,749	\$ 99,175,922
Miscellaneous	2,873,409	2,806,457	3,064,098	2,564,797	2,762,694	2,324,827	3,099,796	2,730,303	2,262,809	1,878,691
State Sources	49,080,232	47,500,842	44,326,824	42,369,772	40,888,760	41,754,571	38,005,241	34,644,510	35,693,074	38,208,440
Federal Sources	1,674,909	1,709,722	1,653,679	1,649,909	1,533,124	1,708,365	2,937,522	1,877,075	7,234,851	1,678,674
Total Revenue	172,332,754	168,131,959	163,407,545	158,449,491	155,558,179	152,539,913	149,840,402	145,049,731	144,771,483	140,941,727
Expenditures:										
Instruction:										
Regular Instruction	53,186,807	52,444,450	53,084,692	53,583,387	51,870,942	52,008,919	51,080,504	50,220,105	50,263,287	48,307,247
Special Education Instruction	16,123,865	15,854,059	15,674,296	14,610,712	14,616,847	13,018,449	11,790,749	8,261,028	9,135,667	9,451,072
Other Special Instruction	520,137	500,826	567,551	686,971	643,349	669,914	701,117	280,427	716,107	312,621
Other Instruction	7,585,347	7,275,296	6,903,253	6,758,624	6,633,458	6,375,844	6,348,311	5,778,171	6,283,151	4,990,850
Transition School	-	-	-	-	-	-	-	-	6,138	-
Adult/Continuing Education	-	-	-	-	-	-	-	-	-	-
Support Services:										
Tuition	6,892,201	6,434,850	6,371,207	6,245,709	6,630,649	6,422,820	6,423,397	6,005,119	5,867,123	6,453,097
Student & Instruction Related Services	17,475,819	16,808,203	16,554,897	16,328,634	15,640,039	15,366,692	15,255,457	14,456,075	14,950,384	14,133,467
School Administrative Services	6,570,301	6,512,568	6,786,488	6,479,723	6,510,600	5,911,279	6,972,827	6,611,139	7,280,903	7,108,257
Other Administration Services	-	21	272	-	-	-	482	4,538	1,035,099	186,356
Central Services	2,018,623	1,898,426	1,841,227	2,055,900	1,580,394	1,712,848	1,746,469	1,858,583	1,855,820	1,622,126
Administrative Information Technology	1,151,930	906,602	876,525	802,083	733,688	669,062	581,172	467,973	751,167	781,553
Plant Operations & Maintenance	15,292,472	15,046,243	14,990,335	13,868,822	14,050,018	13,906,424	14,543,497	13,545,159	15,219,689	14,781,724
Pupil Transportation	12,447,797	12,324,872	11,927,870	11,796,819	11,491,613	11,414,430	11,168,708	10,951,028	11,468,108	11,108,575
Unallocated Benefits	3,220,680	2,782,242	17,005,502	14,718,383	12,865,885	13,998,223	12,671,889	11,068,364	9,854,259	10,182,576
On Behalf TPAF Pension and Social Security Contributions	18,455,712	15,848,033	-	-	-	-	-	-	-	-
Capital Outlay	2,421,464	5,910,213	3,573,887	2,665,599	1,350,229	2,187,370	718,103	2,663,709	8,422,674	28,818,412
Debt Service:										
Principal	5,271,470	5,190,470	5,130,000	5,440,000	6,210,000	5,975,000	5,655,000	5,585,000	5,360,000	5,305,000
Interest & Other Charges	2,740,199	2,913,080	2,821,888	2,816,321	3,313,890	3,876,585	4,215,834	4,489,953	4,723,761	4,943,714
Total Expenditures	171,374,824	168,650,454	164,109,890	158,857,687	154,141,601	153,513,859	149,873,516	142,246,371	153,193,337	169,799,030
Excess (Deficiency) of Revenues Over/(Under) Expenditures	957,930	(518,495)	(702,345)	(408,196)	1,416,578	(973,946)	(33,114)	2,803,360	(8,421,854)	(28,857,303)

LENAPE REGIONAL HIGH SCHOOL DISTRICT
CHANGES IN FUND BALANCES, 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
Other Financing Sources/(Uses):										
Cancellation of PY Accounts Receivable	-	-	(58,304)	-	(38,615)	(198,400)	(13,396)	(71,523)	-	-
Cancellation of PY Accounts Payable	-	-	38,321	-	-	-	-	-	13,030	473,480
Assets Acquired Under Capital Lease	-	-	-	-	-	-	-	-	4,371,596	2,400,000
Proceeds from Sale of Refunding Bonds	-	-	26,420,919	-	-	-	-	-	-	-
Deposit to Refunding Escrow	-	-	(26,271,722)	-	-	-	(733,806)	-	-	-
Lease Purchase Agreement	-	-	1,154,210	-	-	-	-	-	-	-
Remittance of Arbitrage Rebate	-	-	-	(15,934)	-	-	-	-	-	-
Transfer to Charter School	-	868,915	1,126,724	-	-	-	-	-	115,722	1,140,047
Operating Transfers In	-	(868,915)	(1,068,420)	-	-	-	-	(535,131)	(784,636)	(1,680,547)
Operating Transfers Out	-	-	-	-	-	-	-	-	-	-
Total Other Financing Sources/(Uses)	-	-	1,323,418	(15,934)	(38,615)	(198,400)	(747,202)	(78,250)	3,715,712	2,332,980
Net Change in Fund Balances	\$ 957,930	\$ (518,495)	\$ 915,222	\$ 1,400,644	\$ (1,012,561)	\$ (231,514)	\$ 2,056,158	\$ (8,500,104)	\$ (25,141,591)	\$ (39,927,672)
Debt Service as a Percentage of Noncapital Expenditures	4.74%	4.98%	5.29%	6.23%	6.51%	6.62%	7.22%	6.97%	7.27%	7.51%

Source: District records

**LENAPE REGIONAL HIGH SCHOOL DISTRICT
GENERAL FUND - OTHER LOCAL REVENUE BY SOURCE
LAST TEN FISCAL YEARS
(modified accrual basis of accounting)**

	2018	2017	2016	2015	2014	2013	2012	2011	2010	2009
Gate Receipts	\$ 115,249	\$ 118,624	\$ 107,941	\$ 119,292	\$ 97,735	\$ 114,232	\$ 103,252	\$ 101,268	\$ 121,373	\$ 119,021
Interest on Investments	72,983	46,453	36,084	64,730	94,357	131,636	242,328	205,521	268,828	255,043
Rebates	96,043	18,765	150,062	135,902	37,519	111,985	-	-	-	142,251
Miscellaneous	52,476	193,365	194,005	82,981	228,866	104,704	518,303	402,445	420,896	371,208
Insurance Refunds	33,038	-	51,830	29,086	63,106	-	-	-	-	-
Jr. ROTC	181,723	196,570	185,508	189,395	185,222	193,127	199,389	-	-	-
Children Services	116,334	154,278	177,564	-	-	-	42,978	-	-	-
Refund of Prior Year Expenditures	120,751	128,719	390,442	157,300	268,816	51,175	320,972	83,097	83,874	72,998
Erate	102,227	-	-	-	-	-	-	-	-	-
Rental Income	-	-	-	-	118,806	141,719	103,443	114,971	84,952	-
Student Activity Reimbursements	-	-	-	-	-	-	-	-	-	17,172
Sale of Property	11,979	21,914	6,665	11,022	46,253	-	-	-	1,582	8,300
Transcript/Book Fees	-	11,885	-	-	-	33,236	37,537	338	-	-
Fuel Usage Reimbursement	72,164	51,077	39,814	42,426	69,323	-	-	-	-	-
Transportation	708,451	678,382	595,486	546,745	530,315	491,809	508,343	553,461	592,735	160,007

Source: District records

LENAPE REGIONAL HIGH SCHOOL DISTRICT
ASSESSED VALUE AND ACTUAL VALUE OF TAXABLE PROPERTY
LAST TEN FISCAL YEARS - EVESHAM TOWNSHIP *

FISCAL YEAR ENDED JUNE 30,	VACANT LAND	RESIDENTIAL	FARM REG.	COMMERCIAL	INDUSTRIAL	APARTMENT	TOTAL ASSESSED VALUE	PUBLIC UTILITIES (a)	NET VALUATION TAXABLE	ACTUAL (COUNTY EQUALIZED) VALUE	TOTAL DIRECT SCHOOL TAX RATE (b)
2009	35,663,400	4,205,267,000	15,186,500	852,716,400	46,450,600	285,261,300	5,440,545,200	22,503,815	5,463,049,015	5,957,428,218	2,944
2010	38,668,000	4,194,491,110	14,825,100	844,682,575	34,217,600	255,391,600	5,382,275,985	20,439,291	5,402,715,276	5,776,142,129	1,557
2011	34,118,500	4,180,753,900	13,813,500	799,749,775	33,167,800	249,273,600	5,310,877,075	19,076,982	5,329,954,057	5,571,768,824	1,621
2012	32,883,500	4,114,634,100	13,377,900	790,110,275	31,554,000	246,282,200	5,228,841,975	16,311,542	5,245,153,517	4,402,918,744	1,646
2013	35,226,500	4,107,877,400	13,139,800	774,810,775	30,056,500	242,876,600	5,204,485,075	16,274,077	5,220,759,841	5,169,739,841	1,665
2014	39,242,200	4,096,710,800	13,110,700	764,680,675	30,056,500	236,529,100	5,180,329,975	16,129,503	5,196,459,478	5,043,135,786	1,671
2015	40,467,100	4,121,069,700	11,555,000	766,594,175	29,484,700	236,295,500	5,205,466,175	16,262,745	5,221,728,920	5,133,708,847	1,749
2016	35,815,100	4,126,549,850	11,545,006	761,795,375	29,484,700	236,295,500	5,201,475,531	16,342,300	5,217,819,378	5,214,189,338	1,798
2017	35,357,100	4,140,704,350	11,469,406	744,570,575	29,084,700	235,443,000	5,196,629,131	16,520,247	5,213,149,378	5,239,346,108	1,854
2018	41,631,900	4,167,027,350	10,916,118	746,522,775	28,834,700	235,443,000	5,230,375,843	16,316,110	5,246,691,953	5,460,453,150	1,883
MEDFORD TOWNSHIP											
2009	18,184,300	1,545,481,100	21,002,200	150,000,300	9,632,700	29,815,900	1,774,116,500	5,060,019	1,779,176,519	3,417,605,247	3,009
2010	17,655,700	1,545,544,400	21,566,600	149,070,700	9,287,700	29,815,900	1,772,741,000	5,574,837	1,778,315,837	3,269,473,918	3,068
2011	17,360,100	1,541,272,500	21,760,600	149,260,800	9,287,700	29,815,900	1,768,757,600	5,092,638	1,773,850,238	3,190,029,902	3,153
2012	33,786,000	2,563,221,000	41,927,600	282,365,000	22,014,400	63,483,400	3,009,653,900	8,901,541	3,018,557,441	3,190,029,902	3,224
2013	28,587,900	2,552,413,700	40,497,600	270,483,900	16,368,800	56,932,200	2,968,217,600	7,676,777	2,975,894,377	2,975,894,377	1,915
2014	25,778,700	2,565,183,800	41,702,300	260,207,300	16,368,800	56,132,200	2,965,373,100	5,480,053	2,970,853,153	2,970,853,153	2,020
2015	22,987,200	2,580,361,200	40,382,500	256,944,800	16,368,800	50,204,300	2,967,248,800	5,541,405	2,972,790,205	2,972,790,205	2,109
2016	20,976,500	2,603,839,000	38,849,700	249,910,900	16,368,800	49,704,300	2,979,649,200	5,450,433	2,985,099,633	3,128,816,643	2,170
2017	18,152,400	2,628,474,600	37,755,000	249,120,600	16,368,800	52,814,900	3,002,686,300	5,503,089	3,008,189,389	3,008,189,389	2,205
2018	19,058,600	2,645,137,300	36,479,400	249,161,500	16,095,700	55,530,100	3,021,466,600	5,591,644	3,027,058,244	3,335,567,093	2,253
MEDFORD LAKES BOROUGH											
2009	521,000	227,566,900	-	4,390,300	-	-	232,478,200	220,690	232,698,890	491,925,851	3,196
2010	476,000	228,453,100	-	4,363,400	-	-	233,292,500	277,038	233,569,538	490,593,347	3,276
2011	1,028,500	446,100,800	-	8,574,200	-	-	455,703,500	577,611	456,281,111	482,956,673	3,302
2012	1,159,500	443,517,100	-	8,574,200	-	-	453,250,800	415,050	453,665,850	478,881,006	1,757
2013	1,159,500	442,688,300	-	8,473,400	-	-	452,221,200	389,070	452,710,270	452,710,270	1,789
2014	1,078,100	441,031,500	-	8,473,400	-	-	450,582,800	407,702	450,990,502	450,990,502	1,830
2015	954,800	440,338,200	-	8,473,400	-	-	449,766,400	336,134	450,102,534	456,460,836	1,885
2016	872,900	440,052,200	-	8,473,400	-	-	449,451,500	335,593	449,787,093	450,141,350	1,970
2017	1,154,500	439,717,700	-	8,473,400	-	-	449,345,600	330,890	449,676,490	453,972,602	1,992
2018	630,200	440,576,900	-	8,339,900	-	-	449,547,000	314,997	449,861,997	472,046,581	2,173

LENAPE REGIONAL HIGH SCHOOL DISTRICT
ASSESSED VALUE AND ACTUAL VALUE OF TAXABLE PROPERTY
LAST TEN FISCAL YEARS - MT. LAUREL TOWNSHIP

FISCAL YEAR ENDED JUNE 30,	VACANT LAND	RESIDENTIAL	FARM REG.	COMMERCIAL	INDUSTRIAL	APARTMENT	TOTAL ASSESSED VALUE	PUBLIC UTILITIES (a)	NET VALUATION TAXABLE	ACTUAL (COUNTY EQUALIZED) VALUE	TOTAL DIRECT SCHOOL TAX RATE (b)
2009	46,091,300	2,312,759,000	5,177,400	942,356,400	96,638,800	51,942,000	3,454,964,900	7,055,887	3,462,020,787	7,050,958,833	2.455
2010	40,216,900	2,320,475,600	6,577,300	928,046,400	89,788,900	54,367,200	3,435,472,300	7,028,480	3,442,500,780	7,017,735,428	2.512
2011	34,328,800	2,318,845,700	6,472,100	920,176,300	88,844,200	56,792,000	3,425,458,100	6,680,913	3,432,069,163	6,594,153,835	2.530
2012	31,255,200	2,320,319,800	6,472,100	912,915,100	86,433,900	56,792,000	3,416,189,100	6,680,913	3,422,869,013	6,441,313,693	2.662
2013	31,753,500	2,321,692,900	6,550,500	860,497,100	82,293,300	55,256,900	3,358,044,200	94	3,358,044,200	6,441,313,693	2.680
2014	31,231,900	2,321,692,900	6,550,500	860,497,100	82,293,300	55,256,900	3,358,044,200	94	3,358,044,200	6,441,313,693	2.745
2015	53,450,200	3,881,977,200	9,775,300	1,571,550,300	150,364,200	119,039,900	5,786,157,100	92	5,786,157,194	6,395,426,411	2.745
2016	44,712,700	3,891,222,600	9,774,000	1,568,164,600	149,651,000	127,128,200	5,790,653,100	92	5,790,653,192	6,156,453,923	2.929
2017	47,516,000	3,895,112,500	9,757,600	1,521,702,600	145,915,500	143,734,100	5,763,738,300	92	5,763,738,392	6,293,131,625	1.709
2018	48,256,300	3,894,567,900	9,748,400	1,519,573,000	141,703,500	150,393,600	5,764,242,700	92	5,764,242,792	6,265,783,238	1.758
	60,987,400	3,892,833,200	9,165,200	1,519,645,600	133,690,600	159,644,800	5,775,966,800	90	5,775,966,890	6,422,648,451	1.821
SHAMONG TOWNSHIP											
2009	5,112,250	374,996,100	16,051,650	7,994,900	1,370,200	-	405,525,100	1,040,621	406,565,721	802,798,336	2.997
2010	4,870,250	377,772,700	15,958,350	7,994,900	1,370,200	-	407,966,400	1,083,133	409,049,533	795,598,407	3.057
2011	4,482,050	380,022,100	16,933,750	7,928,500	1,370,200	-	410,736,600	998,145	411,734,745	797,386,289	3.158
2012	8,155,600	601,804,000	33,148,600	17,930,700	2,710,800	-	663,749,700	1,774,833	665,524,533	711,029,837	3.204
2013	7,745,600	600,380,300	34,257,500	19,207,200	2,710,800	-	664,301,400	1,501,069	665,802,469	711,796,211	1.973
2014	7,821,700	599,098,500	34,232,200	18,736,100	2,710,800	-	662,599,300	1,139,919	663,739,219	696,982,229	1.969
2015	7,551,600	598,357,100	35,037,300	18,917,900	2,710,800	-	662,574,700	1,148,531	663,723,231	710,315,501	2.040
2016	7,538,500	599,040,700	34,163,600	18,864,300	2,710,800	-	662,337,300	1,083,716	663,421,016	696,232,016	2.145
2017	7,466,300	598,283,300	35,306,000	18,961,600	2,735,800	-	662,753,000	1,080,016	663,833,016	701,863,257	2.206
2018	7,013,000	598,786,200	35,408,700	18,966,300	2,521,200	-	662,695,400	1,069,744	663,765,144	700,523,213	2.203
SOUTHAMPTON TOWNSHIP											
2009	11,627,600	646,829,500	47,985,600	50,939,100	6,445,600	-	763,827,400	2,109,840	765,937,240	1,382,787,323	2.198
2010	11,496,900	647,353,100	47,217,400	52,341,300	6,445,600	-	764,854,300	2,178,094	767,032,394	1,353,006,015	2.219
2011	11,861,800	645,005,000	46,693,600	50,416,900	6,803,600	-	760,800,900	2,077,816	762,858,716	1,265,858,403	2.233
2012	17,056,300	837,588,300	59,927,500	80,928,600	9,720,000	-	1,005,220,700	3,367,457	1,008,588,157	1,183,587,307	2.304
2013	15,867,500	833,580,300	60,437,300	81,491,700	9,611,500	-	1,000,988,300	2,653,045	1,003,641,345	1,108,681,108	2.296
2014	15,320,300	834,643,300	57,125,900	79,316,700	9,611,500	-	996,017,700	2,187,873	998,205,573	1,077,707,964	1.722
2015	14,303,000	834,646,800	57,638,000	79,209,300	9,611,500	-	995,408,600	2,243,724	997,652,324	1,074,955,292	1.736
2016	14,669,400	833,445,300	56,740,100	80,048,800	10,739,300	-	995,642,900	2,100,580	997,743,480	1,084,105,945	1.825
2017	14,669,400	833,445,300	56,740,100	80,048,800	10,739,300	-	995,642,900	2,100,580	997,743,480	1,084,105,945	1.894
2018	14,249,700	836,869,100	54,822,700	79,889,500	11,222,600	-	997,053,600	2,050,828	999,084,428	1,124,673,188	1.923

LENAPE REGIONAL HIGH SCHOOL DISTRICT
ASSESSED VALUE AND ACTUAL VALUE OF TAXABLE PROPERTY
LAST TEN FISCAL YEARS - TABERNACLE TOWNSHIP

FISCAL YEAR ENDED JUNE 30,	VACANT LAND	RESIDENTIAL	FARM REG.	COMMERCIAL	INDUSTRIAL	APARTMENT	TOTAL ASSESSED VALUE	PUBLIC UTILITIES (a)	NET VALUATION TAXABLE	ACTUAL (COUNTY EQUALIZED) VALUE	TOTAL DIRECT SCHOOL TAX RATE (b)
2009	9,823,200	688,326,300	16,922,300	21,185,900	779,100	-	737,036,800	1,118,777	738,155,577	817,181,194	1.576
2010	9,204,600	691,739,700	16,903,500	21,463,200	779,100	-	740,090,100	1,147,709	741,237,809	792,120,032	1.588
2011	8,955,100	688,883,800	16,905,100	21,064,400	779,100	-	736,587,500	922,000	737,509,500	759,264,699	1.582
2012	8,517,000	686,007,600	22,220,200	21,868,200	779,100	-	739,392,100	914,672	740,306,772	759,811,502	1.587
2013	8,402,000	683,314,500	21,058,800	21,856,700	779,100	-	735,411,100	838,715	736,249,815	716,149,580	1.614
2014	7,249,000	608,488,600	20,352,400	25,481,300	921,500	-	662,492,800	566,903	663,059,703	698,001,159	1.602
2015	6,808,700	607,142,100	20,817,200	24,746,200	787,800	-	660,302,000	94	660,302,094	705,526,331	1.617
2016	6,991,200	606,795,700	20,309,700	24,676,800	787,800	-	659,565,200	95	659,565,295	696,258,096	1.932
2017	6,607,100	606,683,300	21,317,800	24,682,400	787,800	-	660,078,400	92	660,078,492	713,907,087	2.008
2018	7,093,400	607,798,600	22,651,100	24,723,200	787,800	-	663,054,100	92	663,054,192	722,447,804	2.029
							WOODLAND TOWNSHIP				
2009	9,293,360	128,114,100	18,321,200	5,692,000	9,322,000	-	170,742,660	757,305	171,499,965	175,699,176	1.297
2010	9,356,060	129,084,800	18,282,400	5,692,000	9,322,000	-	171,737,260	799,641	172,536,901	166,649,240	1.256
2011	8,790,400	128,184,800	19,061,760	6,041,600	9,322,000	-	171,400,560	628,646	172,029,206	158,937,097	1.268
2012	8,640,600	127,411,300	18,656,900	6,041,600	9,322,000	-	170,072,400	614,180	170,686,580	160,216,574	1.297
2013	8,168,500	125,492,500	18,620,600	5,991,600	9,322,000	-	167,595,200	541,723	168,136,923	143,969,565	1.278
2014	7,964,300	124,579,100	18,464,400	5,991,600	9,322,000	-	166,321,400	384,423	166,705,823	135,572,101	1.255
2015	7,637,600	124,453,700	15,030,300	5,991,600	9,322,000	-	162,435,300	100	162,435,300	140,320,763	1.238
2016	7,720,800	122,904,100	13,547,600	5,991,600	8,322,000	-	158,486,100	100	158,486,200	141,388,487	1.524
2017	7,679,500	122,161,500	13,397,500	5,814,600	9,322,000	-	158,375,100	100	158,375,200	150,628,219	1.725
2018	7,861,800	120,853,500	13,411,500	5,814,600	9,322,000	-	157,263,400	100	157,263,500	149,296,675	1.815

Source: Municipal Tax Assessor

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

b Tax rates are per \$100

N/A - At the time of CAFR completion, this data was not yet available or not applicable.

**LENAPE REGIONAL HIGH SCHOOL DISTRICT
DIRECT AND OVERLAPPING PROPERTY TAX RATES
LAST TEN FISCAL YEARS - EVESHAM TOWNSHIP ***
(rate per \$100 of assessed value)

FISCAL YEAR	DIRECT RATE		TOTAL SCHOOL RATE (FROM J-6)	OVERLAPPING RATES			FIRE DISTRICT	TOTAL DIRECT & OVERLAPPING TAX RATE
	LOCAL SCHOOL	REGIONAL SCHOOL		MUNICIPAL	BURLINGTON COUNTY	MUNICIPAL OPEN SPACE		
2009	1.828	1.109	2.937	0.548	0.658	0.030	0.210	4.383
2010	1.836	1.108	2.944	0.697	0.663	0.030	0.225	4.559
2011	0.996	0.561	1.557	0.373	0.339	0.030	0.122	2.421
2012	1.023	0.598	1.621	0.373	0.332	0.030	0.128	2.484
2013	1.036	0.610	1.646	0.391	0.323	0.030	0.130	2.520
2014	1.044	0.621	1.665	0.397	0.391	0.030	0.132	2.615
2015	1.061	0.610	1.671	0.420	0.373	0.029	0.132	2.625
2016	1.101	0.648	1.749	0.415	0.408	0.030	0.138	2.740
2017	1.159	0.695	1.854	0.430	0.408	0.030	0.137	2.859
2018	1.178	0.705	1.883	0.427	0.416	0.030	0.137	2.893

* Evesham Township reassessed in 2009

MEDFORD TOWNSHIP

2009	2.104	0.905	3.009	0.495	0.609	0.030	-	4.143
2010	2.154	0.914	3.068	0.495	0.583	0.030	-	4.176
2011	2.197	0.956	3.153	0.495	0.595	0.030	-	4.273
2012	2.238	0.986	3.224	0.521	0.567	0.030	-	4.342
2013	1.318	0.597	1.915	0.413	0.401	0.029	-	2.758
2014	1.374	0.646	2.020	0.412	0.395	0.029	-	2.856
2015	1.422	0.687	2.109	0.411	0.403	0.030	-	2.953
2016	1.450	0.720	2.170	0.411	0.435	0.030	-	3.046
2017	1.465	0.740	2.205	0.410	0.447	0.030	-	3.092
2018	1.511	0.742	2.253	0.406	0.442	0.024	-	3.125

MEDFORD LAKES BOROUGH

2009	2.113	1.083	3.196	1.099	0.675	-	-	4.970
2010	2.247	1.029	3.276	1.141	0.663	-	-	5.080
2011	2.317	0.985	3.302	1.153	0.656	-	-	5.111
2012	1.215	0.542	1.757	0.590	0.334	-	-	2.681
2013	1.228	0.561	1.789	0.587	0.327	-	-	2.703
2014	1.237	0.593	1.830	0.587	0.326	-	-	2.743
2015	1.272	0.613	1.885	0.601	0.391	-	-	2.877
2016	1.365	0.605	1.970	0.649	0.379	-	-	2.998
2017	1.390	0.602	1.992	0.617	0.408	-	-	3.017
2018	1.470	0.703	2.173	0.647	0.420	-	-	3.240

**LENAPE REGIONAL HIGH SCHOOL DISTRICT
DIRECT AND OVERLAPPING PROPERTY TAX RATES
LAST TEN FISCAL YEARS - MT. LAUREL TOWNSHIP**
(rate per \$100 of assessed value)

FISCAL YEAR	DIRECT RATE		TOTAL SCHOOL RATE	OVERLAPPING RATES			TOTAL DIRECT & OVERLAPPING TAX RATE
	LOCAL SCHOOL	REGIONAL SCHOOL		MUNICIPAL	BURLINGTON COUNTY	MUNICIPAL OPEN SPACE	
2009	1.537	0.918	2.455	0.468	0.619	0.080	3.805
2010	1.557	0.955	2.512	0.468	0.629	0.080	3.895
2011	1.557	0.973	2.530	0.522	0.632	0.080	3.977
2012	1.586	1.076	2.662	0.563	0.630	0.080	4.173
2013	1.622	1.058	2.680	0.535	0.593	0.080	4.128
2014	1.658	1.087	2.745	0.617	0.653	0.080	4.337
2015	1.724	1.205	2.929	0.638	0.656	0.079	4.550
2016	1.040	0.669	1.709	0.378	0.403	0.080	2.713
2017	1.081	0.677	1.758	0.383	0.406	0.080	2.787
2018	1.108	0.713	1.821	0.383	0.410	0.080	2.861

SHAMONG TOWNSHIP

2009	2.007	0.990	2.997	0.078	0.768	-	3.843
2010	2.068	0.989	3.057	0.047	0.766	-	3.870
2011	2.134	1.024	3.158	0.047	0.738	-	3.943
2012	2.169	1.035	3.204	0.059	0.700	-	3.963
2013	1.341	0.632	1.973	0.045	0.423	-	2.441
2014	1.337	0.632	1.969	0.039	0.406	-	2.414
2015	1.367	0.673	2.040	0.068	0.401	-	2.509
2016	1.398	0.747	2.145	0.084	0.444	-	2.693
2017	1.438	0.768	2.206	0.084	0.428	-	2.738
2018	1.433	0.770	2.203	0.095	0.421	-	2.739

SOUTHAMPTON TOWNSHIP

2009	1.236	0.962	2.198	0.316	0.583	0.020	3.117
2010	1.267	0.952	2.219	0.350	0.559	0.020	3.148
2011	1.297	0.936	2.233	0.365	0.560	0.020	3.178
2012	1.342	0.962	2.304	0.371	0.548	0.020	3.243
2013	1.364	0.932	2.296	0.406	0.513	0.020	3.235
2014	1.050	0.672	1.722	0.311	0.447	0.020	2.500
2015	1.070	0.666	1.736	0.330	0.420	0.020	2.506
2016	1.128	0.697	1.825	0.373	0.447	0.020	2.665
2017	1.162	0.732	1.894	0.394	0.444	0.020	2.752
2018	1.230	0.693	1.923	0.409	0.450	0.020	2.802

**LENAPE REGIONAL HIGH SCHOOL DISTRICT
DIRECT AND OVERLAPPING PROPERTY TAX RATES
LAST TEN FISCAL YEARS - TABERNACLE TOWNSHIP**
(rate per \$100 of assessed value)

FISCAL YEAR	DIRECT RATE		TOTAL SCHOOL RATE	OVERLAPPING RATES			TOTAL DIRECT & OVERLAPPING TAX RATE
	LOCAL SCHOOL	REGIONAL SCHOOL		MUNICIPAL	BURLINGTON COUNTY	MUNICIPAL OPEN SPACE	
2009	0.940	0.636	1.576	0.213	0.373	-	2.215
2010	0.950	0.638	1.588	0.238	0.367	-	2.252
2011	0.969	0.613	1.582	0.237	0.362	-	2.241
2012	0.975	0.612	1.587	0.237	0.342	-	2.228
2013	0.978	0.636	1.614	0.237	0.328	-	2.223
2014	0.984	0.618	1.602	0.237	0.389	-	2.289
2015	0.987	0.630	1.617	0.257	0.369	-	2.308
2016	1.188	0.744	1.932	0.387	0.444	-	2.763
2017	1.251	0.757	2.008	0.422	0.440	-	2.870
2018	1.267	0.762	2.029	0.422	0.437	-	2.888
WOODLAND TOWNSHIP							
2009	0.818	0.479	1.297	-	0.281	-	1.578
2010	0.824	0.432	1.256	-	0.325	-	1.581
2011	0.823	0.445	1.268	-	0.259	-	1.527
2012	0.835	0.462	1.297	-	0.300	-	1.597
2013	0.822	0.456	1.278	0.079	0.286	-	1.643
2014	0.821	0.434	1.255	0.078	0.357	-	1.690
2015	0.876	0.362	1.238	0.078	0.322	-	1.638
2016	1.053	0.471	1.524	0.078	0.359	-	1.961
2017	1.177	0.548	1.725	0.078	0.385	-	2.188
2018	1.217	0.598	1.815	0.078	0.378	-	2.271

Source: Municipal Tax Assessor
N/A - At the time of CAFR completion, this data was not available or not applicable.

**LENAPE REGIONAL HIGH SCHOOL DISTRICT
PRINCIPAL PROPERTY TAXPAYERS
CURRENT YEAR AND NINE YEARS AGO**

	2018			2009		
	TAXABLE ASSESSED VALUE	RANK	% OF TOTAL DISTRICT NET ASSESSED VALUE	TAXABLE ASSESSED VALUE	RANK	% OF TOTAL DISTRICT NET ASSESSED VALUE
EVESHAM TOWNSHIP						
Davis & Associates, LLC	\$55,000,000	1	1.05%	N/A		N/A
Hunters Chase Association	33,000,000	2	0.63%	N/A		N/A
East Coast Woodview at Marlton	32,000,000	3	0.61%	N/A		N/A
Davis & Associates, LLC	24,702,500	4	0.41%	N/A		N/A
Davis Enterprises	22,360,000	5	0.43%	N/A		N/A
Marlton VP LLC	21,574,400	6	0.41%	N/A		N/A
Marlton Plaza Associates II	21,000,000	7	0.40%	N/A		N/A
WRV Apartments Assoc LLC - Westover	20,500,000	8	0.39%	N/A		N/A
Paramount Square at Marlton LLC	19,000,000	9	0.36%	N/A		N/A
Marlton Plaza Associates	18,183,100	10	0.35%	N/A		N/A
Total	\$ 267,320,000		5.04%	\$ -		
MEDFORD TOWNSHIP						
The Estaugh T/A Medford Leas	\$27,941,000	1	0.94%	N/A		N/A
Sharp Run, LLC	15,344,900	2	0.51%	N/A		N/A
Medford Associates, L.P.	12,659,000	3	0.42%	N/A		N/A
Medford Supermarket Properties	9,401,500	4	0.31%	N/A		N/A
Haynes Run, LLC	8,458,400	5	0.28%	N/A		N/A
Medford Convalescent & Nursing Center	8,049,200	6	0.27%	N/A		N/A
Medford Center Associates	7,833,600	7	0.26%	N/A		N/A
Verizon, Inc	7,200,000	8	0.24%	N/A		N/A
Medford Investors Associates	5,450,433	9	0.18%	N/A		N/A
Depetris Family c/o Tauton Forge	5,353,400	10	0.18%	N/A		N/A
Total	\$ 107,691,433		3.59%	\$ -		
MEDFORD LAKES BOROUGH						
Medford Lakes Country Club	\$3,008,000	1	0.67%	\$1,436,400		0.62%
Resident #1	1,722,800	2	0.38%	400,000		0.17%
Resident #2	831,400	3	0.18%	360,000		0.16%
Resident #3	756,900	4	0.17%	334,500		0.14%
Resident #4	742,900	5	0.17%	308,700		0.13%
Resident #5	734,100	6	0.16%	300,200		0.13%
Resident #6	703,400	7	0.16%	287,800		0.12%
Resident #7	700,000	8	0.16%	279,900		0.12%
Resident #8	689,700	9	0.15%	278,800		0.12%
Resident #9	682,500	10	0.15%	273,400		0.12%
Total	\$ 10,571,700		2.35%	\$ 4,259,700		1.83%

Source: Municipal Tax Assessor

**LENAPE REGIONAL HIGH SCHOOL DISTRICT
PRINCIPAL PROPERTY TAXPAYERS
CURRENT YEAR AND NINE YEARS AGO**

	2018			2009		
	TAXABLE ASSESSED VALUE	RANK	% OF TOTAL DISTRICT NET ASSESSED VALUE	TAXABLE ASSESSED VALUE	RANK	% OF TOTAL DISTRICT NET ASSESSED VALUE
MOUNT LAUREL TOWNSHIP						
6000 Midatlantic Dr./Whitesell	\$122,829,800	1	2.12%	N/A		N/A
Brandywine/Atlantic American	109,347,700	2	1.89%	N/A		N/A
LSOP 3 NJ LLC/LSOP NJ	105,254,500	3	1.82%	N/A		N/A
East Gate EGS TIC	66,918,000	4	1.16%	N/A		N/A
TD/Commerce Bank	66,377,100	5	1.15%	N/A		N/A
Centerton Square, LLC	65,554,500	6	1.13%	N/A		N/A
ISTAR Bishops Gate	64,129,800	7	1.11%	N/A		N/A
Gateway Park, LLC	44,993,300	8	0.78%	N/A		N/A
Mount Laurel Crossings LLC	38,018,400	9	0.66%	N/A		N/A
Davis & Associates	37,566,800	10	0.65%	N/A		N/A
Total	<u>\$720,989,900</u>		<u>12.47%</u>			
SHAMONG TOWNSHIP						
Taxpaper #1	\$2,750,900	1	1.00%	N/A		N/A
Fawn Lake LLC	2,517,400	2	0.56%	N/A		N/A
Third Garden Park LTD	2,400,000	3	0.38%	N/A		N/A
Taxpayer #2	1,415,600	4	0.37%	N/A		N/A
Verizon - NJ	1,083,716	5	0.30%	N/A		N/A
Taxpayer #3	1,070,100	6	0.27%	N/A		N/A
Wharton Acres LLC	1,020,000	7	0.23%	N/A		N/A
Taxpayer #4	951,900	8	0.21%	N/A		N/A
Taxpayer #5	937,000	9	0.20%	N/A		N/A
D.G. Sparacio Properties LLC	896,300	10	0.20%	N/A		N/A
Total	<u>\$15,042,916</u>		<u>3.72%</u>			
SOUTHAMPTON TOWNSHIP						
Mobile Estates of Southampton	\$9,951,300	1	1.00%	N/A		N/A
Singh Real Estate Ent. Inc.	5,611,200	2	0.56%	N/A		N/A
ARA 1869, LLC	3,764,900	3	0.38%	N/A		N/A
Diamond M. Lumber	3,688,100	4	0.37%	N/A		N/A
Wawa, Inc	2,948,600	5	0.30%	N/A		N/A
Southampton Industrial Park, LLC	2,734,400	6	0.27%	N/A		N/A
Lion Self Storage	2,296,200	7	0.23%	N/A		N/A
Verizon - NJ	2,100,580	8	0.21%	N/A		N/A
RCC Properties Inc	1,975,300	9	0.20%	N/A		N/A
Taxpayer #1	1,955,800	10	0.20%	N/A		N/A
Total	<u>\$37,026,380</u>		<u>3.72%</u>			

Source: Municipal Tax Assessor

**LENAPE REGIONAL HIGH SCHOOL DISTRICT
PRINCIPAL PROPERTY TAXPAYERS
CURRENT YEAR AND NINE YEARS AGO**

	2018			2009		
	TAXABLE ASSESSED VALUE	RANK	% OF TOTAL DISTRICT NET ASSESSED VALUE	TAXABLE ASSESSED VALUE	RANK	% OF TOTAL DISTRICT NET ASSESSED VALUE
TABERNACLE TOWNSHIP						
Pinelands Acres, LLC	\$2,800,000	1	0.42%	N/A		N/A
Allenwood Estate, LLC	2,700,000	2	0.41%	N/A		N/A
Russos Fruit & Veg. Farm, Inc.	2,150,100	3	0.33%	N/A		N/A
Tabernacle Equities, LLC	1,733,000	4	0.26%	N/A		N/A
Conte Enterprises, LLC	1,589,700	5	0.24%	N/A		N/A
Wells Fargo Bank	1,252,600	6	0.19%	N/A		N/A
The ESS Group, Inc.	978,700	7	0.15%	N/A		N/A
CMATT, LLC	940,700	8	0.14%	N/A		N/A
Tabernacle Inn	841,000	9	0.13%	N/A		N/A
Haas Plaza, LLC	828,800	10	0.13%	N/A		N/A
Total	\$15,814,600		2.40%			
WOODLAND TOWNSHIP						
Ocean Spray Cranberries	6,945,800	1	4.28%	N/A		N/A
Ward Sand & Materials	6,330,000	2	3.90%	N/A		N/A
Woodland Sand Company	2,234,900	3	1.38%	N/A		N/A
Shore Stone Company	1,750,000	4	1.08%	N/A		N/A
Air Time Inc.	854,200	5	0.53%	N/A		N/A
Resident #1	599,000	6	0.37%	N/A		N/A
Resident #2	591,400	7	0.36%	N/A		N/A
Resident #3	563,800	8	0.35%	N/A		N/A
Resident #4	555,800	9	0.34%	N/A		N/A
Resident #5	550,000	10	0.34%	N/A		N/A
Total	\$20,974,900		12.93%			

Source: Municipal Tax Assessor

**LENAPE REGIONAL HIGH 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 (a)		COLLECTIONS IN SUBSEQUENT YEARS
		AMOUNT	PERCENTAGE OF LEVY	
DISTRICT-WIDE				
2018	\$ 118,704,204	\$ 118,704,204	100.00%	\$ -
2017	114,362,944	114,362,944	100.00%	-
2016	111,865,013	111,865,013	100.00%	-
2015	110,373,601	110,107,105	99.76%	266,496
2014	106,752,150	106,752,150	100.00%	-
2013	105,797,843	105,797,843	100.00%	-
2012	105,797,843	105,797,843	100.00%	-
2011	99,580,749	99,580,749	100.00%	-
2010	99,175,922	99,175,922	100.00%	-
2009	97,624,913	97,624,913	100.00%	-

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

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

FISCAL YEAR ENDED JUNE 30,	GOVERNMENTAL ACTIVITIES										TOTAL DISTRICT	PER CAPITA (a)	POPULATION ESTIMATES
	GENERAL OBLIGATION BONDS	COMPENSATED ABSENCES	CAPITAL LEASES	BUSINESS-TYPE ACTIVITIES									
2018	\$ 51,010,000	\$ 3,023,649	\$ 2,896,630	\$ -	\$ -						56,930,279	N/A	N/A
2017	60,835,000	3,205,546	2,896,630	-	-						66,937,176	N/A	N/A
2016	66,450,000	3,138,755	948,300	-	-						70,537,055	496	140,366
2015	74,135,000	2,788,156	-	-	-						76,923,156	548	140,400
2014	80,345,000	2,555,299	-	-	-						82,900,299	589	140,759
2013	87,649,000	3,172,268	1,070,000	-	-						91,891,268	654	140,536
2012	93,179,000	3,408,223	2,580,000	-	-						99,167,223	706	140,392
2011	98,764,000	4,140,096	4,736,376	-	-						107,640,472	781	137,830
2010	104,124,000	3,415,561	6,851,386	-	-						114,390,947	832	137,519
2009	109,429,000	3,415,561	3,978,252	-	-						116,822,813	847	137,962

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

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

FISCAL YEAR ENDED JUNE 30,	GENERAL BONDED DEBT OUTSTANDING			PER CAPITA	POPULATION ESTIMATES
	GENERAL OBLIGATION BONDS	DEDUCTION	NET GENERAL BONDED DEBT OUTSTANDING		
2018	\$ 51,010,000	\$ -	\$ 51,010,000	N/A	N/A
2017	60,835,000	-	60,835,000	N/A	N/A
2016	66,450,000	-	66,450,000	473	140,366
2015	74,135,000	-	74,135,000	528	140,400
2014	80,345,000	-	80,345,000	572	140,400
2013	87,649,000	-	87,649,000	623	140,759
2012	93,179,000	-	93,179,000	663	140,536
2011	98,764,000	-	98,764,000	220	448,734
2010	104,124,000	-	104,124,000	233	446,108
2009	109,429,000	-	109,429,000	246	445,492

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

GOVERNMENTAL UNIT	DEBT OUTSTANDING	PERCENTAGE APPLICABLE	OVERLAPPING DEBT
Evesham			
Debt Repaid With Property Taxes:			
Evesham Township	\$52,156,538	100.000%	\$ 52,156,538
Burlington County	314,942,084	11.149%	35,112,893
Regional School Debt	51,010,000	29.537%	<u>15,066,824</u>
Total Overlapping Debt			<u>\$ 102,336,255</u>
Medford			
Debt Repaid With Property Taxes:			
Medford Township	\$50,334,014	100.000%	\$ 50,334,014
Burlington County	314,942,084	6.845%	21,559,257
Regional School Debt	51,010,000	17.720%	<u>9,038,972</u>
Total Overlapping Debt			<u>\$ 80,932,243</u>
Medford Lakes Borough			
Debt Repaid With Property Taxes:			
Medford Lakes Borough	\$11,542,984	100.000%	\$ 11,542,984
Burlington County	314,942,084	0.987%	3,108,478
Regional School Debt	51,010,000	2.580%	<u>1,316,058</u>
Total Overlapping Debt			<u>\$ 15,967,520</u>
Mount Laurel Township			
Debt Repaid With Property Taxes:			
Mount Laurel Township	\$36,994,744	100.000%	\$ 36,994,744
Burlington County	314,942,084	13.880%	43,713,961
Regional School Debt	51,010,000	35.090%	<u>17,899,409</u>
Total Overlapping Debt			<u>\$ 98,608,114</u>

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

GOVERNMENTAL UNIT	DEBT OUTSTANDING	PERCENTAGE APPLICABLE	OVERLAPPING DEBT
Shamong			
Debt Repaid With Property Taxes:			
Shamong Township	\$1,179,245	100.000%	\$ 1,179,245
Burlington County	314,942,084	1.522%	4,793,419
Regional School Debt	51,010,000	3.950%	<u>2,014,895</u>
Total Overlapping Debt			<u>\$ 7,987,559</u>
Southampton			
Debt Repaid With Property Taxes:			
Southampton Township	\$9,453,357	100.000%	\$ 9,453,357
Burlington County	314,942,084	2.308%	7,269,550
Regional School Debt	51,010,000	6.440%	<u>3,285,044</u>
Total Overlapping Debt			<u>\$ 20,007,951</u>
Tabernacle			
Debt Repaid With Property Taxes:			
Tabernacle Township	\$10,740,812	100.000%	\$ 10,740,812
Burlington County	314,942,084	1.578%	4,969,786
Regional School Debt	51,010,000	4.131%	<u>2,107,223</u>
Total Overlapping Debt			<u>\$ 17,817,821</u>
Woodland			
Debt Repaid With Property Taxes:			
Woodland Township		100.000%	\$ -
Burlington County	314,942,084	0.319%	1,004,665
Regional School Debt	51,010,000	0.778%	<u>396,858</u>
Total Overlapping Debt			<u>1,401,523</u>
Total Direct & Overlapping Debt District Wide			<u>\$ 345,058,986</u>

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

Debt outstanding data provided by each governmental unit

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

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

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

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

	FISCAL YEAR									
	2018	2017	2016	2015	2014	2013	2012	2011	2010	2009
Debt Limit	\$ 356,547,417	\$ 357,146,361	\$ 541,407,423	\$ 556,209,796	\$ 574,454,055	\$ 545,188,401	\$ 498,243,475	\$ 570,548,247	\$ 528,022,175	\$ 472,599,176
Total Net Debt Applicable to Limit	51,010,000	66,450,000	74,135,000	80,345,000	87,649,000	93,179,000	98,764,000	104,124,000	109,429,000	114,694,000
Legal Debt Margin	\$ 305,537,417	\$ 290,696,361	\$ 467,272,423	\$ 475,864,796	\$ 486,805,055	\$ 452,009,401	\$ 399,479,475	\$ 466,424,247	\$ 418,593,175	\$ 357,905,176
Total Net Debt Applicable to the Limit as a Percentage of Debt Limit	14.31%	18.61%	13.69%	14.45%	15.26%	17.09%	19.82%	18.25%	20.72%	24.27%

Legal Debt Margin Calculation for Fiscal Year 2017

	Equalized Valuation Basis									
	MEDFORD		MOUNT LAUREL		SHAMONG		SOUTHAMPTON		WOODLAND	
2017	\$ 3,306,195,001	\$ 471,308,580	\$ 6,403,291,158	\$ 699,032,802	\$ 1,120,577,580	\$ 718,648,231	\$ 150,061,683	\$ 18,271,578,005	\$ 17,841,771,397	\$ 17,812,970,335
2016	3,270,745,554	453,533,300	6,258,810,186	663,833,016	1,102,472,484	713,351,936	151,401,272	356,547,417	51,010,000	
2015	5,201,824,898	3,256,776,205	449,901,370	663,421,016	1,083,850,828	697,035,786	144,002,837	\$ 35,654,741,732	\$ 11,884,913,911	
Average Equalized Valuation of Taxable Property										
Debt Limit (3.0 % of Average Equalization Value)										
Total Net Debt Applicable to Limit										
Legal Debt Margin										

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

**LENAPE REGIONAL HIGH SCHOOL DISTRICT
DEMOGRAPHICS AND ECONOMIC STATISTICS
LAST TEN FISCAL YEARS**

	POPULATION (a)	PERSONAL INCOME (b)	PER CAPITA PERSONAL INCOME (c)	UNEMPLOYMENT RATE (d)
EVESHAM TOWNSHIP				
2009	45,275	2,153,686,475	47,569	4.00%
2010	45,370	2,177,079,450	47,985	6.90%
2011	45,571	2,264,741,987	49,697	7.00%
2012	45,766	2,322,121,074	50,739	7.30%
2013 *	45,792	2,341,619,712	51,136	7.50%
2014	45,613	2,410,327,759	52,843	6.40%
2015	45,491	2,517,972,341	55,351	4.90%
2016	45,320	2,574,719,840	56,812	4.90%
2017	45,381	N/A	N/A	3.30%
2018	N/A	N/A	N/A	N/A
MEDFORD TOWNSHIP				
2009	22,794	1,084,287,786	47,569	5.30%
2010	23,065	1,106,774,025	47,985	5.30%
2011	23,121	1,149,044,337	49,697	5.70%
2012	23,232	1,178,768,448	50,739	5.50%
2013 *	23,196	1,186,150,656	51,136	5.70%
2014	23,292	1,230,819,156	52,843	6.00%
2015	23,348	1,292,335,148	55,351	5.10%
2016	23,424	1,330,764,288	56,812	6.00%
2017	23,496	N/A	N/A	3.20%
2018	N/A	N/A	N/A	N/A
MEDFORD LAKES BOROUGH				
2009	4,110	195,508,590	47,569	3.90%
2010	4,144	198,849,840	47,985	2.20%
2011	4,135	205,497,095	49,697	2.30%
2012	4,134	209,755,026	50,739	4.10%
2013	4,112	210,271,232	51,136	4.40%
2014 *	4,094	216,339,242	52,843	4.20%
2015	4,073	225,444,623	55,351	6.30%
2016	4,050	230,088,600	56,812	5.20%
2017	4,013	N/A	N/A	3.30%
2018	N/A	N/A	N/A	N/A

Source:

*2010 Census

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

b Estimated based upon the municipal population and per capita personal income presented

c Estimated based upon the 2000 Census published by the US Bureau of Economic Analysis.

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

**LENAPE REGIONAL HIGH SCHOOL DISTRICT
DEMOGRAPHICS AND ECONOMIC STATISTICS
LAST TEN FISCAL YEARS**

	POPULATION (a)	PERSONAL INCOME (b)	PER CAPITA PERSONAL INCOME (c)	UNEMPLOYMENT RATE (d)
MOUNT LAUREL TOWNSHIP				
2009	39,515	1,879,689,035	47,569	4.10%
2010	41,897	2,010,427,545	47,985	7.30%
2011	41,884	2,081,509,148	49,697	7.60%
2012	41,885	2,125,203,015	50,739	7.30%
2013 *	41,721	2,133,445,056	51,136	7.40%
2014	41,939	2,216,182,577	52,843	6.60%
2015	41,955	2,322,251,205	55,351	5.20%
2016	41,709	2,369,571,708	56,812	4.40%
2017	41,662	N/A	N/A	3.50%
2018	N/A	N/A	N/A	N/A
SHAMONG TOWNSHIP				
2009	6,723	319,806,387	47,569	3.80%
2010	6,537	313,677,945	47,985	9.70%
2011	6,546	325,316,562	49,697	9.70%
2012	6,543	331,985,277	50,739	6.80%
2013 *	6,501	332,435,136	51,136	7.10%
2014	6,490	342,951,070	52,843	7.20%
2015	6,468	358,010,268	55,351	5.50%
2016	6,443	366,039,716	56,812	4.90%
2017	6,433	N/A	N/A	3.80%
2018	N/A	N/A	N/A	N/A
SOUTHAMPTON TOWNSHIP				
2009	10,865	516,837,185	47,569	6.50%
2010	10,441	501,011,385	47,985	11.10%
2011	10,423	517,991,831	49,697	11.80%
2012	10,408	528,091,512	50,739	11.50%
2013 *	10,355	529,513,280	51,136	11.90%
2014	10,340	546,396,620	52,843	6.40%
2015	10,286	569,340,386	55,351	7.70%
2016	10,222	580,732,264	56,812	6.30%
2017	10,205	N/A	N/A	5.00%
2018	N/A	N/A	N/A	N/A

Source:

*2010 Census

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

b Estimated based upon the municipal population and per capita personal income presented

c Estimated based upon the 2000 Census published by the US Bureau of Economic Analysis.

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

**LENAPE REGIONAL HIGH SCHOOL DISTRICT
DEMOGRAPHICS AND ECONOMIC STATISTICS
LAST TEN FISCAL YEARS**

	POPULATION (a)	PERSONAL INCOME (b)	PER CAPITA PERSONAL INCOME (c)	UNEMPLOYMENT RATE (d)
TABERNACLE TOWNSHIP				
2009	7,170	341,069,730	47,569	2.70%
2010	6,976	334,743,360	47,985	4.80%
2011	6,996	347,680,212	49,697	5.10%
2012	7,003	355,325,217	50,739	5.00%
2013	6,963	356,059,968	51,136	5.20%
2014	6,958	367,681,594	52,843	5.80%
2015	6,925	383,305,675	55,351	N/A
2016	6,887	391,264,244	56,812	5.30%
2017	6882	N/A	N/A	4.30%
2018	N/A	N/A	N/A	N/A
WOODLAND TOWNSHIP				
2009	1,351	64,265,719	47,569	6.00%
2010	1,783	85,557,255	47,985	10.30%
2011	1,789	88,907,933	49,697	11.00%
2012	1,790	90,822,810	50,739	10.70%
2013	1,785	91,277,760	51,136	11.10%
2014	1,786	94,377,598	52,843	5.50%
2015	1,782	98,635,482	55,351	N/A
2016	1,778	101,011,736	56,812	5.90%
2017	1,775	N/A	N/A	4.20%
2018	N/A	N/A	N/A	N/A

Source:

*2010 Census

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

b Estimated based upon the municipal population and per capita personal income presented

c Estimated based upon the 2000 Census published by the US Bureau of Economic Analysis.

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

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

BURLINGTON COUNTY EMPLOYERS	2018		PERCENTAGE OF TOTAL MUNICIPAL EMPLOYMENT
	EMPLOYEES	RANK	
Lockheed Martin		1	
Virtua		2	
PHH Mortgage		3	
TD Bank		4	
Associated Building Maintenance		5	
Deborah Heart & Lung Center		6	
Diocese of Trenton		7	
SL Industries, Inc.		8	
Burlington Coat Factory Corp.		9	
Jevic Transportation		10	
Total	<u>N/A</u>		<u>N/A</u>

2009			PERCENTAGE OF TOTAL MUNICIPAL EMPLOYMENT
EMPLOYEES	RANK		

2009 INFORMATION NOT AVAILABLE

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

Function/Program:	2018	2017	2016	2015	2014	2013	2012	2011	2010	2009
Instruction:										
Regular	462	477	477	484	504	504	502	501	511	506
Special Education	108	112	112	105	49	47	53	41	42	36
Other Special Education	89	83	83	83	36	36	35	20	19	20
Other Instruction	68	70	70	70	122	122	135	138	137	141
Adult/Continuing Education Programs										
Support Services:										
Student & Instruction Related Services	19	20	20	20	20	20	20	20	23	14
General Administration	2	2	2	2	2	2	3	3	3	3
School Administrative Services	34	34	34	34	34	34	33	32	34	34
Central Services	12	15	15	15	15	15	15	15	16	16
Administrative Information Technology	15	14	14	14	14	14	13	12	16	16
Plant Operations & Maintenance	81	83	83	83	86	86	82	88	97	97
Pupil Transportation	50	50	50	47	52	52	58	76	91	88
Other Support Services	96	97	97	97	97	97	102	102	157	153
Food Service								44	49	62
Total	1,036	1,057	1,057	1,054	1,031	1,029	1,051	1,092	1,195	1,186

Source: District Personnel Records

**LENAPE REGIONAL HIGH SCHOOL DISTRICT
OPERATING STATUS
LAST TEN FISCAL YEARS**

FISCAL YEAR	ENROLLMENT	(a) OPERATING EXPENDITURES	COST PER PUPIL	PERCENTAGE CHANGE	(b)		(c)		AVERAGE DAILY ATTENDANCE (ADA)	% CHANGE IN AVERAGE DAILY ENROLLMENT	STUDENT ATTENDANCE PERCENTAGE
					TEACHING STAFF	PUPIL TEACHER RATIO SENIOR HIGH SCHOOL	AVERAGE DAILY ENROLLMENT (ADE)	AVERAGE DAILY ATTENDANCE (ADA)			
2018	6,708	\$ 160,941,691	23,993	8.18%	649	1:10	6,692	6,391	6,391	-0.52%	95.50%
2017	6,880	152,584,115	22,178	4.50%	660	1:10	6,727	6,322	6,322	-0.13%	93.98%
2016	6,969	147,898,208	21,222	2.39%	665	1:10	6,736	6,338	6,338	-1.29%	94.09%
2015	7,123	143,267,482	20,113	2.71%	679	1:11	6,824	6,421	6,421	-1.93%	94.09%
2014	7,202	141,474,904	19,644	13.73%	688	1:11	6,958	6,561	6,561	-3.13%	94.29%
2013	7,283	139,284,579	19,125	-6.20%	688	1:11	7,183	6,767	6,767	1.00%	94.21%
2012	7,513	126,335,826	16,816	4.36%	689	1:11	7,183	6,767	6,767	-0.82%	96.40%
2011	7,513	134,686,902	17,927	2.55%	683	1:11	7,112	6,856	6,856	-3.86%	96.40%
2010	7,611	130,731,904	17,178	5.91%	717	0	7,171	6,913	6,913	-0.82%	98.00%
2009	7,664	128,382,329	16,751	4.48%	703	1:11	7,459	7,310	7,310	-0.82%	98.00%

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).

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

DISTRICT BUILDING	2018	2017	2016	2015	2014	2013	2012	2011	2010	2009
HIGH SCHOOLS:										
Lenape High School (1940):										
Square Feet	332,602	332,602	332,602	332,602	332,602	332,602	332,602	332,602	222,316	222,316
Capacity (students)	2,450	2,450	2,450	2,450	2,450	2,450	2,450	2,450	1,399	1,399
Enrollment	1,876	1,768	1,827	1,918	1,991	1,980	1,962	2,005	1,941	1,931
Shawnee High School (1971):										
Square Feet	263,345	263,345	263,345	263,345	263,345	263,345	263,345	263,345	227,422	227,422
Capacity (students)	1,689	1,689	1,689	1,689	1,689	1,689	1,689	1,689	1,172	1,172
Enrollment	1,587	1,583	1,588	1,639	1,648	1,618	1,617	1,613	1,564	1,453
Cherokee High School (1975):										
Square Feet	435,463	435,463	435,463	435,463	435,463	435,463	435,463	435,463	435,463	435,463
Capacity (students)	2,792	2,792	2,792	2,792	2,792	2,792	2,792	2,792	2,792	2,792
Enrollment	2,130	2,190	2,187	2,255	2,283	2,274	2,352	2,384	2,484	2,519
Seneca High School (2002):										
Square Feet	255,736	255,736	255,736	255,736	255,736	255,736	255,736	255,736	255,736	255,736
Capacity (students)	1,689	1,689	1,689	1,689	1,689	1,689	1,689	1,689	1,689	1,689
Enrollment	1,120	1,215	1,191	1,266	1,239	1,234	1,265	1,365	1,388	1,399
Sequoia High School (2001):										
Square Feet	14,439	14,439	14,439	14,439	14,439	14,439	14,439	14,439	14,439	14,439
Capacity (students)	75	75	75	75	75	75	75	75	75	75
Enrollment	53	48	48	45	41	34	30	69	62	62
OTHER:										
Administration Building										
Square Feet	14,037	14,037	14,037	14,037	14,037	14,037	14,037	14,037	14,037	14,037
Transportation										
Square Feet	9,310	9,310	9,310	9,310	9,310	9,310	9,310	9,310	9,310	9,310
Warehouse (2001) *										
Square Feet	7,142	7,142	7,142	7,142	7,142	7,142	7,142	7,142	7,142	7,142
Wastewater Treatment Plant										
Square Feet	6,000	6,000	6,000	6,000	6,000	6,000	6,000	6,000	6,000	6,000

Number of Schools at June 30, 2016:

Senior High School =5

Other = 4

Source: District Facilities Office

Note: Year of original construction is shown in parentheses. Increases in square footage and capacity are the result of additions. Enrollment is based on the annual October 15th district count.

* The warehouse was purchased in 2001 but was originally built in 1944.

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

UNDISTRIBUTED EXPENDITURES - REQUIRED
 MAINTENANCE FOR SCHOOL FACILITIES

11-000-261-xxx

	CHEROKEE NORTH	CHEROKEE SOUTH	LENAPE	SENECA	SHAWNEE	SEQUOIA	DISTRICT ADMINISTRATION	DISTRICT TRANSPORTATION	DISTRICT WAREHOUSE	WASTE WATER TREATMENT PLANT	TOTAL
2018	\$ 155,060	\$ 106,026	\$ 306,733	\$ 275,666	\$ 633,870	\$ 15,304	\$ 658,689	\$ 632,343	\$ 26,348	\$ 4,912	\$ 2,814,951
2017	145,828	99,713	288,471	259,253	596,130	14,393	619,472	594,694	24,779	4,620	2,647,353
2016	124,933	85,426	247,139	222,106	510,715	12,330	530,713	509,485	21,229	3,958	2,268,035
2015	122,847	83,999	243,011	218,397	502,186	12,125	521,850	500,976	20,874	3,892	2,230,158
2014	130,082	88,946	257,322	231,259	531,760	12,839	552,582	530,479	22,104	4,121	2,361,493
2013	157,797	107,897	312,148	280,531	645,058	15,574	670,316	643,504	26,813	4,999	2,864,637
2012	119,178	78,421	248,854	206,624	481,967	18,837	642,879	617,164	25,715	3,287	2,442,926
2011	186,606	116,194	210,025	254,156	271,673	13,248	568,075	571,221	23,801	3,020	2,218,019
2010	214,677	148,426	305,089	279,668	307,228	13,459	614,182	594,215	24,759	12,835	2,514,538
2009	296,622	207,326	315,731	264,739	295,500	21,746	623,803	611,251	25,552	7,331	2,669,601

*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

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

	<u>COVERAGE</u>	<u>DEDUCTIBLE</u>
School Package Policy (1):		
Building & Contents (All Locations)	\$ 175,000,000	\$ 500
Boiler & Machinery	125,000,000	1,000
General Automobile Liability	20,000,000	-
Worker's Compensation	Statutory	-
Educator's Legal Liability	20,000,000	-
Crime Coverage	500,000	500
Pollution Legal Liability	3,000,000	25,000
Student Accident Insurance (2)	5,000,000	-
Surety Bonds (3):		
Treasurer	550,000	-
Board Secretary/Business Administrator	45,000	-
Comptroller	45,000	-
Director of Business Services	45,000	-
Treasurers - Student Activity Funds	45,000	-
Crime Bond	5,000	-
(1) Burlington County Joint Insurance Fund		
(2) Peoples Benefit Life Insurance Company		
(3) Commerce National Insurance		

Source: District records

SINGLE AUDIT SECTION

This page intentionally left blank

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
Lenape Regional High School District
County of Burlington
Shamong, 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 Lenape Regional High School District, as of and for the year ended June 30, 2018, and the related notes to the financial statements, which collectively comprise the Lenape Regional High School District's basic financial statements, and have issued our report thereon dated February 12, 2019.

Internal Control Over Financial Reporting

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

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

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

Compliance and Other Matters

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

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the School District's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* and audit requirements as prescribed by the Office of School Finance, Department of Education, State of New Jersey, and federal and state awarding agencies and pass-through entities, in considering the School District's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Respectfully Submitted,

HOLMAN FRENIA ALLISON, P.C.

Kevin P. Frenia
Certified Public Accountant
Public School Accountant, No. 1011

Medford, New Jersey
February 12, 2019

EXHIBIT K-2

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

Honorable President and Members
of the Board of Education
Lenape Regional High School District
County of Burlington
Shamong, New Jersey

Report on Compliance for Each Major Federal and State Program

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

Management's Responsibility

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

Auditor's Responsibility

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

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

Opinion on Each Major Federal and State Program

In our opinion, the Lenape Regional High School District complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal and state programs for the year ended June 30, 2018.

Report on Internal Control Over Compliance

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

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

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

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

Respectfully Submitted,

HOLMAN FRENIA ALLISON, P.C.

Kevin P. Frenia
Certified Public Accountant
Public School Accountant, No. 1011

Medford, New Jersey
February 12, 2019

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

FEDERAL GRANTOR PASS-THROUGH GRANTOR PROGRAM TITLE	FEDERAL CFDA NUMBER	FEDERAL AWARD IDENTIFICATION NUMBER	PASS THROUGH ENTITY IDENTIFYING NUMBER	PROGRAM OR AWARD AMOUNT	GRANT PERIOD	BALANCE AT JUNE 30, 2017	CASH RECEIVED	BUDGETARY EXPENDITURES	SUBRECIPIENT EXPENDITURES	ADJUSTMENTS	(ACCOUNTS RECEIVABLE) AT JUNE 30, 2018	DUE TO GRANTOR AT JUNE 30, 2018
U.S. DEPARTMENT OF AGRICULTURE PASSED-THROUGH STATE DEPARTMENT OF EDUCATION:												
Enterprise Fund:												
Child Nutrition Cluster:												
Non-Cash Assistance:												
Food Distribution Program	10.555	171NJ304N1099	Unavailable	117,867	7/1/17-6/30/18	\$ -	\$ 117,867	\$ (117,867)	\$ -	\$ -	\$ -	\$ -
National School Breakfast Program	10.553	171NJ304N1099	100-010-3350-028	37,174	7/1/17-6/30/18	-	34,086	(37,174)	-	-	(3,088)	-
National School Breakfast Program	10.553	16161NJ304N1099	100-010-3350-028	41,196	7/1/16-6/30/17	(2,928)	2,928	-	-	-	-	-
Subtotal						(2,928)	37,014	(37,174)	-	-	(3,088)	-
National School Lunch Program	10.555	171NJ304N1099	100-010-3350-026	290,603	7/1/17-6/30/18	-	273,711	(290,603)	-	-	(16,892)	-
National School Lunch Program	10.555	16161NJ304N1099	100-010-3350-026	296,856	7/1/16-6/30/17	(12,335)	12,335	-	-	-	-	-
Healthy Hunger-Free Kids Act	10.555	16161NJ304N1099	100-010-3350-026	17,949	7/1/16-6/30/17	(743)	743	-	-	-	-	-
Healthy Hunger-Free Kids Act	10.555	171NJ304N1099	100-010-3350-026	17,295	7/1/17-6/30/18	-	16,296	(17,295)	-	-	(999)	-
Subtotal						(13,078)	303,085	(307,898)	-	-	(17,891)	-
Total Child Nutrition Cluster						(16,006)	457,966	(462,939)	-	-	(20,979)	-
Total U.S. Department of Agriculture						(16,006)	457,966	(462,939)	-	-	(20,979)	-
U.S. DEPARTMENT OF EDUCATION PASSED-THROUGH STATE DEPARTMENT OF EDUCATION:												
General Fund:												
Medical Assistance Program (SEMI)	93.778	1705NJ5MAP	100-054-7540-211	67,752	7/1/17-6/30/18	-	67,752	(67,752)	-	-	-	-
Subtotal						-	67,752	(67,752)	-	-	-	-
Total General Fund Assistance						-	67,752	(67,752)	-	-	-	-
Special Revenue Fund:												
Title I - Basic	84.010	S010A160030	100-034-5064-194	185,931	7/1/16-6/30/17	(1,796)	1,796	-	-	-	-	-
Title I - Basic	84.010	S010A150030	100-034-5064-194	200,084	7/1/17-6/30/18	-	37,480	(124,706)	-	-	(87,226)	-
Subtotal						(1,796)	39,276	(124,706)	-	-	(87,226)	-
Title II - Parr A	84.367A	S367A160029	100-034-5063-290	106,869	7/1/17-6/30/18	-	74,711	(106,842)	-	-	(32,131)	-
Subtotal						-	74,711	(106,842)	-	-	(32,131)	-
Title III	84.365	S365A170030	100-034-5064-187	10,712	7/1/17-6/30/18	-	3,095	(10,628)	-	-	(7,533)	-
Title III	84.365	S365A160030	100-034-5064-187	12,609	7/1/16-6/30/17	2,748	-	-	-	-	-	2,748
Subtotal						2,748	3,095	(10,628)	-	-	(7,533)	2,748
Title IV	84.424	S424A170030	100-034-5063-348	10,000	7/1/17-6/30/18	-	10,000	(10,000)	-	-	-	-
Subtotal						-	10,000	(10,000)	-	-	-	-
Special Education Cluster:												
LD/EA, Part B - Basic	84.027	H027A160100	100-034-5064-016	1,325,689	7/1/16-6/30/17	(1,696)	1,696	-	-	-	-	-
LD/EA, Part B - Basic	84.027	H027A170100	100-034-5064-016	1,324,477	7/1/17-6/30/18	(1,696)	1,322,056	(1,324,329)	-	-	(2,273)	-
Subtotal						(1,696)	1,323,752	(1,324,329)	-	-	(2,273)	-
Total Special Education Cluster						(1,696)	1,323,752	(1,324,329)	-	-	(2,273)	-
Carl D. Perkins Vocational & Technical Education Act	84.048	V048A170030	100-034-5062-084	31,805	7/1/17-6/30/18	-	27,904	(31,608)	-	-	(3,704)	-
Subtotal						-	27,904	(31,608)	-	-	(3,704)	-
Total Special Revenue Fund						(744)	1,478,738	(1,608,113)	-	-	(132,867)	2,748
Total U.S. Department of Education						(744)	1,546,490	(1,675,865)	-	-	(132,867)	2,748
Total Federal Financial Assistance						\$ (16,750)	\$ 2,004,456	\$ (2,138,804)	\$ -	\$ -	\$ (153,846)	\$ 2,748

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

STATE GRANTOR/ PROGRAM TITLE	GRANTOR STATE PROJECT NUMBER	AWARD AMOUNT	GRANT PERIOD	BALANCE AT JUNE 30, 2017	CASH RECEIVED	BUDGETARY EXPENDITURES	SUBRECIPIENT EXPENDITURES	REPAYMENT OF PRIOR YEARS' BALANCES	(ACCOUNTS RECEIVABLE) AT JUNE 30, 2018	DEFERRED REVENUE AT JUNE 30, 2018	DUE TO GRANTOR JUNE 30, 2018	MEMO		
												BUDGETARY EXPENDITURES	RECEIVABLE TOTAL	
State Department of Education:														
General Fund:														
State Aid Cluster:														
Equalization Aid	495-034-5120-078	\$22,738,228	7/1/17-6/30/18	\$ -	\$ 22,738,228	\$ (22,738,228)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 2,132,212	\$ 22,738,228	
Special Education Aid	495-034-5120-089	4,238,655	7/1/17-6/30/18	-	4,238,655	(4,238,655)	-	-	-	-	-	397,468	4,238,655	
Security Aid	495-034-5120-084	448,023	7/1/17-6/30/18	-	448,023	(448,023)	-	-	-	-	-	42,012	448,023	
Adjustment Aid	495-034-5120-098	268,497	7/1/17-6/30/18	-	268,497	(268,497)	-	-	-	-	-	25,177	268,497	
PARCC Readiness Aid	495-034-5120-097	70,220	7/1/17-6/30/18	-	70,220	(70,220)	-	-	-	-	-	6,585	70,220	
Per Pupil Growth Aid	495-034-5120-097	70,220	7/1/17-6/30/18	-	70,220	(70,220)	-	-	-	-	-	6,585	70,220	
Professional Learning Community Aid	495-034-5120-101	67,620	7/1/17-6/30/18	-	67,620	(67,620)	-	-	-	-	-	6,341	67,620	
Total State Aid Cluster					\$ 27,901,463	(27,901,463)						\$ 2,616,380	\$ 27,901,463	
Transportation Aid	495-034-5120-014	785,083	7/1/17-6/30/18	-	785,083	(785,083)	-	-	-	-	-	73,619	785,083	
Extraordinary Aid	100-034-5120-473	765,843	7/1/16-6/30/17	(765,843)	765,843	-	-	-	(977,077)	-	-	-	977,077	
Nonpublic Transportation Aid	100-034-5120-068	59,163	7/1/16-6/30/17	(59,163)	59,163	-	-	-	(114,376)	-	-	-	114,376	
Lead Testing for Schools Aid	495-034-5120-104	17,849	7/1/17-6/30/18	-	17,849	(17,849)	-	-	(17,849)	-	-	-	17,849	
Reimbursed TPAF Social Security Contributions	495-034-5094-003	4,332,326	7/1/17-6/30/18	-	4,119,689	(4,332,326)	-	-	(212,637)	-	-	-	4,332,326	
Reimbursed TPAF Social Security Contributions	495-034-5094-002	4,175,044	7/1/16-6/30/17	(208,824)	205,824	-	-	-	-	-	-	-	-	
TPAF - Pension Contribution (Noncash Assistance)	495-034-5094-001	8,577,352	7/1/17-6/30/18	-	8,577,352	(8,577,352)	-	-	-	-	-	-	8,577,352	
TPAF Post-Retirement Medical (Noncash Assistance)	495-034-5094-001	5,539,929	7/1/17-6/30/18	-	5,539,929	(5,539,929)	-	-	-	-	-	-	5,539,929	
TPAF Long-Term Disability Insurance (Noncash Assistance)	495-034-5094-004	6,105	7/1/17-6/30/18	-	6,105	(6,105)	-	-	-	-	-	-	6,105	
Total General Fund				(1,030,830)	47,978,300	(48,251,560)			(1,304,090)			2,689,999	48,251,560	
Special Revenue:														
New Jersey Nonpublic Aid:														
Nursing Services	100-034-5120-070	970	7/1/17-6/30/18	-	970	(970)	-	-	-	-	-	-	970	
Textbook Aid	100-034-5120-064	493	7/1/17-6/30/18	-	493	(493)	-	-	-	-	-	-	493	
Technology Aid	100-034-5120-373	182	7/1/16-6/30/17	35	-	-	-	(35)	-	-	-	-	-	
Security Aid	100-034-5120-509	750	7/1/17-6/30/18	-	333	(333)	-	-	-	-	298	-	333	
Ch. 192/193	100-034-5120-066	4,450	7/1/16-6/30/17	155	750	(452)	-	(155)	-	-	-	-	452	
Ch. 192/193	100-034-5120-066	3,224	7/1/17-6/30/18	-	3,224	(365)	-	-	-	-	2,859	-	365	
Total Special Revenue Fund				190	5,770	(2,613)		(190)			3,157		2,613	
Capital Projects Fund:														
School Facilities Project - Cherokee High School Improvement	2610-040-14-1001	505,305	1/22/15-Completion	(505,305)	-	-	-	-	(505,305)	-	-	-	-	
Subtotal				(505,305)					(505,305)					
School Facilities Project - Shawnee High School Improvement	2610-060-14-1004	221,693	1/22/15-Completion	(221,693)	-	-	-	-	(221,693)	-	-	-	-	
Subtotal				(221,693)					(221,693)					
School Facilities Project - Lenape High School Improvements	2610-050-14-1002	198,020	1/22/15-Completion	(198,020)	-	-	-	-	(198,020)	-	-	-	-	
Subtotal				(198,020)					(198,020)					
School Facilities Project - Seneca High School Improvements	2610-070-14-1003	362,315	1/22/15-Completion	(362,315)	-	-	-	-	(362,315)	-	-	-	-	
Subtotal				(362,315)					(362,315)					
Total Capital Projects Fund				(1,287,333)					(1,287,333)					
Debt Service Fund:														
Debt Service Aid	495-034-5120-075	825,721	7/1/17-6/30/18	-	825,721	(825,721)	-	-	-	-	-	-	825,721	
Total Debt Service Fund				-	825,721	(825,721)			-				825,721	
Enterprise Fund:														
National School Lunch Program	100-010-3350-023	13,085	7/1/16-6/30/17	(542)	542	-	-	-	-	-	-	-	-	
National School Lunch Program	100-010-3350-023	14,767	7/1/17-6/30/18	-	13,914	(14,767)	-	-	(853)	-	-	-	14,767	
Total Enterprise Fund				(542)	14,456	(14,767)			(853)				14,767	
Total State Financial Assistance				\$ (2,318,515)	\$ 48,824,247	\$ (49,094,661)			\$ (190)		\$ (2,599,276)	\$ 3,157	\$ 2,689,999	\$ 49,094,661
Total State Financial Assistance excluding On-Behalf TPAF Pension & Medical Contributions which agrees to Single Audit Summary													\$ (34,971,275)	

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

Note 1. Basis of Presentation

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

Note 2. Summary of Significant Accounting Policies

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

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

Revenues and expenditures reported under the Food Distribution Program represent current year value received and current year distributions respectively. The amount reported as TPAF Pension Contributions represents the amount paid by the state on behalf of the School District for the year ended June 30, 2018. TPAF Social Security Contributions represents the amount reimbursed by the state for the employer's share of social security contributions for TPAF members for the year ended June 30, 2018.

Note 3. Relationship to Basic Financial Statements

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

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

Note 3. Relationship to Basic Financial Statements (continued)

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

The net adjustment to reconcile from the budgetary basis to the GAAP basis is \$338 for the general fund and (\$956) 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	\$ 67,752	\$48,251,898	\$48,319,650
Special Revenue Fund	1,607,157	2,613	1,609,770
Debt Service Fund	-	825,721	825,721
Food Service Fund	<u>462,939</u>	<u>14,767</u>	<u>477,706</u>
Total Awards & Financial Assistance	<u>\$2,137,848</u>	<u>\$49,094,999</u>	<u>\$51,232,847</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 Lenape Regional High School District had no loan balances outstanding at June 30, 2018.

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

Section I - Summary of Auditor's Results

Financial Statements

Type of auditor's report issued Unmodified

Internal control over financial reporting:

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

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

Noncompliance material to financial statements noted? yes X no

Federal Awards

Internal control over major programs:

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

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

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

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

Identification of major programs:

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

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

Auditee qualified as low-risk auditee? X yes no

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

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

State Financial Assistance

Dollar threshold used to determine Type A programs \$1,049,147.00

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

Identification of major programs:

State Grant/Project Number(s)

Name of State Program

<u>State Grant/Project Number(s)</u>	<u>Name of State Program</u>
495-034-5120-078	State Aid - Public: Equalization Aid
495-034-5120-084	Categorical Security Aid
495-034-5120-089	Categorical Special Education Aid
495-034-5120-085	Adjustment Aid
495-034-5120-097	Per Pupil Growth Aid
495-034-5120-098	PARCC Readiness Aid
495-034-5120-101	Professional Learning Community Aid

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

Section II – Financial Statement Findings

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

None.

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

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

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

FEDERAL AWARDS

None.

STATE FINANCIAL ASSISTANCE

None.

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

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

Financial Statement Findings

No Prior Year Findings.

Federal Awards

No Prior Year Findings.

State Financial Assistance

No Prior Year Findings.