

MOORESTOWN TOWNSHIP PUBLIC SCHOOLS

Moorestown, New Jersey
County of Burlington

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

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COMPREHENSIVE ANNUAL FINANCIAL REPORT

OF THE

MOORESTOWN TOWNSHIP PUBLIC SCHOOLS

MOORESTOWN, NEW JERSEY

FOR THE FISCAL YEAR ENDED JUNE 30, 2018

Prepared by

**Moorestown Township Public Schools
Finance Department**

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INTRODUCTORY SECTION

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MOORESTOWN TOWNSHIP PUBLIC SCHOOLS

803 North Stanwick Road

Moorestown, NJ 08057

(856) 778-6600

January 23, 2019

Honorable President and Members
of the Board of Education
Moorestown Township Public Schools
Moorestown, New Jersey

Dear Board Members/Citizens:

The Comprehensive Annual Financial Report (CAFR) of the Moorestown Township Public Schools 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 Moorestown Township 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 Moorestown Township 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 Pre-K 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 ten fiscal years are detailed below.

<u>Fiscal Year</u>	<u>Student Enrollment</u>	<u>Percent Change</u>
2017-2018	3,930	1.29%
2016-2017	3,880	-0.79%
2015-2016	3,911	-0.33%
2014-2015	3,924	-2.63%
2013-2014	4,030	-0.96%
2012-2013	4,069	-0.10%
2011-2012	4,073	-4.28%
2010-2011	4,255	-0.91%
2009-2010	4,294	-1.96%
2008-2009	4,380	-0.43%

ECONOMIC CONDITION AND OUTLOOK

Moorestown Township is a community of historic traditions with a gracious colonial downtown area. Moorestown today, continues to be well-balanced, prestigious community with a historically stable tax rate, rich heritage and special small community atmosphere.

While the Moorestown Township Public School District has seen a recent trend of declining enrollment, current enrollment has seen a modest increase, and future enrollment will be dependent upon the recycling of existing homes, new home construction and Affordable Housing (COAH) court decisions.

MAJOR INITIATIVES

The Moorestown Township Public School District has committed itself to educational excellence. Major initiatives in place to support and enhance the academic and extracurricular program successes include the following:

- Curriculum initiatives – Define what the World Class Learner means to our students, staff, parents and community; creation of a World Class Learner Elementary pilot that is focused on enhancing learning for the elementary students; increase world language offerings for students to include American Sign Language; continue our focus on integration of the Arts at the elementary level including with our Gifted and Talented students; and expansion of our Unified Sports program to our Middle School.
- Technology initiatives - Further the availability of devices for students, replace aging technology in classrooms, and improve teaching and learning are ongoing
- Buildings and grounds initiatives - Various safety and security upgrades at the High School funded by the Burlington County School Safety Program and the continuation of energy conservation upgrades district-wide

The Board and District Administration continue to evaluate facilities needs within the district and work to upgrade and improve the schools as needed, within budgetary constraints.

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

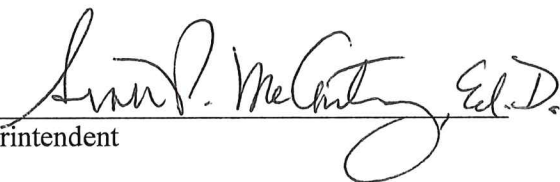
INDEPENDENT AUDIT

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,

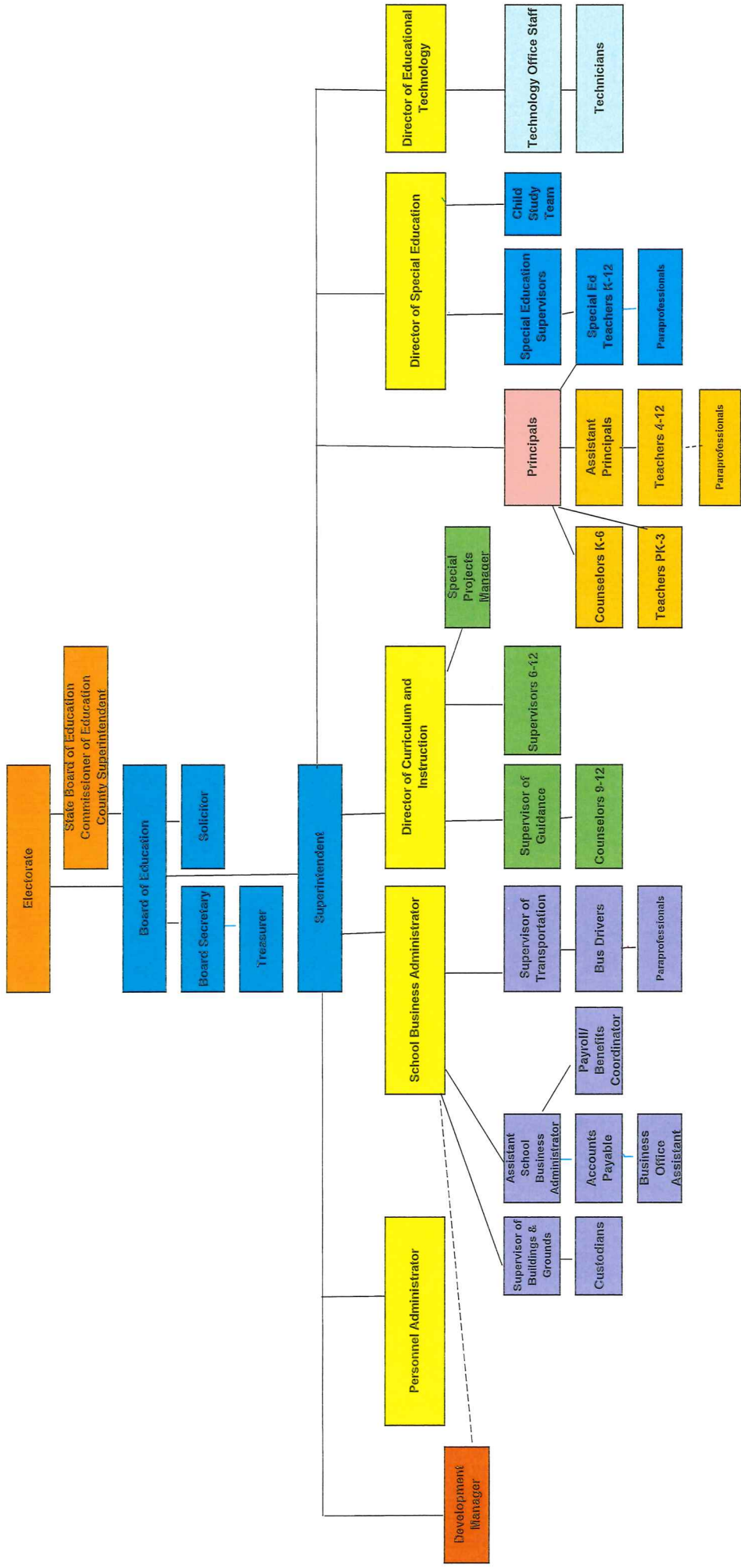


Superintendent



School Business Administrator/Board Secretary

Moorestown Township Public Schools



Direct Report _____
 Indirect Report - - - - -

Secretaries report to assigned administrator as required.

MOORESTOWN TOWNSHIP PUBLIC SCHOOLS
803 North Stanwick Road
Moorestown, New Jersey 08057

ROSTER OF OFFICIALS
JUNE 30, 2018

MEMBERS OF THE BOARD OF EDUCATION **TERM EXPIRES**

Dr. Sandra Albert, President	2019
David A. Weinstein	2018
Jack Fairchild	2020
Tinamarie Nocolo-Dorfner	2020
Brandon Pugh	2018
Lauren Romano	2020
Dimitri Schneiberg	2018
Mark Villanueva	2019
Maurice Weeks	2019

OTHER OFFICIALS

- Dr. Scott McCartney, Superintendent
- Joanne P. D'Angelo, School Business Administrator/Board Secretary

CONSULTANT AND ADVISORS

AUDIT FIRM

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

ATTORNEY

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

ARCHITECT

Garrison Architects
713 Creek Road
Bellmawr, New Jersey 08031

OFFICIAL DEPOSITORY

Investors Bank
80 Hartford Road
Moorestown New Jersey 08057

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FINANCIAL SECTION

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INDEPENDENT AUDITOR'S REPORT

Honorable President and Members
of the Board of Education
Moorestown Township Public School District
County of Burlington
Moorestown, New Jersey 08057

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 Moorestown Township Public 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 Moorestown Township Public 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 Moorestown Township Public School District's basic financial statements. The introductory section, combining statements and related major fund supporting statements and schedules, and statistical section are presented for purposes of additional analysis, as required by the Division of Administration and Finance, Department of Education, State of New Jersey, and are not a required part of the basic financial statements. The accompanying schedules of expenditures of federal awards and state financial assistance, as required by Title 2 U.S. *Code of Federal Regulations* (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, and New Jersey OMB's Circular 15-08, *Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid* are also presented for purposes of additional analysis and are not a required part of the basic financial statements.

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

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

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated February 14, 2019 on our consideration of the School District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the School District's internal control over financial reporting and compliance.

Respectfully Submitted,

HOLMAN FRENIA ALLISON, P.C.

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

Medford, New Jersey
February 14, 2019

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REQUIRED SUPPLEMENTARY INFORMATION - PART I

Management's Discussion and Analysis

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MOORESTOWN TOWNSHIP PUBLIC SCHOOLS
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2018
(Unaudited)

As management of the Moorestown Township Public Schools, 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, Child Care Fund and Student Enrichment Fund.

Fund Financial Statements

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

Governmental funds account for essentially the same information reported in the governmental activities of the government-wide financial statements. However, unlike the government-wide financial statements,

MOORESTOWN TOWNSHIP PUBLIC SCHOOLS
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)

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 enterprise funds are listed individually and are considered to be major funds.

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.

MOORESTOWN TOWNSHIP PUBLIC SCHOOLS
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, 2018	June 30, 2017	Increase/ (Decrease)	Percentage Change
Current & Other Assets	\$ 8,767,911	\$ 14,020,398	\$ (5,252,487)	-37.5%
Capital Assets, Net	118,366,808	115,251,202	3,115,606	2.7%
Total Assets	<u>127,134,719</u>	<u>129,271,600</u>	<u>(2,136,881)</u>	-1.7%
Deferred Outflow of Resources	<u>7,575,726</u>	<u>9,437,056</u>	<u>(1,861,330)</u>	-19.7%
Current and other Liabilities	2,944,723	4,734,929	(1,790,206)	-37.8%
Noncurrent Liabilities	<u>83,102,294</u>	<u>92,510,219</u>	<u>(9,407,925)</u>	-10.2%
Total Liabilities	<u>86,047,017</u>	<u>97,245,148</u>	<u>(11,198,131)</u>	-11.5%
Deferred Inflow of Resources	<u>4,483,628</u>	<u>802,464</u>	<u>3,681,164</u>	458.7%
Net Position:				
Net Investment in Capital Assets	60,329,454	53,040,972	7,288,482	13.7%
Restricted	5,151,473	8,887,901	(3,736,428)	-42.0%
Unrestricted (Deficit)	<u>(21,301,127)</u>	<u>(21,267,829)</u>	<u>(33,298)</u>	0.2%
Total Net Position	<u>\$ 44,179,800</u>	<u>\$ 40,661,044</u>	<u>\$ 3,518,756</u>	8.7%

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, 2018	June 30, 2017	Increase/ (Decrease)	Percentage Change
Revenues:				
Program Revenues:				
Charges for Services	\$ 1,722,634	\$ 1,667,728	\$ 54,906	3.3%
Operating Grants & Contributions	27,811,867	10,415,995	17,395,872	167.0%
General Revenues:				
Property Taxes	66,465,222	65,219,958	1,245,264	1.9%
Federal & State Aid	6,441,802	8,639,827	(2,198,025)	-25.4%
Other General Revenues	3,238,413	2,440,806	797,607	32.7%
Special Items:				
Gain/(Loss) on Fixed Asset Appraisal	-	(4,020)	4,020	-100.0%
Total Revenues	<u>105,679,938</u>	<u>88,380,294</u>	<u>17,299,644</u>	19.6%
Function/Program Expenditures:				
Regular Instruction	24,666,148	23,270,046	1,396,102	6.0%
Special Education Instruction	6,582,682	6,203,421	379,261	6.1%
Other Instruction	2,102,773	1,925,076	177,697	9.2%
Tuition	2,182,570	1,968,281	214,289	10.9%
Student & Instruction Related Services	7,901,691	8,105,654	(203,963)	-2.5%
General Administrative	2,215,656	2,158,396	57,260	2.7%
School Administrative Services	2,191,587	2,200,535	(8,948)	-0.4%
Central Services	733,081	661,208	71,873	10.9%
Administrative Info. Technology	554,960	525,230	29,730	5.7%
Plant Operations & Maintenance	3,571,368	3,706,588	(135,220)	-3.6%
Pupil Transportation	2,878,129	2,526,403	351,726	13.9%
Unallocated Benefits	22,816,396	13,984,145	8,832,251	63.2%
On Behalf TPAF Pension and Social Security Contributions	16,079,193	8,302,776	7,776,417	93.7%
Interest & Other Charges	2,020,730	3,168,938	(1,148,208)	-36.2%
Unallocated Depreciation	3,624,735	3,722,764	(98,029)	-2.6%
Food Service	1,394,050	1,396,660	(2,610)	-0.2%
Student Enrichment	126,417	97,722	28,695	100.0%
Child Care	519,016	467,726	51,290	100.0%
Total Expenditures	<u>102,161,182</u>	<u>84,391,569</u>	<u>17,769,613</u>	21.1%
Change In Net Position	3,518,756	3,988,725	(469,969)	-11.8%
Net Position - Beginning	40,661,044	36,672,319	3,988,725	10.9%
Net Position - Ending	<u>\$ 44,179,800</u>	<u>\$ 40,661,044</u>	<u>\$ 3,518,756</u>	8.7%

MOORESTOWN TOWNSHIP PUBLIC SCHOOLS
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2018
(Unaudited) (Continued)

Governmental Activities

During the fiscal year 2018, the net position of governmental activities increased by \$3,516,871 or 8.76%. The primary reason for the increase was the addition of capital assets and the pay down of long-term obligations.

The assets and deferred outflows of the primary government activities exceeded liabilities and deferred inflows by \$43,681,969, with an unrestricted deficit balance of \$(21,687,963). The deficit in unrestricted net position is primarily due to accounting treatment for compensated absences payable, GASB 68 net pension liability, and the last 2 state aid payments. In addition, state statutes prohibit school districts from maintaining more than 2% of its adopted budget as unassigned fund balance.

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

Table 3
GASB 68 Effect on Unrestricted Net Position

Unrestricted Net Position (With GASB 68)	\$ (21,685,851)
Add back: PERS Pension Liability	19,273,748
Less: Deferred Outflows related to pensions	(5,824,186)
Add back: Deferred Inflows related to pensions	4,483,628
Unrestricted Net Position (Without GASB 68)	\$ (3,752,661)

Business-type Activities

During the fiscal year 2018, the net position of business-type activities increased by \$1,885 or .38%.

The assets and deferred outflows of the business-type activities exceeded liabilities and deferred inflows by \$497,831.

General Fund Budgeting Highlights

Final budgeted revenues was \$68,001,930, which was a \$75,218 increase from the original budget. Excluding nonbudgeted revenues, the School District's actual revenues exceeded budgeted revenues by \$1,267,827.

Final budgeted appropriations was \$69,953,702, which was an increase of \$247,513 from the original budget. The increase is due to the prior year reserve for encumbrances, which increase the budget appropriations in the subsequent fiscal year's budget and an increase in state aid. Excluding nonbudgeted expenditures, the School District's budget appropriations exceeded actual expenditures by \$518,839.

The School District's general fund balance – budgetary basis (Exhibit C-1) was \$6,358,469 at June 30, 2018, an increase of \$679,332 from the prior year.

MOORESTOWN TOWNSHIP PUBLIC SCHOOLS
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2018
(Unaudited) (Continued)

Governmental Funds

At the end of the current fiscal year, the School District's governmental funds reported a combined ending fund balance of \$7,163,333, a decrease of \$(3,494,980) from the prior year.

General fund - During the current fiscal year, the fund balance of the School District's general fund increased by \$648,490. The primary factor(s) affecting the change in fund balance of the general fund is as follows:

- Revenues exceeding the budgeted amount.

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 \$(4,115,763). The primary factor affecting the change in fund balance of the capital projects fund is as follows:

- The progression of the District's capital projects.

Debt service fund - During the current fiscal year, the fund balance of the School District's debt service fund decreased by \$(27,707).

Proprietary Funds

Food service fund - During the current fiscal year, the net position of the School District's food service fund decreased by \$(14,622).

Child Care Fund - During the current fiscal year, the net position of the School District's Child Care fund increased by \$12,074.

Student Enrichment Fund - During the current fiscal year, the net position of the School District's Student Enrichment fund increased by \$4,433.

Capital Assets

The School District's capital assets for its governmental and business-type activities as of June 30, 2018, totaled \$118,366,808 (net of accumulated depreciation). This investment in capital assets includes land, land improvements, buildings and improvements and equipment. There was a net increase in the School District's investment in capital assets for the current fiscal year in the amount of \$3,115,606. This increase is primarily due to construction in progress. 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	\$ 5,461,550	\$ 5,461,550	\$ -	0.0%
Construction in Progress	38,678,310	34,667,849	4,010,461	11.6%
Building and Improvements	70,360,869	68,827,539	1,533,330	2.2%
Equipment	3,866,079	6,294,264	(2,428,185)	-38.6%
	<u>\$ 118,366,808</u>	<u>\$ 115,251,202</u>	<u>\$ 3,115,606</u>	<u>2.7%</u>

MOORESTOWN TOWNSHIP PUBLIC SCHOOLS
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2018
(Unaudited) (Continued)

Capital Assets (continued):

Depreciation expense for the year was \$3,641,958. Additional information on the School District's capital assets can be found in the notes to the basic financial statements (Note 5) of this report.

Debt Administration

Long-term debt – At the end of the current fiscal year, the School District had total bonded debt outstanding of \$54,740,000, which is a decrease of \$3,270,000 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

Moorestown Township Public School District is in good financial condition. The School District is proud of its community support of the public schools. A concern is the financial condition of the State and the continuing reliance on local property taxes to fund future budget and enrollment changes. Total district enrollment continued to decline from the previous year. This trend is projected to continue over the next several years.

In conclusion, the Moorestown Township Public School District has committed itself to educational and financial excellence for many years. The school district's system for financial planning, budgetary and internal financial controls is well regarded. The school district plans to continue its sound fiscal management to meet the challenges 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 the School Business Administrator.

BASIC FINANCIAL STATEMENTS

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A. Government-Wide Financial Statements

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MOORESTOWN TOWNSHIP PUBLIC SCHOOLS
STATEMENT OF NET POSITION
JUNE 30, 2018

ASSETS	GOVERNMENTAL ACTIVITIES	BUSINESS- TYPE ACTIVITIES	TOTAL
Cash & Cash Equivalents	\$ 1,004,056	\$ 789,273	\$ 1,793,329
Receivables, Net (Note 4)	6,923,460	20,353	6,943,813
Internal Balances	(30,875)	30,875	-
Inventory	-	28,129	28,129
Restricted Assets:			
Capital Reserve Account - Cash	2,640	-	2,640
Capital Assets, Net (Note 5)	<u>118,253,701</u>	<u>113,107</u>	<u>118,366,808</u>
 Total Assets	 <u>126,152,982</u>	 <u>981,737</u>	 <u>127,134,719</u>
 DEFERED OUTFLOWS OF RESOURCES			
Deferred Outflows Related to Pensions (Note 8)	5,827,358	-	5,827,358
Deferred Charges of Refunding of Debt	<u>1,748,368</u>	<u>-</u>	<u>1,748,368</u>
 Total Deferred Outflows of Resources	 <u>7,575,726</u>	 <u>-</u>	 <u>7,575,726</u>
 Total Assets and Deferred Outflows of Resources	 <u>133,728,708</u>	 <u>981,737</u>	 <u>134,710,445</u>
 LIABILITIES			
Accounts Payable	405,440	295,049	700,489
Accrued Interest Payable	896,697	-	896,697
Due to Other Governments	828,172	-	828,172
Payable to State Government	41,162	-	41,162
Unearned Revenue	289,346	188,857	478,203
Noncurrent Liabilities (Note 7):			
Due Within One Year	5,067,004	-	5,067,004
Due Beyond One Year	<u>78,035,290</u>	<u>-</u>	<u>78,035,290</u>
 Total Liabilities	 <u>85,563,111</u>	 <u>483,906</u>	 <u>86,047,017</u>
 DEFERED INFLOWS OF RESOURCES			
Deferred Inflows Related to Pensions (Note 8)	<u>4,483,628</u>	<u>-</u>	<u>4,483,628</u>
 Total Deferred Inflows of Resources	 <u>4,483,628</u>	 <u>-</u>	 <u>4,483,628</u>
 Total Liabilities and Deferred Inflows of Resources	 <u>90,046,739</u>	 <u>483,906</u>	 <u>90,530,645</u>
 NET POSITION			
Net Investment in Capital Assets	60,216,347	113,107	60,329,454
Restricted For:			
Capital Projects	1,085,530	-	1,085,530
Debt Service	689	-	689
Excess Surplus	4,065,254	-	4,065,254
Unrestricted (Deficit)	<u>(21,685,851)</u>	<u>384,724</u>	<u>(21,301,127)</u>
 Total Net Position	 <u>\$ 43,681,969</u>	 <u>497,831</u>	 <u>\$ 44,179,800</u>

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

MOORESTOWN TOWNSHIP PUBLIC SCHOOLS
STATEMENT OF ACTIVITIES
FOR THE FISCAL YEAR ENDED JUNE 30, 2018

FUNCTIONS/PROGRAMS	PROGRAM REVENUES			NET (EXPENSES) REVENUE AND CHANGES IN NET POSITION		
	EXPENSES	CHARGES FOR SERVICES	OPERATING GRANTS & CONTRIBUTIONS	GOVERNMENTAL ACTIVITIES	BUSINESS-TYPE ACTIVITIES	TOTAL
Governmental Activities:						
Instruction:						
Regular	\$ 24,666,148	\$ -	1,250,655	(23,415,493)	\$ -	(23,415,493)
Special Education	6,582,682	-	-	(6,582,682)	-	(6,582,682)
Other Special Instruction	604,434	-	-	(604,434)	-	(604,434)
Other Instruction	1,498,339	-	-	(1,498,339)	-	(1,498,339)
Support Services & Undistributed Costs:						
Tuition	2,182,570	-	-	(2,182,570)	-	(2,182,570)
Health Services	706,147	-	-	(706,147)	-	(706,147)
Student & Instruction Related Services	7,901,691	-	283,794	(7,617,897)	-	(7,617,897)
Educational Media Services/School Library	677,599	-	-	(677,599)	-	(677,599)
Instructional Staff Training	16,353	-	-	(16,353)	-	(16,353)
School Administrative Services	2,191,587	-	-	(2,191,587)	-	(2,191,587)
General Administrative Services	815,557	-	-	(815,557)	-	(815,557)
Central Services	733,081	-	-	(733,081)	-	(733,081)
Administration Information Technology	554,960	-	-	(554,960)	-	(554,960)
Plant Operations & Maintenance	3,571,368	-	-	(3,571,368)	-	(3,571,368)
Pupil Transportation	2,878,129	-	-	(2,878,129)	-	(2,878,129)
Unallocated Benefits	22,816,396	-	9,468,069	(13,348,327)	-	(13,348,327)
On Behalf TPAF Pension and Social Security Contributions	16,079,193	-	16,079,193	-	-	-
Interest & Other Charges on Long-Term Debt	2,020,730	-	415,828	(1,604,902)	-	(1,604,902)
Unallocated Depreciation	3,624,735	-	-	(3,624,735)	-	(3,624,735)
Total Governmental Activities	100,121,699	-	27,497,539	(72,624,160)	-	(72,624,160)
Business-Type Activities:						
Child Care	519,016	531,090	-	-	12,074	12,074
Student Enrichment	126,417	130,850	-	-	4,433	4,433
Food Service	1,394,050	1,060,694	314,328	-	(19,028)	(19,028)
Total Business - Type Activities	2,039,483	1,722,634	314,328	-	(2,521)	(2,521)
Total Primary Government	\$ 102,161,182	\$ 1,722,634	\$ 27,811,867	(72,624,160)	(2,521)	(72,626,681)
General Revenues:						
Taxes:						
Property Taxes, Levied for General Purposes, Net				61,701,989	-	61,701,989
Taxes Levied for Debt Service				4,763,233	-	4,763,233
Federal & State Aid Not Restricted				6,441,802	-	6,441,802
Tuition Received				2,432,026	-	2,432,026
Investment Earnings				-	4,406	4,406
Miscellaneous Income				801,981	-	801,981
Total General Revenues, Special Items, Extraordinary Items & Transfers				76,141,031	4,406	76,145,437
Change In Net Position				3,516,871	1,885	3,518,756
Net Position - Beginning				40,165,098	495,946	40,661,044
Net Position - Ending				\$ 43,681,969	\$ 497,831	\$ 44,179,800

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

B. Fund Financial Statements

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Governmental Funds

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MOORESTOWN TOWNSHIP PUBLIC SCHOOLS
GOVERNMENTAL FUNDS
BALANCE SHEET
JUNE 30, 2018

	GENERAL FUND	SPECIAL REVENUE FUND	CAPITAL PROJECTS FUND	DEBT SERVICE FUND	TOTALS
Assets:					
Cash & Cash Equivalents	\$ 873,483	\$ -	\$ 129,884	\$ 689	\$ 1,004,056
Due From Other Funds	4,281,907	-	-	-	4,281,907
Receivables From Other Governments	1,440,908	408,996	4,790,412	-	6,640,316
Other Receivables	86,286	-	-	-	86,286
Restricted Cash & Cash Equivalents	2,640	-	-	-	2,640
Total Assets	\$ 6,685,224	\$ 408,996	\$ 4,920,296	\$ 689	\$ 12,015,205
Liabilities & Fund Balances:					
Liabilities:					
Accounts Payable	\$ 334,963	\$ 54,225	\$ 16,252	\$ -	\$ 405,440
Intergovernmental - Accounts Payable State	-	41,162	-	-	41,162
Interfund Payable	31,710	263,060	3,821,154	-	4,115,924
Unearned Revenue	238,797	50,549	-	-	289,346
Total Liabilities	605,470	408,996	3,837,406	-	4,851,872
Fund Balances:					
Restricted for:					
Capital Reserve Account	2,640	-	-	-	2,640
Excess Surplus - Current Year	2,142,857	-	-	-	2,142,857
Excess Surplus - Prior Year - Designated for Subsequent Year's Expenditures	1,922,397	-	-	-	1,922,397
Committed for:					
Capital Projects	-	-	728,752	-	728,752
Assigned to:					
Designated by the BOE for Subsequent Year's Expenditures	300,874	-	-	-	300,874
Other Purposes	189,441	-	354,138	-	543,579
Debt Service Fund	-	-	-	689	689
Unassigned:					
General Fund	1,521,545	-	-	-	1,521,545
Total Fund Balances	6,079,754	-	1,082,890	689	7,163,333
Total Liabilities & Fund Balances	\$ 6,685,224	408,996	4,920,296	689	

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 \$165,106,864 and the accumulated depreciation is \$46,853,163.	118,253,701
Accrued interest payable is not recorded in the fund financial statements due to the fact that the payable is not due in the current period.	(896,697)
Deferred outflows and inflows of resources related to pensions and deferred charges or credits on debt refundings are applicable to future reporting periods and, therefore, are not reported in the funds.	3,092,098
Accrued pension contributions for the June 30, 2018 plan year are not paid with current economic resources and are therefore not reported as a liability in the funds, but are included in accounts payable in the government-wide statement of net position.	(828,172)
Long-term liabilities, including net pension liability, bonds payable, are not due and payable in the current period and therefore are not reported as liabilities in the funds (see Illustrative Note 7)	(83,102,294)
Net Position of Governmental Activities	\$ 43,681,969

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

**MOORESTOWN TOWNSHIP PUBLIC SCHOOLS
GOVERNMENTAL FUNDS
STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES
FOR THE FISCAL YEAR ENDED JUNE 30, 2018**

	GENERAL FUND	SPECIAL REVENUE FUND	CAPITAL PROJECTS FUND	DEBT SERVICE FUND	TOTALS
Revenues:					
Local Tax Levy	\$ 61,701,989	\$ -	\$ -	\$ 4,763,233	\$ 66,465,222
Tuition Charges	2,432,026	-	-	-	2,432,026
Miscellaneous	800,293	-	-	1,688	801,981
State Sources	14,123,054	341,580	2,137,195	415,828	17,017,657
Federal Sources	38,296	1,192,869	-	-	1,231,165
Total Revenues	79,095,658	1,534,449	2,137,195	5,180,749	87,948,051
Expenditures:					
Current:					
Regular Instruction	22,824,644	1,250,655	-	-	24,075,299
Special Education Instruction	6,582,682	-	-	-	6,582,682
Other Special Instruction	604,434	-	-	-	604,434
Other Instruction	1,498,339	-	-	-	1,498,339
Support Services & Undistributed Costs:					
Tuition	2,182,570	-	-	-	2,182,570
Health Services	706,147	-	-	-	706,147
Student & Instruction Related Services	7,617,897	283,794	-	-	7,901,691
Educational Media Services/School Library	677,599	-	-	-	677,599
Instructional Staff Training	16,353	-	-	-	16,353
General Administrative Services	815,557	-	-	-	815,557
School Administrative Services	2,191,587	-	-	-	2,191,587
Central Services	733,081	-	-	-	733,081
Administration Information Technology	554,960	-	-	-	554,960
Plant Operations & Maintenance	5,411,498	-	-	-	5,411,498
Pupil Transportation	2,878,129	-	-	-	2,878,129
Unallocated Benefits	12,993,032	-	-	-	12,993,032
On Behalf TPAF Pension and Social Security Contributions	9,856,743	-	-	-	9,856,743
Debt Service:					
Principal	-	-	-	3,270,000	3,270,000
Interest	122,153	-	-	1,966,781	2,088,934
Capital Outlay	1,024,201	-	6,330,195	-	7,354,396
Total Expenditures	79,291,606	1,534,449	6,330,195	5,236,781	92,393,031
Excess/(Deficiency) of Revenues Over/ (Under) Expenditures	(195,948)	-	(4,193,000)	(56,032)	(4,444,980)
Other Financing Sources/(Uses):					
Transfers In/(Out)	(105,562)	-	77,237	28,325	-
Capital Leases - Non Budgeted	950,000	-	-	-	950,000
Total Other Financing Sources & Uses	844,438	-	77,237	28,325	950,000
Net Change in Fund Balances	648,490	-	(4,115,763)	(27,707)	(3,494,980)
Fund Balance - July 1	5,431,264	-	5,198,653	28,396	10,658,313
Fund Balance - June 30	<u>\$ 6,079,754</u>	<u>\$ -</u>	<u>\$ 1,082,890</u>	<u>\$ 689</u>	<u>\$ 7,163,333</u>

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

**MOORESTOWN TOWNSHIP PUBLIC SCHOOLS
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS
TO THE STATEMENT OF ACTIVITIES
FOR THE FISCAL YEAR ENDED JUNE 30, 2018**

Total Net Change in Fund Balances - Governmental Funds (From B-2) \$ (3,494,980)

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

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

Depreciation Expense	\$ (3,624,735)	
Deletions	(5,983)	
Capital Outlays	6,763,547	3,132,829

Governmental funds report School District pension contributions as expenditures. However in the statement of activities, the cost of pension benefits earned is reported as pension expense. This is the amount by which pension benefits earned exceeded the School District's pension contributions in the current period. (604,835)

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. 5,116,113

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

Capital lease proceeds	(950,000)	(950,000)
------------------------	-----------	-----------

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	175,010	
Amortization of loss on Bond Refunding	(168,247)	6,763

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 (+). 61,441

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 (+). 249,540

Change in Net Position of Governmental Activities \$ 3,516,871

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

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Proprietary Funds

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MOORESTOWN TOWNSHIP PUBLIC SCHOOLS
PROPRIETARY FUNDS
STATEMENT OF NET POSITION
JUNE 30, 2018

ASSETS	BUSINESS-TYPE ACTIVITIES - ENTERPRISE FUNDS			TOTAL
	FOOD SERVICE	CHILD CARE	STUDENT ENRICHMENT	
Current Assets:				
Cash & Cash Equivalents	\$ 327,279	\$ 310,012	\$ 151,982	\$ 789,273
Due from Other Governments	15,039	-	-	15,039
Other Receivables	-	5,314	-	5,314
Interfund Receivable	28,134	50	2,691	30,875
Inventories	28,129	-	-	28,129
Total Current Assets	398,581	315,376	154,673	868,630
Noncurrent Assets:				
Furniture, Machinery & Equipment	669,342	-	-	669,342
Less: Accumulated Depreciation	(556,235)	-	-	(556,235)
Total Noncurrent Assets	113,107	-	-	113,107
Total Assets	511,688	315,376	154,673	981,737
LIABILITIES				
Current Liabilities:				
Unearned Revenue	77,522	5,876	105,459	188,857
Accounts Payable	-	275,049	20,000	295,049
Total Liabilities	77,522	280,925	125,459	483,906
NET POSITION				
Net Investment in Capital Assets	113,107	-	-	113,107
Unrestricted	321,059	34,451	29,214	384,724
Total Net Position	\$ 434,166	\$ 34,451	\$ 29,214	\$ 497,831

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

MOORESTOWN TOWNSHIP PUBLIC SCHOOLS
PROPRIETARY FUNDS
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET POSITION
FOR THE FISCAL YEAR ENDED JUNE 30, 2018

	BUSINESS-TYPE ACTIVITIES - ENTERPRISE FUNDS			TOTAL
	FOOD SERVICE	CHILD CARE	STUDENT ENRICHMENT	
Operating Revenues:				
Charges for Services:				
Daily Sales - Reimbursable Programs	\$ 492,186	\$ -	\$ -	\$ 492,186
Daily Sales - Nonreimbursable Programs	568,508	-	-	568,508
Fees	-	531,090	130,850	661,940
Total Operating Revenues	1,060,694	531,090	130,850	1,722,634
Operating Expenses:				
Cost of Sales - Reimbursable Programs	303,053	-	-	303,053
Cost of Sales - Non-Reimbursable Programs	350,047	-	-	350,047
Salaries	453,256	207,253	62,737	723,246
Employee Benefits	84,021	26,606	7,227	117,854
Management Fee	71,148	-	-	71,148
Miscellaneous	63,895	6,272	36,453	106,620
Rental Fees	-	275,000	20,000	295,000
General Supplies	51,407	3,885	-	55,292
Depreciation	17,223	-	-	17,223
Total Operating Expenses	1,394,050	519,016	126,417	2,039,483
Operating Income/(Loss)	(333,356)	12,074	4,433	(316,849)
Nonoperating Revenues/(Expenses):				
State Sources:				
State School Lunch Program	11,494	-	-	11,494
Federal Sources:				
National School Lunch Program	204,496	-	-	204,496
National School Breakfast Program	5,288	-	-	5,288
Healthy Hunger-Free Kids Act	13,507	-	-	13,507
Food Distribution Program	79,543	-	-	79,543
Gain/(Loss) on Adjustment to Capital Assets	-	-	-	-
Interest & Investment Revenue	4,406	-	-	4,406
Total Nonoperating Revenues/Expenses	318,734	-	-	318,734
Income/(Loss) Before Contributions & Transfers	(14,622)	12,074	4,433	1,885
Change in Net Position	(14,622)	12,074	4,433	1,885
Total Net Position - Beginning	448,788	22,377	24,781	495,946
Total Net Position - Ending	\$ 434,166	\$ 34,451	\$ 29,214	\$ 497,831

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

MOORESTOWN TOWNSHIP PUBLIC SCHOOLS
PROPRIETARY FUNDS
STATEMENT OF CASH FLOWS
FOR THE FISCAL YEAR ENDED JUNE 30, 2018

	<u>BUSINESS-TYPE ACTIVITIES - ENTERPRISE FUNDS</u>			
	<u>FOOD SERVICE</u>	<u>CHILD CARE</u>	<u>STUDENT ENRICHMENT</u>	<u>TOTAL</u>
Cash Flows From Operating Activities:				
Receipts from Customers	\$ 1,071,477	\$ 537,532	\$ 160,650	\$ 1,769,659
Payments to Employees	(453,256)	(207,253)	(62,737)	(723,246)
Payments for Employee Benefits	(84,021)	(26,606)	(7,227)	(117,854)
Payments to Suppliers	(839,832)	(260,233)	(36,499)	(1,136,564)
Net Cash Provided/(Used) by Operating Activities	(305,632)	43,440	54,187	(208,005)
Cash Flows From Noncapital Financing Activities:				
State Sources	10,189	-	-	10,189
Federal Sources	279,887	-	-	279,887
Net Cash Provided/(Used) by Noncapital Financing Activities	290,076	-	-	290,076
Cash Flows From Capital & Related Financing Activities:				
Purchases of Capital Assets	-	-	-	-
Net Cash Provided/(Used) by Capital & Related Financing Activities	-	-	-	-
Cash Flows From Investing Activities:				
Interest & Dividends	4,406	-	-	4,406
Net Cash Provided/(Used) by Investing Activities	4,406	-	-	4,406
Net Increase/(Decrease) in Cash & Cash Equivalents	(11,150)	43,440	54,187	86,477
Balances - Beginning of Year	338,429	266,572	97,795	702,796
Balances - End of Year	\$ 327,279	\$ 310,012	\$ 151,982	\$ 789,273

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

Operating Income/(Loss)	\$ (333,356)	\$ 12,074	\$ 4,433	\$ (316,849)
Adjustments to Reconcile Operating Income/(Loss) to Net Cash Provided/(Used) by Operating Activities:				
Depreciation & Net Amortization	17,223	-	-	17,223
(Increase)/Decrease in Accounts Receivable	-	2,385	(2,691)	(306)
Increase/(Decrease) in Accounts Payable	-	24,924	19,954	44,878
Increase/(Decrease) in Unearned Revenues	10,783	4,057	32,491	47,331
(Increase)/Decrease in Inventories	(282)	-	-	(282)
Total Adjustments	27,724	31,366	49,754	108,844
Net Cash Provided/(Used) by Operating Activities	\$ (305,632)	\$ 43,440	\$ 54,187	\$ (208,005)

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

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Fiduciary Fund

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**MOORESTOWN TOWNSHIP PUBLIC SCHOOLS
FIDUCIARY FUNDS
STATEMENT OF FIDUCIARY NET POSITION
JUNE 30, 2018**

ASSETS	AGENCY		UNEMPLOYMENT		PRIVATE PURPOSE		TOTALS
	PAYROLL FUND	STUDENT ACTIVITY	COMPENSATION TRUST	OTHER TRUST	BOND & INTEREST		
Cash & Cash Equivalents	\$ 1,961,994	\$ 605,537	\$ 132,868	\$ 75,397	\$ 10,654	\$	2,786,450
Accounts Receivable	-	-	-	15,421	-	-	15,421
Interfund Accounts Receivable	-	-	-	-	3,576	-	3,576
Total Assets	1,961,994	605,537	132,868	90,818	14,230		2,805,447
LIABILITIES							
Accounts Payable	404,899	-	2,543	1,803	14,230	-	423,475
Accrued Salaries & Wages	1,362,866	-	-	-	-	-	1,362,866
Due Moorestown Education Association	3,041	-	-	-	-	-	3,041
Interfund Payable	191,188	9,246	-	-	-	-	200,434
Due to Student Groups	-	596,291	-	-	-	-	596,291
Total Liabilities	1,961,994	605,537	2,543	1,803	14,230		2,586,107
NET POSITION							
Restricted	-	-	130,325	-	-	-	130,325
Unrestricted	-	-	-	89,015	-	-	89,015
Total Net Position	\$ -	\$ -	\$ 130,325	\$ 89,015	\$ -	\$ -	\$ 219,340

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

MOORESTOWN TOWNSHIP PUBLIC SCHOOLS
FIDUCIARY FUNDS
STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
FOR THE FISCAL YEAR ENDED JUNE 30, 2018

ADDITIONS	PRIVATE PURPOSE		TOTALS
	UNEMPLOYMENT COMPENSATION TRUST	OTHER TRUST FUND	
Contributions:			
Other	\$ 28,614	\$ 136,126	\$ 164,740
Total Contributions	28,614	136,126	164,740
Investment Earnings:			
Interest	1,403	-	1,403
Net Investment Earnings	1,403	-	1,403
Total Additions	30,017	136,126	166,143
DEDUCTIONS			
Unemployment Claims	8,865	-	8,865
Miscellaneous	-	116,705	116,705
Total Deductions	8,865	116,705	125,570
Change in Net Position	21,152	19,421	40,573
Net Position - Beginning of the Year	109,173	69,594	178,767
Net Position - End of the Year	\$ 130,325	\$ 89,015	\$ 219,340

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

MOORESTOWN TOWNSHIP PUBLIC SCHOOLS

**NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2018**

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MOORESTOWN TOWNSHIP PUBLIC SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2018

Note 1. Summary of Significant Accounting Policies

The financial statements of the Moorestown Township Public 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 Moorestown Township Public School District (hereafter referred to as the ‘District’) is a Type II district located in the County of Burlington, State of New Jersey. As a Type II district, the School District functions independently through a Board of Education. The Board is comprised of nine members elected to three-year terms. These terms are staggered so that three members’ terms expire each year. The purpose of the District is to educate students in grades kindergarten through twelfth. The District has an approximate enrollment at June 30, 2018 of 3,930 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

MOORESTOWN TOWNSHIP PUBLIC 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

MOORESTOWN TOWNSHIP PUBLIC 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

MOORESTOWN TOWNSHIP PUBLIC 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, Child Care program, and Student Enrichment 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

MOORESTOWN TOWNSHIP PUBLIC 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.

Child Care Program – The child care fund accounts for the financial transactions related to the child care operations to the School District.

Student Enrichment Program – The student enrichment fund accounts for the financial transactions related to the student enrichment operations to the School District.

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.

Trust Other – Revenues consist of interest income and donations. Expenditures consist of items to benefit students

Bone & Interest – Revenues consist of interest income.

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

MOORESTOWN TOWNSHIP PUBLIC SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2018

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

in the preparation of the government-wide financial statements. Balances between the funds included in governmental activities (i.e., the governmental funds and internal service funds) are eliminated so that only the net amount is included as internal balances in the governmental activities column. Similarly, balances between the funds included in business-type activities (i.e., the enterprise funds) are eliminated so that only the net amount is included as internal balances in the business-type activities column.

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

Budgets/Budgetary Control

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

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

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

The budget, as detailed on Exhibit C-1, Exhibit C-2, 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.

MOORESTOWN TOWNSHIP PUBLIC SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2018

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

Encumbrances

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

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

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

Cash and Cash Equivalents

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

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

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

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

Tuition Payable/Receivable

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

MOORESTOWN TOWNSHIP PUBLIC SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2018

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

Inventories

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

Interfund Receivables/Payables

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

Capital Assets

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

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

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

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

Compensated Absences

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

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

MOORESTOWN TOWNSHIP PUBLIC SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2018

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

Unearned Revenue

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

Accrued Liabilities and Long-Term Obligations

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

Accounting Estimates

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

Interfund Activity

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

Fund Balance

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

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

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

MOORESTOWN TOWNSHIP PUBLIC SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2018

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

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

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

Net Position

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

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

MOORESTOWN TOWNSHIP PUBLIC SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2018

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

Impact of Recently Issued Accounting Principles

Adopted Accounting Pronouncements

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

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

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

Recently Issued Accounting Pronouncements

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

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

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

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

MOORESTOWN TOWNSHIP PUBLIC SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2018

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

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

Bond Premiums, Discounts and Issuance Costs

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

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

Deferred Loss on Refunding Debt

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

Deferred Outflows and Deferred Inflows of Resources

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

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

Pensions

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

**MOORESTOWN TOWNSHIP PUBLIC SCHOOL DISTRICT
 NOTES TO FINANCIAL STATEMENTS
 YEAR ENDED JUNE 30, 2018**

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

Subsequent Events

Management has reviewed and evaluated all events and transactions that occurred between June 30, 2018 and February 14, 2019, the date that the financial statements were available for issuance, for possible disclosure and recognition in the financial statements, and no items have come to the attention of the School District that would require disclosure.

Note 2. Cash Deposits

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 of governmental deposits in each insured depository is protected by FDIC. Public funds 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 funds or other funds that may pass to the Board relative to the happening of a future condition. Such funds are shown as Uninsured and Uncollateralized in the schedule below. As of June 30, 2018, the District’s bank balance of \$6,921,344 was exposed to custodial credit risk as follows:

Insured under FDIC and GUDPA	\$	4,813,008
Uninsured and Uncollateralized		2,108,336
		\$ 6,921,344

Note 3. Reserve Accounts

A. Capital Reserve

A capital reserve account was established by the School District by inclusion of \$100,000 on October 10, 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 district’s approved Long Range Facilities Plan (LRFP). Upon submission of the LRFP to the department, a district may increase the balance in the capital reserve by appropriating funds in the annual general fund budget certified for taxes or by transfer by board resolution at year-end (June 1 to June 30) of any unanticipated revenue or unexpended line-item appropriation amounts, or both. A 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:

**MOORESTOWN TOWNSHIP PUBLIC SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2018**

Note 3. Reserve Accounts (Continued):

A. Capital Reserve (Continued):

Beginning Balance, July 1, 2016	\$	107,899
Increased by:		
Interest Earnings		303
		108,202
Decreased by:		
Budget Withdrawals		(105,562.00)
Ending Balance, June 30, 2017	\$	2,640

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

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:

Description	Governmental Funds				Proprietary Funds			Total Business-Type Activities
	General Fund	Special Revenue Fund	Capital Projects Fund	Total Governmental Activities	Food Service Fund	Student Enrichment Fund	Day Care Fund	
Federal Awards	\$ -	\$ 401,792	\$ -	\$ 401,792	\$ 736	\$ -	\$ -	\$ 736
State Awards	1,028,614	7,204	4,790,412	5,826,230	14,303	-	-	14,303
Tuition	117,082	-	-	117,082	-	-	-	-
Other	578,358	-	-	578,358	-	-	5,314	5,314
Total	\$ 1,724,054	\$ 408,996	\$ 4,790,412	\$ 6,923,462	\$ 15,039	\$ -	\$ 5,314	\$ 20,353

MOORESTOWN TOWNSHIP PUBLIC SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2018

Note 5. Capital Assets

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

	Balance July 1, <u>2017</u>	<u>Additions</u>	<u>Retirements and Transfers</u>	Balance June 30, <u>2018</u>
Governmental Activities:				
Capital assets not being depreciated:				
Land	\$ 5,461,550	\$ -	\$ -	\$ 5,461,550
Construction in Progress	34,667,849	6,330,195	(2,319,735)	38,678,309
Total Capital Assets not being depreciated	<u>40,129,399</u>	<u>6,330,195</u>	<u>(2,319,735)</u>	<u>44,139,859</u>
Capital Assets being depreciated:				
Land Improvements	5,402,392	-	2,939,419	8,341,811
Buildings and Improvements	96,344,355	49,993	475,846	96,870,194
Equipment	16,781,989	383,359	(1,410,348)	15,755,000
Total Capital Assets being depreciated	<u>118,528,736</u>	<u>433,352</u>	<u>2,004,917</u>	<u>120,967,005</u>
Less: Accumulated Depreciation:				
Buildings and Improvements	(32,919,208)	(1,931,928)		(34,851,136)
Equipment	(10,618,055)	(1,692,807)	308,835	(12,002,027)
Total Accumulated Depreciation	<u>(43,537,263)</u>	<u>(3,624,735)</u>	<u>308,835</u>	<u>(46,853,163)</u>
Total Capital Assets being depreciated, net	<u>74,991,473</u>	<u>(3,191,383)</u>	<u>2,313,752</u>	<u>74,113,842</u>
Total Governmental Activities Capital Assets, net	<u>\$ 115,120,872</u>	<u>\$ 3,138,812</u>	<u>\$ (5,983)</u>	<u>\$ 118,253,701</u>
	Balance July 1, <u>2017</u>	<u>Additions</u>	<u>Retirements and Transfers</u>	Balance June 30, <u>2018</u>
Business-Type Activities:				
Machinery & Equipment	\$ 669,342	\$ -	\$ -	\$ 669,342
	<u>669,342</u>	<u>-</u>	<u>-</u>	<u>669,342</u>
Less: Accumulated Depreciation:				
Machinery & Equipment	(539,012)	(17,223)	-	(556,235)
	<u>(539,012)</u>	<u>(17,223)</u>	<u>-</u>	<u>(556,235)</u>
Total Business-Type Activities Capital Assets, net	<u>\$ 130,330</u>	<u>\$ (17,223)</u>	<u>\$ -</u>	<u>\$ 113,107</u>

**MOORESTOWN TOWNSHIP PUBLIC SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2018**

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	\$ 4,281,907	\$ 31,710
Special Revenue Fund	-	263,060
Capital Projects Fund	-	3,821,154
Food Service Fund	28,134	-
Child Care Fund	50	-
Student Enrichment Fund	2,691	-
Payroll Fund	-	191,188
Student Activity Fund	-	9,246
Trust Funds	3,576	-
	<u>\$ 4,316,358</u>	<u>\$ 4,316,358</u>

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

The summary of interfund transfers follows:

<u>Fund</u>	<u>Transfers In</u>	<u>Transfers Out</u>
General Fund	\$ -	\$ 105,562
Capital Projects Fund	77,237	-
Debt Service Fund	28,325	-
	<u>\$ 105,562</u>	<u>\$ 105,562</u>

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

Note 7. Long-Term Obligations

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

	<u>Balance July 1, 2017</u>	<u>Additions</u>	<u>Reductions</u>	<u>Balance June 30, 2018</u>	<u>Balance Due Within One Year</u>
Governmental Activities:					
General Obligation Bonds	\$ 58,010,000	\$ -	\$ 3,270,000	\$ 54,740,000	\$ 3,340,000
Capital Leases	4,112,037	950,000	1,846,113	3,215,924	1,551,994
Unamortized Bond Premiums	2,004,808	-	175,010	1,829,798	175,010
Compensated Absences	4,292,364	-	249,540	4,042,824	-
Net Pension Liability	24,091,010	-	4,817,262	19,273,748	-
	<u>\$ 92,510,219</u>	<u>\$ 950,000</u>	<u>\$ 10,357,925</u>	<u>\$ 83,102,294</u>	<u>\$ 5,067,004</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.

**MOORESTOWN TOWNSHIP PUBLIC SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2018**

Note 7. Long-Term Obligations (Continued):

A. Bonds Payable:

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

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	3,340,000	1,855,531	5,195,531
2020	3,395,000	1,756,681	5,151,681
2021	3,445,000	1,649,556	5,094,556
2022	3,515,000	1,529,081	5,044,081
2023	3,595,000	1,405,281	5,000,281
2024-2028	19,465,000	4,967,638	24,432,638
2029-2033	10,985,000	1,983,188	12,968,188
2034-2037	7,000,000	385,000	7,385,000
	<u>\$ 54,740,000</u>	<u>\$ 15,531,956</u>	<u>\$ 70,271,956</u>

B. Capital Lease Payable:

The School District is leasing capital items and equipment under capital leases. All capital leases are for terms of varying years. The following is a schedule of the remaining future minimum lease payments under these capital leases and the present value of the net minimum lease payments at June 30, 2018:

Fiscal Year Ending <u>June 30,</u>	
2019	\$ 1,595,690
2020	999,531
2021	505,139
2022	196,596
Total Minimum Lease Payments	3,296,956
Less: Amount Representing Interest	(81,032)
Present Value of Minimum Lease Payments	<u>\$ 3,215,924</u>

Bonds Authorized But Not Issued:

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

MOORESTOWN TOWNSHIP PUBLIC SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2018

Note 8. Pension Plans

A. Public Employees' Retirement System (PERS)

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

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

The following represents the membership tiers for PERS:

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

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

**MOORESTOWN TOWNSHIP PUBLIC SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2018**

Note 8. Pension Plans (Continued):

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

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 \$19,273,748 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 .08280%, which was an increase of .00146% from its proportion measured as of June 30, 2016.

For the year ended June 30, 2018, the School District recognized full accrual pension expense of \$1,391,108 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	\$ 453,830	\$ -
Changes of Assumptions	3,882,996	3,868,760
Net Difference between Projected and Actual Earnings on Pension Plan Investments	131,241	-
Changes in Proportion and Differences between Moorestown Board of Education Contributions and Proportionate Share of Contributions	531,119	614,868
School District contributions subsequent to measurement date	828,172	-
	\$ 5,827,358	\$ 4,483,628

\$828,172 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,

**MOORESTOWN TOWNSHIP PUBLIC SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2018**

Note 8. Pension Plans (Continued):

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

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	\$ 427,931
2020	669,802
2021	348,030
2022	(551,123)
2023	<u>(379,081)</u>
	<u>\$ 515,559</u>

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

	<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

**MOORESTOWN TOWNSHIP PUBLIC SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2018**

Note 8. Pension Plans (Continued):

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

each employer over the average of the expected remaining service lives of all plan members, which is 5.48, 5.57, 5.72 and 6.44 years for the 2017, 2016, 2015, and 2014 amounts, respectively.

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

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

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

**MOORESTOWN TOWNSHIP PUBLIC SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2018**

Note 8. Pension Plans (Continued):

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

expected rate of return was determined using a building block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. Best estimates of arithmetic rates of return for each major asset class included in PERS's target asset allocation as of June 30, 2017 are summarized in the following table:

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

**MOORESTOWN TOWNSHIP PUBLIC 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>
Moorestown Board of Education's Proportionate Share of the Net Pension Liability	\$ 23,910,393	\$ 19,273,748	\$ 15,410,849

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

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

	<u>6/30/2018</u>	<u>6/30/2017</u>
Actuarial valuation date (including roll forward)	June 30, 2017	June 30, 2016
Deferred Outflows of Resources	\$ 4,999,186	\$ 6,740,119
Deferred Inflows of Resources	4,483,628	802,464
Net Pension Liability	19,273,748	24,091,010
Moorestown Board of Education's portion of the Plan's total net pension Liability	0.08280%	0.08134%

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

**MOORESTOWN TOWNSHIP PUBLIC SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2018**

Note 8. Pension Plans (Continued):

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

on the contributions. In the case of death before retirement, members' beneficiaries are entitled to full interest credited to the members' accounts.

The following represents the membership tiers for TPAF:

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

Service retirement benefits of 1/55th 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 \$196,513,563. 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

**MOORESTOWN TOWNSHIP PUBLIC SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2018**

Note 8. Pension Plans (Continued):

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

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 .29146%, which was an increase of .00205% from its proportion measured as of June 30, 2016.

For the fiscal year ended June 30, 2018, the School District recognized \$13,613,465 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:

**MOORESTOWN TOWNSHIP PUBLIC 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%
	<u>100.00%</u>	

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:

**MOORESTOWN TOWNSHIP PUBLIC 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>
Moorestown Board of Education's Proportionate Share of the Net Pension Liability	\$ -	\$ -	\$ -
State of New Jersey's Proportionate Share of Net Pension Liability associated with the Moorestown Board of Education	<u>\$ 233,464,277</u>	<u>\$ 196,513,563</u>	<u>\$ 166,073,404</u>
	<u>\$ 233,464,277</u>	<u>\$ 196,513,563</u>	<u>\$ 166,073,404</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;
- 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;

MOORESTOWN TOWNSHIP PUBLIC SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2018

Note 8. Pension Plans (Continued):

C. Defined Contribution Plan (DCRP) (Continued)

- 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 \$45,758 and the District recognized pension expense of \$29,809.

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 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.

**MOORESTOWN TOWNSHIP PUBLIC SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2018**

Note 9. Post-Retirement Benefits (continued):

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

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.

**MOORESTOWN TOWNSHIP PUBLIC 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 \$149,424,770. 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 0.002785705%, which was an increase of 0.000005% 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 \$9,462,207 for the State's proportionate share of the OPEB expense attributable to the School District. This OPEB expense was based on the OPEB plans June 30, 2017 measurement date.

Health Care Trend Assumptions

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

Discount Rate

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

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:

MOORESTOWN TOWNSHIP PUBLIC 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	\$ 177,377,982.43	\$ 149,424,770.00	\$ 127,252,016.23
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	\$ 192,648,666.08	\$ 160,805,720.00	\$ 135,741,239.91
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:

	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	\$ 122,887,428.42	\$ 149,424,770.00	\$ 184,666,047.36
State of New Jersey's Total Nonemployer OPEB Liability	\$ 44,113,584,560.00	\$ 53,639,841,858.00	\$ 66,290,599,457.00
	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	\$ 131,945,570.66	\$ 160,805,720.00	\$ 199,388,989.80
State of New Jersey's Total Nonemployer OPEB Liability	\$ 47,452,589,164.00	\$ 57,831,784,184.00	\$ 71,707,778,970.00

* See Healthcare Cost Trend Assumptions for details of rates.

MOORESTOWN TOWNSHIP PUBLIC SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2018

Note 9. Post-Retirement Benefits (continued):

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>

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	<u>(2,629,618,547.00)</u>
	<u>\$ (6,343,769,032.00)</u>

** 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	<u>142,331.00</u>
	<u>366,078.00</u>

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	<u>(1,242,412,566.00)</u>
Net Change in Total OPEB Liability	(4,191,942,326.00)
Total OPEB Liability (Beginning)	<u>57,831,784,184.00</u>
Total OPEB Liability (Ending)	<u>\$ 53,639,841,858.00</u>
Total Covered Employee Payroll	13,493,400,208.00
Net OPEB Liability as a Percentage of Payroll	398%

**MOORESTOWN TOWNSHIP PUBLIC 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 \$4,487,058, \$2,465,728, \$2,898,095 and \$5,862, 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>School District Contributions</u>	<u>Employee Contributions</u>	<u>Interest Earnings</u>	<u>Amount Reimbursed</u>	<u>Ending Balance</u>
2017-2018	\$ -	\$ 28,614	\$ 1,403	\$ 8,865	\$ 130,325
2016-2017	-	63,800	413	41,204	109,173
2015-2016	-	87,099	94	55,508	86,164

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

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

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

MOORESTOWN TOWNSHIP PUBLIC SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2018

Note 12. Contingencies (continued):

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

Lincoln Investment Planning
Variable Annuity Life Insurance Company
AXA Equitable
ING
Fidelity
Metlife
USAA

Note 15. Compensated Absences

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

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

The liability for vested compensated absences of the governmental fund types is recorded in the statement of net position under governmental activities. The current portion of the compensated absence balance is not considered material to the applicable funds total liabilities, and is therefore not shown separately from the long-term liability balance of compensated absences. The amount at June 30, 2018 is \$4,042,424.

MOORESTOWN TOWNSHIP PUBLIC SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2018

Note 15. Compensated Absences (continued):

The liability for vested compensated absences of the proprietary fund types is recorded within those funds as the benefits accrue to employees. As of June 30, 2018 no liability existed for compensated absences in the proprietary fund types.

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. Commitments

The School District has contractual commitments at June 30, 2018 to various vendors, which are recorded in the general fund as assigned to other purposes in the amount of \$189,441.

There was \$728,752 of contractual commitments at June 30, 2018 to vendors related to the ongoing construction projects in the capital projects fund that is reported as part of the fund balance restricted for capital projects.

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 \$2,142,857.

Note 19. Fund Balance

General Fund – Of the \$6,079,754 General Fund fund balance at June 30, 2018, \$2,640 has been reserved in the Capital Reserve Account; \$2,142,857 is restricted for current year excess surplus; \$1,922,397 is restricted for prior year Excess Surplus – Designated for Subsequent Year's Expenditures; \$300,874 has been assigned and included as anticipated revenue for the year ending June 30, 2019; \$189,441 has been reserved for encumbrances; and \$1,521,545 is unassigned.

MOORESTOWN TOWNSHIP PUBLIC SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2018

Note 19. Fund Balance (continued):

Capital Projects Fund – Of the \$1,082,890 Capital Projects Fund fund balance at June 30, 2018, \$728,752 is restricted for capital projects and \$354,138 has been assigned to other purposes.

Debt Service Fund – Of the \$689 Debt Service Fund fund balance at June 30, 2018, \$689 is restricted for future debt service payments.

Note 20. Deficit in Net Position

Unrestricted Net Position – The School District’s governmental activities had a deficit in unrestricted net position in the amount of \$21,685,851. The primary causes of the deficit are the School District not recognizing the receivable for the last two state aid payments and the recording of the net pension liability for the Public Employees’ Retirement System (PERS) as of June 30, 2018. This deficit in unrestricted net position for governmental activities does not indicate that the School District is facing financial difficulties.

REQUIRED SUPPLEMENTARY INFORMATION - PART II

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C. Budgetary Comparison Schedules

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**MOORESTOWN TOWNSHIP BOARD OF EDUCATION
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE FISCAL YEAR ENDED JUNE 30, 2018**

	ACCOUNT NUMBERS	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL	VARIANCE FINAL TO ACTUAL FAVORABLE/ (UNFAVORABLE)
Revenues:						
Local Sources:						
Local Tax Levy	10-1200	\$ 61,701,989	\$ -	\$ 61,701,989	\$ 61,701,989	\$ -
Tuition from Individuals	10-1310	747,000	-	747,000	1,031,134	284,134
Tuition from Other LEAs Within the State	10-1320	875,000	-	875,000	1,400,892	525,892
Interest on Capital Reserve Funds	10-1560	200	-	200	303	103
Miscellaneous	10-1900	772,680	-	772,680	799,990	27,310
Total Local Sources		64,096,869	-	64,096,869	64,934,308	837,439
State Sources:						
Transportation Aid	10-3120	398,682	-	398,682	398,682	-
Categorical Special Education Aid	10-3132	2,368,049	75,218	2,443,267	2,443,267	-
Extraordinary Aid	10-3131	600,000	-	600,000	1,019,729	419,729
Security Aid	10-3177	314,058	-	314,058	314,058	-
PARCC Readiness Aid	10-3181	37,815	-	37,815	37,815	-
Per Pupil Growth Aid	10-3182	37,815	-	37,815	37,815	-
Non-Public Transportation Aid	10-3190	-	-	-	8,722	8,722
Professional Learning Community Aid	10-3183	37,065	-	37,065	37,065	-
Lead Testing Aid	10-33xx	-	-	-	-	-
Nonbudgeted:						
On-Behalf TPAF Pension Contributions		-	-	-	4,487,058	4,487,058
On-Behalf TPAF Medical Contributions		-	-	-	2,898,095	2,898,095
On-Behalf TPAF Long Term Disability Insurance		-	-	-	5,862	5,862
Reimbursed TPAF Social Security Contributions		-	-	-	2,465,728	2,465,728
Total State Sources		3,793,484	75,218	3,868,702	14,153,896	10,285,194
Federal Sources:						
Special Education - Medicaid Initiative	10-4200	36,359	-	36,359	38,296	1,937
Total Federal Services		36,359	-	36,359	38,296	1,937
Total Revenues		67,926,712	75,218	68,001,930	79,126,500	11,124,570
Expenditures:						
Current Expense:						
Instruction - Regular Programs:						
Salaries of Teachers:						
Preschool/Kindergarten	11-110-100-101	805,750	1,131	806,881	806,757	124
Grades 1 - 5	11-120-100-101	6,677,496	(79,763)	6,597,733	6,597,733	-
Grades 6 - 8	11-130-100-101	5,076,903	28,796	5,105,699	5,104,666	1,033
Grades 9 - 12	11-140-100-101	7,538,134	(13,470)	7,524,664	7,490,120	34,544
Home Instruction:						
Salaries of Teachers	11-150-100-101	82,000	(15,776)	66,224	52,141	14,083
Purchased Professional - Educational Services						
Other Salaries for Instruction	11-150-100-320	15,000	15,694	30,694	22,919	7,775
Other Purchased Services	11-190-100-106	291,983	102,791	394,774	391,925	2,849
General Supplies	11-190-100-500	1,778,556	(36,472)	1,742,084	1,717,277	24,807
Textbooks	11-190-100-610	679,842	(53,325)	626,517	574,925	51,592
Other Objects	11-190-100-640	69,502	(2,094)	67,408	61,204	6,204
Other Objects	11-190-100-800	5,840	996	6,836	4,977	1,859
Total Regular Programs - Instruction		23,021,006	(51,492)	22,969,514	22,824,644	144,870
Multiple Disabilities:						
Salaries of Teachers	11-212-100-101	958,021	(147,025)	810,996	810,271	725
Other Salaries for Instruction	11-212-100-106	324,335	(133,223)	191,112	187,867	3,245
Other Purchased Services	11-212-100-500	35,200	(11,986)	23,214	8,637	14,577
General Supplies	11-212-100-610	15,470	(4,283)	11,187	9,924	1,263
Textbooks	11-212-100-640	600	-	600	-	600
Other Objects	11-212-100-800	11,802	130	11,932	11,736	196
Total Multiple Disabilities		1,345,428	(296,387)	1,049,041	1,028,435	20,606
Resource Room/Resource Center:						
Salaries of Teachers	11-213-100-101	4,465,143	336,228	4,801,371	4,801,371	-
Other Salaries for Instruction	11-213-100-106	213,503	60,491	273,994	273,926	68
Other Purchased Services	11-213-100-500	-	-	-	-	-
General Supplies	11-213-100-610	17,309	264	17,573	12,817	4,756
Textbooks	11-213-100-640	800	-	800	-	800

**MOORESTOWN TOWNSHIP BOARD OF EDUCATION
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE FISCAL YEAR ENDED JUNE 30, 2018**

	ACCOUNT NUMBERS	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL	VARIANCE FINAL TO ACTUAL FAVORABLE/ (UNFAVORABLE)
Total Resource Room/Resource Center		4,696,755	396,983	5,093,738	5,088,114	5,624
Autism:						
Salaries of Teachers	11-214-100-101	64,230	200	64,430	64,400	30
Other Salaries for Instruction	11-214-100-106	27,708	15,840	43,548	43,428	120
Purchased Professional - Educational Services	11-214-100-320	-	-	-	-	-
General Supplies	11-214-100-610	1,500	(604)	896	874	22
Total Autism		93,438	15,436	108,874	108,702	172
Preschool Disabilities - Part-Time:						
Salaries of Teachers	11-215-100-101	46,345	2,182	48,527	48,010	517
Other Salaries for Instruction	11-215-100-106	43,988	11,502	55,490	54,857	633
General Supplies	11-215-100-600	1,700	1,399	3,099	3,099	-
Total Preschool Disabilities - Part-Time		92,033	15,083	107,116	105,966	1,150
Preschool Disabilities - Full-Time:						
Salaries of Teachers	11-216-100-101	235,925	(79,878)	156,047	155,133	914
Other Salaries for Instruction	11-216-100-106	104,700	(8,977)	95,723	94,757	966
General Supplies	11-216-100-610	-	1,643	1,643	1,575	68
Total Preschool Disabilities - Full-Time		340,625	(87,212)	253,413	251,465	1,948
Total Special Education		6,568,279	43,903	6,612,182	6,582,682	29,500
Basic Skills/Remedial:						
Salaries of Teachers	11-230-100-101	424,898	38,015	462,913	455,214	7,699
General Supplies	11-230-100-610	6,600	142	6,742	5,180	1,562
Other Objects	11-230-100-800	-	330	330	-	330
Total Basic Skills/Remedial		431,498	38,487	469,985	460,394	9,591
Bilingual Education:						
Salaries of Teachers	11-240-100-101	131,305	12,666	143,971	143,723	248
Other Purchased Services	11-240-100-500	500	-	500	140	360
General Supplies	11-240-100-610	500	-	500	177	323
Total Bilingual Education		132,305	12,666	144,971	144,040	931
School Sponsored Cocurricular Activities:						
Salaries	11-401-100-101	305,609	39,683	345,292	316,748	28,544
Purchased Services	11-401-100-500	22,000	(12,904)	9,096	4,968	4,128
Supplies and Materials	11-401-100-600	500	765	1,265	1,015	250
Other Objects	11-401-100-800	-	345	345	345	-
Total School Sponsored Cocurricular Activities		328,109	27,889	355,998	323,076	32,922
School Sponsored Athletics - Instruction:						
Salaries of Teachers	11-402-100-101	894,733	86,455	981,188	941,092	40,096
Salaries of Other Professional Staff	11-402-100-104	-	-	-	-	-
Other Salaries	11-402-100-110	-	-	-	-	-
Purchased Services	11-402-100-500	118,065	(40,240)	77,825	68,147	9,678
Supplies and Materials	11-402-100-600	118,883	11,887	130,770	126,214	4,556
Other Objects	11-402-100-800	41,135	(1,000)	40,135	39,810	325
Total School Sponsored Athletics - Instruction		1,172,816	57,102	1,229,918	1,175,263	54,655
Total Instruction		31,654,013	128,555	31,782,568	31,510,099	272,469
Undistributed Expenditures:						
Instruction:						
Tuition to Other LEA's - State Regular	11-000-100-561	132,000	397	132,397	128,931	3,466
Tuition to Other LEA's - State Special	11-000-100-562	21,500	96,731	118,231	104,632	13,599
Tuition to County Vocational Schools Regular	11-000-100-563	26,504	(3,313)	23,191	23,191	-
Tuition to County Vocational						

**MOORESTOWN TOWNSHIP BOARD OF EDUCATION
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE FISCAL YEAR ENDED JUNE 30, 2018**

	ACCOUNT NUMBERS	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL	VARIANCE FINAL TO ACTUAL FAVORABLE/ (UNFAVORABLE)
Schools Special	11-000-100-564	16,565	-	16,565	16,565	-
Tuition to CSSD & Regional Day School	11-000-100-565	621,901	(73,875)	548,026	518,497	29,529
Tuition to Private Schools for the Handicapped - State	11-000-100-566	1,080,262	135,222	1,215,484	1,214,574	910
Tuition to Private Schools for the Handicapped & Other LEA's Outside the State	11-000-100-567	168,076	8,626	176,702	176,180	522
Tuition - State Facilities	11-000-100-568	-	-	-	-	-
Total Undistributed Expenditures - Instruction		2,066,808	163,788	2,230,596	2,182,570	48,026
Attendance & Social Work: Salaries	11-000-211-100	56,330	-	56,330	56,330	-
Total Attendance & Social Work		56,330	-	56,330	56,330	-
Health Services:						
Salaries of Other Professional Staff	11-000-213-100	609,044	26,363	635,407	619,180	16,227
Salaries of Secretarial & Clerical Assistants	11-000-213-105	-	-	-	-	-
Purchased Professional & Technical Services	11-000-213-300	52,000	24,856	76,856	76,218	638
Miscellaneous Purchased Services	11-000-213-500	13,480	(13,450)	30	30	-
Supplies and Materials	11-000-213-600	17,465	(6,865)	10,600	10,209	391
Other Objects	11-000-213-800	300	210	510	510	-
Total Health Services		692,289	31,114	723,403	706,147	17,256
Other Support Services - Students - Related Services:						
Salaries of Teachers	11-000-216-100	736,962	(8,585)	728,377	728,377	-
Purchased Professional - Educational Services	11-000-216-320	298,358	2,656	301,014	288,080	12,934
Supplies and Materials	11-000-216-600	8,250	(1,565)	6,685	6,635	50
Total Other Support Services - Students - Related Services		1,043,570	(7,494)	1,036,076	1,023,092	12,984
Other Support Services - Special Education Extraordinary Services:						
Salaries - Other for Instruction	11-000-217-100	1,502,956	53,232	1,556,188	1,551,815	4,373
Purchased Professional - Educational Services	11-000-217-320	721,750	(64,742)	657,008	509,144	147,864
Supplies and Materials	11-000-217-600	5,000	(4,780)	220	220	-
Other Objects	11-000-217-800	-	120	120	67	53
Total Other Support Services - Special Education Extraordinary Services		2,229,706	(16,170)	2,213,536	2,061,246	152,290
Other Support Services - Students - Regular:						
Salaries of Other Professional Staff	11-000-218-104	1,247,533	1,985	1,249,518	1,248,461	1,057
Salaries of Secretarial & Clerical Assistants	11-000-218-105	168,490	2,505	170,995	170,995	-
Purchased Professional - Educational Services	11-000-218-320	3,000	5,424	8,424	8,424	-
Other Purchased Professional & Technical Services	11-000-218-390	44,915	(21,384)	23,531	22,721	810
Rentals	11-000-218-440	-	-	-	-	-
Other Purchased Services	11-000-218-500	24,875	(14,151)	10,724	8,554	2,170
Supplies and Materials	11-000-218-600	12,700	(4,153)	8,547	8,463	84
Other Objects	11-000-218-800	-	625	625	625	-
Total Other Support Services - Students - Regular		1,501,513	(29,149)	1,472,364	1,468,243	4,121
Other Support Services - Students - Special Services:						
Salaries of Other Professional Staff	11-000-219-104	1,452,105	5,480	1,457,585	1,415,988	41,597
Salaries of Secretarial & Clerical Assistants	11-000-219-105	225,620	(25,555)	200,065	182,748	17,317
Other Purchased Professional & Technical Services	11-000-219-390	72,982	(1,130)	71,852	65,445	6,407
Other Purchased Services	11-000-219-500	9,080	(2,228)	6,852	6,852	-
Supplies and Materials	11-000-219-600	18,000	4,771	22,771	22,724	47

**MOORESTOWN TOWNSHIP BOARD OF EDUCATION
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE FISCAL YEAR ENDED JUNE 30, 2018**

	ACCOUNT NUMBERS	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL	VARIANCE FINAL TO ACTUAL FAVORABLE/ (UNFAVORABLE)
Other Objects	11-000-219-800	1,500	(591)	909	909	-
Total Other Support Services - Students - Special Services		1,779,287	(19,253)	1,760,034	1,694,666	65,368
Improvement of Instruction Services/Other Support Services - Instruction Staff:						
Salaries of Supervisors of Instruction	11-000-221-102	1,241,195	(9,147)	1,232,048	1,155,140	76,908
Salaries of Secretarial & Clerical Assistants	11-000-221-105	52,364	96	52,460	52,460	-
Other Salaries	11-000-221-110	98,890	(6,841)	92,049	50,431	41,618
Purchased Professional - Educational Services	11-000-221-320	11,700	4,000	15,700	14,584	1,116
Other Purchased Services	11-000-221-500	37,800	(3,660)	34,140	22,197	11,943
Supplies and Materials	11-000-221-600	36,800	(6,793)	30,007	10,729	19,278
Other Objects	11-000-221-800	2,500	6,453	8,953	8,779	174
Total Improvement of Instruction Services/Other Support Services Instructional Staff		1,481,249	(15,892)	1,465,357	1,314,320	151,037
Educational Media Services/School Library:						
Salaries of Other Professional Staff	11-000-222-100	604,267	(5,642)	598,625	598,069	556
Purchased Professional & Technical Services	11-000-222-300	35,914	(5,414)	30,500	30,353	147
Other Purchased Services	11-000-222-500	6,315	(2,974)	3,341	349	2,992
Supplies and Materials	11-000-222-600	69,680	(7,573)	62,107	48,828	13,279
Other Objects	11-000-222-800	500	-	500	-	500
Total Educational Media Services/School Library		716,676	(21,603)	695,073	677,599	17,474
Instructional Staff Training Services:						
Purchased Professional Educational Services	11-000-223-320	-	5,900	5,900	5,900	-
Other Purchase Services	11-000-223-500	14,600	2,076	16,676	10,076	6,600
Supplies & Materials	11-000-223-600	4,516	(1,467)	3,049	34	3,015
Other Objects	11-000-223-800	2,000	(1,657)	343	343	-
Total Instructional Staff Training Services		21,116	4,852	25,968	16,353	9,615
Support Services General Administration:						
Salaries	11-000-230-100	274,446	44,246	318,692	293,393	25,299
Legal Services	11-000-230-331	255,000	(20,245)	234,755	189,630	45,125
Audit Fees	11-000-230-332	35,000	-	35,000	35,000	-
Other Purchased Professional Services	11-000-230-339	16,500	(930)	15,570	6,435	9,135
Communications/Telephone	11-000-230-530	94,100	(2,221)	91,879	91,534	345
Travel	11-000-230-580	-	-	-	-	-
BOE Other Purchased Services	11-000-230-585	3,527	-	3,527	1,859	1,668
Other Purchased Services	11-000-230-590	162,437	(178)	162,259	154,463	7,796
Supplies and Materials	11-000-230-610	3,600	(77)	3,523	3,522	1
BOE In House Training/Management Support	11-000-230-630	1,500	322	1,822	1,799	23
Miscellaneous Expenditures	11-000-230-890	7,200	1,561	8,761	8,761	-
BOE Membership Dues & Fees	11-000-230-895	30,100	(939)	29,161	29,161	-
Total Support Services General Administration		883,410	21,539	904,949	815,557	89,392
Support Services School Administration:						
Salaries of Principals & Assistant Principals	11-000-240-103	1,441,132	13,799	1,454,931	1,454,931	-
Salaries of Secretarial & Clerical Assistants	11-000-240-105	708,416	12,237	720,653	673,824	46,829
Other Salaries	11-000-240-110	1,365	(1,365)	-	-	-
Other Purchased Services	11-000-240-500	28,945	(2,203)	26,742	26,030	712
Supplies and Materials	11-000-240-600	35,307	(12,360)	22,947	20,601	2,346
Other Objects	11-000-240-800	15,500	1,201	16,701	16,201	500
Total Support Services School Administration		2,230,665	11,309	2,241,974	2,191,587	50,387
Central Services:						
Salaries	11-000-251-100	624,632	47,967	672,599	671,682	917
Other Salaries	11-000-251-110	-	-	-	-	-

**MOORESTOWN TOWNSHIP BOARD OF EDUCATION
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE FISCAL YEAR ENDED JUNE 30, 2018**

	ACCOUNT NUMBERS	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL	VARIANCE FINAL TO ACTUAL FAVORABLE/ (UNFAVORABLE)
Purchased Professional Services	11-000-251-330	1,300	-	1,300	850	450
Purchased Technical Services	11-000-251-340	21,200	2,700	23,900	23,386	514
Other Purchased Services	11-000-251-592	30,377	(6,475)	23,902	23,899	3
Supplies and Materials	11-000-251-600	12,800	(1,400)	11,400	10,439	961
Miscellaneous Expenditures	11-000-251-890	4,095	(1,000)	3,095	2,825	270
Total Central Services		694,404	41,792	736,196	733,081	3,115
Administrative Information Technology:						
Salaries	11-000-252-100	355,223	(3,365)	351,858	328,595	23,263
Purchased Professional Services	11-000-252-330	4,000	(2,000)	2,000	2,000	-
Purchased Technical Services	11-000-252-340	20,250	373	20,623	12,743	7,880
Other Purchased Services	11-000-252-500	184,155	18,861	203,016	203,016	-
Supplies and Materials	11-000-252-600	11,000	(2,355)	8,645	8,606	39
Total Administrative Information Technology		574,628	11,514	586,142	554,960	31,182
Regular Maintenance School Facilities:						
Cleaning, Repair & Maintenance Services	11-000-261-420	138,817	46,982	185,799	171,017	14,782
General Supplies	11-000-261-610	46,500	(757)	45,743	38,209	7,534
Other Objects	11-000-261-800	-	1,639	1,639	1,639	-
Total Regular Maintenance School Facilities		185,317	47,864	233,181	210,865	22,316
Custodial Services:						
Salaries	11-000-262-100	1,583,293	(5,838)	1,577,455	1,573,732	3,723
Salaries of Non-Instructional Aides	11-000-262-107	334,606	(91,183)	243,423	243,234	189
Purchased Technical Services	11-000-262-300	7,000	(2,903)	4,097	-	4,097
Cleaning, Repair & Maintenance Services	11-000-262-420	1,210,941	(11,767)	1,199,174	1,198,274	900
Rental of Land & Buildings						
Purchase Agreements	11-000-262-441	98,088	(23,864)	74,224	62,049	12,175
Other Purchased Property Services	11-000-262-490	61,000	11,735	72,735	72,735	-
Insurance	11-000-262-520	186,392	-	186,392	186,392	-
Miscellaneous Purchased Services	11-000-262-590	500	776	1,276	1,276	-
General Supplies	11-000-262-610	163,000	33,810	196,810	191,711	5,099
Energy (Natural Gas)	11-000-262-621	180,000	-	180,000	138,573	41,427
Energy (Electricity)	11-000-262-622	950,000	(75,756)	874,244	703,331	170,913
Other Objects	11-000-262-800	5,500	-	5,500	3,457	2,043
Total Custodial Services		4,780,320	(164,990)	4,615,330	4,374,764	240,566
Care & Upkeep of Grounds:						
Purchased Professional & Technical Services	11-000-263-300	2,500	(2,172)	328	-	328
Cleaning, Repair & Maintenance Services	11-000-263-420	389,000	34,685	423,685	420,624	3,061
General Supplies	11-000-263-610	73,000	12,503	85,503	84,627	876
Total Care & Upkeep of Grounds		464,500	45,016	509,516	505,251	4,265
Security:						
Salaries	11-000-266-100	176,404	(5,324)	171,080	161,611	9,469
Purchased Professional & Technical Services	11-000-266-300	167,445	(6,390)	161,055	157,208	3,847
Cleaning, Repair & Maintenance Services	11-000-266-420	3,750	-	3,750	1,000	2,750
Miscellaneous Purchased Services	11-000-266-590	-	-	-	-	-
General Supplies	11-000-266-610	2,000	-	2,000	799	1,201
Other Objects	11-000-266-800	-	-	-	-	-
Total Security Services		349,599	(11,714)	337,885	320,618	17,267
Student Transportation Services:						
Salaries for Pupil Transportation (Between Home & School) - Regular	11-000-270-160	580,490	(52,813)	527,677	517,335	10,342
Salaries for Pupil Transportation (Between Home & School) - Special Education	11-000-270-161	163,159	3,618	166,777	163,439	3,338

**MOORESTOWN TOWNSHIP BOARD OF EDUCATION
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE FISCAL YEAR ENDED JUNE 30, 2018**

	ACCOUNT NUMBERS	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL	VARIANCE FINAL TO ACTUAL FAVORABLE/ (UNFAVORABLE)
Salaries for Pupil Transportation (Other Than Between Home & School)	11-000-270-162	42,200	-	42,200	29,942	12,258
Salaries for Pupil Transportation (Between Home & School) - Nonpublic School	11-000-270-163	-	-	-	-	-
Other Purchased Professional Services	11-000-270-390	2,000	(890)	1,110	690	420
Cleaning, Repair & Maintenance Services	11-000-270-420	31,180	41,368	72,548	72,280	268
Rental	11-000-270-442	1,000	-	1,000	625	375
Lease Purchase Vehicles	11-000-270-443	200,706	-	200,706	200,208	498
Contracted Services - Aid in Lieu of Payments	11-000-270-503	88,400	(19,004)	69,396	66,439	2,957
Contracted Services (Between Home & School) - Vendors	11-000-270-511	649,904	22,762	672,666	672,666	-
Contracted Services (Other Than Between Home & School) - Vendors	11-000-270-512	172,320	(57,767)	114,553	109,522	5,031
Contracted Services (Home & School) - Joint Agreements	11-000-270-513	21,000	(3,152)	17,848	17,848	-
Contracted Services (Special Education Students) - Vendors	11-000-270-514	202,000	86,320	288,320	285,883	2,437
Contracted Services (Special Education Students) - Joint Agreements	11-000-270-515	195,200	(53,931)	141,269	141,269	-
Contracted Services (Special Education Students) - ESC & CTSA	11-000-270-518	263,200	186,000	449,200	444,094	5,106
Travel	11-000-270-580	-	-	-	-	-
Miscellaneous Purchased Services	11-000-270-590	-	-	-	-	-
Miscellaneous Purchased Services - Transportation	11-000-270-593	65,031	(11,000)	54,031	52,854	1,177
Supplies and Materials	11-000-270-610	235,089	(131,993)	103,096	102,127	969
Other Objects	11-000-270-800	700	208	908	908	-
Total Student Transportation Services		2,913,579	9,726	2,923,305	2,878,129	45,176
Unallocated Benefits - Employee Benefits:						
Social Security Contributions - Other	11-000-291-220	800,000	-	800,000	727,138	72,862
Other Retirement Contributions - Regular	11-000-291-241	791,094	(10,772)	780,322	780,322	-
DRCP - Employer Share	11-000-291-249	40,000	900	40,900	29,324	11,576
Unemployment Compensation	11-000-291-250	53,000	-	53,000	-	53,000
Workmen's Compensation	11-000-291-260	403,973	-	403,973	403,973	-
Health Benefits	11-000-291-270	11,000,090	(121,038)	10,879,052	10,826,164	52,888
Tuition Reimbursements	11-000-291-280	125,000	(2,500)	122,500	100,000	22,500
Other Employee Benefits	11-000-291-290	-	126,111	126,111	126,111	-
Total Unallocated Benefits - Employee Benefits		13,213,157	(7,299)	13,205,858	12,993,032	212,826
Nonbudgeted:						
On-Behalf TPAF Pension Contributions		-	-	-	4,487,058	(4,487,058)
On-Behalf TPAF Medical Contributions		-	-	-	2,898,095	(2,898,095)
On-Behalf TPAF Long Term Disability Insurance		-	-	-	5,862	(5,862)
Reimbursed TPAF Social Security Contributions		-	-	-	2,465,728	(2,465,728)
Total Undistributed Expenditures		37,878,123	94,950	37,973,073	46,635,153	(8,662,080)
Total Expenditures - Current Expense		69,532,136	223,505	69,755,641	78,145,252	(8,389,611)
Capital Outlay:						
Transfer to Capital Reserve	10-604	200	(200)	-	-	-
Undistributed Expenditures - Central Services Equipment	12-000-251-730	-	5,990	5,990	5,990	-
Non-Instructional Equipment	12-000-262-730	-	-	-	-	-
Instructional Equipment	12-000-270-732	-	18,218	18,218	18,218	-
Instructional Equipment	12-140-100-731	-	-	-	-	-
Total Equipment		200	24,008	24,208	24,208	-
Facilities Acquisition & Construction Services:						
Construction Services	12-000-400-450	51,700	-	51,700	49,993	1,707

**MOORESTOWN TOWNSHIP BOARD OF EDUCATION
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE FISCAL YEAR ENDED JUNE 30, 2018**

	ACCOUNT NUMBERS	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL	VARIANCE FINAL TO ACTUAL FAVORABLE/ (UNFAVORABLE)
Assessment for Debt Service on SDA Funding	12-000-400-896	122,153	-	122,153	122,153	-
Capital Reserve - Transfer to Capital Projects	12-000-400-931	-	77,237	77,237	77,237	-
Capital Reserve - Transfer to Debt Service	12-000-400-933	-	28,325	28,325	28,325	-
Total Facilities Acquisition & Construction Services		173,853	105,562	279,415	277,708	1,707
Assets Acquired Under Capital Leases (Nonbudgeted): Instruction		-	-	-	950,000	(950,000)
Total Assets Acquired Under Capital Leases (Nonbudgeted)		-	-	-	950,000	(950,000)
Total Capital Outlay		174,053	129,570	303,623	1,251,916	(948,293)
Total Expenditures		69,706,189	353,075	70,059,264	79,397,168	(9,337,904)
Excess/(Deficiency) of Revenues Over/(Under) Expenditures Before Other Financing Sources/(Uses)		(1,779,477)	(277,857)	(2,057,334)	(270,668)	1,786,666
Other Financing Sources/(Uses): Capital Leases (Nonbudgeted)		-	-	-	950,000	950,000
Total Other Financing Sources/(Uses)		-	-	-	950,000	950,000
Excess/(Deficiency) of Revenues Over/(Under) Expenditures After Other Financing Sources/(Uses)		(1,779,477)	(277,857)	(2,057,334)	679,332	2,736,666
Fund Balances, July 1		5,679,137	-	5,679,137	5,679,137	-
Fund Balances, June 30		\$ 3,899,660	\$ (277,857)	\$ 3,621,803	\$ 6,358,469	\$ 2,736,666

518,839

RECAPITULATION OF BUDGET TRANSFERS

Transfer from Capital Reserve to Debt Service	\$ 28,325
Transfer from Capital Reserve to Capital Projects	77,237
Prior Year Reserve for Encumbrances	<u>172,295</u>
Total Budget Transfers	<u><u>\$ 277,857</u></u>

RECAPITULATION OF FUND BALANCE:

Restricted Fund Balance:	
Capital Reserve	\$ 2,640
Excess Surplus	2,142,857
Reserved Excess Surplus - Designated for Subsequent Year's Expenditures	1,922,397
Assigned Fund Balance:	
Designated for Subsequent Year's Expenditures	300,874
Year-End Encumbrances	189,441
Unassigned Fund Balance	<u>1,800,260</u>
Subtotal	<u>6,358,469</u>
Reconciliation to Governmental Funds Statements (GAAP):	
Last Two State Aid Payments Not Recognized on a GAAP Basis	<u>(278,715)</u>
Total	<u><u>\$ 6,079,754</u></u>

**MOORESTOWN TOWNSHIP PUBLIC SCHOOLS
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	\$ 283,727	\$ 92,392	\$ 376,119	\$ 376,119	\$ -
Federal Sources	847,034	345,835	1,192,869	1,192,869	-
Total Revenues	1,130,761	438,227	1,568,988	1,568,988	-
EXPENDITURES:					
Instruction:					
Salaries of Teachers	134,972	4,249	139,221	139,221	-
Purchased Professional & Technical Services	23,730	42,110	65,840	65,840	-
Tuition	-	883,671	883,671	883,671	-
Other Purchased Professional Services	712,062	(650,411)	61,651	61,651	-
General Supplies	24,266	21,114	45,380	45,380	-
Textbooks	53,290	1,602	54,892	54,892	-
Total Instruction	948,320	302,335	1,250,655	1,250,655	-
Support Services:					
Salaries of Other Professional Staff	-	5,625	5,625	5,625	-
Personal Services - Employee Benefits	-	21,606	21,606	21,606	-
Purchased Professional - Educational Services	158,981	42,829	201,810	201,810	-
Other Purchased Professional Services	-	11,686	11,686	11,686	-
Supplies & Materials	23,460	54,146	77,606	77,606	-
Total Support Services	182,441	135,892	318,333	318,333	-
Facilities Acquisition & Construction Services:					
Instructional Equipment	-	-	-	-	-
Total Facilities Acquisition & Construction Services	-	-	-	-	-
Total Expenditures	1,130,761	438,227	1,568,988	1,568,988	-
Total Outflows	1,130,761	438,227	1,568,988	1,568,988	-
Excess/(Deficiency) of Revenues Over/(Under) Expenditures & Other Financing Sources/(Uses)	\$ -	\$ -	\$ -	\$ -	\$ -

NOTES TO REQUIRED SUPPLEMENTARY INFORMATION

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**MOORESTOWN TOWNSHIP PUBLIC SCHOOLS
REQUIRED SUPPLEMENTARY INFORMATION
BUDGETARY COMPARISON SCHEDULE
NOTE TO RSI
FOR THE FISCAL YEAR ENDED JUNE 30, 2018**

	GENERAL FUND	SPECIAL REVENUE FUND
Sources/Inflows of Resources:		
Actual Amounts (Budgetary Basis) "Revenue"		
From the Budgetary Comparison Schedule (C-Series)	\$ 79,126,500	\$ 1,568,988
Difference - Budget to GAAP:		
Grant accounting budgetary basis differs from GAAP in that encumbrances are recognized as expenditures, and the related revenue is recognized.		
Current Year		(34,539)
State aid revenue adjustment due to last two state aid payments not being recognized in accordance with GASB No. 33		
Current Year	(278,715)	-
Prior Year	247,873	-
<hr/>		
Total Revenues as Reported on the Statement of Revenues, Expenditures, and Changes in Fund Balances - Governmental Funds. (B-2)	\$ 79,095,658	\$ 1,534,449
<hr/>		
Uses/outflows of resources:		
Actual amounts (budgetary basis) "total expenditures" from the budgetary comparison schedule	\$ 79,397,168	\$ 1,568,988
Differences - Budget to GAAP		
Encumbrances for supplies and equipment ordered but not received is reported in the year the order is placed for budgetary purposes, but in the year the supplies are received for financial reporting purposes.		
		\$ (34,539)
<hr/>		
Total Expenditures as Reported on the Statement of Revenues, Expenditures, and Changes in Fund Balances - Governmental Funds (B-2)	\$ 79,397,168	\$ 1,534,449
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REQUIRED SUPPLEMENTARY INFORMATION - PART III

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

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MOORESTOWN TOWNSHIP PUBLIC SCHOOLS
SCHEDULE OF THE SCHOOL DISTRICT'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY
PUBLIC EMPLOYEES' RETIREMENT SYSTEM (PERS)
LAST FIVE FISCAL YEARS*

	2018	2017	2016	2015	2014
School District's proportion of the net pension liability	0.08280%	0.08134%	0.08479%	0.08671%	0.08296
School District's proportionate share of the net pension liability	\$ 19,273,748	\$ 24,091,010	\$ 19,034,241	\$ 16,234,490	\$ 15,854,780
School District's covered payroll	6,045,367	5,457,133	5,361,200	5,654,058	Unavailable
School District's proportionate share of the net pension liability as a percentage of its covered payroll	319%	441%	355%	303%	280%
Plan fiduciary net position as a percentage of the total pension liability	48.10%	40.14%	47.93%	52.08%	48.72%

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

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

**MOORESTOWN TOWNSHIP PUBLIC SCHOOLS
SCHEDULE OF SCHOOL DISTRICT CONTRIBUTIONS
PUBLIC EMPLOYEES' RETIREMENT SYSTEM (PERS)
LAST FIVE FISCAL YEARS**

	2018	2017	2016	2015	2014	2013
School District's contractually required contribution	825,000	780,322	722,626	728,989	714,825	625,066
Contributions in relation to the contractually required contribution	(825,000)	(780,322)	(722,626)	(728,989)	(714,825)	(625,066)
Contribution deficiency (excess)	-	-	-	-	-	-
Contributions in relation to the contractually required contribution	\$ 6,189,257	\$ 6,045,367	\$ 5,457,133	\$ 5,361,200	\$ 5,654,058	**N/A
Contributions as a percentage of covered payroll	13.33%	12.91%	13.24%	13.60%	13.33%	**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.

**MOORESTOWN TOWNSHIP PUBLIC SCHOOLS
SCHEDULE OF THE DISTRICT'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY
TEACHERS' PENSION AND ANNUITY FUND (TPAF)
LAST FIVE FISCAL YEARS***

	2018	2017	2016	2015	2014
School District's proportion of the net pension liability	0.00%	0.00%	0.00%	0.00%	0.00%
School District's proportionate share of the net pension liability	\$ -	\$ -	\$ -	\$ -	\$ -
State's proportionate share of the net pension liability associated with the School District	196,513,563	227,665,589	181,724,175	152,531,748	149,277,219
	<u>\$ 196,513,563</u>	<u>\$ 227,665,589</u>	<u>\$ 181,724,175</u>	<u>\$ 152,531,748</u>	<u>\$ 149,277,219</u>
School District's covered payroll	\$ 32,397,868	\$ 31,791,499	\$ 30,287,779	\$ 29,271,448	\$ 28,999,437
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	48.10%	22.33%	28.71%	33.64%	33.76%

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

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

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**SCHEDULES RELATED TO ACCOUNTING AND REPORTING FOR OTHER POST EMPLOYMENT BENEFITS
(GASB 75)**

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EXHIBIT M-1

**MOORESTOWN TOWNSHIP PUBLIC SCHOOLS
SCHEDULE OF CHANGES IN THE NET OPEB LIABILITY AND RELATED RATIOS
STATE HEALTH BENEFIT LOCAL EDUCATION RETIRED EMPLOYEES PLAN (OPEB)
LAST FISCAL YEAR***

	<u>2018</u>
Total OPEB Liability Associated with the District	
Service Cost	\$ 6,769,930
Interest Cost	4,728,737
Changes of Assumptions	(19,546,065)
Contributions: Member	127,443
Gross Benefit Payments	<u>(3,460,995)</u>
Net Change in Total OPEB Liability Associated with the District	(11,380,950)
Total Associated OPEB Liability (Beginning)	<u>160,805,720</u>
Total Associated OPEB Liability (Ending)	<u><u>\$ 149,424,770</u></u>
District's Covered Employee Payroll	\$ 37,836,866
Net Associated OPEB Liability as a Percentage of Payroll	395%

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

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

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**MOORESTOWN TOWNSHIP PUBLIC SCHOOLS
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION - PART III
YEAR ENDED JUNE 30, 2018**

Teachers Pension and Annuity Fund (TPAF)

Changes in Benefit Terms - None.

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

Public Employees' Retirement System (PERS)

Changes in Benefit Terms - None.

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

State Health Benefit Local Education Retired Employees Plan (OPEB)

Changes in Benefit Terms - None.

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

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OTHER SUPPLEMENTARY INFORMATION

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D. School Based Budget Schedules

Not Applicable

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E. Special Revenue Fund

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**MOORESTOWN TOWNSHIP PUBLIC SCHOOLS
SPECIAL REVENUE FUND
COMBINING SCHEDULE OF PROGRAM REVENUES
AND EXPENDITURES - BUDGETARY BASIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2018**

	N.J. NONPUBLIC TEXTBOOK AID CHAPTER 194, P.L. 1979	N.J. NONPUBLIC HANDICAPPED SERVICES CHAPTER 193, P.L.1977				NEW JERSEY NONPUBLIC NURSING
		CORRECTIVE SPEECH	SUPPLEMENTAL INSTRUCTION	EXAMINATION & CLASSIFICATION	COMPENSATORY EDUCATION	
Revenues:						
State Sources	\$ 54,892	\$ 33,123	\$ 18,633	\$ 28,217	\$ 14,084	\$ 105,051
Total Revenues	<u>\$ 54,892</u>	<u>\$ 33,123</u>	<u>\$ 18,633</u>	<u>\$ 28,217</u>	<u>\$ 14,084</u>	<u>\$ 105,051</u>
Expenditures:						
Instruction:						
Purchased Educational Services	\$ -	\$ 33,123	\$ 18,633	\$ -	\$ 14,084	\$ -
Textbooks	54,892	-	-	-	-	-
Total Instruction	<u>54,892</u>	<u>33,123</u>	<u>18,633</u>	<u>-</u>	<u>14,084</u>	<u>-</u>
Support Services:						
Purchased Educational Services	-	-	-	28,217	-	105,051
Total Support Services	<u>-</u>	<u>-</u>	<u>-</u>	<u>28,217</u>	<u>-</u>	<u>105,051</u>
Total Expenditures	<u>\$ 54,892</u>	<u>\$ 33,123</u>	<u>\$ 18,633</u>	<u>\$ 28,217</u>	<u>\$ 14,084</u>	<u>\$ 105,051</u>

**MOORESTOWN TOWNSHIP PUBLIC SCHOOLS
SPECIAL REVENUE FUND
COMBINING SCHEDULE OF PROGRAM REVENUES
AND EXPENDITURES - BUDGETARY BASIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2018**

	N.J. NONPUBLIC			I.D.E.A. - PART B	
	TECH INITIATIVE	AUXILIARY HOME INSTRUCTION	SECURITY AID	BASIC	PRESCHOOL
Revenues:					
State Sources	\$ 39,886	\$ 7,205	\$ 75,028	\$ -	\$ -
Federal Sources	-	-	-	919,227	54,072
Total Revenues	\$ 39,886	\$ 7,205	\$ 75,028	\$ 919,227	\$ 54,072
Expenditures:					
Instruction:					
Tuition	\$ -		\$ -	\$ 883,671	\$ -
Other Purchased Services	-	7,205	-	-	51,806
General Supplies	39,886		-	-	2,266
Total Instruction	39,886	7,205	-	883,671	54,072
Support Services:					
Purchased Educational Services	-		-	35,556	-
General Supplies	-		75,028	-	-
Total Support Services	-	-	75,028	35,556	-
Facilities Acquisition & Construction Services:					
Instructional Equipment	-	-	-	-	-
Total Facilities Acquisition & Construction Services	-	-	-	-	-
Total Expenditures	\$ 39,886	\$ 7,205	\$ 75,028	\$ 919,227	\$ 54,072

**MOORESTOWN TOWNSHIP PUBLIC SCHOOLS
SPECIAL REVENUE FUND
COMBINING SCHEDULE OF PROGRAM REVENUES
AND EXPENDITURES - BUDGETARY BASIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2018**

	TITLE I	TITLE IIA	TITLE IV	TOTALS
Revenues:				
State Sources	\$ -	\$ -	\$ -	\$ 376,119
Federal Sources	111,643	98,709	9,218	1,192,869
Total Revenues	\$ 111,643	\$ 98,709	\$ 9,218	\$ 1,568,988
Expenditures:				
Instruction:				
Salaries of Teachers	\$ 95,086	\$ 44,135	\$ -	\$ 139,221
Purchased Professional & Technical Services	-	-	-	65,840
Tuition	-	-	-	883,671
Other Purchased Professional Services	-	-	2,640	61,651
General Supplies	3,228	-	-	45,380
Textbooks	-	-	-	54,892
Total Instruction	98,314	44,135	2,640	1,250,655
Support Services:				
Salaries of Other Professional Staff	5,625	-	-	5,625
Purchased Educational Services	-	26,986	6,000	201,810
Other Purchased Professional Services	-	11,686	-	11,686
Personal Services - Employee Benefits	7,704	13,902	-	21,606
General Supplies	-	2,000	578	77,606
Total Support Services	13,329	54,574	6,578	318,333
Facilities Acquisition & Construction Services: Instructional Equipment	-	-	-	-
Total Facilities Acquisition & Construction Services	-	-	-	-
Total Expenditures	\$ 111,643	\$ 98,709	\$ 9,218	\$ 1,568,988

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F. Capital Projects Fund

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**MOORESTOWN TOWNSHIP PUBLIC SCHOOLS
CAPITAL PROJECTS FUND
SUMMARY SCHEDULE OF PROJECT EXPENDITURES
FOR THE FISCAL YEAR ENDED JUNE 30, 2018**

PROJECT TITLE/ISSUE	ORIGINAL DATE	APPROPRIATIONS	EXPENDITURES TO DATE		UNEXPENDED BALANCE JUNE 30, 2018
			PRIOR YEARS	CURRENT YEAR	
George C. Baker Elementary School Exterior Closure & Plumbing Project	1/16/2015	\$ 3,303,864	\$ 3,046,070	\$ 239,505	\$ 18,289
Mary E. Roberts Elementary School Exterior Closure & Plumbing Project	1/16/2015	2,918,877	2,849,891	54,031	14,955
South Valley Elementary School Exterior Closure Project	1/16/2015	2,750,082	2,720,120	10,945	19,017
Upper Elementary School Plumbing Project	1/16/2015	6,382,774	2,950,825	2,940,842	491,107
William Allen Middle School Plumbing Project	1/16/2015	9,016,819	7,428,530	1,419,050	169,239
Moorestown High School Various Improvements Project	1/16/2015	18,542,020	16,099,175	1,665,822	777,023
Moorestown High School - Fire Line	6/30/2018	77,237	-	-	77,237
Total		\$ 35,094,611	\$ 6,330,195	\$ 1,566,867	
Reconciliation - Unexpended Capital Project Balances to Fund Balance - June 30, 2018:					
Unexpended Project Balances June 30, 2018				\$ 1,566,867	
Total Fund Balance (Budgetary Basis) - June 30, 2018				1,566,867	
Less:					
Unexpended State Aid - ROD Grants				483,977	
Total Fund Balance (GAAP Basis) - June 30, 2018				\$ 1,082,890	

**MOORESTOWN TOWNSHIP PUBLIC SCHOOLS
CAPITAL PROJECTS FUND
SUMMARY SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE-BUDGETARY BASIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2018**

Transfer from Capital Reserve	<u>\$ 77,237</u>
Total Revenues	<u>77,237</u>
Expenditures & Other Financing Uses:	
Purchased Professional & Technical Services	\$ 274,898
Construction Services	<u>6,055,297</u>
Total Expenditures	<u>6,330,195</u>
Excess/(Deficiency) of Revenues Over/(Under) Expenditures	<u>(6,252,958)</u>
Fund Balance - Beginning	<u>7,819,825</u>
Fund Balance - Ending	<u><u>\$ 1,566,867</u></u>

**MOORESTOWN TOWNSHIP PUBLIC SCHOOLS
CAPITAL PROJECTS FUND
SCHEDULE OF REVENUES, EXPENDITURES, PROJECT BALANCE AND
PROJECT STATUS - BUDGETARY BASIS
GEORGE C. BAKER ELEMENTARY SCHOOL EXTERIOR CLOSURE AND PLUMBING PROJECT
FOR THE FISCAL YEAR ENDED JUNE 30, 2018**

	PRIOR PERIODS	CURRENT YEAR	TOTALS	REVISED AUTHORIZED COST
Revenues & Other Financing Sources:				
State Sources - SDA Grant	\$ 1,232,785	\$ -	\$ 1,232,785	\$ 1,232,785
Bond Proceeds	2,101,253	(30,174)	2,071,079	2,071,079
Total Revenues	3,334,038	(30,174)	3,303,864	3,303,864
Expenditures & Other Financing Uses:				
Purchased Professional & Technical Services	293,551	10,668	304,219	322,510
Construction Services	2,752,519	228,837	2,981,356	2,981,354
Total Expenditures	3,046,070	239,505	3,285,575	3,303,864
Excess/(Deficiency) of Revenues Over/ (Under) Expenditures	\$ 287,968	\$ (269,679)	\$ 18,289	\$ -

ADDITIONAL PROJECT INFORMATION

Project Number	3360-0460-14-1002
Grant Date	1/16/2015
Bond Authorization Date	11/18/2014
Bonds Authorized	\$ 2,101,253
Bonds Issued	\$ 2,101,253
Original Authorized Cost	\$ 3,334,038
Additional Authorized Cost	\$ (30,174)
Revised Authorized Cost	\$ 3,303,864
Percentage Increase Over Original Authorized Cost	-1%
Percentage Completion	99%
Original Target Completion Date	6/30/2016
Revised Target Completion Date	6/30/2018

**MOORESTOWN TOWNSHIP PUBLIC SCHOOLS
CAPITAL PROJECTS FUND
SCHEDULE OF REVENUES, EXPENDITURES, PROJECT BALANCE AND
PROJECT STATUS - BUDGETARY BASIS
MARY E. ROBERTS ELEMENTARY SCHOOL EXTERIOR CLOSURE AND PLUMBING PROJECT
FOR THE FISCAL YEAR ENDED JUNE 30, 2018**

	PRIOR PERIODS	CURRENT YEAR	TOTALS	REVISED AUTHORIZED COST
Revenues & Other Financing Sources:				
State Sources - SDA Grant	\$ 1,129,422	\$ -	\$ 1,129,422	\$ 1,129,422
Bond Proceeds	1,875,804	(86,349)	1,789,455	1,789,455
Total Revenues	3,005,226	(86,349)	2,918,877	2,918,877
Expenditures & Other Financing Uses:				
Purchased Professional & Technical Services	263,083	8,917	272,000	286,955
Construction Services	2,586,808	45,114	2,631,922	2,631,922
Total Expenditures	2,849,891	54,031	2,903,922	2,918,877
Excess/(Deficiency) of Revenues Over/ (Under) Expenditures	\$ 155,335	\$ (140,380)	\$ 14,955	\$ -

ADDITIONAL PROJECT INFORMATION

Project Number	3360-100-14-1003
Grant Date	1/16/2015
Bond Authorization Date	11/18/2014
Bonds Authorized	\$ 1,875,804
Bonds Issued	\$ 1,875,804
Original Authorized Cost	\$ 3,005,226
Additional Authorized Cost	\$ (86,349)
Revised Authorized Cost	\$ 2,918,877
Percentage Increase Over Original Authorized Cost	-3%
Percentage Completion	99%
Original Target Completion Date	6/30/2016
Revised Target Completion Date	6/30/2018

MOORESTOWN TOWNSHIP PUBLIC SCHOOLS
CAPITAL PROJECTS FUND
SCHEDULE OF REVENUES, EXPENDITURES, PROJECT BALANCE AND
PROJECT STATUS - BUDGETARY BASIS
SOUTH VALLEY ELEMENTARY SCHOOL EXTERIOR CLOSURE PROJECT
FOR THE FISCAL YEAR ENDED JUNE 30, 2018

	PRIOR PERIODS	CURRENT YEAR	TOTALS	REVISED AUTHORIZED COST
Revenues & Other Financing Sources:				
State Sources - SDA Grant	\$ 861,729	\$ -	\$ 861,729	\$ 861,729
Bond Proceeds	2,158,793	(270,440)	1,888,353	1,888,353
Total Revenues	3,020,522	(270,440)	2,750,082	2,750,082
Expenditures & Other Financing Uses:				
Purchased Professional & Technical Services	246,804	9,234	256,038	275,055
Construction Services	2,473,316	1,711	2,475,027	2,475,027
Total Expenditures	2,720,120	10,945	2,731,065	2,750,082
Excess/(Deficiency) of Revenues Over/ (Under) Expenditures	\$ 300,402	\$ (281,385)	\$ 19,017	\$ -

ADDITIONAL PROJECT INFORMATION

Project Number	3360-120-14-1006
Grant Date	1/16/2015
Bond Authorization Date	11/18/2014
Bonds Authorized	\$ 2,158,793
Bonds Issued	\$ 2,158,793
Original Authorized Cost	\$ 3,020,522
Additional Authorized Cost	\$ (270,440)
Revised Authorized Cost	\$ 2,750,082
Percentage Increase Over Original Authorized Cost	-9%
Percentage Completion	99%
Original Target Completion Date	6/30/2016
Revised Target Completion Date	6/30/2018

**MOORESTOWN TOWNSHIP PUBLIC SCHOOLS
CAPITAL PROJECTS FUND
SCHEDULE OF REVENUES, EXPENDITURES, PROJECT BALANCE AND
PROJECT STATUS - BUDGETARY BASIS
UPPER ELEMENTARY SCHOOL PLUMBING PROJECT
FOR THE FISCAL YEAR ENDED JUNE 30, 2018**

	PRIOR PERIODS	CURRENT YEAR	TOTALS	REVISED AUTHORIZED COST
Revenues & Other Financing Sources:				
State Sources - SDA Grant	\$ 2,414,500	\$ -	\$ 2,414,500	\$ 2,414,500
Bond Proceeds	4,149,707	(181,433)	3,968,274	3,968,274
Total Revenues	6,564,207	(181,433)	6,382,774	6,382,774
Expenditures & Other Financing Uses:				
Purchased Professional & Technical Services	528,111	78,267	606,378	666,246
Construction Services	2,422,714	2,862,575	5,285,289	5,716,528
Total Expenditures	2,950,825	2,940,842	5,891,667	6,382,774
Excess/(Deficiency) of Revenues Over/ (Under) Expenditures	\$ 3,613,382	\$ (3,122,275)	\$ 491,107	\$ -

ADDITIONAL PROJECT INFORMATION

Project Number	3360-115-14-1005
Grant Date	1/16/2015
Bond Authorization Date	11/18/2014
Bonds Authorized	\$ 3,968,274
Bonds Issued	\$ 4,149,707
Original Authorized Cost	\$ 6,564,207
Additional Authorized Cost	\$ (181,433)
Revised Authorized Cost	\$ 6,382,774
Percentage Increase Over Original Authorized Cost	-3%
Percentage Completion	92%
Original Target Completion Date	6/30/2016
Revised Target Completion Date	6/30/2018

**MOORESTOWN TOWNSHIP PUBLIC SCHOOLS
CAPITAL PROJECTS FUND
SCHEDULE OF REVENUES, EXPENDITURES, PROJECT BALANCE AND
PROJECT STATUS - BUDGETARY BASIS
WILLIAM ALLEN MIDDLE SCHOOL PLUMBING PROJECT
FOR THE FISCAL YEAR ENDED JUNE 30, 2018**

	PRIOR PERIODS	CURRENT YEAR	TOTALS	REVISED AUTHORIZED COST
Revenues & Other Financing Sources:				
State Sources - SDA Grant	\$ 2,680,000	\$ -	\$ 2,680,000	\$ 2,680,000
Bond Proceeds	5,681,448	655,371	6,336,819	6,336,819
Total Revenues	8,361,448	655,371	9,016,819	9,016,819
Expenditures & Other Financing Uses:				
Purchased Professional & Technical Services	761,308	46,828	808,136	913,804
Construction Services	6,667,222	1,372,222	8,039,444	8,103,015
Total Expenditures	7,428,530	1,419,050	8,847,580	9,016,819
Excess/(Deficiency) of Revenues Over/ (Under) Expenditures	\$ 932,918	\$ (763,679)	\$ 169,239	\$ -

ADDITIONAL PROJECT INFORMATION

Project Number	3360-110-14-1004
Grant Date	1/16/2015
Bond Authorization Date	11/18/2014
Bonds Authorized	\$ 6,336,819
Bonds Issued	\$ 5,681,448
Original Authorized Cost	\$ 8,361,448
Additional Authorized Cost	655,371
Revised Authorized Cost	\$ 9,016,819
Percentage Increase Over Original Authorized Cost	8%
Percentage Completion	98%
Original Target Completion Date	6/30/2016
Revised Target Completion Date	6/30/2018

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

	PRIOR PERIODS	CURRENT YEAR	TOTALS	REVISED AUTHORIZED COST
Revenues & Other Financing Sources:				
State Sources - SDA Grant	\$ 5,466,000	\$ -	\$ 5,466,000	\$ 5,466,000
Bond Proceeds	13,162,995	(86,975)	13,076,020	13,076,020
Total Revenues	18,628,995	(86,975)	18,542,020	18,542,020
Expenditures & Other Financing Uses:				
Purchased Professional & Technical Services	1,576,391	120,984	1,697,375	3,625,994
Construction Services	14,522,784	1,544,838	16,067,622	14,916,026
Total Expenditures	16,099,175	1,665,822	17,764,997	18,542,020
Excess/(Deficiency) of Revenues Over/ (Under) Expenditures	\$ 2,529,820	\$ (1,752,797)	\$ 777,023	\$ -

ADDITIONAL PROJECT INFORMATION

Project Number	3360-040-14-1001
Grant Date	1/16/2015
Bond Authorization Date	11/18/2014
Bonds Authorized	\$ 13,162,995
Bonds Issued	\$ 13,162,995
Original Authorized Cost	\$ 18,542,020
Additional Authorized Cost	\$ 86,975
Revised Authorized Cost	\$ 18,628,995
Percentage Increase Over Original Authorized Cost	0.5%
Percentage Completion	95%
Original Target Completion Date	6/30/2016
Revised Target Completion Date	6/30/2018

**MOORESTOWN TOWNSHIP PUBLIC SCHOOL DISTRICT
CAPITAL PROJECTS FUND
SCHEDULE OF REVENUES, EXPENDITURES, PROJECT BALANCE AND
PROJECT STATUS - BUDGETARY BASIS
MOORESTOWN HIGH SCHOOL FIRE LINE
FOR THE FISCAL YEAR ENDED JUNE 30, 2018**

	PRIOR PERIODS	CURRENT YEAR	TOTALS	REVISED AUTHORIZED COST
Revenues & Other Financing Sources:				
Transfer from Capital Reserve	\$ -	\$ 77,237	\$ 77,237	\$ 77,237
Total Revenues	-	77,237	77,237	77,237
Expenditures & Other Financing Uses:				
Construction Services	-	-	-	77,237
Total Expenditures	-	-	-	77,237
Excess/(Deficiency) of Revenues Over/ (Under) Expenditures	\$ -	\$ 77,237	\$ 77,237	\$ -

ADDITIONAL PROJECT INFORMATION

Project Number	N/A
Grant Date	N/A
Bond Authorization Date	N/A
Bonds Authorized	N/A
Bonds Issued	N/A
Original Authorized Cost	\$ 77,237
Additional Authorized Cost	
Revised Authorized Cost	\$ 77,237
Percentage Increase Over Original Authorized Cost	N/A
Percentage Completion	0%
Original Target Completion Date	6/30/2019
Revised Target Completion Date	

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G. Proprietary Funds

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Enterprise Funds

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MOORESTOWN TOWNSHIP PUBLIC SCHOOLS
ENTERPRISE FUND
SCHEDULE OF NET POSITION
JUNE 30, 2018

ASSETS	BUSINESS-TYPE ACTIVITIES - ENTERPRISE FUNDS			TOTALS
	FOOD SERVICE	CHILD CARE	STUDENT ENRICHMENT	
Current Assets:				
Cash & Cash Equivalents	\$ 327,279	\$ 310,012	\$ 151,982	\$ 789,273
Accounts Receivable				
State	736	-	-	736
Federal	14,303	-	-	14,303
Other	-	5,314	-	5,314
Interfund Receivable	28,134	50	2,691	30,875
Inventories	28,129	-	-	28,129
Total Current Assets	398,581	315,376	154,673	868,630
Noncurrent Assets:				
Furniture, Machinery & Equipment	669,342	-	-	669,342
Less: Accumulated Depreciation	(556,235)	-	-	(556,235)
Total Noncurrent Assets	113,107	-	-	113,107
Total Assets	511,688	315,376	154,673	981,737
LIABILITIES				
Current Liabilities:				
Unearned Revenue	77,522	5,876	105,459	188,857
Accounts Payable	-	275,049	20,000	295,049
Total Liabilities	77,522	280,925	125,459	483,906
NET POSITION				
Net Investment in Capital Assets	113,107	-	-	113,107
Unrestricted	321,059	34,451	29,214	384,724
Total Net Position	\$ 434,166	\$ 34,451	\$ 29,214	\$ 497,831

MOORESTOWN TOWNSHIP PUBLIC SCHOOLS
ENTERPRISE FUNDS
SCHEDULE OF REVENUES, EXPENSES AND
CHANGES IN FUND NET POSITION
FOR THE FISCAL YEAR ENDED JUNE 30, 2018

	BUSINESS-TYPE ACTIVITIES - ENTERPRISE FUNDS			TOTALS
	FOOD SERVICE	CHILD CARE	STUDENT ENRICHMENT	
Operating Revenues:				
Charges for Services:				
Daily Sales - Reimbursable Programs	\$ 492,186	\$ -	\$ -	\$ 492,186
Daily Sales - Nonreimbursable Programs	568,508	-	-	568,508
Fees	-	531,090	130,850	661,940
Total Operating Revenues	1,060,694	531,090	130,850	1,722,634
Operating Expenses:				
Cost of Sales - Reimbursable Programs	303,053	-	-	303,053
Cost of Sales - Non-Reimbursable Programs	350,047	-	-	350,047
Salaries	453,256	207,253	62,737	723,246
Employee Benefits	84,021	26,606	7,227	117,854
Management Fee	71,148	-	-	71,148
Miscellaneous	63,895	6,272	36,453	106,620
Rental Fees	-	275,000	20,000	295,000
General Supplies	51,407	3,885	-	55,292
Depreciation	17,223	-	-	17,223
Total Operating Expenses	1,394,050	519,016	126,417	2,039,483
Operating Income/(loss)	(333,356)	12,074	4,433	(316,849)
Nonoperating Revenues (Expenses):				
State Sources:				
State School Lunch Program	11,494	-	-	11,494
Federal Sources:				
National School Lunch Program	204,496	-	-	204,496
National School Breakfast Program	5,288	-	-	5,288
Healthy Hunger-Free Kids Act	13,507	-	-	13,507
Food Distribution Program	79,543	-	-	79,543
Gain/(Loss) on Adjustment to Capital Assets	-	-	-	-
Interest & Investment Revenue	4,406	-	-	4,406
Total Nonoperating Revenues/(Expenses)	318,734	-	-	318,734
Income/(Loss) Before Contributions & Transfers	(14,622)	12,074	4,433	1,885
Change in Net Position	(14,622)	12,074	4,433	1,885
Total Net Position - Beginning	448,788	22,377	24,781	495,946
Total Net Position - Ending	\$ 434,166	\$ 34,451	\$ 29,214	\$ 497,831

MOORESTOWN TOWNSHIP PUBLIC SCHOOLS
FOOD SERVICE ENTERPRISE FUNDS
SCHEDULE OF CASH FLOWS
FOR THE FISCAL YEAR ENDED JUNE 30, 2018

BUSINESS-TYPE ACTIVITIES - ENTERPRISE FUNDS

	FOOD SERVICE	CHILD CARE	STUDENT ENRICHMENT	TOTALS
Cash Flows From Operating Activities:				
Receipts from Customers	\$ 1,071,477	\$ 537,532	\$ 160,650	\$ 1,769,659
Payments to Employees	(453,256)	(207,253)	(62,737)	(723,246)
Payments for Employee Benefits	(84,021)	(26,606)	(7,227)	(117,854)
Payments to Suppliers	(839,832)	(260,233)	(36,499)	(1,136,564)
Net Cash Provided/(Used) by Operating Activities	(305,632)	43,440	54,187	(208,005)
Cash Flows From Noncapital Financing Activities:				
State Sources	10,189	-	-	10,189
Federal Sources	279,887	-	-	279,887
Net Cash Provided/(Used) by Noncapital Financing Activities	290,076	-	-	290,076
Cash Flows From Capital & Related Financing Activities:				
Purchases of Capital Assets	-	-	-	-
Net Cash Provided/(Used) by Capital & Related Financing Activities	-	-	-	-
Cash Flows From Investing Activities:				
Interest & Dividends	4,406	-	-	4,406
Net Cash Provided/(Used) by Investing Activities	4,406	-	-	4,406
Net Increase/(Decrease) in Cash & Cash Equivalents	(11,150)	43,440	54,187	86,477
Balances - Beginning of Year	338,429	266,572	97,795	702,796
Balances - End of Year	\$ 327,279	\$ 310,012	\$ 151,982	\$ 789,273

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

Operating Income/(Loss)	\$ (333,356)	\$ 12,074	\$ 4,433	\$ (316,849)
Adjustments to Reconcile Operating Income/(Loss) to Net Cash Provided/(Used) by Operating Activities:				
Depreciation & Net Amortization	17,223	-	-	17,223
Fixed Asset Adjustments	-	-	-	-
(Increase)/Decrease in Accounts Receivable	-	2,385	(2,691)	(306)
Increase/(Decrease) in Accounts Payable	-	24,924	19,954	44,878
Increase/(Decrease) in Unearned Revenues	10,783	4,057	32,491	47,331
(Increase)/Decrease in Inventories	(282)	-	-	(282)
Total Adjustments	27,724	31,366	49,754	108,844
Net Cash Provided/(Used) by Operating Activities	\$ (305,632)	\$ 43,440	\$ 54,187	\$ (208,005)

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Internal Service Fund

Not Applicable

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H. Fiduciary Fund

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**MOORESTOWN TOWNSHIP PUBLIC SCHOOLS
FIDUCIARY FUNDS
COMPARATIVE COMBINING STATEMENT OF FIDUCIARY NET POSITION
JUNE 30, 2018**

ASSETS	PRIVATE PURPOSE			AGENCY			TOTALS
	UNEMPLOYMENT COMPENSATION TRUST	TRUST OTHER	BOND & INTEREST	STUDENT ACTIVITY	PAYROLL FUND		
Cash & Cash Equivalents	\$ 132,868	\$ 75,397	\$ 10,654	\$ 605,537	\$ 1,961,994	\$	2,786,450
Accounts Receivable	15,421	-	-	-	-	-	15,421
Interfund Accounts Receivable	-	-	3,576	-	-	-	3,576
Total Assets	132,868	90,818	14,230	605,537	1,961,994		2,805,447
LIABILITIES							
Accounts Payable	2,543	1,803	14,230	-	404,899		423,475
Accrued Salaries & Wages	-	-	-	-	1,362,866		1,362,866
Due Moorestown Education Association	-	-	-	-	3,041		3,041
Interfund Payable	-	-	-	9,246	191,188		200,434
Due to Student Groups	-	-	-	596,291	-		596,291
Total Liabilities	2,543	1,803	14,230	605,537	1,961,994		2,586,107
NET POSITION							
Restricted	130,325	-	-	-	-		130,325
Unrestricted	-	89,015	-	-	-		89,015
Total Net Position	\$ 130,325	\$ 89,015	\$ -	\$ -	\$ -	\$ -	\$ 219,340

**MOORESTOWN TOWNSHIP PUBLIC SCHOOLS
FIDUCIARY FUNDS
COMBINING STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
FOR THE FISCAL YEAR ENDED JUNE 30, 2018**

ADDITIONS	PRIVATE PURPOSE		TOTALS
	UNEMPLOYMENT COMPENSATION TRUST	OTHER TRUST FUND	
Contributions:			
Other	\$ 28,614	\$ 136,126	\$ 164,740
Total Contributions	28,614	136,126	164,740
Investment Earnings:			
Interest	1,403	-	1,403
Net Investment Earnings	1,403	-	1,403
Total Additions	30,017	136,126	166,143
DEDUCTIONS			
Unemployment Claims	8,865	-	8,865
Miscellaneous	-	116,705	116,705
Total Deductions	8,865	116,705	125,570
Change in Net Position	21,152	19,421	40,573
Net Position - Beginning of the Year	109,173	69,594	178,767
Net Position - End of the Year	\$ 130,325	\$ 89,015	\$ 219,340

**MOORESTOWN TOWNSHIP PUBLIC SCHOOLS
STUDENT ACTIVITY AGENCY FUND
SCHEDULE OF RECEIPTS AND DISBURSEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2018**

	BALANCE JULY 1, 2017	CASH RECEIPTS	CASH DISBURSEMENTS	BALANCE JUNE 30, 2018
Elementary Schools:				
South Valley	\$ 5,074	\$ 10,497	\$ 9,960	\$ 5,611
George C. Baker	17,533	13,453	14,363	16,623
Mary Roberts	3,897	9,900	7,590	6,207
Upper Elementary	31,360	54,619	56,254	29,725
Total Elementary Schools	<u>57,864</u>	<u>88,469</u>	<u>88,167</u>	<u>58,166</u>
Middle School:				
William Allen III	59,474	94,710	86,437	67,747
Senior High School:				
Moorestown	<u>358,201</u>	<u>1,690,908</u>	<u>1,758,829</u>	<u>290,280</u>
Student Athletics	<u>109,551</u>	<u>366,923</u>	<u>287,130</u>	<u>189,344</u>
Total Student Activity	<u>\$ 585,090</u>	<u>\$ 2,241,010</u>	<u>\$ 2,220,563</u>	<u>\$ 605,537</u>

**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	<u>\$ 1,342,914</u>	<u>\$ 75,497,833</u>	<u>\$ 74,878,753</u>	<u>\$ 1,961,994</u>
Total Assets	<u>\$ 1,342,914</u>	<u>\$ 75,497,833</u>	<u>\$ 74,878,753</u>	<u>\$ 1,961,994</u>
LIABILITIES				
Payroll Taxes Payable	\$ 60,795	\$ 21,368,284	\$ 21,024,180	\$ 404,899
Net Payroll	-	26,008,236	26,008,236	-
Interfund Payable	9,025	26,194,499	26,012,336	191,188
Accrued Salaries & Wages	1,269,568	1,923,773	1,830,475	1,362,866
Due Moorestown Education Association	<u>3,526</u>	<u>3,041</u>	<u>3,526</u>	<u>3,041</u>
Total Liabilities	<u>\$ 1,342,914</u>	<u>\$ 75,497,833</u>	<u>\$ 74,878,753</u>	<u>\$ 1,961,994</u>

**MOORESTOWN TOWNSHIP PUBLIC SCHOOLS
TRUST AND AGENCY FUND - OTHER
SCHEDULE OF ACTIVITY
FOR THE FISCAL YEAR ENDED JUNE 30, 2018**

	BALANCE JUNE 30, 2017	TRANSFERS	RECEIPTS	DISBURSEMENTS	BALANCE JUNE 30, 2018
Home & School Donations:					
High School Cultural Arts	\$ 1,282	\$ -	\$ -	\$ -	\$ 1,282
High School	-	-	-	-	-
Middle School	-	-	-	-	-
Baker School	1,228	-	10,069	11,297	-
South Valley School	-	-	6,032	6,032	-
Roberts School	674	-	-	-	674
Upper Elementary School	305	-	480	785	-
BEAM	-	-	-	-	-
Adult School Band	983	-	55	80	958
Anonymous Donation South					
Valley	974	-	-	-	974
PACE	76	-	-	-	76
MAAC Award Roberts/H.S.	749	-	200	571	378
Project Graduation - Class of 2016	-	-	-	-	-
Drug Prevention Donation	-	-	-	-	-
Retirement - RO	265	(265)	-	-	-
Honors	33	-	-	-	33
Debate Team Award	175	-	-	-	175
Drexel Science	2,000	-	-	-	2,000
Love of Reading	2,599	-	-	-	2,599
Library Funds	934	82	226	101	1,141
Grace Kalyn Memorial	1,833	-	-	1,620	213
High School Weight Room	3,975	-	591	-	4,566
Baker Books	252	-	271	228	295
High School Books	6,145	-	1,405	-	7,550
Middle School Books	2,686	-	397	138	2,945
UES Books	2,362	-	144	-	2,506
Daily Memorial Donations	-	-	-	-	-
HS Media Copier	-	-	-	-	-
Birthday Books	2,144	-	76	-	2,220
BJ's Donation	519	-	-	-	519
Choral Donation	493	-	-	-	493
Energy Savings	2,067	-	-	-	2,067
Exxon Donation	3,000	-	-	-	3,000
Garden Project	85	-	-	40	45
Grand Conversations	115	-	2,161	1,193	1,083
Girls Lacrosse	-	-	-	-	-
MEF Grants	4,394	-	100,467	80,019	24,842
MEF Robotics	2,367	-	-	1,886	481
Memorial Donation	3,550	-	275	3,825	-
Athletics	8,585	-	210	-	8,795
Revenue Generation	3,363	-	-	-	3,363
SV Playground Equipment	700	-	-	-	700
Playground Donation	-	-	-	-	-
Wrestling Mat Donation	2,434	-	-	-	2,434
SPEAC Conference	944	-	4,500	2,163	3,281
Trust - Shutterfly	288	-	240	-	528
Trust - NJ Boys Read Award	1,335	(82)	-	-	1,253
Middle School Vending	298	-	-	-	298
Pepsi Machine-MS,Roberts,SV	1,358	-	142	603	897
Faculty Talent Show	20	-	-	-	20
Science Award	16	-	-	-	16
Tech Damages	-	-	1,484	-	1,484
Musical Program - South					
Valley	-	-	-	-	-
Moorearts	-	-	6,131	6,124	7
Phillies - UES	-	-	570	-	570
Target Award	150	-	-	-	150
Wachovia Donation	200	-	-	-	200
Employee Recognition	1,639	265	-	-	1,904
Total	\$ 69,594	\$ -	\$ 136,126	\$ 116,705	\$ 89,015

I. Long-Term Debt

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**MOORESTOWN TOWNSHIP PUBLIC SCHOOLS
LONG-TERM DEBT
SCHEDULE OF SERIAL BONDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2018**

ISSUE	DATE OF ISSUE	AMOUNT OF ISSUE	ANNUAL MATURITIES DATE	INTEREST RATE	BALANCE	ISSUED	RETIRED	BALANCE
					JULY 1, 2017			JUNE 30, 2018
Refunding Bonds	05/01/12	\$ 20,525,000	01/15/2019	2.00%	\$ 14,620,000	\$ -	\$ 1,305,000	\$ 13,315,000
			01/15/2020	2.50%				
			01/15/2021	2.50%				
			01/15/2022	2.50%				
			01/15/2023	2.75%				
			01/15/2024	2.75%				
			01/15/2025	3.00%				
			01/15/2026	3.00%				
			01/15/2027	3.125%				
			01/15/2028	3.250%				
		01/15/2029	3.250%					
General Obligation Bonds	11/18/14	29,130,000	7/15/2018	3.00%	28,255,000	-	980,000	27,275,000
			7/15/2019	3.00%				
			7/15/2020	3.00%				
			7/15/2021	3.00%				
			7/15/2022	3.00%				
			7/15/2023	3.00%				
			7/15/2024	3.00%				
			7/15/2025	3.00%				
			7/15/2026	3.00%				
			7/15/2027	3.00%				
			7/15/2028	3.00%				
			7/15/2029	3.125%				
			7/15/2030	3.250%				
			7/15/2031	3.250%				
			7/15/2032	3.250%				
			7/15/2033	3.250%				
		7/15/2034	4.000%					
		7/15/2035	4.000%					
		7/15/2036	4.000%					
Refunding Bonds	10/22/15	16,345,000	01/01/2019	4.00%	15,135,000	-	985,000	14,150,000
			01/01/2020	4.00%				
			01/01/2021	5.00%				
			01/01/2022	5.00%				
			01/01/2023	5.00%				
			01/01/2024	5.00%				
			01/01/2025	5.00%				
			01/01/2026	5.00%				
			01/01/2027	5.00%				
			01/01/2028	5.00%				
		01/01/2029	3.125%					
Total					\$ 58,010,000	\$ -	\$ 3,270,000	\$ 54,740,000

**MOORESTOWN TOWNSHIP PUBLIC SCHOOLS
LONG-TERM DEBT
SCHEDULE OF OBLIGATIONS UNDER CAPITAL LEASES
FOR THE FISCAL YEAR ENDED JUNE 30, 2018**

SERIES	DATE OF LEASE	TERM OF LEASE	AMOUNT OF ORIGINAL LEASE		INTEREST RATE PAYABLE	AMOUNT OUTSTANDING JUNE 30, 2017	ISSUED CURRENT YEAR	RETIRED CURRENT YEAR	AMOUNT OUTSTANDING JUNE 30, 2018
			PRINCIPAL	INTEREST					
Computer System: Computers, Textbooks, Vehicles	8/1/13	5 Years	1,480,090	35,412	1.120%	299,744	-	299,744	-
Computers, Textbooks, Vehicles	8/1/14	5 Years	2,904,950	75,849	1.220%	1,170,850	-	581,876	588,974
Computers, Textbooks, Vehicles	7/27/15	5 Years	2,410,367	61,592	1.206%	1,448,116	-	476,932	971,184
Computers, Textbooks, Vehicles	8/1/16	5 Years	1,500,000	42,717	1.360%	1,193,327	-	292,315	901,012
Computers, Textbooks, Vehicles	8/1/17	5 Years	950,000	32,978	1.650%	-	950,000	195,246	754,754
Total						\$ 4,112,037	\$ 950,000	\$ 1,846,113	\$ 3,215,924

**MOORESTOWN TOWNSHIP PUBLIC SCHOOLS
DEBT SERVICE FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE FISCAL YEAR ENDED JUNE 30, 2018**

	JUNE 30, 2017				VARIANCE POSITIVE/ (NEGATIVE) FINAL TO ACTUAL
	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL	
Revenues:					
Local Sources:					
Local Tax Levy	\$ 4,763,233	\$ -	\$ 4,763,233	\$ 4,763,233	\$ -
State Sources:					
Debt Service Aid Type II	415,828	-	415,828	415,828	-
Investment Interest	-	-	-	1,688	1,688
Total Revenues	<u>5,179,061</u>	<u>-</u>	<u>5,179,061</u>	<u>5,180,749</u>	<u>1,688</u>
Expenditures:					
Regular Debt Service:					
Interest	1,966,782	-	1,966,782	1,966,781	1
Redemption of Principal	3,270,000	-	3,270,000	3,270,000	-
Total Expenditures	<u>5,236,782</u>	<u>-</u>	<u>5,236,782</u>	<u>5,236,781</u>	<u>1</u>
Excess/(Deficiency) of Revenues Over/(Under) Expenditures	<u>(57,721)</u>	<u>-</u>	<u>(57,721)</u>	<u>(56,032)</u>	<u>1,689</u>
Other Financing Sources/(Uses):					
Operating Transfers In:					
Transfer Capital Reserve	-	-	-	28,325	28,325
Total Other Financing Sources and Uses	<u>-</u>	<u>-</u>	<u>-</u>	<u>28,325</u>	<u>28,325</u>
Excess/(Deficiency) of Revenues & Other Financing Sources Over/(Under) Expenditures	<u>(57,721)</u>	<u>-</u>	<u>(57,721)</u>	<u>(27,707)</u>	<u>30,014</u>
Fund Balance, July 1	<u>28,396</u>	<u>-</u>	<u>28,396</u>	<u>28,396</u>	<u>-</u>
Fund Balance, June 30	<u>\$ (29,325)</u>	<u>\$ -</u>	<u>\$ (29,325)</u>	<u>\$ 689</u>	<u>\$ 30,014</u>

**MOORESTOWN TOWNSHIP PUBLIC SCHOOLS
LONG-TERM DEBT
SCHEDULE OF COMPENSATED ABSENCES
FOR THE FISCAL YEAR ENDED JUNE 30, 2018**

	OUTSTANDING BALANCE 2017	DELETIONS	OUTSTANDING BALANCE 2018
Compensated Absences	\$ 4,292,364	\$ 249,540	\$ 4,042,824

STATISTICAL SECTION (Unaudited)

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MOORESTOWN TOWNSHIP PUBLIC SCHOOLS
NET POSITION BY COMPONENT
LAST TEN FISCAL YEARS
 (Accrual Basis of Accounting)

	2018	2017	2016	2015	2014	2013	2012	2011	2010	2009
Governmental Activities:										
Net Investment in Capital Assets	\$ 60,216,347	\$ 52,910,642	\$ 37,815,323	\$ 24,904,301	\$ 41,945,271	\$ 39,623,326	\$ 37,672,269	\$ 37,524,252	\$ 35,909,186	\$ 33,513,787
Restricted For:										
Debt Service	689	28,396	(636,669)	(640,307)	(621,514)	(698,420)	(721,705)	(1,076,745)	(1,187,665)	(1,225,210)
Capital Projects	1,085,530	5,306,552	-	-	-	-	-	22,061	105,697	655,256
Excess Surplus	4,065,254	3,553,953	-	-	-	-	-	-	-	-
Other Purposes	-	-	3,297,866	23,124,413	2,072,729	3,154,522	3,711,543	3,364,306	4,259,005	5,220,980
Unrestricted	(21,685,851)	(21,634,445)	(18,910,220)	(17,924,359)	(1,498,313)	1,462,511	1,949,502	859,237	(720,583)	(243,192)
Total Governmental Activities	\$ 43,681,969	\$ 40,165,098	\$ 21,566,300	\$ 29,464,048	\$ 41,898,173	\$ 43,541,939	\$ 42,611,609	\$ 40,693,111	\$ 38,365,640	\$ 37,921,621
Business-Type Activities:										
Net Investment in Capital Assets	\$ 113,107	\$ 130,330	\$ 153,272	\$ 122,715	\$ 137,594	\$ 177,266	\$ 203,069	\$ 204,857	\$ 209,843	\$ 195,646
Unrestricted	384,724	365,616	327,636	420,998	422,799	342,885	353,694	381,759	327,481	287,804
Total Business-Type Activities	\$ 497,831	\$ 495,946	\$ 480,908	\$ 543,713	\$ 560,393	\$ 520,151	\$ 556,763	\$ 586,616	\$ 537,324	\$ 483,450
Government-Wide:										
Net Investment in Capital Assets	60,329,454	53,040,972	37,968,595	25,027,016	42,082,865	39,800,592	37,875,338	37,729,109	36,119,029	33,709,433
Restricted	5,151,473	8,888,901	2,661,197	22,484,106	1,451,215	2,456,102	2,989,838	2,309,622	3,177,037	4,651,026
Unrestricted	(21,301,127)	(21,268,829)	(18,582,584)	(17,503,361)	(1,075,514)	1,805,396	2,303,196	1,240,996	(393,102)	44,612
Total District Net Position	\$ 44,179,800	\$ 40,661,044	\$ 22,047,208	\$ 30,007,761	\$ 42,458,566	\$ 44,062,090	\$ 43,168,372	\$ 41,279,727	\$ 38,902,964	\$ 38,405,071

MOORESTOWN TOWNSHIP PUBLIC SCHOOLS
CHANGES IN NET POSITION - (ACCRUAL BASIS OF ACCOUNTING)
LAST TEN FISCAL YEARS

	2018	2017	2016	2015	2014	2013	2012	2011	2010	2009
Expenses:										
Governmental Activities										
Instruction:										
Regular	\$ (24,666,148)	\$ (23,270,046)	\$ (22,990,613)	\$ (22,353,365)	\$ (22,110,717)	\$ (21,651,217)	\$ (21,816,941)	\$ (21,514,368)	\$ (23,518,632)	\$ (22,444,411)
Special Education	(6,582,682)	(6,203,421)	(5,548,382)	(4,979,667)	(5,149,701)	(4,729,315)	(4,649,311)	(4,835,502)	(5,306,466)	(4,819,760)
Other Special Education	(604,434)	(529,130)	(583,554)	(597,749)	(584,076)	(601,334)	(829,845)	(801,221)	(708,148)	(680,337)
Other Instruction	(1,498,339)	(1,395,946)	(1,580,958)	(1,581,436)	(1,366,196)	(1,298,627)	(1,259,516)	(1,475,741)	(1,475,741)	(1,487,612)
Support Services:										
Tuition	(2,182,570)	(1,968,281)	(1,668,381)	(2,140,610)	(2,093,284)	(1,950,904)	(1,611,534)	(1,490,081)	(1,097,389)	(1,334,359)
Student & Instruction Related Services	(9,301,790)	(9,488,605)	(9,088,701)	(8,902,398)	(8,684,914)	(8,251,597)	(8,068,423)	(8,189,710)	(9,232,322)	(9,564,455)
School Administrative Services	(2,191,587)	(2,200,535)	(2,130,644)	(2,093,468)	(2,022,035)	(2,031,241)	(2,017,054)	(2,096,579)	(2,214,285)	(2,202,253)
General & Business Administrative Services	(2,103,598)	(1,961,883)	(2,029,859)	(2,131,381)	(2,009,226)	(1,849,955)	(2,258,350)	(2,026,545)	(2,123,063)	(2,108,832)
Plant Operations & Maintenance	(3,571,368)	(3,706,588)	(3,488,943)	(5,517,105)	(4,875,582)	(4,875,452)	(4,935,289)	(5,215,419)	(5,460,399)	(5,460,399)
Pupil Transportation	(2,878,129)	(2,526,403)	(2,437,254)	(2,471,563)	(2,534,750)	(2,501,227)	(2,185,531)	(2,343,941)	(2,302,559)	(2,385,742)
Unallocated Benefits	(13,348,327)	(13,984,145)	(12,827,801)	(17,512,831)	(15,598,939)	(16,786,418)	(15,000,968)	(14,109,351)	(14,058,565)	(12,752,720)
Non Capitalized Assets	-	-	-	-	-	(1,532)	(336,560)	(1,349,673)	(1,349,673)	(620,077)
Special Schools	-	-	(88,284)	(28,908)	(34,470)	(25,277)	(57,609)	(64,364)	(108,831)	(149,958)
Interest on Long-Term Debt	(2,020,730)	(3,168,938)	(2,779,499)	(1,918,043)	(2,486,812)	(1,670,849)	(1,822,876)	(2,241,708)	(2,373,305)	(2,500,512)
Reduction of Capital Leases	-	-	-	-	-	1,123,177	1,210,299	1,400,372	1,526,435	1,524,518
Amortization of Debt Issuance Costs	-	-	-	-	-	(163,886)	(87,877)	(72,675)	(72,675)	(72,675)
Unallocated Compensated Absences	-	-	-	-	-	(180,111)	(200,608)	469,301	520,638	202,173
Unallocated Depreciation	(3,624,735)	(3,722,764)	(3,700,017)	(811,497)	(2,989,400)	(2,839,937)	(3,042,389)	(2,877,362)	(1,948,312)	(2,643,913)
Total Governmental Activities Expenses	(74,574,437)	(74,126,685)	(70,742,890)	(72,840,021)	(72,705,102)	(70,585,742)	(68,635,398)	(67,240,960)	(71,058,312)	(69,472,354)
Business-Type Activities:										
Food Service	(1,394,050)	(1,396,660)	(1,433,782)	(1,332,324)	(1,280,884)	(1,296,844)	(1,291,279)	(1,282,212)	(1,242,606)	(1,285,810)
Other	(645,433)	-	-	-	-	-	-	-	(158)	(451)
Interest Long Term Debt	-	-	-	-	-	-	-	(8)	-	-
Total Business-Type Activities Expense	(2,039,483)	(1,396,660)	(1,433,782)	(1,332,324)	(1,280,884)	(1,296,844)	(1,291,279)	(1,282,220)	(1,242,764)	(1,286,261)
Total District Expenses	(76,613,920)	(75,523,345)	(72,176,672)	(74,172,345)	(73,985,986)	(71,882,586)	(69,926,677)	(68,523,180)	(72,301,076)	(70,758,615)
Program Revenues:										
Governmental Activities:										
Charges for Services:										
Instruction	\$ 1,250,655	\$ 1,150,000	\$ 1,259,411	\$ 1,254,249	\$ 1,131,279	\$ 1,215,091	\$ 1,361,928	\$ 1,365,098	\$ 2,020,806	\$ 1,299,268
Support Services	283,794	238,358	251,432	296,060	320,531	466,421	431,260	531,937	648,092	589,599
Business & Other Support Services	415,828	413,304	463,735	464,599	465,009	464,964	465,783	464,152	547,202	547,216
Interest Long Term Debt	-	-	-	-	-	-	-	-	-	-
Total Governmental Activities Program Revenues	1,950,277	1,801,662	1,974,578	2,014,908	1,916,819	2,146,476	2,258,971	2,361,187	3,216,100	2,436,083
Business-Type Activities:										
Charges for Services:										
Food Service	1,060,694	1,055,122	1,054,099	1,018,280	1,025,729	976,304	984,573	1,053,377	1,034,967	1,101,385
Other	661,940	314,328	317,557	296,281	294,907	283,623	276,004	277,166	260,601	212,265
Operating Grants & Contributions	-	-	-	-	-	-	-	-	-	-
Total Business-Type Activities Program Revenues	2,036,962	1,366,679	1,371,926	1,314,561	1,320,636	1,259,927	1,260,577	1,330,543	1,295,568	1,313,650
Total District Program Revenues	3,987,239	3,168,341	3,346,504	3,329,469	3,237,455	3,406,403	3,519,548	3,691,730	4,511,668	3,749,733
Net (Expense)/Revenue:										
Governmental Activities	\$ (72,624,160)	\$ (72,325,023)	\$ (68,768,312)	\$ (70,825,113)	\$ (70,788,283)	\$ (68,439,266)	\$ (66,376,427)	\$ (64,879,773)	\$ (67,842,212)	\$ (67,036,271)
Business	(2,521)	(29,981)	(61,856)	(17,763)	39,752	(20,957)	(36,267)	39,264	13,348	70,886
Total District-Wide Net Expense	\$ (72,626,681)	\$ (72,355,004)	\$ (68,830,168)	\$ (70,842,876)	\$ (70,748,531)	\$ (69,941,474)	\$ (68,363,038)	\$ (66,234,947)	\$ (64,011,512)	\$ (68,551,343)

MOORESTOWN TOWNSHIP PUBLIC SCHOOLS
CHANGES IN NET POSITION - (ACCURAL BASIS OF ACCOUNTING)
LAST TEN FISCAL YEARS

	2018	2017	2016	2015	2014	2013	2012	2011	2010	2009
General Revenues & Other Changes in Net Position:										
Governmental Activities:										
Property Taxes Levied for General Purposes, Net	\$ 61,701,989	\$ 60,492,146	\$ 58,519,011	\$ 56,318,599	\$ 54,068,624	\$ 53,666,932	\$ 53,501,410	\$ 53,134,699	\$ 52,470,216	\$ 52,851,245
Taxes Levied for Debt Service	4,763,233	4,727,812	4,844,686	4,613,301	4,602,052	4,735,965	4,901,496	5,268,207	5,018,566	4,732,691
Unrestricted Grants & Contributions	6,441,802	8,659,827	9,982,136	10,932,798	9,078,787	9,815,272	8,662,073	6,845,852	8,674,245	9,112,627
Investment Earnings	3,234,007	2,438,925	2,149,842	2,405,889	1,749,624	1,151,427	1,229,946	2,020,309	2,123,204	2,203,615
Miscellaneous Income	-	-	-	(24,819)	(17,595)	-	-	(61,823)	-	-
Cancellation of Prior Year Grant Transfer to Charter School	-	-	-	-	-	-	-	-	-	-
Total Governmental Activities	76,141,031	76,298,710	75,495,675	74,245,768	69,481,492	69,369,596	68,294,925	67,207,244	68,286,231	68,900,178
Business-Type Activities:										
Loss on Adjustment to Capital Assets	-	(4,020)	(2,571)	-	-	-	-	-	-	-
Investment Earnings	4,406	1,881	1,622	783	490	305	849	969	1,070	3,433
Total Business-Type Activities	4,406	(2,139)	(949)	783	490	305	849	969	1,070	3,433
Total District-Wide	\$ 76,145,437	\$ 76,296,571	\$ 75,494,726	\$ 74,246,551	\$ 69,481,982	\$ 69,369,901	\$ 68,295,774	\$ 67,208,213	\$ 68,287,301	\$ 68,903,611
Change in Net Position:										
Governmental Activities	\$ 3,516,871	\$ 3,973,687	\$ 6,727,363	\$ 3,420,665	\$ (1,306,791)	\$ (1,418,687)	\$ (1,625,365)	\$ (1,119,527)	\$ 2,012,020	\$ 4,875,318
Business-Type Activities	1,885	(32,120)	(62,805)	(16,980)	40,242	40,057	(20,108)	(35,298)	40,334	16,781
Total District	\$ 3,518,756	\$ 3,941,567	\$ 6,664,558	\$ 3,403,685	\$ (1,266,549)	\$ (1,378,630)	\$ (1,645,473)	\$ (1,154,825)	\$ 2,052,354	\$ 4,892,099

**MOORESTOWN TOWNSHIP PUBLIC SCHOOLS
FUND BALANCES AND GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
(Modified Accrual Basis of Accounting)**

	FISCAL YEAR ENDING JUNE 30,									
	2018	2017	2016	2015	2014	2013	2012	2011	2010	2009
General Fund:										
Restricted	\$ 4,067,894	\$ 3,661,852	\$ 2,824,318	\$ 2,190,750	\$ 1,511,912	\$ 2,197,165	\$ 2,678,163	\$ 1,422,981	\$ 3,141,860	\$ -
Assigned	490,315	324,277	473,548	460,049	560,817	957,358	1,033,370	1,941,325	412,744	5,876,236
Unassigned	1,521,545	1,445,135	1,253,450	1,350,411	1,394,855	1,585,689	1,728,683.48	1,873,933	0	1,577,639
Total General Fund	\$ 6,079,754	\$ 5,431,264	\$ 4,551,316	\$ 4,001,210	\$ 3,467,584	\$ 4,740,212	\$ 5,440,217	\$ 5,238,239	\$ 3,554,604	\$ 7,453,875
All Other Governmental Funds:										
Assigned, Reported in:										
Capital Projects Fund	\$ 1,082,890	\$ 5,198,653	\$ 14,625,111	\$ 27,456,064	\$ -	\$ -	\$ -	\$ 22,061	\$ 897,855	\$ 11,601
Debt Service Fund	689	28,396	98,767	41,047	79,630	79,629	9	37	11,741	38,566
Total All Other Governmental Funds	\$ 1,083,579	\$ 5,227,049	\$ 14,723,878	\$ 27,497,111	\$ 79,630	\$ 79,629	\$ 9	\$ 22,098	\$ 909,596	\$ 50,167

MOORESTOWN TOWNSHIP PUBLIC SCHOOLS
CHANGES IN FUND BALANCES, GOVERNMENTAL FUNDS,
LAST TEN FISCAL YEARS
(Modified Accrual Basis of Accounting)

	2018	2017	2016	2015	2014	2013	2012	2011	2010	2009
Revenues:										
Tax Levy	66,465,222	65,219,958	63,363,697	60,931,900	58,670,676	58,402,906	58,402,906	58,402,906	57,488,782	57,583,936
Tuition Charges	2,432,026	1,864,801	1,545,689	1,801,348	1,319,010	758,535	821,997	1,566,372	1,752,289	1,695,193
Transportation Fees	-	-	-	-	3,047	3,047	23,966	23,966	2,925	5,087
Miscellaneous	801,981	574,124	604,153	604,541	430,514	409,845	402,173	429,971	367,990	503,335
State Sources	17,017,657	17,520,108	17,956,233	11,615,762	9,814,860	10,546,041	9,154,257	7,522,251	9,467,229	9,962,778
Federal Sources	1,231,165	1,224,157	1,260,140	1,331,944	1,180,746	1,415,707	1,766,787	1,684,788	2,423,116	1,585,932
Total Revenue	87,948,051	86,403,148	84,729,912	76,285,495	71,415,906	71,516,081	70,553,896	69,630,254	71,502,331	71,336,261
Expenditures:										
Instruction:										
Regular Instruction	24,075,299	23,270,046	22,990,613	22,353,365	22,110,717	21,651,217	21,816,941	21,514,368	23,518,632	22,415,441
Special Education Instruction	6,582,682	6,203,421	5,548,382	4,979,667	5,149,701	4,729,315	4,649,311	4,835,502	5,306,466	4,819,760
Other Special Instruction	604,434	529,130	583,554	597,749	584,076	901,334	829,845	801,221	708,148	680,337
Other Instruction	1,498,339	1,395,946	1,380,958	1,381,436	1,366,196	1,298,627	1,259,516	1,231,930	1,475,741	1,487,612
Support Services:										
Tuition	2,182,570	1,968,281	1,668,381	2,140,610	2,093,284	1,950,904	1,611,534	1,490,081	1,097,389	1,334,359
Health Services	706,147	687,355	660,586	693,738	666,522	657,730	639,755	599,528	645,118	662,858
Student & Instruction Related Services	7,901,691	8,105,654	7,763,806	7,575,491	7,337,848	6,944,209	6,765,333	6,642,729	7,404,745	7,737,929
School Administrative Services	2,191,587	2,200,555	2,130,644	2,093,468	2,022,035	2,031,241	2,017,054	2,096,579	2,214,285	2,202,253
General & Business Administration Services	2,797,550	2,657,479	2,694,168	2,764,550	2,689,770	2,499,653	2,921,685	2,973,998	3,205,522	3,272,500
Plant Operations & Maintenance	5,411,498	5,544,710	5,220,785	5,230,423	5,286,936	4,875,452	4,935,289	4,878,736	5,215,419	5,460,399
Pupil Transportation	2,878,129	2,526,403	2,437,254	2,471,563	2,524,750	2,501,227	2,185,531	2,343,941	2,302,559	2,385,742
Unallocated Benefits	22,849,775	20,785,712	19,520,932	17,281,992	15,598,939	16,786,418	15,000,968	14,109,351	14,058,565	12,752,720
Special Schools	-	-	88,284	28,908	34,470	25,277	57,609	64,364	108,831	149,958
Capital Outlay	7,354,396	15,430,351	21,380,466	5,594,030	1,618,723	1,153,194	1,332,485	1,465,832	1,050,945	2,612,996
Debt Service:										
Principal	3,270,000	3,165,000	3,220,000	3,745,000	3,515,000	3,585,000	3,245,000	3,475,000	3,205,000	2,985,000
Interest & Other Charges	2,088,934	2,050,006	2,074,593	1,412,529	1,552,060	1,536,309	2,122,307	2,269,071	2,399,221	2,532,090
Total Expenditures	92,395,031	96,520,029	99,363,406	80,344,519	74,151,027	73,127,107	71,390,163	70,792,231	74,016,586	73,491,954
Excess (Deficiency) of Revenues Over/(Under) Expenditures	(4,444,980)	(10,116,881)	(14,633,494)	(4,059,024)	(2,735,121)	(1,611,026)	(836,267)	(1,161,977)	(2,514,255)	(2,155,693)
Other Financing Sources/(Uses):										
Transfer to Charter School	-	-	-	(24,819)	(17,595)	-	-	-	-	-
Proceeds from Borrowing/Other	950,000	1,500,000	929,271	32,034,950	1,480,090	990,649	1,016,156	519,100	975,250	2,080,000
Transfers in	-	-	-	-	-	-	22,061	22,508	564,354	112
Transfers Out	-	-	-	-	-	-	(22,061)	(22,508)	(564,354)	(112)
Reduction in SDA Grant Award	-	-	-	-	-	-	(61,823)	-	-	-
Total Other Financing Sources/(Uses)	950,000	1,500,000	929,271	32,010,131	1,462,495	990,649	1,016,156	457,277	975,250	2,080,000
Net Change in Fund Balances	(3,494,980)	(8,616,881)	(13,704,223)	27,951,107	(1,272,626)	(620,377)	179,889	(704,700)	(1,539,005)	(75,693)
Debt Service as a Percentage of Noncapital Expenditures	6.30%	6.43%	6.79%	6.99%	6.99%	7.12%	7.66%	8.29%	7.68%	7.78%

Source: District records

MOORESTOWN TOWNSHIP PUBLIC SCHOOLS
GENERAL FUND - OTHER LOCAL REVENUE BY SOURCE
LAST TEN FISCAL YEARS
(Modified Accrual Basis of Accounting)

FISCAL YEAR ENDING JUNE 30,	INTEREST ON INVESTMENTS	SALE OF EQUIPMENT	RENTALS	PRIOR YEAR REFUNDS	COMMUNITY SCHOOL FEES	DONATIONS	ENRICHMENT FEES	CERTIFICATION FEES	BOOK FINES	BCIP SAFETY AWARD
2018	\$ 68,981	\$ 2,415	\$ 270,400	\$ 227	\$ -	\$ -	\$ -	\$ 7,424	\$ -	\$ -
2017	30,737	2,415	180,874	3,915	-	-	-	7,424	-	-
2016	17,971	19,253	223,104	58,770	-	1,581	-	8,281	-	4,500
2015	10,464	8,014	249,571	22,804	-	13,748	54,550	8,960	-	4,500
2014	11,620	470	161,150	33,348	-	-	61,785	10,842	-	3,500
2013	21,314	124	192,700	2,512	-	-	51,989	9,642	-	6,500
2012	47,971	20,449	147,339	53,982	25,025	-	35,995	5,765	-	-
2011	66,202	1,410	130,125	34,268	47,824	-	22,099	9,563	-	3,000
2010	90,428	2,300	127,038	37,253	49,309	-	-	6,242	105	-
2009	230,937	500	115,920	20,906	55,590	-	-	9,769	225	1,500
2008	349,478	-	104,189	12,466	68,758	-	-	5,971	342	1,500

MOORESTOWN TOWNSHIP PUBLIC SCHOOLS
GENERAL FUND - OTHER LOCAL REVENUE BY SOURCE
LAST TEN FISCAL YEARS
(Modified Accrual Basis of Accounting)

FISCAL YEAR ENDING JUNE 30,	DUPLICATING FEES	FUEL	HEALTH BENEFITS	INSURANCE CLAIMS	JUDGEMENT AWARD	FEMA CLAIMS	PSEG REBATE	TRANS FIELD TRIPS	RESTITUTION	CHECKS VOIDED DISTRICT	BOND COI REFUND	SHARED SERVICES	CHILD CARE FACILITY USAGE	MISCELLANEOUS	TOTAL
2018	\$ -	\$ -	\$ -	\$ 115	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 69,905	\$ 295,000	\$ 85,826	\$ 800,293
2017	-	-	-	670	-	-	-	-	-	-	-	40,529	250,000	54,041	570,605
2016	-	9,555	-	-	-	-	27,028	16,471	1,597	-	10,660	79,584	-	81,907	560,262
2015	-	6,433	-	-	-	-	9,387	15,704	-	-	-	80,288	-	42,300	526,723
2014	-	16,310	-	3,407	-	3,950	19,946	4,504	-	-	-	-	-	366	495,007
2013	104	-	-	11,445	-	19,748	-	17,195	398	-	-	-	-	25,661	357,266
2012	-	6,626	-	14,348	-	-	-	18,870	168	-	13,725	-	-	11,910	350,428
2011	-	837	-	12,578	56,591	-	-	9,326	117	133	-	-	-	5,221	451,998
2010	578	1,857	4,067	31,807	-	-	-	7,811	-	-	-	-	-	4,544	365,272
2009	143	-	2,809	19,224	-	-	-	11,566	-	1,398	-	-	-	15,740	363,555
2008	31	2,393	5,542	19,453	-	-	-	12,147	-	1,980	-	-	-	1,446	478,339

Source: District Records

**MOORESTOWN TOWNSHIP PUBLIC SCHOOLS
ASSESSED VALUE AND ACTUAL VALUE OF TAXABLE PROPERTY,
LAST TEN FISCAL YEARS**

FISCAL YEAR ENDED DEC 31,	VACANT LAND	RESIDENTIAL	FARM REG.	QFARM	COMMERCIAL	INDUSTRIAL	APARTMENT	TOTAL ASSESSED VALUE	PUBLIC UTILITIES	NET VALUATION TAXABLE	TOTAL DIRECT SCHOOL TAX RATE	ESTIMATED ACTUAL (COUNTY EQUALIZED) VALUE
2017	\$ 54,834,500	\$ 2,964,546,900	\$ 24,555,200	\$ 632,333	\$ 660,089,400	\$ 224,864,800	\$ 86,720,200	\$ 4,016,243,333	\$ 84	\$ 4,016,243,417	1.655	\$ 4,286,254,866
2016	55,387,300	3,076,623,600	27,883,000	636,000	529,610,500	225,129,400	86,720,200	4,001,990,000	84	4,001,990,084	1.630	4,286,254,866
2015	59,849,900	2,911,344,400	28,289,900	667,600	660,477,300	225,463,000	86,720,200	3,972,812,300	84	3,972,812,384	1.595	4,680,281,660
2014	59,937,600	2,894,510,800	33,910,100	1,402,400	629,933,200	234,768,700	86,720,200	3,941,183,000	0	3,941,183,000	1.547	4,234,566,754
2013	42,411,300	2,892,365,300	35,496,600	771,300	591,532,700	228,865,600	86,770,200	3,878,153,000	2,000	3,878,155,000	1.513	4,158,759,708
2012	49,456,700	3,439,844,600	37,218,400	771,700	608,522,700	343,047,700	103,147,200	4,582,009,000	14,486,084	4,596,495,084	1.270	4,399,874,638
2011	52,585,500	3,459,429,900	37,793,400	771,700	626,990,300	346,442,500	103,147,200	4,627,160,500	14,486,084	4,641,646,584	1.258	4,561,769,400
2010	54,584,100	3,477,603,600	37,754,300	769,900	635,530,900	360,769,000	102,410,800	4,669,422,600	15,573,240	4,684,995,840	1.247	4,576,994,839
2009	54,388,900	3,477,775,900	37,453,700	794,700	643,904,800	362,597,600	103,818,300	4,680,733,900	15,684,485	4,696,418,385	1.224	4,583,075,849
2008	72,511,500	3,499,299,600	37,745,600	745,700	642,931,600	380,922,900	95,993,700	4,730,150,600	15,562,828	4,745,713,428	1.214	4,465,849,698

a. Taxable Value of Machinery, Implements and Equipment of Telephone, Telegraph and Messenger System Companies
b. Tax rates are per \$100

**MOORESTOWN TOWNSHIP PUBLIC SCHOOLS
DIRECT AND OVERLAPPING PROPERTY TAX RATES
LAST TEN FISCAL YEARS
(Rate per \$100 of Assessed Value)**

FISCAL YEAR ENDED JUNE 30,	SCHOOL DISTRICT RATE		TOWNSHIP OF MOORESTOWN	MUNICIPAL				OVERLAPPING RATES				TOTAL DIRECT AND OVERLAPPING TAX RATE
	LOCAL SCHOOL	TOTAL DIRECT		LIBRARY	PUBLIC	BURLINGTON COUNTY	SPECIAL DISTRICTS (1)	FARMLAND OPEN SPACE	COUNTY OPEN SPACE	LOCAL OPEN SPACE		
2017	1.655	1.655	0.371	0.038	0.388	0.077	0.046	0.010	0.010	2.585		
2016	1.630	1.630	0.371	0.039	0.400	0.077	0.048	0.010	0.010	2.575		
2015	1.595	1.595	0.373	0.039	0.401	0.152	0.048	0.010	0.010	2.618		
2014	1.547	1.547	0.368	0.035	0.362	0.153	0.016	0.011	0.011	2.492		
2013	1.513	1.513	0.367	0.036	0.353	0.071	0.016	0.010	0.010	2.366		
2012	1.270	1.270	0.304	0.032	0.295	0.054	0.038	0.010	0.010	2.003		
2011	1.258	1.258	0.299	0.033	0.302	0.052	0.040	0.010	0.010	1.994		
2010	1.247	1.247	0.326	-	0.302	0.052	0.040	0.010	0.010	1.977		
2009	1.224	1.224	0.326	-	0.298	0.054	0.039	0.010	0.010	1.951		
2008	1.214	1.214	0.260	-	0.300	0.050	0.038	0.030	0.030	1.892		

(1) AVERAGE RATE OF MOORESTOWN FIRE DISTRICTS NOS. 1 & 2

Source: Municipal Tax Collector, NOTE - 2008 Reval. Year

**MOORESTOWN TOWNSHIP PUBLIC SCHOOLS
PRINCIPAL PROPERTY TAX PAYERS,
CURRENT YEAR AND NINE YEARS AGO**

TAXPAYER	2018		
	TAXABLE ASSESSED VALUE	RANK	% OF TOTAL DISTRICT NET ASSESSED VALUE
Rouse Moorestown Inc./PREIT	\$110,000,000	1	2.74%
Lockheed Martin Corporation	51,613,000	2	1.29%
Virtua Memorial Hospital	47,998,400	3	1.20%
The Evergreens	27,363,300	4	0.68%
The May Co.	26,000,000	5	0.65%
East Gate Center, LP	23,735,100	6	0.59%
Sears, Roebuck & Co.	22,230,000	7	0.55%
Hill, Vernon W. II & Shirley	17,276,700	8	0.43%
Shadrall Assoc.	16,000,000	9	0.40%
LT Propco/Lord & Taylor	15,600,000	10	0.39%
Total	<u>\$357,816,500</u>		<u>8.91%</u>

TAXPAYER	2009		
	TAXABLE ASSESSED VALUE	RANK (OPTIONAL)	% OF TOTAL DISTRICT NET ASSESSED VALUE
Rouse Moorestown Inc./PREIT	\$111,073,700	1	2.37%
Lockhead Martin Corporation	60,000,000	2	1.28%
The Evergreens	32,088,400	3	0.68%
East Gate Acqui TIC II, LLC	30,198,000	4	0.64%
Shadrall Associates	26,500,000	5	0.56%
The May Co.	26,000,000	6	0.55%
Sears, Robuck & Co	22,230,000	7	0.47%
Hill, Vernon W. II & Shirley	20,814,500	8	0.44%
East Gate Acqui RIC IV, LLC ETAL	18,791,100	9	0.40%
SBAR - Piperno Company	18,621,700	10	0.40%
Total	<u>\$366,317,400</u>		<u>7.79%</u>

Source: Municipal Tax Assessor

**MOORESTOWN TOWNSHIP PUBLIC SCHOOLS
PROPERTY TAX LEVIES AND COLLECTIONS
LAST TEN FISCAL YEARS**

FISCAL YEAR ENDED DECEMBER 31,	TAXES LEVIED FOR THE FISCAL YEAR	COLLECTED WITHIN THE FISCAL YEAR OF THE LEVY		COLLECTIONS IN SUBSEQUENT YEARS
		AMOUNT	PERCENTAGE OF LEVY	
2017	\$ 105,319,276	\$ 104,022,713	98.77%	\$ 793,927
2016	103,601,497	102,392,996	98.83%	889,129
2015	101,804,269	100,693,504	98.91%	992,390
2014	95,845,473	95,019,440	98.90%	1,062,864
2013	93,424,000	91,359,493	97.79%	622,620
2012	92,366,078	90,375,628	97.85%	884,631
2011	92,922,098	91,483,411	98.45%	852,730
2010	92,838,031	91,656,052	98.73%	675,742
2009	91,659,381	90,776,594	99.04%	882,787
2008	89,898,060	89,070,021	99.08%	828,039

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

**MOORESTOWN TOWNSHIP PUBLIC SCHOOLS
RATIOS OF OUTSTANDING DEBT BY TYPE
LAST TEN FISCAL YEARS**

FISCAL YEAR ENDED June 30,	GOVERNMENTAL ACTIVITIES				BOND ANTICIPATION NOTES (BANs)	BUSINESS- TYPE ACTIVITIES CAPITAL LEASES	TOTAL DISTRICT	PERCENTAGE OF PERSONAL INCOME	PER CAPITA
	GENERAL OBLIGATION BONDS	CERTIFICATES OF PARTICIPATION	CAPITAL LEASES						
2017	\$ 54,740,000	\$ -	\$ 3,215,924	\$ -	\$ -	57,955,924	N/A	\$ 2,666	
2016	58,010,000	-	4,112,037	-	-	62,122,037	N/A	2,824	
2015	61,175,000	-	4,468,221	-	-	65,643,221	N/A	2,971	
2014	91,105,000	-	5,342,104	-	-	96,447,104	N/A	4,409	
2013	40,335,000	-	2,298,295	-	-	42,633,295	N/A	1,952	
2012	43,850,000	-	1,816,349	-	-	45,666,349	N/A	2,117	
2011	47,435,000	-	1,948,877	-	-	49,383,877	4.92%	2,284	
2010	49,156,000	-	2,143,020	-	0	55,658,193	5.66%	2,372	
2009	52,631,000	-	3,024,292	-	2,901	59,421,925	6.91%	2,701	
2008	55,836,000	0	3,575,477	-	10,448	61,864,468	7.44%	2,862	

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

**MOORESTOWN TOWNSHIP PUBLIC SCHOOLS
RATIOS OF NET GENERAL BONDED DEBT OUTSTANDING
LAST TEN FISCAL YEARS**

FISCAL YEAR ENDED JUNE 30,	GENERAL BONDED DEBT OUTSTANDING			NET GENERAL BONDED DEBT OUTSTANDING	PERCENTAGE OF ACTUAL TAXABLE VALUE OF PROPERTY	PER CAPITA
	GENERAL OBLIGATION BONDS	DEDUCTIONS				
2017	\$ 54,740,000	\$ -		\$ 54,740,000	1.18%	\$ 2,665
2016	58,010,000	-		58,010,000	1.25%	2,824
2015	61,175,000	-		61,175,000	1.36%	2,971
2014	91,105,000	-		91,105,000	2.10%	4,409
2013	40,335,000	-		40,335,000	0.94%	1,952
2012	43,850,000	-		43,850,000	1.05%	2,117
2011	47,435,000	-		47,435,000	1.08%	2,284
2010	49,156,000	-		49,156,000	1.17%	2,370
2009	52,631,000	-		52,631,000	1.19%	2,701
2008	55,836,000	-		55,836,000	1.24%	2,860

**RATIOS OF OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT
AS OF JUNE 30, 2018**

GOVERNMENTAL UNIT	NET DEBT OUTSTANDING	ESTIMATED PERCENTAGE APPLICABLE	SHARE OF OVERLAPPING DEBT
Debt Repaid With Property Taxes:			0
Township of Moorestown General Obligation Debt	\$ 41,746,779	100%	\$ 41,746,779
County of Burlington	297,399,680	10.00%	<u>29,739,968</u> (1)
Total Direct & Overlapping Debt			<u>\$ 71,486,747</u>

Sources:

- (1) Such debt is allocated as a proportion of the Issuer's share of the total 2017 Net Valuations on which County taxes are apportioned, which is 10.28%.

**MOORESTOWN TOWNSHIP PUBLIC SCHOOLS
LEGAL DEBT MARGIN INFORMATION
LAST TEN FISCAL YEARS**

	FISCAL YEAR									
	2017	2016	2015	2014	2013	2012	2011	2010	2009	2008
Debt Limit	\$ 186,020,469	\$ 186,243,599	\$ 180,569,729	\$ 173,169,374	\$ 172,415,034	\$ 175,194,941	\$ 180,239,798	\$ 182,730,007	\$ 180,467,948	\$ 178,426,030
Total Net Debt Applicable to Limit	54,740,000	58,010,000	61,175,000	91,105,000	40,335,000	43,850,000	47,435,000	49,156,000	52,631,000	55,836,000
Legal Debt Margin	\$ 131,280,469	\$ 128,233,599	\$ 119,394,729	\$ 82,064,374	\$ 132,080,034	\$ 131,344,941	\$ 132,804,798	\$ 133,574,007	\$ 127,836,948	\$ 122,590,030
Total Net Debt Applicable to the Limit as a Percentage of Debt Limit	29.43%	31.15%	33.88%	52.61%	23.39%	25.03%	26.32%	26.90%	29.16%	31.29%

Legal Debt Margin Calculation for Fiscal Year 2016

Equalized Valuation Basis	
2016	\$ 4,604,727,509
2015	4,621,769,257
2014	4,725,038,416
	<u>\$ 13,951,535,182</u>
Average Equalized Valuation of Taxable Property	<u>\$ 4,650,511,727</u>
Debt Limit (4 % of Average Equalization Value) Net Bonded School Debt	<u>\$ 186,020,469</u> <u>54,740,000</u>
Legal Debt Margin	<u>\$ 131,280,469</u>

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

**MOORESTOWN TOWNSHIP PUBLIC SCHOOLS
DEMOGRAPHIC AND ECONOMIC STATISTICS
LAST TEN FISCAL YEARS**

YEAR	POPULATION (1)	PERSONAL INCOME (2)	BURL COUNTY PER CAPITA PERSONAL INCOME (3)	UNEMPLOYMENT RATE (4)
		0		
2017	20,540	1,166,918,480	56,812 (5)	3.1%
2016	20,551	1,167,543,412	56,812	3.3%
2015	20,539	1,134,307,353	55,227	3.8%
2014	20,590	1,091,558,260	53,014	4.6%
2013	20,631	1,054,594,827	51,117	5.7%
2012	20,733	1,051,971,687	50,739	7.4%
2011	20,725	1,029,991,050	49,698	7.1%
2010	20,751	995,778,237	47,987	7.3%
2009	19,487	926,977,103	47,569	6.8%
2008	19,521	931,581,162	47,722	3.9%

Sources:

- (1) Population information provided by the NJ Department of Labor and Workforce Development.
- (2) Personal income has been estimated based upon the municipal population and per capita income.
- (3) Per Capita personal income by municipality - estimated based upon mid-year population estimates on a county basis.
- (4) Unemployment data provided by the NJ Department of Labor and Workforce Development.
- (5) Estimated

**MOORESTOWN TOWNSHIP PUBLIC SCHOOLS
PRINCIPAL EMPLOYERS
CURRENT YEAR AND NINE YEARS AGO**

EMPLOYER	2018 (1)		
	EMPLOYEES	RANK (OPTIONAL)	PERCENTAGE OF TOTAL EMPLOYMENT
Lockheed Martin	3,450	1	33.52%
Destination Maternity	675	2	6.56%
Masco Bath Corporation	500	3	4.86%
Moorestown Visiting Nurses	460	4	4.47%
Lutheran Care at Moorestown	311	5	3.02%
Opex Inc	310	6	3.01%
Sterling Medical Services LLC	275	7	2.67%
Simco Sales Service of PA Inc	250	8	2.43%
Sears	225	9	2.19%
Andy's Janitorial Services Co, Inc	125	10	1.21%
	<u>6,581</u>		<u>63.94%</u>

EMPLOYER	2009 (2)		
	EMPLOYEES	RANK (OPTIONAL)	PERCENTAGE OF TOTAL EMPLOYMENT
Lockheed Martin	5,000	1	22.60%
Moorestown Board of Education	915	2	4.14%
Computer Sciences	890	3	4.02%
PNC Bank	446	4	2.02%
Boscov's	340	5	1.54%
PSE&G	332	6	1.50%
Opex Inc.	270	7	1.22%
Acme Markets	250	8	1.13%
Sears	229	9	1.04%
SBAR	213	10	0.96%
	<u>8,885</u>		<u>40.16%</u>

(1) Unavailable

0

0.00%

(2) Source: Information provided by the Township of Moorestown.

**MOORESTOWN TOWNSHIP PUBLIC SCHOOLS
FULL-TIME EQUIVALENT DISTRICT EMPLOYEES BY FUNCTION/PROGRAM
LAST TEN FISCAL YEAR**

Function/Program	2018	2017	2016	2015	2014	2013	2012	2011	2010	2009
Instruction:										
Regular	257.0	262.0	267.8	271.5	262.5	258.2	249.8	247.9	264.4	267.3
Special Education	103.5	106.3	76.5	68.5	65.5	73.3	69.3	66.7	70.5	68.6
Other Special Education	7.4	7.1	95.2	103.6	84.4	75.5	77.6	79.4	63.8	62.7
Other Instruction	2.0	2.0	40.7	22.3	32.6	45.0	43.8	35.9	38.8	40.3
Support Services:										
Student & Instruction Related Services	142.6	152.5	76.1	76.9	73.8	64.5	62.0	59.8	86.7	85.4
School Administrative Services	19.0	26.0	28.4	29.6	32.0	26.0	25.0	25.0	32.0	33.0
General & Business Administrative Services	3.0	3.0	3.0	3.0	3.0	3.0	3.0	3.0	3.0	3.0
Plant Operations & Maintenance	37.2	42.7	15.0	16.0	16.0	30.0	34.0	42.5	46.0	44.0
Pupil Transportation	26.3	26.9	23.6	27.6	30.9	28.0	29.4	32.0	44.0	44.0
Business & Other Support Services	14.0	14.4	17.8	13.8	10.6	15.0	11.5	11.5	15.5	15.5
Total	612.0	642.9	644.1	632.8	611.3	618.5	605.4	603.7	664.7	663.8

Source: District Personnel Records

MOORESTOWN TOWNSHIP PUBLIC SCHOOLS
OPERATING STATISTICS
LAST TEN FISCAL YEARS

FISCAL YEAR	ASSA ENROLLMENT	OPERATING EXPENDITURES	COST PER PUPIL	PERCENTAGE CHANGE	CERTIFIED TEACHING STAFF	PUPIL/TEACHER RATIO				AVERAGE DAILY ENROLLMENT (ADE)	AVERAGE DAILY ATTENDANCE (ADA)	% CHANGE IN AVERAGE DAILY ENROLLMENT	STUDENT ATTENDANCE PERCENTAGE
						ELEM-ENTARY	UPPER ELEM-ENTARY	MIDDLE SCHOOL	SENIOR HIGH SCHOOL				
2018	3,930	\$79,679,701	20,275	3.69%	395	1:8.9	1:10.5	1:11.4	1:10.0	3,938	3,778	1.84%	95.94%
2017	3,880	75,864,312	19,553	10.25%	352	1:12.6	1:10.0	1:9.3	1:11.7	3,867	3,745	-1.05%	96.85%
2016	3,911	72,703,404	18,589	11.04%	344	1:12.8	1:10.3	1:9.8	1:11.9	3,908	3,769	-0.48%	96.44%
2015	3,924	69,592,960	17,735	7.95%	340	1:12.3	1:10.8	1:10.2	1:12.5	3,927	3,777	-3.11%	96.18%
201	4,030	67,465,244	16,741	1.89%	335	1:12.5	1:11.8	1:10.8	1:12.6	4,021	3,870	-0.79%	96.24%
2013	4,069	66,852,604	16,430	3.44%	394	1:11.5	1:11.1	1:8.6	1:10.5	4,053	3,899	-0.47%	96.20%
2012	4,073	64,690,371	15,883	6.29%	388	1:11.4	1:11.0	1:8.8	1:10.3	4,072	3,987	-4.26%	97.91%
2011	4,255	63,582,328	14,943	-4.75%	391	1:12.0	1:11.9	1:9.8	1:10.4	4,253	4,100	-1.41%	96.40%
2010	4,294	67,361,420	15,687	5.12%	389	1:12.1	1:11.3	1:10.4	1:10.6	4,314	4,152	-1.24%	96.24%
2009	4,380	65,361,868	14,923	0.64%	393	1:12.5	1:12.5	1:11.0	1:11.5	4,368	4,202	-0.55%	96.20%

Sources: District records

**MOORESTOWN TOWNSHIP PUBLIC SCHOOLS
SCHOOL BUILDING INFORMATION
LAST TEN FISCAL YEAR**

DISTRICT BUILDINGS	2018	2017	2016	2015	2014	2013	2012	2011	2010	2009
Elementary Schools:										
George C Baker Elementary (1952):										
Square Feet	50,690	50,690	50,690	50,690	50,690	50,690	50,690	50,690	50,690	50,690
Capacity (Students)	497	497	497	497	497	497	497	497	497	497
Enrollment	379	379	386	383	390	376	347	405	430	440
Mary E Roberts Elementary (1957):										
Square Feet	50,615	50,615	50,615	50,615	50,615	50,615	50,615	50,615	50,615	50,615
Capacity (Students)	470	470	470	470	470	470	470	470	470	470
Enrollment	305	305	291	275	285	295	308	332	315	340
South Valley Elementary (1964):										
Square Feet	54,130	54,130	54,130	54,130	54,130	54,130	54,130	54,130	54,130	54,130
Capacity (Students)	544	544	544	544	544	544	544	544	544	544
Enrollment	382	382	415	394	394	424	431	428	449	451
Moorestown Upper Elementary (2001):										
Square Feet	131,386	131,386	131,386	131,386	131,386	131,386	131,386	131,386	131,386	131,386
Capacity (Students)	1,149	1,149	1,149	1,149	1,149	1,149	1,149	1,149	1,149	1,149
Enrollment	868	868	864	880	917	928	928	974	967	1,020
Middle School:										
William Allen Middle School (1970):										
Square Feet	128,622	128,622	128,622	128,622	128,622	128,622	128,622	128,622	128,622	128,622
Capacity (Students)	801	801	801	801	801	801	801	801	801	801
Enrollment	611	611	616	657	679	665	674	710	722	721
High School:										
Moorestown High School (1961):										
Square Feet	330,137	330,137	330,137	330,137	330,137	330,137	330,137	330,137	330,137	330,137
Capacity (Students)	1,519	1,519	1,519	1,519	1,519	1,519	1,519	1,519	1,519	1,519
Enrollment	1,275	1,335	1,333	1,337	1,365	1,365	1,385	1,406	1,411	1,408
Other Buildings:										
Central Administration (1972):										
Square Feet	8,550	8,550	8,550	8,550	8,550	8,550	8,550	8,550	8,550	8,550
Concession Stand (1995):										
Square Feet	1,600	1,600	1,600	1,600	1,600	1,600	1,600	1,600	1,600	1,600
Storage Building (1985):										
Square Feet	600	600	600	600	600	600	600	600	600	600

Number of Schools at June 30, 2018:
 Elementary = 4
 Middle School = 1
 Senior High School = 1
 Other = 1

Source: District Facilities Office

**MOORESTOWN TOWNSHIP PUBLIC SCHOOLS
SCHEDULE OF REQUIRED MAINTENANCE
LAST TEN FISCAL YEARS**

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

	GEORGE C BAKER ELEMENTARY	MARY E ROBERTS ELEMENTARY	SOUTH VALLEY ELEMENTARY	MOORESTOWN UPPER ELEMENTARY	WILLIAM ALLEN MIDDLE	MOORESTOWN HIGH SCHOOL	OTHER FACILITIES	TOTAL
2018	\$ 20,172	\$ 14,569	\$ 10,399	\$ 13,132	\$ 29,224	\$ 111,932	\$ 11,437	\$ 210,865
2017	15,345	46,334	24,310	11,841	34,133	52,602	11,538	196,103
2016	15,162	16,638	14,791	27,306	54,815	62,059	14,155	204,926
2015	7,513	10,701	24,017	32,756	31,940	76,339	16,541	199,807
2014	15,865	34,066	17,264	47,853	24,641	83,678	8,346	231,713
2013	31,733	22,518	24,862	22,550	33,481	74,383	28,913	238,439
2012	19,273	23,424	21,161	63,216	34,163	120,337	6,146	287,720
2011	14,585	32,658	20,551	30,254	37,974	78,894	11,746	226,662
2010	24,733	37,346	17,549	48,473	73,289	82,527	38,432	322,349
2009	31,154	47,290	33,138	55,422	65,246	142,913	8,923	384,086
Total School Facilities	\$ 195,535	\$ 285,544	\$ 208,042	\$ 352,803	\$ 418,906	\$ 885,664	\$ 156,177	\$ 2,502,670

* 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

**MOORESTOWN TOWNSHIP PUBLIC SCHOOLS
INSURANCE SCHEDULE
FOR THE FISCAL YEAR ENDED JUNE 30, 2018**

Burlington County Joint Insurance Fund:

1. Property, Inland Marine & Automobile Physical Damages:			
Limit of Liability	\$	175,000,000	Per Occurrence
BCIPJIF Self Insured Retention		250,000	Per Occurrence
Member District Deductible		500	Per Occurrence
Perils Included			"All Risk"
Property Valuation:			
Buildings & Contents			Replacement Cost
Contractors Equipment			Actual Cash Value
Automobiles			Replacement Cost
2. Boiler & Machinery:			
Limit of Liability		125,000,000	
BCIPJIF Self Insured Retention			None
Member District Deductible		1,000	
3. Crime:			
Limit of Liability		500,000	
BCIPJIF Self Insured Retention		250,000	
Member District Deductible		500	
4. General & Automobile Liability:			
Limit of Liability		20,000,000	
BCIPJIF Self Insured Retention		250,000	
Member District Deductible			None
5. Workers' Compensation:			
Limit of Liability			Statutory
BCIPJIF Self Insured Retention		250,000	
Member District Deductible			None
6. Educator's Legal Liability:			
Limit of Liability		20,000,000	
BCIPJIF Self Insured Retention		175,000	
Member District Deductible			None
7. Pollution Legal Liability:			
Limit of Liability		3,000,000	
BCIPJIF Self Insured Retention			None
Member District Deductible		25,000	
Member District Deductible - Mold		100,000	
8. Cyber Liability			
Limit of Liability		1,000,000	
BCIPJIF Self Insured Retention			None
Member District Deductible		25,000	
9. Violent Malicious Acts			
Limit of Liability		1,000,000	
BCIPJIF Self Insured Retention			None
Member District Deductible		15,000	
10. Disaster Management Services			
Limit of Liability		2,000,000	
BCIPJIF Self Insured Retention			None
Member District Deductible		15,000	

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SINGLE AUDIT SECTION

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**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
Moorestown Township Public School District
County of Burlington
Moorestown, New Jersey 08057

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 Moorestown Township Public School District, as of and for the year ended June 30, 2018, and the related notes to the financial statements, which collectively comprise the Moorestown Township Public School District's basic financial statements, and have issued our report thereon dated February 14, 2019.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered the Moorestown Township Public 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 Moorestown Township Public 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 and therefore, material weaknesses or significant deficiencies may exist that have not been identified. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. We did identify a certain deficiency in internal control, described in the accompanying schedule of findings and questioned costs that we consider to be a significant deficiency as finding number 2018-001.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Moorestown Township Public 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.

Moorestown Township Public School District's Response to Findings

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

Purpose of this Report

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

Respectfully Submitted,

HOLMAN FRENIA ALLISON, P.C.

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

Medford, New Jersey
February 14, 2019

**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
Moorestown Township School District
County of Burlington
Moorestown, New Jersey 08057

Report on Compliance for Each Major Federal and State Program

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

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

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

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

Respectfully Submitted,

HOLMAN FRENIA ALLISON, P.C.

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

Medford, New Jersey
February 14, 2019

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MOORESTOWN TOWNSHIP PUBLIC SCHOOLS
SCHEDULE OF FEDERAL FINANCIAL ASSISTANCE
FOR THE FISCAL YEAR ENDED JUNE 30, 2018

FEDERAL GRANTOR PASS-THROUGH GRANTOR PROGRAM TITLE	FEDERAL AWARD IDENTIFICATION NUMBER	CFDA NUMBER	AWARD AMOUNT	GRANT PERIOD	BALANCE AT JUNE 30, 2017	CASH RECEIVED	BUDGETARY EXPENDITURES	SUBRECIPIENT EXPENDITURES	(ACCOUNTS RECEIVABLE) AT JUNE 30, 2018	UNEARNED REVENUE AT JUNE 30, 2018
U.S. DEPARTMENT OF AGRICULTURE PASSED-THROUGH STATE DEPARTMENT OF EDUCATION:										
Enterprise Fund:										
Child Nutrition Cluster:										
Noncash Assistance										
Food Distribution Program	181NJ304N1099	10.555	\$ 80,611	7/1/17-6/30/18	\$ -	\$ 80,611	\$ (68,119)	\$ -	\$ -	\$ 12,492
Food Distribution Program	171NJ304N1099	10.555	73,415	7/1/16-6/30/17	11,424	-	(11,424)	-	-	-
Cash Assistance										
National School Lunch Program	181NJ304N1099	10.555	205,499	7/1/16-6/30/17	(16,291)	16,291	-	-	-	-
National School Lunch Program	171NJ304N1099	10.555	204,496	7/1/17-6/30/18	(4,867)	288,269	(204,496)	-	(13,129)	-
Subtotal										12,492
National School Breakfast Program	181NJ304N1099	10.553	8,826	7/1/16-6/30/17	(724)	724	-	-	-	-
National School Breakfast Program	171NJ304N1099	10.553	5,288	7/1/17-6/30/18	-	4,978	(5,288)	-	(310)	-
Subtotal										-
Total Child Nutrition Cluster					(5,591)	293,971	(289,327)	-	(13,439)	12,492
Healthy Hungry Free Kids Act	171NJ304N1099	10.592	13,889	7/1/16-6/30/17	(1,108)	1,108	-	-	-	-
Healthy Hungry Free Kids Act	181NJ304N1099	10.592	13,507	7/1/17-6/30/18	-	12,643	(13,507)	-	(864)	-
Subtotal					(1,108)	13,751	(13,507)	-	(864)	-
Total U.S. Department of Agriculture					(6,699)	307,722	(302,834)	-	(14,303)	12,492
U.S. DEPARTMENT OF LABOR PASSED-THROUGH STATE DEPARTMENT OF EDUCATION:										
General Fund:										
Medical Assistance Program	1805NJMAP	93.778	38,296	7/1/17-6/30/18	-	38,296	(38,296)	-	-	-
Medical Assistance Program	1705NJMAP	93.778	131,648	7/1/16-6/30/17	(86,217)	86,217	-	-	-	-
Subtotal					(86,217)	124,513	(38,296)	-	-	-
Total U.S. Department of Labor					(86,217)	124,513	(38,296)	-	-	-
U.S. DEPARTMENT OF EDUCATION PASSED-THROUGH STATE DEPARTMENT OF EDUCATION:										
Special Revenue Fund:										
Title I (P.L.103-382):										
Current Year	S010A170030	84.010	156,278	7/1/17-6/30/18	-	49,767	(111,643)	-	(61,876)	-
Prior Year	S010A160030	84.010	124,893	7/1/16-6/30/17	(2,950)	2,950	-	-	-	-
Subtotal					(2,950)	52,717	(111,643)	-	(61,876)	-
Title II:										
Current Year - Part A	S367A170029	84.367	128,653	7/1/17-6/30/18	-	13,326	(98,709)	-	(85,383)	-
Prior Year - Part A	S367A160029	84.367	113,552	7/1/16-6/30/17	(5,521)	5,521	-	-	-	-
Subtotal					(5,521)	18,847	(98,709)	-	(85,383)	-
Title IV:										
Current Year	N/A	84.184	10,000	7/1/17-6/30/18	-	6,000	(9,218)	-	(3,218)	-
Subtotal					-	6,000	(9,218)	-	(3,218)	-
ID.E.A. Part B:										
Basic - Current Year	H027A170100	84.027	947,494	7/1/17-6/30/18	-	701,262	(919,227)	-	(217,965)	-
Basic - Prior Year	H027A160100	84.027	949,416	7/1/16-6/30/17	(8,386)	8,386	-	-	-	-
Subtotal					(8,386)	709,648	(919,227)	-	(217,965)	-
Preschool - Current Year	H173A170014	84.173	73,137	7/1/17-6/30/18	-	20,722	(54,072)	-	(33,350)	-
Preschool - Prior Year	H173A160014	84.173	40,934	7/1/16-6/30/17	(44)	44	-	-	-	-
Subtotal					(44)	20,766	(54,072)	-	(33,350)	-
Total Special Education Cluster					(8,430)	730,414	(973,299)	-	(251,315)	-
Total Special Revenue Fund					(16,901)	807,978	(1,192,869)	-	(401,792)	-
Total U.S. Department of Education					(16,901)	807,978	(1,192,869)	-	(401,792)	-
Total Federal Financial Assistance					\$ (109,817)	\$ 1,240,213	\$ (1,533,999)	\$ -	\$ (416,095)	\$ 12,492

MOORESTOWN TOWNSHIP PUBLIC SCHOOLS
SCHEDULE OF STATE FINANCIAL ASSISTANCE
FOR THE FISCAL YEAR ENDED JUNE 30, 2018

STATE GRANTOR PROGRAM TITLE	GRANT OR STATE PROJECT NUMBER	AWARD AMOUNT	GRANT PERIOD	BALANCE JULY 30, 2017	CASH RECEIVED	BUDGETARY EXPENDITURES	SUBRECIPIENT EXPENDITURES	CANCELLATIONS/ REPAYMENT PRIOR YEARS' BALANCES	(ACCOUNTS RECEIVABLE) AT JUNE 30, 2018	UNEARNED REVENUE AT JUNE 30, 2018	DUE TO GRANTOR JULY 30, 2018	MEMO	
												BUDGETARY RECEIVABLE	CUMULATIVE EXPENDITURES
State Department of Education													
General Fund:													
Current Expense:													
State Aid Cluster:													
Special Education Categorical Aid	495-034-5120-089	\$ 2,443,267	7/1/17-6/30/18	\$ -	\$ 2,443,267	\$ (2,443,267)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 208,332	\$ 2,443,267
Security Aid	495-034-5120-084	314,058	7/1/17-6/30/18	-	314,058	(314,058)	-	-	-	-	-	-	314,058
PARCC Readiness Aid	495-034-5120-098	37,815	7/1/17-6/30/18	-	37,815	(37,815)	-	-	-	-	-	-	37,815
Professional Learning Community Aid	492-034-5120-101	37,065	7/1/17-6/30/18	-	37,065	(37,065)	-	-	-	-	-	-	37,065
Per Pupil Growth Aid	495-034-5120-097	37,815	7/1/17-6/30/18	-	37,815	(37,815)	-	-	-	-	-	-	37,815
Total State Aid Public				2,870,020	(2,870,020)	-	-	-	-	-	-	-	2,870,020
Transportation Aid	495-034-5120-014	398,682	7/1/17-6/30/18	-	398,682	(398,682)	-	-	-	-	-	-	398,682
Extraordinary Special Education Aid	100-034-5120-473	1,019,729	7/1/17-6/30/18	-	-	(1,019,729)	-	-	(1,019,729)	-	-	-	1,019,729
Extraordinary Special Education Aid	100-034-5120-473	960,605	7/1/16-6/30/17	(960,605)	960,605	-	-	-	-	-	-	-	-
Lead Testing Aid	495-034-5120-104	12,750	7/1/16-6/30/17	(12,750)	12,750	-	-	-	-	-	-	-	-
Non Public Transportation Costs	495-034-5120-014	8,722	7/1/17-6/30/18	-	-	(8,722)	-	-	(8,722)	-	-	-	8,722
Non Public Transportation Costs	495-034-5120-014	5,568	7/1/16-6/30/17	(5,568)	5,568	-	-	-	-	-	-	-	-
Reimbursed TPAF Social Security Contributions	495-034-5120-018	2,465,728	7/1/17-6/30/18	-	2,465,565	(2,465,728)	-	-	(163)	-	-	-	2,465,728
Reimbursed TPAF Social Security Contributions	495-034-5120-003	2,286,965	7/1/16-6/30/17	(117,681)	117,681	-	-	-	-	-	-	-	-
Noncash Assistance:													
On-Behalf TPAF Pension Contributions	495-034-5120-4002	4,487,058	7/1/17-6/30/18	-	4,487,058	(4,487,058)	-	-	-	-	-	-	4,487,058
On-Behalf TPAF Medical Contributions	495-034-5120-4001	2,898,095	7/1/17-6/30/18	-	2,898,095	(2,898,095)	-	-	-	-	-	-	2,898,095
On-Behalf TPAF Long Term Disability Insurance	495-034-5120-4004	5,862	7/1/17-6/30/18	-	5,862	(5,862)	-	-	-	-	-	-	5,862
Total General Fund				(1,096,604)	14,221,886	(14,153,896)	-	-	(1,028,614)	-	-	-	278,715
Special Revenue Fund:													
N.J. Nonpublic Aid:													
Textbook Aid (Ch. 194, L. 1979)	100-034-5120-064	59,053	7/1/17-6/30/18	-	59,053	(54,892)	-	-	-	-	4,161	-	54,892
Textbook Aid (Ch. 194, L. 1979)	100-034-5120-064	62,021	7/1/16-6/30/17	1,068	-	-	-	(1,068)	-	-	-	-	-
Auxiliary Services (Ch. 192, L. 1977):													
Compensatory Education	100-034-5120-067	30,119	7/1/17-6/30/18	-	30,119	(14,084)	-	-	-	-	16,035	-	14,084
Compensatory Education	100-034-5120-067	33,145	7/1/16-6/30/17	18,633	-	-	-	(18,633)	-	-	-	-	-
Home Instruction	100-034-5120-067	7,205	7/1/17-6/30/18	-	7,205	(7,205)	-	-	-	-	-	-	7,205
Home Instruction	100-034-5120-067	4,817	7/1/16-6/30/17	(4,817)	4,817	-	-	-	-	-	-	-	-
Security Aid	100-034-5120-067	81,225	7/1/17-6/30/18	-	81,225	(75,028)	-	-	-	6,197	-	-	75,028
Security Aid	100-034-5120-067	54,000	7/1/16-6/30/17	34,227	-	-	-	(34,227)	-	-	-	-	-
Handicapped Services (Ch. 193, L. 1977):													
Examination & Classification	100-034-5120-066	29,490	7/1/17-6/30/18	-	29,490	(28,217)	-	-	-	1,273	-	-	28,217
Examination & Classification	100-034-5120-066	32,063	7/1/16-6/30/17	2,527	-	-	-	(2,527)	-	-	-	-	-
Corrective Speech	100-034-5120-066	37,498	7/1/17-6/30/18	-	37,498	(33,123)	-	-	-	4,375	-	-	33,123
Corrective Speech	100-034-5120-066	37,991	7/1/16-6/30/17	9,719	-	-	-	(9,719)	-	-	-	-	-
Supplementary Instruction	100-034-5120-066	27,754	7/1/17-6/30/18	-	27,754	(18,633)	-	-	-	9,121	-	-	18,633
Supplementary Instruction	100-034-5120-066	22,756	7/1/16-6/30/17	5,885	-	-	-	(5,885)	-	-	-	-	-
Nursing Services	100-034-5120-070	105,051	7/1/17-6/30/18	-	105,051	(105,051)	-	-	-	-	-	-	105,051
Technology	100-034-5120-373	39,886	7/1/17-6/30/18	-	39,886	(39,886)	-	-	-	-	-	-	39,886
Total Special Revenue Fund				67,242	414,893	(376,119)	-	(72,059)	(7,205)	-	41,162	-	376,119
Capital Projects Fund:													
SDA Grant- South Valley Elementary School	3360-120-14-G3DR	861,729	7/1/14-6/30/18	(689,856)	196,705	(3,123)	-	-	(496,274)	-	-	-	690,458
SDA Grant- Mar. E. Roberts Elementary School	3360-100-14-G3DO	1,129,422	7/1/14-6/30/18	(958,095)	239,586	(20,305)	-	-	(738,814)	-	-	-	967,498
SDA Grant- George C. Baker Elementary School	3360-060-14-G3DN	1,232,785	7/1/14-6/30/18	(1,003,043)	269,111	(88,569)	-	-	(822,501)	-	-	-	1,078,775
SDA Grant- Morestown Upper Elementary School	3360-115-14-G3DP	2,414,500	7/1/14-6/30/18	(1,085,344)	1,756,972	(1,081,344)	-	-	(410,131)	-	-	-	1,473,972
SDA Grant- William Alton Middle School	3360-110-14-G3DP	2,680,000	7/1/14-6/30/18	(2,112,906)	1,618,617	(654,805)	-	-	(949,094)	-	-	-	1,511,032
SDA Grant- Morestown High School	3360-040-14-G3DM	5,466,000	7/1/14-6/30/18	(2,537,226)	1,652,262	(488,732)	-	-	(1,373,716)	-	-	-	3,233,021
Total Capital Projects Fund				(8,386,470)	5,733,253	(2,137,195)	-	-	(4,790,412)	-	-	-	8,954,756
Debt Service Fund:													
Type II Debt Service Aid	100-034-5120-125	415,828	7/1/17-6/30/18	-	415,828	(415,828)	-	-	-	-	-	-	-
Enterprise Fund:													
National School Lunch Program	100-010-3350-023	11,494	7/1/17-6/30/18	-	10,758	(11,494)	-	-	(736)	-	-	-	11,494
National School Lunch Program	100-010-3350-023	10,003	7/1/16-6/30/17	(798)	798	-	-	-	(736)	-	-	-	-
Total Enterprise Fund				(798)	11,556	(11,494)	-	-	(736)	-	-	-	11,494
Total State Financial Assistance				\$ (9,416,630)	\$ 20,797,416	(17,094,532)	-	\$ (72,059)	(5,826,967)	\$ -	\$ 41,162	\$ -	\$ 23,496,265
Less: Grants Not Subject to Major Program Determination:													
On-Behalf TPAF Pension Contributions	495-034-5120-4002	4,487,058	7/1/17-6/30/18	-	-	-	-	-	-	-	-	-	4,487,058
On-Behalf TPAF Medical Contributions	495-034-5120-4001	2,898,095	7/1/17-6/30/18	-	-	-	-	-	-	-	-	-	2,898,095
On-Behalf TPAF Long Term Disability Insurance	495-034-5120-4004	5,862	7/1/17-6/30/18	-	-	-	-	-	-	-	-	-	5,862
Total State Financial Assistance subject to Major Program Determination													\$ (9,708,517)

**MOORESTOWN TOWNSHIP PUBLIC 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 Moorestown Township Public 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.

**MOORESTOWN TOWNSHIP PUBLIC 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 \$0 for the general fund and \$(65,381) 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	\$ 38,296	\$ 14,123,054	\$ 14,161,350
Special Revenue Fund	1,192,869	341,580	1,534,449
Capital Projects Fund	-	2,137,195	2,137,195
Debt Service Fund	-	415,828	415,828
Food Service Fund	302,834	11,494	314,328
	<hr/>	<hr/>	<hr/>
Total Awards & Financial Assistance	<u>\$ 1,533,999</u>	<u>\$ 17,029,151</u>	<u>\$ 18,563,150</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 Moorestown Township Public School District had no loan balances outstanding at June 30, 2018.

**MOORESTOWN TOWNSHIP PUBLIC 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? _____ X yes _____ 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>
Special Education Cluster: 84.027 / 84.173	H027A170100 / H173A170114	I.D.E.A Part B Basic / Preschool
_____	_____	_____
_____	_____	_____
_____	_____	_____
_____	_____	_____

Dollar threshold used to determine Type A programs _____ \$750,000 _____

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

**MOORESTOWN TOWNSHIP PUBLIC SCHOOL DISTRICT
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2018**

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

State Financial Assistance

Dollar threshold used to determine Type A programs _____ \$750,000 _____

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:

<u>State Grant/Project Number(s)</u>	<u>Name of State Program</u>
100-034-5120-473	Extraordinary Special Education Aid
3360-120-14-G3DR	SDA Grant- South Valley Elementary School
3360-100-14-G3DO	SDA Grant- Mary E. Roberts Elementary School
3360-060-14-G3DN	SDA Grant- George C. Baker Elementary School
3360-115-14-G3DQ	SDA Grant- Moorestown Upper Elementary School
3360-110-14-G3DP	SDA Grant- William Allen Middle School
3360-040-14-G3DM	SDA Grant- Moorestown High School

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

Section II – Financial Statement Findings

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

Finding No. 2018-001:

Criteria or Specific Requirement:

It is an essential part of internal controls to routinely analyze health benefit bills for accuracy before payment.

Condition:

An overpayment of health benefits was noted as multiple retirees and terminated employees remained on District paid health benefits for several months after their separation from Moorestown Township Public Schools.

Context:

There was a breakdown in internal controls surrounding the review of health benefits.

Effect:

The District risks paying health benefits for non-employees.

Cause:

Various employment changes within the business office.

Recommendation:

While District business personnel discovered this error, it is recommended that internal procedures be improved to ensure that turnover or employee position changes do not allow for oversights in the health benefits review and payment process.

View of Responsible Officials and Planned Corrective Action:

Responsible officials agree with this recommendation and will address the matter as part of their corrective action plan.

**MOORESTOWN TOWNSHIP PUBLIC 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

**MOORESTOWN TOWNSHIP PUBLIC 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.