

**SHORE REGIONAL HIGH  
SCHOOL DISTRICT  
COMPREHENSIVE ANNUAL  
FINANCIAL REPORT  
FISCAL YEAR ENDED JUNE 30, 2018**

**SCHOOL DISTRICT  
OF  
SHORE REGIONAL HIGH SCHOOL**

***Shore Regional High School Board of Education  
West Long, New Jersey***

***Comprehensive Annual Financial Report  
For the Fiscal Year Ended June 30, 2018***

**COMPREHENSIVE ANNUAL**

**FINANCIAL REPORT**

*of*

**SHORE REGIONAL HIGH SCHOOL DISTRICT**

**WEST LONG BRANCH, NEW JERSEY**

***For the Fiscal Year Ended June 30, 2018***

***Prepared by***

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

## STATE BOARD OF EDUCATION

ARCELIO APONTE ..... President	Middlesex
KATHY A. GOLDENBERG ..... Vice President	Burlington
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**Dr. Lamont Repollet, Commissioner of Education  
Secretary, State Board of Education**



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

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***INTRODUCTORY SECTION***





# Shore Regional High School District

Monmouth Beach – Oceanport – Sea Bright – West Long Branch

**Corey J. Lowell, SFO**  
School Business Administrator

132 Monmouth Park Highway  
West Long Branch, New Jersey 07764-1396

November 30, 2018

Honorable President and  
Members of the Board of Education  
Shore Regional School District  
County of Monmouth  
West Long Branch, New Jersey

Dear Board Members:

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

The Comprehensive Annual Financial Report is presented in four sections: introductory, financial, statistical and single audit. The introductory section includes this transmittal letter, the District’s organizational chart, a roster of principal officials and a list of consultants and advisors. The financial section includes the general-purpose financial statements and schedules, as well as the auditor’s report thereon. The statistical section includes selected financial and demographic information, generally presented on a multi-year basis. The District is required to undergo an annual single audit in conformity with the provisions of the Single Audit Act of 1984, the U.S. Office of Management and Budget (“OMB”) Circular A-133, Audits of States, Local Governments and Non-Profit Organizations, and the State Treasury OMB Circular Letter 04-04, Single Audit policy for Recipients of Federal Grants, State Grants and State Aid Payments. Information related to this single audit, including the auditor’s report on the internal structure and compliance with applicable laws and regulations and findings and recommendations, are included in the single audit section of this report.

## 1. REPORTING ENTITY AND ITS SERVICES:

Shore Regional High School District is an independent reporting entity within the criteria adopted by the GASB as established by Statement No. 14 as amended by GASB Statement No. 39. All funds and account groups of the District are included in this report. The Shore Regional Board of Education and all its schools constitute the District’s reporting entity.

The District provides a full range of educational services appropriate to grade levels nine through twelfth grade. These services include regular as well as special education disabled youngsters. The District completed the 2017-2018 fiscal year with an enrollment of 639 students.

The following details the changes in student enrollment over the past five years:

Fiscal Year	Students on Roll
2013-2014	644
2014-2015	635
2015-2016	619
2016-2017	601
2017-2018	639

## 2. ECONOMIC CONDITION AND OUTLOOK:

As a result of the District's effort over the past several years, the financial status of the Shore Regional High School continues to remain stable and many accomplishments have occurred as a result. Funds continue to be set aside for capital projects and tax relief.

Proactive planning has allowed the district to increase staff development, review curriculum needs, and upgrade instructional materials (as per the curriculum review cycles), as well as provide technological improvements as per the district's technology plan (i.e., a wireless school, SMARTboards, video-conference equipment, mobile labs). As a result, the District is better prepared to meet the challenge of preparing all students for the future.

The above has permitted the District to have a much-improved economic condition and a brighter outlook for the future. A "stabilized" budget and ongoing community support will continue to contribute to this improved economic condition and outlook.

## 3. MAJOR INITIATIVES:

We are most pleased that several initiatives were supported through local funding for fiscal year 2018. More specifically, instructional materials and resources, curricula writing stipends, and professional development services encompassed the relative purchases.

At the high school level, consumables, hard copy textbooks, and/or online accounts were purchased for these content areas and/or programs: business and technology, English Language Learner, English language arts, mathematics, science, social studies, visual and performing arts, and world languages. Equally as essential, we purchased novels to supplement English language arts courses.

In conjunction with the purchase of instructional materials and resources, curricula writing was completed for these content areas and/or programs: business and technology, English Language Learner, English language arts, mathematics, science, social studies, visual and performing arts, and world languages. Curricula writing included alignment to content standards and additional New Jersey Department of Education requirements (e.g., differentiation). Moreover, stipends for summer courses and institutes afforded the opportunity for more course readiness and course seat time.

Lastly, our professional development emphasis was placed on teacher-led and out-of-district presenter sessions regarding differentiation, instructional technologies, and the Danielson staff evaluation model. Differentiation and instructional technologies were two of our district goals for fiscal year 2018. Also noteworthy were online staff completion of state-mandated professional development modules and purchase of online and paper-based professional subscriptions.



#### 4. INTERNAL ACCOUNTING CONTROLS:

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

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

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

#### 5. BUDGETARY CONTROLS

In addition to internal accounting controls, the District maintains budgetary controls. The objective of these budgetary controls is to ensure compliance with legal provisions embodied in the annual appropriated budget approved by the voters of the municipality. Annual appropriated budgets are adopted for the general fund, special revenue fund and debt service fund. Project-length budgets are approved for the capital improvements accounting for 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 purchase commitments on a line item basis. Open encumbrances at year-end are either cancelled or are included as re-appropriation of fund balance in the subsequent year. Those amounts to be re-appropriated as reported as reservations of fund balance at June 30, 2018.

#### 6. ACCOUNTING SYSTEMS AND REPORTS:

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

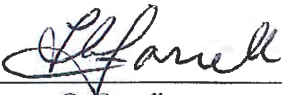
#### 7. INDEPENDENT AUDIT:

State statutes require an annual audit by independent certified public accountants or registered municipal accountants. The Board selected the accounting firm of Cannone and Co. for this task. In addition to meeting the requirement set forth in state statutes, the audit was also designed to meet the requirements of the Single Audit Act of 1984, the related OMB Circular A-133 and State OMB Circular 04-04. The auditor's report on the general-Purpose financial statements and combining and individual fund statements and schedules 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.

8. ACKNOWLEDGMENTS:

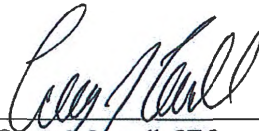
We would like to express our appreciation to the members of the Shore Regional Board of Education for their concern in providing fiscal accountability to the citizens and taxpayers of the District and thereby contributing their full support to the development and maintenance of our financial operation.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

Respectfully submitted,



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Thomas G. Farrell  
Superintendent

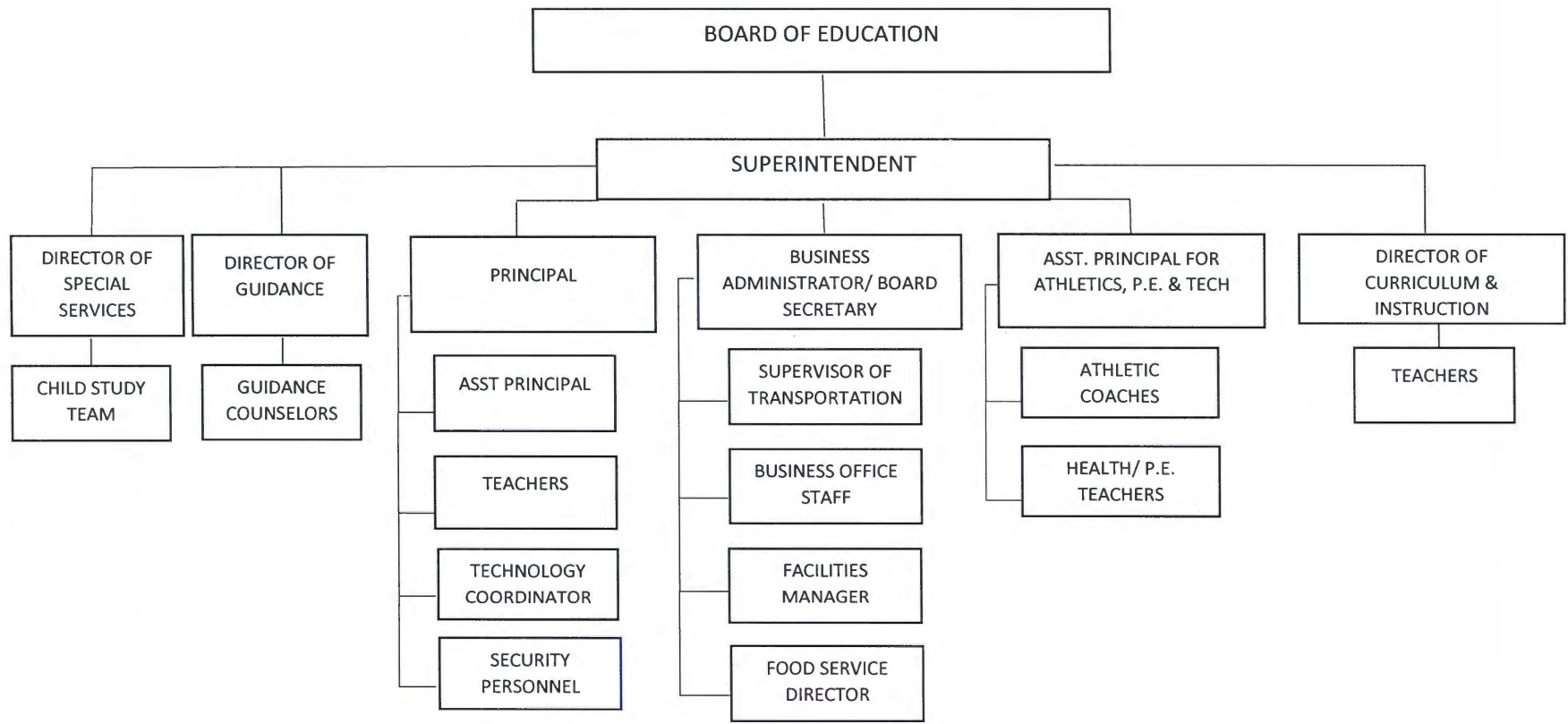


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Corey J. Howell, SFO  
Business Administrator/Board Secretary



# SHORE REGIONAL HIGH SCHOOL DISTRICT ORGANIZATIONAL CHART



Revised 1/4/2018

SHORE REGIONAL BOARD OF EDUCATION  
WEST LONG BRANCH, NEW JERSEY

ROSTER OF OFFICIALS  
JUNE 30, 2018

<u>Members of the Board of Education</u>	<u>Term Expires</u>
Frank J Pingitore, President	2019
Elizabeth DeGiulio, Vice President	2018
David Baker	2019
Christine Brenner	2020
Paul J. Christopher	2020
Elizabeth Garrigal	2018
Diane E Merla	2019
Richard McKenna	2018
Thomas Welsh	2020

Other Officials

Thomas Farrell, Superintendent

Corey Lowell, School Business Administrator/Board Secretary

SHORE REGIONAL BOARD OF EDUCATION  
WEST LONG BRANCH, NEW JERSEY

CONSULTANTS AND ADVISORS  
June 30, 2018

***Audit Firm***

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

***Attorneys***

Alexis Tucci, Esq.  
Attorney at Law  
464 Broadway  
Long Branch, New Jersey 07740

Dennis Collins, Esq.  
Attorney at Law  
2317 Highway 34, Suite 1A  
Manasquan, New Jersey 08736

***Official Depositories***

MBIA Municipal Investors Service Corporation  
113 King Street  
Armonk, New York 10504

Investors Savings Bank  
2426 Highway 34 North  
Manasquan, New Jersey 08736

***FINANCIAL SECTION***

**CANNONE AND COMPANY, P.A.***Certified Public Accountants*

485 Morris Avenue  
Springfield, New Jersey 07081  
(973) 379-6868  
FAX (973) 379-6278

## MEMBER:

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

**Independent Auditor's Report**

The Honorable President and  
Members of the Board of Education  
Shore Regional High School District  
County of Monmouth  
West Long Branch, New Jersey

**Report on the Financial Statements**

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the Shore Regional High School District Board of Education, in the County of Monmouth, State of New Jersey, as of and for the fiscal year ended June 30, 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 and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States, and audit requirements as prescribed by the Office of School Finance, Department of Education, State of New Jersey. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement.



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

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

### ***Opinions***

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the Shore Regional High School District Board of Education, in the County of Monmouth, 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.

### ***Other Matters***

Accounting principles generally accepted in the United States of America require that the Management Discussion and Analysis and Budgetary Comparison Information on pages 11 through 15 and 68 through 81 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

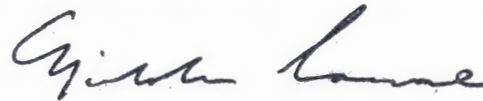
Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Monmouth Regional High School District Board of Education's basic financial statements. The accompanying introductory section, combining fund financial statements, financial schedules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

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

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

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

In accordance with *Government Auditing Standards*, we have also issued our report dated November 30, 2018 on our consideration of Monmouth Regional High School District Board of Education's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Monmouth Regional High School District Board of Education's internal control over financial reporting and compliance.



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

Date: November 30, 2018

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



***MANAGEMENT'S DISCUSSION AND ANALYSIS***

**SHORE REGIONAL HIGH SCHOOL DISTRICT  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2018**

The discussion and analysis of Shore Regional High School District's financial performance provides an overall review of the School District's financial activities for the fiscal year ending June 30, 2018. The intent of this discussion and analysis is to look at the School District's financial performance as a whole; it should be read in conjunction with the Comprehensive Annual Financial Report's (CAFR) Letter of Transmittal, which is found in the Introductory Section, and the School District's financial statements found in the Financial Section and the notes thereto.

**Financial Highlights**

Key Financial highlights for the 2017-2018 fiscal year are as follows:

- The local tax levy supports 76% of the operating budget. The tax levy increased 1% in the general fund – which represented a \$146,739 difference.
- Other major revenue sources include the state aid, transportation fees, and tuition. State aid increased \$202,018 for the 2017-2018 school year – mainly due to the on-behalf payment of TPAF pension and post-retirement medical contributions.
- There was an increase of \$939,594 in operating expenditures – of which \$746,498 is due to an increase in direct instructional costs.

**Using this Comprehensive Annual Financial Report (CAFR)**

This annual report consists of a series of financial statements and notes to those statements. These statements are organized so the reader can understand Shore Regional High School District as a financial whole – an entire operating entity. The statements then proceed to provide an increasingly detailed look at specific financial activities.

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

The School Board's auditor has provided assurance in his Independent Auditor's Report, located immediately preceding this Management's Discussion and Analysis, that the Basic Financial Statements are fairly stated. A user of this report should read the Independent Auditor's Report carefully to ascertain the level of assurance being provided for each of the other parts of the Financial Section.

**Statement of Net Assets and the Statement of Activities**

While this document contains the large number of funds used by the School District to provide programs and activities, the view of the School District as a whole looks at all financial transactions and asks the question, "How did we do financially during the 2017-2018 fiscal year?" The Statement of Net Assets and the Statement of Activities helps answer this question. These statements include all assets and liabilities using the accrual basis of

accounting similar to the accounting used by most private-sector companies. This basis of accounting takes into account, all of the current year's revenues and expenses regardless of when cash is received or paid.

These two statements report the School District's net assets and changes in those assets. This change in net assets is important because it tells the reader that, for the school district as a whole, the financial positions of the School District has improved or diminished. The causes of this change may be the result of many factors, some financial, and some not. Non-financial factors include the School District's property tax base, current laws in New Jersey restricting revenue growth, facility condition, required educational programs and other factors.

In the Statement of Net Assets and the Statement of Activities, the School District is divided into two distinct kinds of activities:

- **Governmental activities** – All of the School District's programs and services are reported here including, but not limited to, instruction, support services, operation and maintenance of plant facilities, pupil transportation and extracurricular activities.
- **Business-Type Activities** – This service is provided on a charge for goods or services basis to recover all the expense of the goods or services provided. The Food Service Enterprise Fund is reported as a business activity.

### **Fund Financial Statements**

The analysis of the School District's major (all) funds begins with exhibit B-1. Fund financial reports provide detailed information about the School District's major funds. The School District uses many funds to account for a multitude of financial transactions. However, these fund financial statements focus on the School District's most significant funds. The School District's major governmental funds are the General Fund, Special Revenue Fund, Capital Projects Fund and Debt Service Fund.

### **Governmental Funds**

The School District's activities are reported in Governmental Funds, which focus on how money flows into and out of those funds and the balances left at year-end available for spending in the future years. These funds are reported using an accounting method called modified accrual accounting, which measures cash and all other financial assets that can readily be converted to cash. In addition, the focus on the Governmental Funds is the current financial resources management focus, which relies on short term planning. The Governmental Fund statements provide a detailed short-term view of the School District's general government operations and the basic services it provides. Governmental Fund information helps you, the reader, to determine whether there are more or fewer financial resources that can be spent in the near future to finance educational programs. The relationship (or differences) between governmental activities (reported in the Statement of Net Assets and the Statement of Activities) and Governmental Funds is reconciled in the financial statements.

### **Enterprise Fund**

The Enterprise Fund uses the same basis of accounting as business-type activities; therefore, these statements are essentially the same. In addition, the accountability focus is on operational accountability. The measurement focus is on economic resources, which directs itself on a more long-term vision than in governmental funds.

### **The School District as a Whole**

Table 1 provides a summary of the School District's net assets for the fiscal year 2018.



**Table 1  
Net Position**

	<u>2017</u>	<u>2018</u>
<u>Assets</u>		
Current and Other Assets	\$ 3,581,646	\$2,219,405
Capital Assets, Net	19,762,936	13,253,654
Deferred Outflow of Resources related to pension	<u>1,038,507</u>	<u>872,069</u>
 Total Assets	 <u>\$24,383,089</u>	 <u>\$16,345,128</u>
<u>Deferred Inflow of Resources</u>		
Pension Deferrals	<u>\$15,089</u>	<u>\$648,733</u>
<u>Liabilities</u>		
Long-Term Liabilities	\$13,621,768	\$10,199,395
Other Liabilities	<u>3,700,182</u>	<u>\$4,136,356</u>
Total Liabilities	<u>17,337,039</u>	<u>14,984,484</u>
<u>Net Position</u>		
Invested in Capital Assets, Net of Debt	\$8,702,574	\$3,295,297
Restricted	911,708	884,173
Unrestricted	<u>(2,568,232)</u>	<u>(2,173,028)</u>
Total Net Position	<u>\$7,046,050</u>	<u>\$2,006,442</u>

Table 2 shows the changes in net assets for fiscal year 2018 with selected comparative data for 2017.

**Table 2  
Changes in Net Assets**

	<u>2017</u>	<u>2018</u>
<u>Revenues</u>		
Program Revenues		
Charges for Services	\$851,547	\$1,092,892
Operating Grants and Contributions	2,068,453	2,492,634
General Revenues		
Property Taxes	15,313,761	15,460,478
Grants and Entitlements	626,985	1,822,072
Other Revenue	<u>2,037,693</u>	<u>545,746</u>
Total Revenues	<u>20,898,439</u>	<u>21,413,822</u>
<u>Program Expenses</u>		
Instruction	5,837,486	6,784,827
Support Services	11,476,850	11,907,114
Interest on Long Term Debt	259,095	320,167
Food Services	279,999	215,978
Unallocated Depreciation	941,526	893,910
Total Expenses	<u>18,794,956</u>	<u>20,121,996</u>
Adjustment for Fixed Assets	<u>(364,496)</u>	<u>(6,206,342)</u>
Increase/ (Decrease) in Net Position	<u>\$1,738,987</u>	<u>\$(4,915,516)</u>

## **Governmental Activities**

The Statement of Activities shows the cost of program services and the charges for services and grants offsetting those services.

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

Pupils and instructional staff include the activities involved with assisting staff with the content and process of teaching to students, including curriculum and staff development.

General administration, school administration and business include expenses associated with administrative and financial supervision of the district.

Operation and maintenance of facilities activities involve keeping the school grounds, buildings and equipment in an effective working condition.

Curriculum and staff development includes expenses related to planning, research, development and evaluation of support services, as well as the reporting of this information internally and to the public.

Pupil transportation includes activities involved with the conveyance of students to and from school, as well as to and from school activities, as provided by state law.

Extracurricular activities includes expenses related to student activities provided by the school district which are designed to provide opportunities for students to participate in school events, public events, or a combination of these for the purposes of motivation, enjoyment and skill improvement.

Interest and fiscal charges involve the transactions associated with the payment of interest and other related charges to debt of the School District.

Unallocated depreciation is associated with current year depreciation expenditures for capital assets.

Food Service includes costs for food service operations.

## **School District's Funds**

The School District uses funds to control and manage money for particular purposes. The Fund's basic financial statement allows the School District to demonstrate its stewardship over and accountability for resources received from the Shore Regional taxpayers and other entities, including the State of New Jersey and the Federal Government. These statements also allow the reader to obtain more insight into the financial workings of the School District, and assess further the School District's overall financial health.

The School District's budget is prepared according to New Jersey law, and is based on accounting for certain transactions on a basis of cash receipts, disbursements and encumbrances. The most significant budgeted fund is the General Fund. This past year, the district implemented a zero-based budgeting approach whereby every expenditure is supported by rationale.

Over the course of the year, the School District revises its budget as it attempts to take into consideration unexpected changes in revenue and expenditures.

A schedule showing the School District's original and final budget compared with actual operating results is provided in the section of the CAFR, entitled Budgetary Comparison Schedules.



## Capital Assets

At June 30, 2018, the School District had approximately \$13,253,654 invested in a broad range of capital assets, including land, buildings, furniture, vehicles, computers, instructional equipment and other equipment. This amount is net of accumulated depreciation to date.

	<b>Governmental Activities</b>
Capital Assets at June 30, 2018	
Land	\$ 389,537
Site Improvements	1,782,413
Buildings	10,056,610
Machinery and Equipment	<u>1,025,094</u>
Total	<u>\$13,253,654</u>

## Debt Administration

At year-end, the District had \$10,199,395 as outstanding debt, which represents \$241,038 for compensated absences, \$938,357 for capital leases, and \$9,020,000 in bonds for school construction – of which \$640,000 is due within one year.

## Economic Factors and Next Year's Budget

The Shore Regional High School District is in good financial condition presently. Future finances are not without challenges as the District continues to grow and state funding is relatively flat.

For the 2017-2018 school year, the School District was able to sustain its general fund budget through the local tax levy, tuition nearby districts, federal grants, and other miscellaneous revenues. Although the District participates in cooperative purchasing for electricity, consumption is dependent on variable weather conditions. Other rising utility costs include communications, refuse removal, sewage and water. The budget includes funds for repair and maintenance of the District's equipment. Special education programs and related services, including transportation, cannot be predicted with absolute certainty; however, the District maintains its commitment to meet the needs of these students.

The Shore Regional High School District has consistently committed itself to sound, conservative fiscal management, providing the most efficient and effective education possible for the students of Allenhurst, Deal (9-12), Interlaken, Loch Arbour, Monmouth Beach, Oceanport, Sea Bright, and West Long Branch. The Shore Regional High School District is committed to annually review and evaluate best practices.

## Contacting the School District's Financial Management

This financial report is designed to provide our citizens, taxpayers, investors and creditors with a general overview of the School District's finances and to show the School District's accountability for the money it receives. If you have questions about this report or need additional information, please contact Corey Lowell, School Business Administrator/Board Secretary at Shore Regional High School Board of Education, 132 Monmouth Park Highway, West Long Branch, NJ 07764.

***BASIC FINANCIAL STATEMENTS***

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

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



**Shore Regional High School District**  
**Statement of Net Position**  
**June 30, 2018**

	<u>Governmental Activities</u>	<u>Business-type Activities</u>	<u>Total</u>
<b>ASSETS</b>			
Cash and cash equivalents	\$ 1,871,546	\$ 28,077	\$ 1,899,623
Investments			-
Receivables-state	377,210		377,210
Receivables-intergovernmental	268,588		268,588
Receivables, net	1,000		1,000
Interfund receivable			-
Inventory		2,511	2,511
Restricted assets:			-
Cash and cash equivalents			-
Capital reserve account - cash	316,271		316,271
Capital assets, net (Note 4)	13,253,654	-	13,253,654
Deferred outflows of resources related to pensions	872,069		872,069
Total Assets	<u>16,960,338</u>	<u>30,588</u>	<u>16,990,926</u>
<b>LIABILITIES</b>			
Other current liabilities			-
Accounts payable	27,181	12,903	40,084
Accrued Interest Expense	11,375		11,375
Interfund payable		125,092	125,092
Payable to federal government			-
Payable to state government	16,006		16,006
Payable to local government			-
Deferred inflows of resources related to pensions	648,733		648,733
Pension liability for PERS - non current	3,174,168		3,174,168
Deferred revenue	768,524	1,107	769,631
Noncurrent liabilities (Note 5):			-
Due within one year	943,027		943,027
Due beyond one year	9,256,368		9,256,368
Total liabilities	<u>14,845,382</u>	<u>139,102</u>	<u>14,984,484</u>
<b>NET ASSETS</b>			
Invested in capital assets, net of related debt	3,295,297		3,295,297
Restricted for:			-
Debt service	266,836		266,836
Capital projects	316,271		316,271
Other purposes	301,066		301,066
Unrestricted (Deficit)	(2,064,514)	(108,514)	(2,173,028)
Total net assets	<u>\$ 2,114,956</u>	<u>\$ (108,514)</u>	<u>\$ 2,006,442</u>

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

Shore Regional High School District  
 Statement of Activities  
 For the Year Ended June 30, 2018

Functions/Programs	Expenses	Program Revenues			Net (Expense) Revenue and Changes in Net Assets		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business-type Activities	Total
Governmental activities:							
Instruction:							
Regular	\$ 4,451,747	\$ 383,420			\$ (4,068,327)		\$ (4,068,327)
Special education	878,739		329,684		(549,055)		(549,055)
Other special instruction					-		-
Vocational					-		-
Other instruction	1,454,341				(1,454,341)		(1,454,341)
Nonpublic school programs					-		-
Adult/continuing education programs					-		-
Support services:							
Tuition	1,546,353				(1,546,353)		(1,546,353)
Student & instruction related services	1,572,662		70,077		(1,502,585)		(1,502,585)
School administrative services	321,523				(321,523)		(321,523)
General and business administrative serv	419,533				(419,533)		(419,533)
Central services	235,263				(235,263)		(235,263)
Administrative information technology	143,716				(143,716)		(143,716)
Plant operations and maintenance	1,798,846				(1,798,846)		(1,798,846)
Pupil transportation	1,590,669	501,637			(1,089,032)		(1,089,032)
Compensated absences	17,978				(17,978)		(17,978)
Unallocated benefits	4,107,742		1,761,405		(2,346,337)		(2,346,337)
Pension plan expense	132,829				(132,829)		(132,829)
Unallocated depreciation	893,910				(893,910)		(893,910)
Interest on long-term debt	320,167		311,468		(8,699)		(8,699)
Transfer to food service	20,000				(20,000)		(20,000)
Total governmental activities	19,906,018	885,057	2,472,634	-	(16,548,327)	-	(16,548,327)
Business-type activities:							
Food Service	215,978	207,835	20,000			11,857	11,857
Before/After Care						-	-
Total business-type activities	215,978	207,835	20,000	-	-	11,857	11,857
Total primary government	\$ 20,121,996	\$ 1,092,892	\$ 2,492,634	\$ -	\$ (16,548,327)	\$ 11,857	\$ (16,536,470)
General revenues:							
Taxes:							
Property taxes, levied for general purposes, net					\$ 14,820,720		\$ 14,820,720
Taxes levied for debt service					639,758		639,758
Federal aid not restricted					1,196,550		1,196,550
State aid not restricted					625,522		625,522
Miscellaneous revenues					21,374		21,374
Interest Income					42,039	328	42,367
Adjustments:							
Receivables/refunds							-
Issuance of refunding bonds							-
Fixed assets					(6,206,342)		(6,206,342)
Capital Leases					482,005		482,005
Total general revenues, special items, extraordinary items and transfers					11,621,626	328	11,621,954
Change in Net Assets					(4,926,701)	12,185	(4,914,516)
Net Assets—beginning					7,166,749	(120,699)	7,046,050
Net Assets—ending					\$ 2,240,048	\$ (108,514)	\$ 2,131,534

***FUND FINANCIAL STATEMENTS***

The Individual Fund statements and schedules present more detailed information for the individual fund in a format that segregates information by fund type.

***GOVERNMENTAL FUNDS***

Shore Regional High School District  
Balance Sheet  
Governmental Funds  
June 30, 2018

	General Fund	Special Revenue Fund	Capital Projects Fund	Debt Service Fund	Total Governmental Funds
<b>ASSETS</b>					
Cash and cash equivalents	1,718,103	(113,393)		266,836	1,871,546
Investments					0
Receivables, net	1,000				1,000
Due from other funds	125,092				125,092
Receivables - State	176,936	200,274			377,210
Accounts Receivable - Intergovernmental	268,588				268,588
Interest receivable on investments					0
Inventory					0
Restricted cash and cash equivalents	316,271				316,271
Other assets					0
	<u>2,605,990</u>	<u>86,881</u>	<u>0</u>	<u>266,836</u>	<u>2,959,707</u>
<b>LIABILITIES AND FUND BALANCES</b>					
<b>Liabilities:</b>					
Accounts payable	27,181				27,181
Other Current Liabilities					0
Interfund payable					0
Payable to federal government					0
Payable to state government		16,006			16,006
Payable to local government					0
Deferred revenue	697,649	70,875			768,524
Total liabilities	<u>724,830</u>	<u>86,881</u>	<u>0</u>	<u>0</u>	<u>811,711</u>
<b>Fund Balances:</b>					
<b>Restricted Fund Balance:</b>					
Reserved Excess Surplus - Designated for Subsequent Year's Expenditures	301,066				301,066
Reserve for Excess Surplus					0
Reserve for Capital Reserve	316,271				316,271
Reserve for Maintenance					0
<b>Committed Fund Balance:</b>					
Reserve for Impact Aid					0
Reserve for encumbrances	22,622				22,622
<b>Assigned Fund Balance:</b>					
Designated for Subsequent Year's Expenditures	149,725			266,744	416,469
Unrestricted Fund Balance	<u>1,091,476</u>			<u>92</u>	<u>1,091,568</u>
Total Fund balances	<u>1,881,160</u>	<u>0</u>	<u>0</u>	<u>266,836</u>	<u>2,147,996</u>
Total liabilities and fund balances	<u>2,605,990</u>	<u>86,881</u>	<u>0</u>	<u>266,836</u>	

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

The net pension liability for PERS is not due and payable in the current period and is not reported in the governmental funds (3,174,168)

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

Deferred outflows of resources related to pensions 872,069  
Deferred inflows of resources related to pensions (648,733)

Interest expense in the governmental funds is reported when due. In the statement of activities, interest on long-term debt is accrued. (11,375)

Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds. The cost of the assets is \$26,382,989 and the accumulated depreciation is \$13,127,112 (see Note 3). 13,253,654

Long-term liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported as liabilities in the funds (see Note 4). (10,199,395)

Net assets of governmental activities \$ 2,240,048

**Shore Regional High School District**  
**Statement of Revenues, Expenditures, And Changes in Fund Balances**  
**Governmental Funds**  
**For the Year Ended June 30, 2018**

	General Fund	Special Revenue Fund	Capital Projects Fund	Debt Service Fund	Total Governmental Funds
<b>REVENUES</b>					
Local sources:					
Local tax levy	\$ 14,820,720			\$ 639,758	\$ 15,460,478
Transportation Fees	501,637				501,637
Rental Facilities					-
Interest on Investments	42,039				42,039
Tuition charges	383,420				383,420
Miscellaneous	21,374	6,962			28,336
Total - Local Sources	15,769,190	6,962	-	639,758	16,415,910
State sources	2,386,927	26,941		311,468	2,725,336
Federal sources	1,196,550	365,858			1,562,408
Total revenues	19,352,667	399,761	-	951,226	20,703,654
<b>EXPENDITURES</b>					
Current:					
Regular instruction	4,451,747				4,451,747
Special education instruction	549,055	329,684			878,739
Other special instruction					-
Vocational education					-
Other instruction	1,454,341				1,454,341
Nonpublic school programs					-
Adult/continuing education programs					-
Support services and undistributed costs:					
Tuition	1,546,353				1,546,353
Student & instruction related services	1,502,585	70,077			1,572,662
School administrative services	321,523				321,523
General administrative services	419,533				419,533
Central services	235,263				235,263
Administrative information technology	143,716				143,716
Plant operations and maintenance	1,798,846				1,798,846
Pupil transportation	1,590,669				1,590,669
Personal services employee benefits	4,107,742				4,107,742
Undistributed expenditures - Food Services	20,000				20,000
Unallocated benefits					-
Special schools					-
ARRA - Equalization Stabilization Fund (ESF)					-
ARRA - Government Services Fund (GSF)					-
Transfer to charter school					-
Debt service:					
Principal				620,000	620,000
Interest and other charges				350,800	350,800
Capital outlay	590,970				590,970
Total expenditures	18,732,343	399,761	-	970,800	20,102,904
Excess (Deficiency) of revenues over expenditures					
	620,324	-	-	(19,574)	600,750
<b>OTHER FINANCING SOURCES (USES)</b>					
Capital leases (non-budgeted)					-
Transfers					-
Transfers to Cover Expenditures - Cafeteria					-
Adjustments to Receivables/Refunds	-				-
Total other financing sources and uses	-	-	-	-	-
Net change in fund balances					
	620,324	-	-	(19,574)	600,750
Fund balance—July 1	1,260,836			286,410	1,547,246
Fund balance—June 30	\$ 1,881,160	\$ -	\$ -	\$ 266,836	\$ 2,147,996

**Shore Regional High School District  
Reconciliation of the Statement of Revenues, Expenditures,  
and Changes in Fund Balances of Governmental Funds  
to the Statement of Activities  
For the Year Ended June 30, 2018**

**Total net change in fund balances - governmental funds (from B-2)**

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

\$ 600,750

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	(893,910)	
Fixed assets adjustment	(6,206,342)	
Capital outlays	<u>590,970</u>	(6,509,282)

Repayment of bond principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net assets and is not reported in the statement of activities.

620,000

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

Proceeds of long-term debt  
Adjustment to capital leases  
Capital lease proceeds

81,000

81,000

The net pension liability reported in the statement of activities does not require the use of current financial resources and is not reported as an expenditure in the governmental funds:

Change in pension liability	667,253	
Change in deferred outflows	(166,438)	
Change in deferred inflows	<u>(633,644)</u>	(132,829)

In the statement of activities, interest on long-term debt in the statement of activities is accrued, regardless of when due. In the governmental funds, interest is reported when due. The accrued interest is a deduction in the reconciliation.

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

Prior year accrued interest on long term debt which was paid in the current year  
Current year accrued interest on long term debt which was not paid in the current year  
Decrease in compensated absences payable  
Capital lease payments

42,008

(11,375)

(17,978)

401,005

413,660

Revenues in the statement of activities which do not provide current financial resources are not reported as revenues in the funds. (+)

**Change in net assets of governmental activities**

\$ (4,926,701)



*PROPRIETARY FUNDS*



**Shore Regional High School District  
Statement of Net Position  
Proprietary Funds  
June 30, 2018**

	Business-type Activities - Enterprise Funds	
	Food Service	Totals
<b>ASSETS</b>		
Current assets:		
Cash and cash equivalents	\$ 28,077	\$ 28,077
Investments		-
Accounts receivable		-
Other receivables		-
Inventories:		
Commodities		-
Regular	2,511	2,511
Total current assets	30,588	30,588
Noncurrent assets:		
Furniture, machinery & equipment	162,302	162,302
Less accumulated depreciation	(162,302)	(162,302)
Total noncurrent assets	-	-
Total assets	30,588	30,588
<b>LIABILITIES</b>		
Current liabilities:		
Accounts payable	12,903	12,903
Interfund payable	125,092	125,092
Unearned Income	1,107	1,107
Compensated absences		-
Total current liabilities	139,102	139,102
Noncurrent Liabilities:		
Compensated absences		-
Total noncurrent liabilities	-	-
Total liabilities	139,102	139,102
<b>NET ASSETS</b>		
Invested in capital assets net of related debt		-
Restricted for:		
Capital projects		-
Unrestricted	(108,514)	(108,514)
Total net assets	\$ (108,514)	\$ (108,514)

## Exhibit B-5

**Shore Regional High School District**  
**Statement of Revenues, Expenses, and Changes in Fund Net Position**  
**Proprietary Funds**  
**For the Year Ended June 30, 2018**

	<b>Business-type Activities - Enterprise Fund</b>	
	<b>Food Service</b>	<b>Total Enterprise</b>
Operating revenues:		
Charges for services:		
Daily sales - reimbursable programs		\$ -
Daily sales - non-reimbursable programs	207,835	207,835
Special functions		-
Community service activities		-
Transportation fees from other LEA's within the state		-
Deductions from employees' salaries		-
Food Distribution Program		-
Total operating revenues	<u>207,835</u>	<u>207,835</u>
 Operating expenses:		
Cost of sales	78,451	78,451
Salaries	74,997	74,997
Employee benefits	17,519	17,519
Purchased property service		-
Other purchased professional services		-
Cleaning, repair and maintenance services	2,318	2,318
Management Fees	7,800	7,800
Rentals		-
Insurance	5,802	5,802
Uniforms		-
General supplies	7,760	7,760
Miscellaneous expense	21,331	21,331
Depreciation		-
Total Operating Expenses	<u>215,978</u>	<u>215,978</u>
Operating income (loss)	<u>(8,143)</u>	<u>(8,143)</u>
 Nonoperating revenues (expenses):		
State sources:		
State school lunch program		-
Federal sources:		
National school lunch and breakfast program		-
Interest and investment revenue	328	328
Subsidy Operating - General Fund	20,000	20,000
Total nonoperating revenues (expenses)	<u>20,328</u>	<u>20,328</u>
Income (loss) before contributions & transfers	<u>12,185</u>	<u>12,185</u>
Capital contributions		-
Change in net assets	12,185	12,185
Total net assets—beginning	<u>(120,699)</u>	<u>(120,699)</u>
Total net assets—ending	<u>\$ (108,514)</u>	<u>\$ (108,514)</u>

**Shore Regional High School District  
Statement of Cash Flows  
Proprietary Funds  
For the Year Ended June 30, 2018**

	<b>Business-type Activities - Enterprise Funds</b>	
	<b>Food Service</b>	<b>Total Enterprise</b>
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Receipts from customers	\$ (29,577)	\$ (29,577)
Payments to employees		-
Payments for employee benefits		-
Payments to suppliers		-
Net cash provided by (used for) operating activities	<u>(29,577)</u>	<u>(29,577)</u>
<b>CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES</b>		
State Sources		-
Federal Sources		-
Operating subsidies and transfers from other funds	35,000	35,000
Net cash provided by (used for) non-capital financing activities	<u>35,000</u>	<u>35,000</u>
<b>CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES</b>		
Change in capital contributions		-
Purchases of capital assets		-
Gain/Loss on sale of fixed assets (proceeds)		-
Net cash provided by (used for) capital and related financing activities	<u>-</u>	<u>-</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Interest and dividends	328	328
Proceeds from sale/maturities of investments		-
Net cash provided by (used for) investing activities	<u>328</u>	<u>328</u>
Net increase (decrease) in cash and cash equivalents	5,751	5,751
Balances—beginning of year	22,326	22,326
Balances—end of year	<u>28,077</u>	<u>28,077</u>
<b>Reconciliation of operating income (loss) to net cash provided (used) by operating activities:</b>		
Operating income (loss)	(8,143)	(8,143)
Adjustments to reconcile operating income (loss) to net cash provided by (used for) operating activities		-
Depreciation and net amortization		-
(Increase) decrease in accounts receivable, net	7,570	7,570
(Increase) decrease in inventories	397	397
(Increase) decrease in other current assets		-
Increase (decrease) in accounts payable	(27,778)	(27,778)
Increase (decrease) in unearned income	(1,623)	(1,623)
Total adjustments	<u>(21,434)</u>	<u>(21,434)</u>
Net cash provided by (used for) operating activities	<u>\$ (29,577)</u>	<u>\$ (29,577)</u>

*FIDUCIARY FUNDS*

**Shore Regional High School District  
Statement of Fiduciary Net Position  
Fiduciary Funds  
6/30/2018**

	<b>Unemployment Compensation Trust</b>	<b>Private Purpose Scholarship Fund</b>	<b>Agency Fund</b>
<b>ASSETS</b>			
Cash and cash equivalents	\$ 10,529	\$ 24,673	\$ 28,450
Investments, at fair value:			
U.S. government obligations			
NJ municipal bonds			
Total investments	-	-	-
Total assets	10,529	24,673	\$ 28,450
<b>LIABILITIES</b>			
Accounts payable			
Payable to student groups			
Payroll deductions and withholdings			28,450
Payable to teachers			
Total liabilities	-	-	\$ 28,450
<b>NET ASSETS</b>			
Held in trust for unemployment claims and other purposes	\$ 10,529		
Reserved for scholarships		\$ 24,673	
Reserved for other trusts			



## Exhibit B-8

**Shore Regional High School District  
Statement of Changes in Fiduciary Net Position  
Fiduciary Funds  
For the Year Ended June 30, 2018**

	<u>Unemployment Compensation Trust</u>	<u>Private Purpose Scholarship Fund</u>
<b>ADDITIONS</b>		
Contributions:		
Plan member		
Other		25,000
Total Contributions	-	25,000
Investment earnings:		
Net increase (decrease) in fair value of investments		
Interest		173
Dividends		
Less investment expense		
Net investment earnings	-	173
Total additions	-	25,173
<b>DEDUCTIONS</b>		
Quarterly contribution reports		
Unemployment claims		
Scholarships awarded		
Refunds of contributions		
Administrative expenses		
Total deductions	-	-
Change in net assets	0	25,173
Net assets—beginning of the year	10,529	0
Net assets—end of the year	\$ 10,529	\$ 25,173

***NOTES TO THE FINANCIAL STATEMENTS***

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

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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

The accompanying financial statements present the financial position of the District and the various funds and fund types, the result of operations of the District and the various fund and fund types, and the cash flows of the proprietary funds. The financial statements are presented as of June 30, 2018.

Reporting Entity:

The Shore Regional High School District is a Type II district located in the County of Monmouth, State of New Jersey. As a Type II district, the District functions independently through a Board of Education (Board). The Board consists of elected officials and is responsible for the fiscal control of the District. A superintendent is appointed by the Board and is responsible for the administrative control of the District.

The primary criterion for including activities within the District's reporting entity, as set forth in Section 2100 of the GASB Codification of Governmental Accounting and Financial Reporting Standards, is the degree of oversight responsibility maintained by the District. Oversight responsibility includes financial interdependency, selection of governing authority, designation of management, ability to significantly influence operations and accountability for fiscal matters. The combined financial statements include all funds of the District over which the Board exercises operating control. The operations of the District include two elementary schools and a junior/senior high school located in the Shore Regional High School District. There were no additional entities required to be included in the reporting entity under the criteria as described above, in the current fiscal year. Furthermore, the District is not includable in any other reporting entity on the basis of such criteria.

B. Basis of Presentation, Basis of Accounting:

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

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

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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

*District-wide Statements:* The statement of net assets and the statement of activities display information about the District as a whole. These statements include the financial activities of the overall District, except for fiduciary activities. Eliminations have been made to minimize the double-counting of internal activities. These statements distinguish between the governmental and business-type activity of the District. Governmental activities generally are financed through taxes, intergovernmental revenues, and other nonexchange transactions. Business-type activities are financed in whole or in part by fees charged to external parties.

The statement of net assets presents the financial condition of the governmental and business-type activity of the School District at fiscal year end. The statement of activities presents a comparison between direct expenses and program revenues for the business-type activity of the District and for each function of the District's governmental activities. Direct expenses are those that are specifically associated with a program or function and, therefore, are clearly identifiable to a particular function. Program revenues include (a) fees and charges paid by the recipients of goods or services offered by the programs and (b) grants and contributions that are restricted to meeting the operational or capital requirements of a particular program. Revenues that are not classified as program revenues, including all taxes, are presented as general revenues. The comparison of direct expenses with program revenues identifies the extent to which each governmental function or business segment is self-financing or draws from the general revenues of the School District.

*Fund Financial Statements:* During the fiscal year, the School District segregates transactions related to certain School District functions or activities in separate funds in order to aid financial management and to demonstrate legal compliance. The fund financial statements provide information about the District's funds, including its fiduciary funds. Separate statements for each fund category – *governmental*, *proprietary*, and *fiduciary* – are presented. The New Jersey Department of Education (NJDOE) has elected to require New Jersey districts to treat each governmental fund as a major fund in accordance with the option noted in GASB No. 34, paragraph 76. The NJDOE believes that the presentation of all funds as major is important for public interest and to promote consistency among district financial reporting models.

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



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

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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

Governmental Fund Types

General Fund: The general fund is the general operating fund of the District and is used to account for all expendable financial resources except those required to be accounted for in another fund.

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

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

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

Proprietary Fund Type

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

Fiduciary Fund Types

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



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

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Nonexpendable Trust Fund: A nonexpendable trust fund is used to account for assets held under the terms of a formal trust agreement, whereby the District is under obligation to maintain the trust principal.

Agency Funds (Payroll and Student Activities Fund): Agency funds are used to account for the assets that the District holds on behalf of others as their agent. Agency funds are custodial in nature and do not involve measurement of results of operations.

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

C. Basis of Accounting:

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

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

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

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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

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

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

D. Budgets/Budgetary Control:

Annual appropriated budgets are prepared in the spring of each year for the general, special revenue, and debt service funds. The budgets are submitted to the county office and are voted upon at the annual school election on the third Tuesday in April. Budgets are prepared using the modified accrual basis of accounting. The legal level of budgetary control is established at line item accounts within each fund. Line item accounts are defined as the lowest (most specific) level of detail as established pursuant to the minimum chart of accounts referenced in N.J.A.C. 6:20-2A.2(m)1. All budget amendments must be approved by School Board resolution. Budget amendments were made during the year ended June 30, 2018.

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

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

D. Budgets/Budgetary Control (Continued):

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

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



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

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

D. Budgets/Budgetary Control (Continued):

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

	<u>General Fund</u>	<u>Special Revenue Fund</u>
<b>Sources/inflows of resources</b>		
Actual amounts (budgetary) "revenues"	\$ 19,355,120	\$ 409,045
Adjust for State Aid Payment:		
Add: Prior Year Payment	42,733	
Less: Current Year Payment	(45,186)	
Adjust for Encumbrances:		
Add Prior Year Encumbrances		8,216
Less Current Year Encumbrances		(17,500)
Total Revenues (GAAP Basis)	<u>\$ 19,352,667</u>	<u>\$ 399,761</u>
<b>Uses/outflows of resources</b>		
Actual amounts (budgetary) "total outflows"	\$ 18,732,343	409,045
Adjustments:		
Add Prior Year Encumbrances		8,216
Less Current Year Encumbrances		(17,500)
Total Expenditures (GAAP Basis)	<u>\$ 18,732,343</u>	<u>\$ 399,761</u>

E. Encumbrances:

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

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

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

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

F. Short-term Interfund Receivables/Payables:

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

G. Inventories and Prepaid Expenses:

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

H. Fixed Assets:

The District has established a formal system of accounting for its capital assets. Purchased or constructed capital assets are reported at cost. Donated capital assets are valued at their estimated fair market value on the date received. The cost of normal maintenance and repairs that do not add to the value of the asset or materially extend assets' lives are not capitalized. The School District does not possess any infrastructure. The capitalization threshold used by school districts in the State of New Jersey is \$2,000.

All reported capital assets except for land and construction in progress are depreciated. Depreciation is computed using the straight-line method under the half-year convention over the following estimated useful lives:

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



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

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

H. Fixed Assets (continued):

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

I. Accrued Salaries and Wages:

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

J. Compensated Absences:

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

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

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

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

J. Compensated Absences (Continued):

The liability for compensated absences was accrued using the termination payment method, whereby the liability is calculated based on the amount of sick leave that is expected to become eligible for payment upon termination. The District estimates its accrued compensated absences liability based on the accumulated sick and vacation days at the balance sheet date by those employees who are currently eligible to receive termination payments. Salary-related payments for the employer's share of social security and medicare taxes, as well as pension contributions, are included.

For the District-wide Statements, the current portion is the amount estimated to be used in the following year. In accordance with GAAP, for the governmental funds, in the Fund Financial Statements, all of the compensated absences are considered long-term and therefore, are not a fund liability and represents a reconciling item between the fund level and District-wide presentations.

K. Deferred Revenue:

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

L. Accrued Liabilities and Long-Term Obligations:

All payables, accrued liabilities, and long-term obligations are reported on the District-wide financial statements. In general, governmental fund payables and accrued liabilities that, once incurred, are paid in a timely manner and in full from current financial resources, are reported as obligations of the funds. However, contractually required pension contributions and compensated absences that are paid from governmental funds are reported as liabilities on the fund financial statements only to the extent that they are due for payment during the current year. Bonds are recognized as a liability on the fund financial statements when due.

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

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

M. Net Assets:

Net assets represent the difference between assets and liabilities. Net assets invested in capital assets, net of related debt consists of capital assets, net of accumulated depreciation, reduced by the outstanding balance of any borrowing used for the acquisition, construction, or improvement of those assets. Net assets are reported as restricted when there are limitations imposed on their use either through the enabling legislation adopted by the School District or through external restrictions imposed by creditors, grantors, or laws or regulations of other governments. The School District's policy is to first apply restricted resources when an expense is incurred for purposes for which both restricted and unrestricted net assets are available.

N. Fund Balance Reserves:

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

O. Memorandum Only - Total Columns:

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

P. Subsequent Events:

Shore Regional High School District Board of Education has evaluated subsequent events occurring after June 30, 2018 through the date of November 30, 2018, which is the date the financial statements were available to be issued.



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

NOTE 2. CASH AND CASH EQUIVALENTS AND INVESTMENTS

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

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

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

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

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

A. Deposits:

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

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

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

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

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

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

A. Deposits (Continued):

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

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

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

B. Investments:

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

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



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

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

B. Investments (Continued):

- Local government investment pools.
- New Jersey State Cash Management Fund.
- Repurchase agreements of fully collateralized securities, subject to special conditions.

As of June 30, 2018, cash and cash equivalents of the District consisted of the following:

	<u>Cash and Cash Equivalents</u>
Checking, Savings and Money Management	\$ 2,279,546
NJ Cash Management Account	\$ -
	-----
	<u>\$ 2,279,546</u>
	=====

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

Risk Category

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

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

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

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

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

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

B. Investments (Continued):

As of June 30, 2018, the Board has funds invested and on deposit in checking accounts, Money Market/Statement Savings, New Jersey Cash Management Account. These funds constitute "deposits with financial institutions" as defined by GASB Statement No. 3 and are summarized as follows:

<u>Risk Category</u>	<u>Amount</u>
1	\$ 2,279,546
2	None
3	<u>None</u>
	\$ 2,279,546
	=====

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

**NOTE 3. CAPITAL ASSETS**

Fixed asset activity for the fiscal year ended June 30, 2018 was as follows:

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Retirements/ Adjustments</u>	<u>Ending Balance</u>
<b>Governmental activities:</b>				
<i>Capital assets not being depreciated:</i>				
Land	485,000	-	(95,463)	389,537
Construction in progress				-
Total capital assets not being depreciated	<u>485,000</u>	<u>-</u>	<u>(95,463)</u>	<u>389,537</u>
<i>Capital assets being depreciated:</i>				
Site improvements	4,177,906	40,500	(456,048)	3,762,358
Building and building improvements	10,167,298	300,868	7,988,766	18,456,932
Machinery and equipment	16,283,830	249,602	(12,761,493)	3,771,939
Totals at historical cost	<u>30,629,034</u>	<u>590,970</u>	<u>(5,228,775)</u>	<u>25,991,229</u>
Less accumulated depreciation for :				
Site improvements	(719,559)	(126,189)	(1,134,197)	(1,979,945)
Building and improvements	(6,247,633)	(495,529)	(1,657,160)	(8,400,322)
Equipment	<u>(4,383,906)</u>	<u>(272,192)</u>	<u>1,909,253</u>	<u>(2,746,845)</u>
Total	<u>(11,351,098)</u>	<u>(893,910)</u>	<u>(882,104)</u>	<u>(13,127,112)</u>
Total capital assets being depreciated, net of accumulated depreciation	<u>19,277,936</u>	<u>(302,940)</u>	<u>(6,110,879)</u>	<u>12,864,117</u>
Governmental activity capital assets, net	<u>\$ 19,762,936</u>	<u>\$ (302,940)</u>	<u>\$ (6,206,342)</u>	<u>\$ 13,253,654</u>
<b>Business-type activities:</b>				
<i>Capital assets being depreciated:</i>				
Equipment	\$ 162,302	\$ -	\$ 19,601	\$ 181,903
Less accumulated depreciation	<u>(162,302)</u>	<u>(3,098)</u>	<u>(7,556)</u>	<u>\$ (172,956)</u>
Enterprise fund capital assets, net	<u>\$ -</u>	<u>\$ (3,098)</u>	<u>\$ 12,045</u>	<u>\$ 8,947</u>

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

NOTE 3. CAPITAL ASSETS (Continued)

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

Depreciation expense was charged to functions as follows:

Instruction	
Student and Instruction - Related Services	
School Administrative Related Services	
General and Business Administrative Services	
Central Services	
Administrative Information Technology	
Plant Operations and Maintenance	
Pupil Transportation	
Business and Other Support Services	
Unallocated	893,910
Total	<u>\$ 893,910</u>

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

NOTE 4. GENERAL LONG-TERM DEBT

	Balance 7/1/2017	Issued	Retired	Adjustments	Balance 6/30/2018	Amounts Due Within One Year
Compensated Absences Payable	\$ 223,060	\$ 17,978			\$ 241,038	
Serial Bonds	9,640,000		620,000		9,020,000	640,000
Capital Leases Payable	1,420,362		401,005	(81,000)	938,357	303,027
	<u>\$ 11,283,422</u>	<u>\$ 17,978</u>	<u>\$ 1,021,005</u>	<u>\$ (81,000)</u>	<u>\$ 10,199,395</u>	<u>\$ 943,027</u>



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

NOTE 4. GENERAL LONG-TERM DEBT (Continued)

A. Bonds Payable:

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

The principal and interest due on serial bonds outstanding at June 30, 2018 is as follows:

Year ending June 30,	Principal	Interest	Total
2019	640,000	331,900	971,900
2020	660,000	312,400	972,400
2021	630,000	293,050	923,050
2022	655,000	270,500	925,500
2023	685,000	243,700	928,700
2024	715,000	215,700	930,700
2025	750,000	186,400	936,400
2026	785,000	155,700	940,700
2027	820,000	123,600	943,600
2028	855,000	90,100	945,100
2029	890,000	55,200	945,200
2030	935,000	18,700	953,700
Total	<u>9,020,000</u>	<u>2,296,950</u>	<u>11,316,950</u>

**Refunding School Boards:**

The District adopted a resolution for the purpose of issuing Refunding School Bonds to refund a portion of outstanding bonds dated October 7, 2009 issued in the original principal amount of \$13,999,000.

**INTRODUCTION**

In August 2017, the Monmouth County Improvement Authority (Authority) issued \$40,020,000 of Government Pooled Loan Refunding Revenue Bonds, Series 2016B

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

NOTE 4. GENERAL LONG-TERM DEBT (Continued)

A. Bonds Payable (Continued):

The Series 2016B Bonds are being issued to acquire ten separate series of Authority Local Unit Bonds, the proceeds of which will provide funds to make a loan to each of the Borrowers (each, a "Borrower Loan"). The Borrowers will apply the proceeds of the Borrower Loans to (i) refinance the Refunded Bonds; and (ii) pay certain of the costs of Issuance of the Series 2016B Bonds, the Authority Local Unit Bonds and the Borrower Bonds. The Borrower Loans will be made pursuant to separate bond purchase agreements entered into by and between the Authority and each of the Borrowers (the "Borrower Purchase Agreements").

Pursuant to the Borrower Purchase Agreements, and in accordance with applicable law, each Municipal Borrower and each School District Borrower will issue and sell its respective general obligation bond (each, a "Municipal Borrower Bond" or "School District Borrower Bond", as applicable), and the Local Authority Borrower will issue and sell its revenue bond (the "Local Authority Borrower Bonds") to the Authority in the principal amounts shown below (collectively, the "Borrower Bonds"). The Borrower Bonds will be purchased by the Authority and the Loan Repayments will be pledged by the Authority to secure the Authority Local Unit Bonds. A default by a Borrower under its Borrower Bond will not cause a default under the Borrower Bonds of non-defaulting Borrowers.

<u>Borrower</u>	<u>Borrower Bond Amount</u>
City of Asbury Park	\$ 5,245,000
Borough of Atlantic Highlands	5,900,000
Borough of Highlands	440,000
Township of Manalapan	2,385,000
Borough of Matawan	5,570,000
Township of Middletown	2,505,000
Oceanport Board of Education	1,075,000
Shore Regional Board of Education	7,720,000
South Monmouth Regional Sewerage Authority	6,065,000
Borough of West Long Branch	3,115,000

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

NOTE 4. GENERAL LONG-TERM DEBT (Continued)

A. Bonds Payable (Continued):

**THE REFUNDING PLAN**

The Series 2016B Bonds are being issued to effect the refunding of the Refunded Bonds pursuant to the Authority's refunding plan (the "Refunding Plan"). The Refunding Plan calls for the refunding of the Refunded Bonds, together with the interest payable thereon to December 1, 2019 with respect to the 2009 Refunded Bonds, February 1, 2020 with respect to the 2010 Refunded Bonds, January 15, 2021 with respect to the 2011 Refunded Bonds, April 1, 2019 with respect to the Asbury Park Refunded Bonds, August 1, 2017 with respect to the Oceanport School District Refunded Bonds, and September 15, 2019 with respect to the Shore Regional School District Refunded Bonds, the respective earliest dates set for optional redemption of the Refunded Bonds.

A portion of the proceeds of the Series 2016B Bonds are to be applied to the purchase of direct obligations of the United States of America (the "Government Obligations"), which together with the cash remaining after the purchase of the Government Obligations will be sufficient to make payments when due of principal of, interest on, and redemption premium payable with respect to the Refunded Bonds. The Government Obligations (together with the cash remaining after the purchase of the Government Obligations) are required to be held in separate escrow funds (each, an "Escrow Deposit Trust Fund"), pursuant to the terms of separate escrow deposit trust agreements for each series of the Refunded Bonds (each such escrow deposit agreement, an "Escrow Deposit Trust Agreement").

The Refunding Plan calls for the respective escrow agent, pursuant to the applicable Escrow Deposit Trust Agreement, to pay, from the applicable Escrow Deposit Trust Fund, when due, interest on the Refunded Bonds through and including the redemption date and, in accordance with the terms of the Refunded Bonds, respectively, to call the Refunded Bonds for early redemption (at a redemption price of 100% of the principal amount of the Refunded Bonds, plus accrued interest to the date of redemption as set forth in the applicable series of Refunded Bonds) ) on the first optional redemption date as set forth in the applicable series of Refunded Bonds.



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

NOTE 4. GENERAL LONG-TERM DEBT (Continued)

A. Bonds Payable (Continued):

The holders of each series of Refunded Bonds will have a lien on all cash and securities in the Escrow Deposit Trust Fund established with respect to such series. Upon payment of all of the Refunded Bonds of a series, the applicable Escrow Deposit Trust Agreement, subject to certain conditions precedent, shall terminate. The maturing Government Obligations together with interest earnings thereon and cash held in the applicable Escrow Deposit Trust Fund will be verified to be sufficient to meet all required payments of principal of, interest on, and redemption premium payable with respect to the Refunded Bonds for which such Escrow Deposit Trust Fund is established.

**ESTIMATED SOURCES AND USES OF SERIES 2016B BOND PROCEEDS**

Source of Funds			
Principal Amount of Series 2016B Bonds			\$ 40,020,000.00
Original Issue Premium			6,579,898.05
Other Available Funds <sup>(1)</sup>			358,243.75
Total Sources of Funds			<u>\$ 46,958,141.80</u>
Uses of Funds			
Deposit to Bond Proceeds Fund <sup>(2)</sup>			\$ 46,218,162.08
Costs of Issuance <sup>(3)</sup>			739,979.72
Total Uses of Funds			<u>\$ 46,958,141.80</u>

(1) Represents funds in the debt service accounts for Local Unit Bonds securing the Refunded Bonds allocated to the South Monmouth Regional Sewerage Authority ("SMRSA") in the amount of \$116,156.25 and funds in the debt service reserve fund accounts for Local Unit Bonds securing the Refunded Bonds allocated to SMRSA in the amount of \$242,087.50.

(2) Represents the purchase price of the Borrower Bonds plus other available funds less certain costs incurred by the Authority in connection with the issuance and delivery of the Series 2016B Bonds, which will be netted against the purchase price. A portion of said amount shall be transferred to the respective Escrow Deposit Trust Fund for the 2009 Refunded Bonds in the amount of \$7,196,648.01, the 2010 Refunded Bonds in the amount of \$6,340,795.01, the 2011 Refunded Bonds in the amount of \$18,532,902.13, the Asbury Park Refunded Bonds in the amount of \$3,919,959.24, the Oceanport School District Refunded Bonds in the amount of \$1,161,029.49 and the Shore Regional School District Refunded Bonds in the amount of \$8,894,166.78, and the remaining portion of said amount shall be used for costs in connection with the issuance and delivery of the Borrower Bonds.



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

NOTE 4. GENERAL LONG-TERM DEBT (Continued)

A. Bonds Payable (Continued):

- (3) Such costs include the underwriting fee, county Guaranty premium, escrow agent fee, verification agent fee, legal, printing, financial advisory and fiduciary expenses incurred in connection with the issuance of the Series 2016B Bonds.

B. Bonds Issued During the Year:

No bonds were issued during the year.

C. Bonds Authorized But Not Issued:

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

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

NOTE 4. GENERAL LONG-TERM DEBT (Continued)

D. Capital Leases Payable:

The District is leasing several copiers and school buses under capital leases. The following is a schedule of the future minimum lease payments under these capital leases and the net minimum lease payments at June 30, 2018.

	<u>Total</u>
Year ending June 30,	
2019	339,551
2020	334,981
2021	322,626
 Total Minimum Lease Payments	 \$ 997,158
Less: Amount Representing Interest	<u>58,801</u>
Net Minimum Lease Payments	<u>\$ 938,357</u>

NOTE 5. PENSION PLANS

Plan Descriptions

All required employees of the District are covered by either the Public Employees' Retirement System (PERS) or the Teachers' Pension and Annuity Fund (TPAF) which have been established by state statute and are administered by the New Jersey Division of Pension and Benefits (Division). According to the State of New Jersey Administrative Code, all obligations of both Systems will be assumed by the State of New Jersey should the Systems terminate. The Division issues a publicly available financial report that includes the financial statements and required supplementary information for the Public Employees Retirement System and the Teachers' Pension and Annuity Fund. These reports may be obtained by writing to the Division of Pensions and Benefits, PO Box 295, Trenton, New Jersey, 08625.

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

NOTE 5. PENSION PLANS (Continued)

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

The TPAF was established as of January 1, 1955, under the provisions of N.J.S.A. 18A:66 to provide retirement benefits, death, disability and medical benefits to certain qualified members. The TPAF is considered a cost-sharing multiple-employer plan with a special funding situation, as under current statute, all employer contributions are made by the State of New Jersey on behalf of the District and the system's other related noncontributing employers.

Membership is mandatory for substantially all teachers or members of the professional staff certified by the State Board of Examiners, and employees of the DOE who have titles that are unclassified, professional and certified.

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

The PERS was established as of January 1, 1955 under the provisions of N.J.S.A. 43:15A to provide retirement, death, disability and medical benefits to certain qualified members. The PERS is a cost-sharing multiple-employer plan. Membership is mandatory for substantially all full-time employees of the State of New Jersey or any county, municipality, school district or public agency, provided the employee is not required to be a member of another State-administered retirement system or other state or local jurisdiction.

*Public Employees' Retirement System (PERS)*

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

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

NOTE 5. PENSION PLANS (Continued)

Public Employees' Retirement System (PERS) (Continued)

For the year ended June 30, 2018, the District recognized pension expense of \$385,468 consisting of employer contributions of \$ 126,320 and non-employer contributions of \$259,148. At June 30, 2018, the District reported deferred outflows of resources and deferred inflows of resources related to PERS from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 74,741	\$ -
Changes of assumptions	639,485	637,141
Net difference between projected and actual earnings on pension plan investments	21,614	
Changes in proportion and differences between District contributions and proportionate share of contributions	136,229	11,592
District contributions subsequent to the measurement date	-	-
<b>Total:</b>	<b>\$ 872,069</b>	<b>\$ 648,733</b>



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

NOTE 5. PENSION PLANS (Continued)

Public Employees' Retirement System (PERS) (Continued)

\$ -0- reported as deferred outflows of resources related to pensions resulting from school district, charter school, or renaissance school project contributions subsequent to the measurement date (i.e. for the school year ending June 30, 2018, the plan measurement date is June 30, 2017) will be recognized as a reduction of the net pension liability in the year ended June 30, 2018. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year Ended June 30:		
	2018	\$ 74,723
	2019	\$ 112,759
	2020	\$ 68,326
	2021	\$ (90,874)
	2022	\$ (66,235)
	<b>Total</b>	<b>\$ 98,699</b>

**Additional Information**

Collective balances at December 31, 2016 and 2017 are as follows:

	12/31/2016	12/31/2017
Collective deferred outflows of resources	\$ 1,038,507	\$ 872,069
Collective deferred inflows of resources	15,089	648,733
Collective net pension liability	3,841,421	3,174,168
District's Proportion	0.0130%	0.0130%

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

NOTE 5. PENSION PLANS (Continued)

Teachers' Pension and Annuity Fund (TPAF)

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

For the year ended June 30, 2018, the District recognized pension expense of \$ 2,585,765 and revenue of \$ 2,585,765 for support provided by the State. At June 30, 2018, the District reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 243,315	\$ 63,643
Changes of assumptions	7,379,294	-
Net difference between projected and actual earnings on pension plan investments	188,372	-
Changes in proportion and differences between District contributions and proportionate share of contributions	78,934	27,681
District contributions subsequent to the measurement date	-	-
<b>Total:</b>	<b>\$ 7,889,915</b>	<b>\$ 91,324</b>

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

NOTE 5. PENSION PLANS (Continued)

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

\$ -0- reported as deferred outflows of resources related to pensions resulting from District contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ended June 30, 2018. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year Ended June 30:	
2018	409,857
2019	650,847
2020	544,199
2021	305,122
2022	345,921
Thereafter	(949,082)
Total	<u>\$ 1,306,864</u>

Vesting and Benefit Provisions

The vesting and benefit provisions for PERS are set by N.J.S.A. 43:15A and 43.3B and N.J.S.A. 18A:6C for TPAF. All benefits vest after eight to ten years of service, except for medical benefits that vest after 25 years of service. Retirement benefits for age and service are available at age 60 and are generally determined to be 1/60 of the final average salary for each year of service credit, as defined. Final average salary equals the average salary for the final three years of service prior to retirement (or highest three years' compensation if other than the final three years). Members may seek early retirement after achieving 25 years of service credit or they may elect deferred retirement after achieving eight to ten years of service in which case benefits would begin the first day of the month after the member attains normal retirement age. The TPAF and PERS provides for specified medical benefits for members who retire after achieving 25 years of qualified service, as defined, or under the disability provisions of the System.

Members are always fully vested for their own contributions and, after three years of service credit, become vested for 2% of related interest earned on the contributions. In the case of death before retirement, members' beneficiaries are entitled to full interest credited to the members' accounts.



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

NOTE 5. PENSION PLANS (Continued)

Significant Legislation

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

Contribution Requirements

The contribution policy is set by N.J.S.A. 43:15A, Chapter 62, P.L. of 1994, Chapter 115, P.L. of 1997 and N.J.S.A. 18:66, and requires contributions by active members and contributing employers. Plan member and employer contributions may be amended by State of New Jersey legislation. TPAF and PERS provide for employee contributions of 5% of employees' annual compensation, as defined. Employers are required to contribute at an actuarially determined rate in both TPAF and PERS. The actuarially determined contribution includes funding for both cost-of-living adjustments, noncontributory death benefits, and post-retirement medical premiums. Under current statute the District is a non-contributing employer of the TPAF.

During the fiscal year ended June 30, 2018, the State of New Jersey contributed \$1,349,132 to the TPAF for normal pension and post-retirement medical benefits on behalf of the District. Also, in accordance with N.J.S.A. 18A:66-66 the State of New Jersey reimbursed the District \$412,275 during the year ended June 30, 2018 for the employer's share of social security contributions for TPAF members, as calculated on their base salaries. This amount has been included in the general-purpose financial statements, and the combining and individual fund and account group statements and schedules as a revenue and expenditure in accordance with GASB 27.



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

NOTE 6. POST-RETIREMENT BENEFITS

General Information about the OPEB Plan

Plan description and benefits provided

P.L. 1987, c. 384 and P.L. 1990, c.6 required Teachers' Pensions and Annuity Fund (TPAF) and the Public Employees' Retirement System (PERS), respectively, to fund post-retirement medical benefits for those state employees who retire after accumulating 25 years of credited service or on a disability retirement. P.L. 2007, c.103 amended the law to eliminate the funding of post-retirement medical benefits through the TPAF and PERS. It created separate funds outside of the pension plans for the funding and payment of post-retirement medical benefits for retired state employees and retired educational employees. The cost of these benefits is funded through contributions by the State in accordance with P.L. 1994, c.62. Funding of post-retirement medical benefits changed from a pre-funding basis to a pay-as-you-go basis beginning in Fiscal Year 1994.

The State is also responsible for the cost attributable to P.L. 1992, c.126, which provides employer paid health benefits to members of PERS and the Alternate Benefit Program (APB) who retired from a board of education or county college with 25 years of service (GASB Cod. Sec. 2300.106(g)).

The School Employees Health Benefits Program (SEHBP) Act is found in New Jersey Statutes Annotated, Title 52, Article 17.25 et. seq. Rules governing the operation and administration of the program are found in Title 17, Chapter 9 of the New Jersey Administrative Code.

No assets are accumulated in a trust that meets the criteria in paragraph 4 of GASB No. 75.

Employees covered by benefit terms. At June 30, 2017, the following employees were covered by the benefit terms:

TPAF participant retirees

As of June 30, 2017, there were 112,966 retirees receiving post-retirement medical benefits, and the State contributed \$1.39 billion on their behalf

PERS participant retirees

The State paid \$238.9 million toward Chapter 126 benefits for 20,913 eligible retired members in Fiscal Year 2017.

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

NOTE 6. POST-RETIREMENT BENEFITS (Continued)

Total OPEB Liability

The State, a nonemployer contributing entity, is the only entity that has a legal obligation to make employer contributions to OPEB for qualified retired PERS and TPAF participants. The LEA's proportionate share percentage determined under paragraphs 193 and 203 through 205 of GASB No. 75 is zero percent. Accordingly, the LEA did not recognize any portion of the collective net OPEB liability on the Statement of Net Position. Accordingly, the following OPEB liability note information is reported at the State's level and is not specific to the board of education/board of trustees. Note that actual numbers are published in the NJ State's CAFR

(<https://www.nj.gov/treasury/omb/publications/archives.shtml>)

Actuarial assumptions and other inputs. The total OPEB liability in the June 30, 2017 actuarial valuation reported by the State in the State's most recently issued CAFR was determined using the following actuarial assumptions and other inputs, applied to all periods included in the measurement, unless otherwise specified:

Inflation	2.5%	
Salary Increases	<b><u>TPAF</u></b>	<b><u>PERS</u></b>
Through 2026	1.55-4.55% Based on years of service	2.15-4.15% Based on age
Therafter	2.00-5.45% Based on years of service	3.15-5.15% Based on age
Discount rate	3.58%	

Healthcare cost trend rates:

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 5.0% long-term

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

NOTE 6. POST-RETIREMENT BENEFITS (Continued)

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.

Retirees' share of benefit related  
Costs

For 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.

The discount rate was based on the Bond Buyer 60 20-Bond Municipal Bond Index.

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 an actuarial experience study for the period 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.



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

NOTE 6. POST-RETIREMENT BENEFITS (Continued)

Total OPEB Liability (Continued)

Changes in the Total OPEB Liability reported by the State of New Jersey:

	Total OPEB Liability
Balance at 6/30/16	\$ 57,831,784,184
Changes for the year:	
Service cost	\$ 2,391,878,884
Interest	\$ 1,699,441,736
Changes of benefit terms	\$ -
Differences between expected and actual experience	\$ -
Changes in assumptions or other inputs	\$ (7,086,599,129)
Benefit payments	\$ (1,242,412,566)
Contributions from the member	\$ 45,748,749
Net changes	<u>\$ (4,191,942,326)</u>
Balance at 6/30/17	<u>\$ 53,639,841,858</u>
The State's total OPEB liability attributable to the District:	\$ 28,812,545

Changes of assumptions and other inputs reflect a change in the discount rate from 2.85% percent in 2016 to 3.58% percent in 2017.

Sensitivity of the total OPEB liability to changes in the discount rate. The following presents the total OPEB liability of the State for school board retirees, as well as what the State's total OPEB liability for school board would be if it were calculated using a discount rate that is 1-percentage-point lower or 1-percentage-point higher than the current discount rate:

	<u>June 30, 2017</u>		
<u>Local Education (\$ millions)</u>	1% Decrease 2.58%	Current Discount Rate 3.58%	1% Increase 4.58%
Total OPEB Liability	\$63,674,362,200	\$53,639,841,858	\$45,680,364,953



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

NOTE 6. POST-RETIREMENT BENEFITS (Continued)

Total OPEB Liability (Continued)

Sensitivity of the total OPEB liability to changes in the healthcare cost trend rates. The following presents the total OPEB liability of the State, as well as what the State's total OPEB liability would be if it were calculated using healthcare cost trend rates that are 1-percentage-point lower or 1-percentage-point higher than the current healthcare cost trend rates:

Local Education (\$ millions)	June 30, 2017		
	1% Decrease	Health Care Cost Trend Rate	1% Increase
Total OPEB Liability	\$44,113,584,560	\$53,639,841,858	\$66,290,599,457

OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB

For the year ended June 30, 2017, the board of education/board of trustees recognized OPEB expense of \$3,348,490,523 determined by the State as the total OPEB liability for benefits provided through a defined benefit OPEB plan that is not administered through a trust that meets the criteria in paragraph 4 of GASB No. 75 and in which there is a special funding situation.

In accordance with GASB No. 75, the Shore Regional High School District proportionate share of school retirees OPEB is zero, there is no recognition of the allocation of proportionate share of deferred outflows of resources and deferred inflows of resources. At June 30, 2017, the State reported deferred outflows of resources and deferred inflows of resources related to retired school employee's OPEB from the following sources:

	Deferred Outflow: Of Resources	Deferred inflows Of Resources
Changes in proportion	\$ 99,843,255	\$ (99,843,255)
Changes of assumptions or other inputs	\$	\$ (6,343,769,032)
Total	<u>\$ 99,843,255</u>	<u>\$ (6,443,612,287)</u>

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

NOTE 6. POST-RETIREMENT BENEFITS (Continued)

Total OPEB Liability (Continued)

Amounts reported as deferred outflows of resources and deferred inflows of resources related to retired school employee's OPEB will be recognized in OPEB expense as follows:

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

For the fiscal year ended June 30, 2018, the State of New Jersey contributed on behalf of the District \$529,853 to the TPAF for post-retirement medical benefits.

NOTE 7. INTERFUND RECEIVABLES AND PAYABLES

The following interfund balances remained on the balance sheet at June 30, 2018.

<u>Fund</u>	<u>Interfund Receivable</u>	<u>Interfund Payable</u>
General Fund	\$ 125,092	
Special Revenue Fund		
Capital Projects Fund		
Debt Service Fund		
Enterprise Fund		125,092
Trust and Agency Fund		
	<u>\$125,092</u>	<u>\$125,092</u>

These amounts represent temporary advances between the various funds.

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

NOTE 8. LITIGATION

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

NOTE 9. COMPENSATED ABSENCES

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

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

The liability for vested compensated absences of the governmental fund types is recorded in the general long-term account group. The current portion of the compensated absences balance of the governmental funds is not considered material to the applicable funds total liabilities, and therefore, is not shown separately from the long-term liability balance of compensated absences.



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

The liability for vested compensated absences of the proprietary fund types is recorded within those funds as the benefits accrue to employees.

NOTE 10. DEFERRED COMPENSATION

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

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

NOTE 11. RISK MANAGEMENT

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

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

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

<u>Fiscal Year</u>	<u>Ending Balance</u>
2017-2018	\$ 10,529
2016-2017	\$ 10,529
2015-2016	\$ 4,694



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

NOTE 12. INVENTORY

Inventory in the Food Service Fund at June 30, 2018 consisted of the following:

Food-Commodities	\$ 0
Food and Non-Food – Regular	<u>\$ 2,551</u>
	<u>\$ 2,551</u>
	=====

NOTE 13. FUND BALANCE APPROPRIATED

**General Fund (Exhibit B-1)** - Of the \$1,926,346 General Fund fund balance at June 30, 2018, \$22,622 is committed for encumbrances; \$943,290 has been reserved as excess surplus in accordance with N.J.S.A. 18A:7F-7 (\$301,066 of the total reserve for excess surplus has been appropriated and included as anticipated revenue for the year ending June 30, 2018); \$316,271 has been reserved in the Capital Reserve Account; \$149,725 has been assigned and designated for subsequent year's expenditures; and \$494,438 is unreserved and undesignated.

**Debt Service Fund** - The Debt Service Fund fund balance at June 30, 2018 was \$266,836.

NOTE 14. CALCULATION OF EXCESS SURPLUS

The designation for Reserved Fund Balance – Excess Surplus is a required calculation pursuant to N.J.S.A. 18A:7F-7. New Jersey school districts are required to reserve General Fund fund balance at the end of the fiscal year 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 is \$642,224.

NOTE 15. 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.

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

NOTE 16. OTHER

Revenues and expenditures reported under the Food Distribution Program represent current year value received and current year distributions respectively. The amount reported as TPAF Pension Contributions represents the amount paid by the state on behalf of the district for the year ended June 30, 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 17. SUBSEQUENT EVENTS

The Monmouth Regional High School Board of Education has evaluated subsequent events occurring after June 30, 2018 through the date of November 30, 2018, which is the date the financial statements were available to be issued. The District has determined that there are no material subsequent events needed to be disclosed.

NOTE 18. CAPITAL RESERVE ACCOUNT

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

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

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

The capital reserve account reported the following activity for the fiscal year ended June 30, 2018:

Beginning Balance	\$	312,717
Plus: Board Appropriation		
Transfers In		
Interest Income		3,554
Less: Transfers Out		<u>                    </u>
Ending Balance	\$	<u><u>316,271</u></u>

**NOTE 19. CONTINGENT LIABILITIES**

The District participates in numerous state and federal grant programs, which are governed by various rules and regulations of the grantor agencies. To the extent that the District has not complied with the grant rules and regulations, refunds of any money received may be required and the collectability of any related receivable at June 30, 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.

**NOTE 20. ECONOMIC DEPENDENCY**

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



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

**NOTE 21. GASB #54 – FUND BALANCE DISCLOSURES**

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

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

General Fund – Of \$1,926,346 General Fund fund balance at June 30, 2018, \$642,224 is restricted for excess surplus – current year; \$617,337 is restricted for other purposes; \$22,622 is committed; \$149,725 is assigned for other purposes; and \$494,438 is unassigned.



***REQUIRED SUPPLEMENTARY INFORMATION  
PART II***

***BUDGETARY COMPARISON SCHEDULES***

Shore Regional High School District  
 Budgetary Comparison Schedule  
 General Fund  
 Fiscal Year Ended June 30, 2018

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
<b>REVENUES:</b>					
Local Sources:					
Local Tax Levy	\$ 14,820,720	\$ -	\$ 14,820,720	\$ 14,820,720	\$ -
Transportation Fees From Other LEAs	443,708	-	443,708	501,637	57,929
Rental Facilities	-	-	-	-	-
Tuition	228,252	-	228,252	383,420	155,168
Interest Income - Other	-	-	-	38,484	38,484
Interest Earned on Capital Reserve Funds	-	-	-	3,555	3,555
Miscellaneous	-	-	-	21,374	21,374
<b>Total - Local Sources</b>	<b>15,492,680</b>	<b>-</b>	<b>15,492,680</b>	<b>15,769,190</b>	<b>276,510</b>
State Sources:					
Categorical Special Education Aid	362,302	-	362,302	386,807	24,505
Categorical Transportation Aid	52,642	-	52,642	52,642	-
Categorical Security Aid	11,107	-	11,107	11,107	-
Equalization Aid	-	-	-	-	-
Equalization Aid - ARRA	-	-	-	-	-
Extraordinary Aid	-	-	-	150,379	150,379
Extraordinary Aid - Previous Year	-	-	-	-	-
Adjustment Aid	2,702	-	2,702	2,702	-
Non Public Transportation Aid	-	-	-	4,640	4,640
Other State Aid	18,610	-	18,610	19,698	1,088
TPAF Pension (On-Behalf - Non-Budgeted)	-	-	-	819,277	819,277
TPAF Post-Retirement Medical (On-Behalf - Non-Budgeted)	-	-	-	529,853	529,853
TPAF Social Security (Reimbursed - Non-Budgeted)	-	-	-	412,275	412,275
<b>Total State Sources</b>	<b>447,363</b>	<b>-</b>	<b>447,363</b>	<b>2,389,380</b>	<b>1,942,017</b>
Federal Sources:					
Impact Aid	-	-	-	-	-
Community Disaster Loan - FEMA	1,196,550	-	1,196,550	1,196,550	-
<b>Total - Federal Sources</b>	<b>1,196,550</b>	<b>-</b>	<b>1,196,550</b>	<b>1,196,550</b>	<b>-</b>
<b>Total Revenues</b>	<b>17,136,593</b>	<b>-</b>	<b>17,136,593</b>	<b>19,355,120</b>	<b>2,218,527</b>
<b>EXPENDITURES:</b>					
<b>Current Expense:</b>					
<b>Regular Programs - Instruction:</b>					
Preschool/Kindergarten - Salaries of Teachers	-	-	-	-	-
Grades 1-5 - Salaries of Teachers	-	-	-	-	-
Grades 6-8 - Salaries of Teachers	-	-	-	-	-
Grades 9-12 - Salaries of Teachers	3,759,640	(5,069)	3,754,571	3,753,261	1,310
<b>Regular Programs - Home Instruction:</b>					
Salaries of Teachers	20,000	8,563	28,563	28,563	-
Purchased Professional-Educational Services	20,000	7,000	27,000	26,271	729
<b>Regular Programs - Undistributed Instruction</b>					
Other Salaries for Instruction	-	-	-	-	-
Purchased Professional-Educational Services	95,000	20,000	115,000	112,246	2,754
Purchased Technical Services	-	-	-	-	-
Other Purchased Services (400-500 series)	-	-	-	-	-
General Supplies	350,466	(6,111)	344,355	331,301	13,054
Textbooks	281,000	(104,100)	176,900	176,338	562
Other Objects	22,000	5,200	27,200	23,767	3,433
<b>TOTAL REGULAR PROGRAMS - INSTRUCTION</b>	<b>4,548,106</b>	<b>(74,517)</b>	<b>4,473,589</b>	<b>4,451,747</b>	<b>21,842</b>
<b>SPECIAL EDUCATION - INSTRUCTION</b>					
<b>Cognitive - Mild:</b>					
Salaries of Teachers	-	-	-	-	-
Other Salaries for Instruction	-	-	-	-	-
Purchased Professional-Educational Services	-	-	-	-	-
Purchased Technical Services	-	-	-	-	-
Other Purchased Services (400-500 series)	-	-	-	-	-
General Supplies	-	-	-	-	-
Textbooks	-	-	-	-	-
Other Objects	-	-	-	-	-
<b>Total Cognitive - Mild</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Cognitive - Moderate:</b>					

Shore Regional High School District  
 Budgetary Comparison Schedule  
 General Fund  
 Fiscal Year Ended June 30, 2018

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Salaries of Teachers		-			-
Other Salaries for Instruction		-			-
Purchased Professional-Educational Services		-			-
Purchased Technical Services		-			-
Other Purchased Services (400-500 series)		-			-
General Supplies		-			-
Textbooks		-			-
Other Objects		-			-
<b>Total Cognitive - Moderate</b>					
<b>Learning and/or Language Disabilities:</b>					
Salaries of Teachers	83,515	(4,000)	79,515	79,339	176
Other Salaries for Instruction		-			-
Purchased Professional-Educational Services		-			-
Purchased Technical Services		-			-
Other Purchased Services (400-500 series)		-			-
General Supplies		-			-
Textbooks		-			-
Other Objects		-			-
<b>Total Learning and/or Language Disabilities</b>	<b>83,515</b>	<b>(4,000)</b>	<b>79,515</b>	<b>79,339</b>	<b>176</b>
<b>Visual Impairments:</b>					
Salaries of Teachers		-			-
Other Salaries for Instruction		-			-
Purchased Professional-Educational Services		-			-
Purchased Technical Services		-			-
Other Purchased Services (400-500 series)		-			-
General Supplies		-			-
Textbooks		-			-
Other Objects		-			-
<b>Total Visual Impairments</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Auditory Impairments:</b>					
Salaries of Teachers		-			-
Other Salaries for Instruction		-			-
Purchased Professional-Educational Services		-			-
Purchased Technical Services		-			-
Other Purchased Services (400-500 series)		-			-
General Supplies		-			-
Textbooks		-			-
Other Objects		-			-
<b>Total Auditory Impairments</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Behavioral Disabilities:</b>					
Salaries of Teachers		-			-
Other Salaries for Instruction		-			-
Purchased Professional-Educational Services		-			-
Purchased Technical Services		-			-
Other Purchased Services (400-500 series)		-			-
General Supplies		-			-
Textbooks		-			-
Other Objects		-			-
<b>Total Behavioral Disabilities</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Multiple Disabilities:</b>					
Salaries of Teachers		-			-
Other Salaries for Instruction		-			-
Purchased Professional-Educational Services		-			-
Purchased Technical Services		-			-
Other Purchased Services (400-500 series)		-			-
General Supplies		-			-
Textbooks		-			-
Other Objects		-			-
<b>Total Multiple Disabilities</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Resource Room/Resource Center:</b>					
Salaries of Teachers	441,565	(69,609)	371,956	371,956	-
Other Salaries for Instruction	120,000	(23,563)	96,437	96,436	1
Purchased Professional-Educational Services		-			-
Purchased Technical Services		-			-
Other Purchased Services (400-500 series)		-			-
General Supplies		1,400	1,400	1,324	76
Textbooks		-			-
Other Objects		-			-
<b>Total Resource Room/Resource Center</b>	<b>561,565</b>	<b>(91,772)</b>	<b>469,793</b>	<b>469,716</b>	<b>77</b>



Shore Regional High School District  
 Budgetary Comparison Schedule  
 General Fund  
 Fiscal Year Ended June 30, 2018

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
<b>Autisim:</b>					
Salaries of Teachers		-			-
Other Salaries for Instruction		-			-
Purchased Professional-Educational Services		-	-	-	-
Purchased Technical Services		-			-
Other Purchased Services (400-500 series)		-			-
General Supplies		-			-
Textbooks		-			-
Other Objects		-			-
<b>Total Autisim</b>	-	-	-	-	-
<b>Preschool Disabilities - Part-Time:</b>					
Salaries of Teachers		-			-
Other Salaries for Instruction		-			-
Purchased Professional-Educational Services		-			-
Purchased Technical Services		-			-
Other Purchased Services (400-500 series)		-			-
General Supplies		-			-
Textbooks		-			-
Other Objects		-			-
<b>Total Preschool Disabilities - Part-Time</b>	-	-	-	-	-
<b>Preschool Disabilities - Full-Time:</b>					
Salaries of Teachers		-			-
Other Salaries for Instruction		-			-
Purchased Professional-Educational Services		-			-
Purchased Technical Services		-			-
Other Purchased Services (400-500 series)		-			-
General Supplies		-			-
Textbooks		-			-
Other Objects		-			-
<b>Total Preschool Disabilities - Full-Time</b>	-	-	-	-	-
<b>Home Instruction:</b>					
Purchased Professional-Educational Services		-			-
<b>Total Home Instruction</b>	-	-	-	-	-
<b>Cognitive - Severe:</b>					
Salaries of Teachers		-			-
Other Salaries for Instruction		-			-
Purchased Professional-Educational Services		-			-
Purchased Technical Services		-			-
Other Purchased Services (400-500 series)		-			-
General Supplies		-			-
Textbooks		-			-
Other Objects		-			-
<b>Total Cognitive - Severe</b>	-	-	-	-	-
<b>TOTAL SPECIAL EDUCATION - INSTRUCTION</b>	645,080	(95,772)	549,308	549,055	253
<b>School-Spon. Cocurricular Actvts. - Inst.</b>					
Salaries	134,130	10,074	144,204	144,204	-
Purchased Services (300-500 series)	20,300	22,000	42,300	40,143	2,157
Supplies and Materials	37,820	(500)	37,320	21,642	15,678
Other Objects	32,615	(13,486)	19,129	19,120	9
Transfers to Cover Deficit (Agency Funds)		-			-
<b>Total School-Spon. Cocurricular Actvts. - Inst.</b>	224,865	18,088	242,953	225,109	17,844
<b>Basic Skills/Remedial - Instruction</b>					
Salaries of Teachers		-			-
Other Salaries for Instruction		-			-
Purchased Professional-Educational Services		-			-
Purchased Technical Services		-			-
Other Purchased Services (400-500 series)		-			-
General Supplies		-			-
Textbooks		-			-
Other Objects		-			-
<b>Total Basic Skills/Remedial - Instruction</b>	-	-	-	-	-
<b>Bilingual Education - Instruction</b>					
Salaries of Teachers		-			-
Other Salaries for Instruction		-			-
Purchased Professional-Educational Services		-			-
Purchased Technical Services		-			-
Other Purchased Services (400-500 series)		-			-
General Supplies		-			-
Textbooks		-			-

**Shore Regional High School District  
Budgetary Comparison Schedule  
General Fund  
Fiscal Year Ended June 30, 2018**

	<u>Original Budget</u>	<u>Budget Transfers</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Final to Actual</u>
Other Objects		-			-
<b>Total Bilingual Education - Instruction</b>	-	-	-	-	-
<b>School-Spon. Athletics - Inst.</b>					
Salaries of Teachers	665,280	(22,926)	642,354	642,354	-
Other Salaries for Instruction		-			-
Purchased Professional-Educational Services		-			-
Purchased Technical Services		-			-
Other Purchased Services (400-500 series)	464,815	(102,584)	362,231	351,724	10,507
General Supplies	125,600	(21,627)	103,973	99,709	4,264
Other Objects	34,775	10,127	44,902	44,382	520
Transfers to Cover Deficit (Agency Funds)		57,500	57,500	36,123	21,377
<b>Total School-Spon. Athletics - Inst.</b>	1,290,470	(79,510)	1,210,960	1,174,292	36,668
<b>Before/After School Programs - Instruction</b>					
Salaries of Teachers	7,500	-	7,500	6,255	1,245
Other Salaries of Instruction		-			-
Salaries of Teacher Tutors		-			-
Salaries of Reading Specialist		-			-
Unused Vacation Payment to Terminated/Retired Staff		-			-
Purchased Professional & Technical Services		-			-
Other Purchased Services (400-500 series)		-			-
Supplies & Materials		-			-
Other Objects		-			-
<b>Total Before/After School Programs - Instruction</b>	7,500	-	7,500	6,255	1,245
<b>Summer School</b>					
Salaries of Teachers	41,400	(6,950)	34,450	34,450	-
<b>Total Summer School</b>	41,400	(6,950)	34,450	34,450	-
<b>Community Services Programs/Operation</b>					
Salaries		-			-
Purchased Services (300-500 series)		-			-
Supplies and Materials		-			-
Other Objects		-			-
Transfers to Cover Deficit (Agency Funds)	19,000	-	19,000	14,235	4,765
<b>Total Community Services Programs/Operation</b>	19,000	-	19,000	14,235	4,765
<b>Total Instruction</b>	6,776,421	(238,661)	6,537,760	6,455,143	82,617
<b>Undistributed Expenditures - Instruction:</b>					
Tuition to CSSD & Regional Day Schools		-			-
Tuition to Private Schools for the Disabled - Within State	538,579	46,942	585,521	585,521	-
Tuition to Private Schools for the Disabled & Oth LEAs-Spl - o/s NJ	386,000	5,901	391,901	391,900	1
Tuition -County Voc School Dist.-Regular	448,000	25,560	473,560	470,574	2,986
Tuition -County Voc School Dist.-Special	44,000	(16,500)	27,500	22,000	5,500
Tuition - State Facilities		-			-
Tuition - Other	12,400	(5,000)	7,400	7,233	167
Tuition - Other LEAs Within State-Regular		-			-
Tuition - Other LEAs Within State-Special	164,939	(95,000)	69,939	69,125	814
<b>Total Undistributed Expenditures - Instruction:</b>	1,593,918	(38,097)	1,555,821	1,546,353	9,468
<b>Undistributed Expend. - Attendance &amp; Social Work</b>					
Salaries	53,277	-	53,277	53,277	-
Purchased Professional and Technical Services		-			-
Other Purchased Services (400-500 series)		-			-
Supplies and Materials		-			-
Other Objects		-			-
<b>Total Undistributed Expend. - Attendance &amp; Social Work</b>	53,277	-	53,277	53,277	-
<b>Undist. Expend. - Health Services</b>					
Salaries	76,100	2,775	78,875	78,875	-
Purchased Professional and Technical Services	24,930	(7,804)	17,126	16,930	196
Other Purchased Services (400-500 series)		-			-
Supplies and Materials	6,800	(2,925)	3,875	3,157	718
Other Objects	17,300	(10,586)	6,714	5,449	1,265
<b>Total Undistributed Expenditures - Health Services</b>	125,130	(18,540)	106,590	104,411	2,179
<b>Undist. Expend. - Speech, OT, PT, Related Svcs.</b>					
Salaries					
Unused Vacation Payment to Terminated/Retired Staff		3,800	3,800	3,800	-
Purchased Professional - Educational Services					
Supplies and Materials					
Other Objects					
<b>Total Undist. Expend. - Speech, OT, PT, Related Svcs.</b>					
<b>Undist. Expend. - Other Supp. Serv. Students - Related Serv.</b>					
Salaries of Other Professional Staff					

Shore Regional High School District  
 Budgetary Comparison Schedule  
 General Fund  
 Fiscal Year Ended June 30, 2018

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Purchased Professional - Educational Services	-	-	-	-	-
Supplies and Materials	-	-	-	-	-
<b>Total Undist. Expend. - Other Supp. Serv. Students - Related Serv.</b>	<b>-</b>	<b>3,800</b>	<b>3,800</b>	<b>3,800</b>	<b>-</b>
<b>Undist. Expend. - Other Supp. Serv. Students - Extra. Serv.</b>					
Salaries	-	-	-	-	-
<b>Total Undist. Expend. - Other Supp. Serv. Students - Extra. Serv.</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Undist. Expend. - Guidance</b>					
Salaries of Other Professional Staff	551,662	7,317	558,979	558,980	(1)
Salaries of Secretarial and Clerical Assistants	96,411	(5,776)	90,635	90,635	-
Benefits	-	-	-	-	-
Unused Vacation Payment to Terminated/Retired Staff	-	-	-	-	-
Purchased Professional - Educational Services	-	-	-	-	-
Other Purchased Prof. and Tech. Services	-	-	-	-	-
Other Purchased Services (400-500 series)	24,245	-	24,245	24,193	52
Supplies and Materials	1,500	443	1,943	1,920	23
Other Objects	5,200	(2,343)	2,857	2,841	16
<b>Total Undist. Expend. - Guidance</b>	<b>679,018</b>	<b>(359)</b>	<b>678,659</b>	<b>678,569</b>	<b>90</b>
<b>Undist. Expend - Child Study Team</b>					
Salaries of Other Professional Staff	228,550	(7,734)	220,816	220,816	-
Salaries of Secretarial and Clerical Assistants	9,000	(5,004)	3,996	3,996	-
Purchased Professional - Educational Services	79,000	4,444	83,444	76,736	6,708
Other Purchased Services (400-500 series)	-	-	-	-	-
Supplies and Materials	2,200	(60)	2,140	2,140	-
Other Objects	1,200	(1,004)	196	193	3
<b>Total Undist. Expend - Child Study Team</b>	<b>319,950</b>	<b>(9,358)</b>	<b>310,592</b>	<b>303,881</b>	<b>6,711</b>
<b>Undist. Expend. - Improv. Of Inst. Serv.</b>					
Salaries of Supervisors of Instruction	44,437	7,569	52,006	42,384	9,622
Salaries of Other Professional Staff	107,450	200	107,650	104,933	2,717
Salaries of Secretarial and Clerical Assistants	53,224	-	53,224	53,224	-
Other Salaries	-	-	-	-	-
Unused Vacation Payment to Terminated/Retired Staff	-	-	-	-	-
Sal of Facilitators, Math Coaches & Liteacy Coaches	-	-	-	-	-
Purchased Professional - Educational Services	52,350	(6,666)	45,684	45,533	151
Other Purchased Prof. and Tech. Services	-	-	-	-	-
Other Purchased Services (400-500 series)	-	-	-	-	-
Supplies and Materials	1,500	301	1,801	1,801	-
Other Objects	24,000	(301)	23,699	22,861	838
<b>Total Undist. Expend. - Improv. Of Inst. Serv.</b>	<b>282,961</b>	<b>1,103</b>	<b>284,064</b>	<b>270,736</b>	<b>13,328</b>
<b>Undist. Expend. - Other Supp. Serv. Students-Reg.</b>					
Salaries of Other Professional Staff	-	-	-	-	-
Salaries of Secretarial and Clerical Assistants	-	-	-	-	-
Other Salaries	-	-	-	-	-
Purchased Professional - Educational Services	-	-	-	-	-
Other Purchased Prof. and Tech. Services	-	-	-	-	-
Other Purchased Services (400-500 series)	-	-	-	-	-
Supplies and Materials	-	-	-	-	-
Other Objects	-	-	-	-	-
<b>Total Undist. Expend. - Other Supp. Serv. Students-Reg.</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Undist. Expend. - Other Supp. Serv. Students - Special</b>					
Salaries of Other Professional Staff	-	-	-	-	-
Salaries of Secretarial and Clerical Assistants	-	-	-	-	-
Purchased Professional Educational Services	-	-	-	-	-
Misc. Purch Serv (400 - 500 series o/than resid costs)	-	-	-	-	-
Supplies and Materials	-	-	-	-	-
Other Objects	-	-	-	-	-
<b>Total Undist. Expend. - Other Supp. Serv. Students - Special</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Undist. Expend. - Improvement of Inst. Serv.</b>					
Salaries of Supervisor of Instruction	-	-	-	-	-
Salaries of Other Professional Staff	-	-	-	-	-
Salaries of Secr and Clerical Assist.	-	-	-	-	-
Other Salaries	-	-	-	-	-
Purchased Prof- Educational Services	-	-	-	-	-
Other Purch Prof. and Tech. Services	-	-	-	-	-
Other Purch Services (400-500)	-	-	-	-	-
Supplies and Materials	-	-	-	-	-
Other Objects	-	-	-	-	-
<b>Total Undist. Expend. - Improvement of Inst. Serv.</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Undist. Expend. - Edu. Media Serv./Sch. Library</b>					
Salaries	53,590	-	53,590	53,415	175

**Shore Regional High School District  
Budgetary Comparison Schedule  
General Fund  
Fiscal Year Ended June 30, 2018**

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Other Purchased Prof. and Tech. Services		-			-
Other Purchased Services (400-500 series)	39,205	(7,759)	31,446	31,371	75
Supplies and Materials	700	1,084	1,784	1,780	4
Other Objects					-
<b>Total Undist. Expend. - Edu. Media Serv./Sch. Library</b>	<u>93,495</u>	<u>(6,675)</u>	<u>86,820</u>	<u>86,566</u>	<u>254</u>
<b>Undist. Expend. - Instructional Staff Training Serv.</b>					
Salaries of Supervisors of Instruction		-			-
Salaries of Other Professional Staff		950	950	950	-
Salaries of Secretarial and Clerical Assist		-			-
Other Salaries		-			-
Purchased Professional - Educational Servic		-			-
Other Purchased Prof. and Tech. Services		-			-
Other Purchased Services (400-500 series)	500	(100)	400	395	5
Supplies and Materials		-			-
Other Objects		-			-
<b>Total Undist. Expend. - Instructional Staff Training Serv.</b>	<u>500</u>	<u>850</u>	<u>1,350</u>	<u>1,345</u>	<u>5</u>
<b>Undist. Expend. - Supp. Serv. - General Admin.</b>					
Salaries	132,137	1,039	133,176	133,149	27
Salaries of Attorneys	11,500	(280)	11,220	11,220	-
Legal Services	55,000	(13,440)	41,560	40,380	1,180
Audit Fees	22,000	(2,000)	20,000	20,000	-
Architectural/Engineering Services		9,000	9,000	9,000	-
Other Purchased Professional Services		-			-
Communications/Telephone	77,000	(23,948)	53,052	37,977	15,075
BOE Other Purchased Services	4,465	922	5,387	5,387	-
Other Purchased Services (400-500 series)	5,250	2,570	7,820	7,755	65
Other Purchased Prof. and Tech. Services		-			-
Rental		-			-
Travel		-			-
Supplies and Materials		-			-
General Supplies	4,150	250	4,400	4,184	216
BOE In house Training/Meeting Supplies	2,500	790	3,290	3,288	2
BOE Membership Dues and Fees	7,700	-	7,700	7,699	1
Judgements Against The School District	263,369	(3,100)	260,269	130,000	130,269
Miscellaneous Expenditures	9,164	2,550	11,714	9,494	2,220
<b>Total Undist. Expend. - Supp. Serv. - General Admin.</b>	<u>594,235</u>	<u>(25,647)</u>	<u>568,588</u>	<u>419,533</u>	<u>149,055</u>
<b>Undist. Expend. - Support Serv. - School Admin.</b>					
Salaries of Principals/Assistant Principals	245,485	1,203	246,688	246,689	(1)
Salaries of Other Professional Staff		-			-
Salaries of Secretarial and Clerical Assistants	60,879	(600)	60,279	60,279	-
Other Salaries		-			-
Purchased Professional and Technical Services		-			-
Other Purchased Services (400-500 series)	2,800	-	2,800	461	2,339
Supplies and Materials	43,919	(18,000)	25,919	14,094	11,825
Rental		-			-
Other Objects		-			-
<b>Total Undist. Expend. - Support Serv. - School Admin.</b>	<u>353,083</u>	<u>(17,397)</u>	<u>335,686</u>	<u>321,523</u>	<u>14,163</u>
<b>Undist. Expend. - Central Services</b>					
Salaries	214,141	(61,930)	152,211	152,210	1
Purchased Professional Services	31,400	35,181	66,581	66,560	21
Other Purchased Services (400-500 series)	7,700	(1,695)	6,005	5,700	305
Sale/Lease Back Payments		-			-
Supplies and Materials	5,600	3,500	9,100	8,620	480
Interest on Current Loans		-			-
Miscellaneous Expenditures		-			-
Other Objects New line		2,200	2,200	2,173	27
<b>Total Undist. Expend. - Central Services</b>	<u>258,841</u>	<u>(22,744)</u>	<u>236,097</u>	<u>235,263</u>	<u>834</u>
<b>Undist. Expend. - Admin. Info. Tech.</b>					
Salaries	78,413	1,487	79,900	79,900	-
Other Purchased Services (400-500 series)	44,250	(852)	43,398	41,273	2,125
Supplies and Materials	23,080	(1,015)	22,065	22,064	1
Other Objects	3,200	(2,720)	480	479	1
<b>Total Undist. Expend. - Admin. Info. Tech.</b>	<u>148,943</u>	<u>(3,100)</u>	<u>145,843</u>	<u>143,716</u>	<u>2,127</u>
<b>Undist. Expend. - Required Maint.- School Facilities</b>					
Salaries		-			-
Salaries of Secretarial and Clerical Assistants		-			-
Other Salaries		-			-
Salaries of Other Professional Staff		-			-
Cleaning, Repair and Maintenance Services	107,100	58,599	165,699	165,638	61



Shore Regional High School District  
 Budgetary Comparison Schedule  
 General Fund  
 Fiscal Year Ended June 30, 2018

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Lead Testing of Drinking Water		1,000	1,000	772	228
Insurance		-	-	-	-
Miscellaneous Purchased Services-Rental		-	-	-	-
General Supplies	19,200	(2,000)	17,200	15,439	1,761
Energy (Energy and Electricity)		-	-	-	-
Other Objects		-	-	-	-
<b>Total Undist. Expend. - Required Maint.- School Facilities</b>	<b>126,300</b>	<b>57,599</b>	<b>183,899</b>	<b>181,849</b>	<b>2,050</b>
<b>Undist. Expend. - Oth. Oper. &amp; Maint. of Plant</b>					
Salaries		7,973	7,973	7,973	-
Salaries of Secretarial and Clerical Assistants		-	-	-	-
Other Salaries		-	-	-	-
Hall Monitors	-	-	-	-	-
Purchased Professional and Technical Services		-	-	-	-
Cleaning, Repair and Maintenance Services	525,000	142,877	667,877	667,851	26
Other Purchased Property Services	127,479	5,200	132,679	126,645	6,034
Insurance	109,241	(1,450)	107,791	107,748	43
Miscellaneous Purchased Services-Rental		-	-	-	-
General Supplies	42,068	(3,313)	38,755	25,836	12,919
Energy (Electricity)	250,000	(3,200)	246,800	239,948	6,852
Energy (Natural Gas)	125,000	(13,000)	112,000	96,964	15,036
Other Objects		-	-	-	-
<b>Total Undist. Expend. - Other Oper. &amp; Maint. Of Plant</b>	<b>1,178,788</b>	<b>135,087</b>	<b>1,313,875</b>	<b>1,272,965</b>	<b>40,910</b>
<b>Undist. Expend. - Care &amp; Upkeep of Grounds</b>					
Salaries		-	-	-	-
Cleaning, Repair and Maintenance Services	141,587	56,145	197,732	141,320	56,412
General Supplies	16,800	7,000	23,800	23,588	212
Other objects		-	-	-	-
<b>Total Undist. Expend. - Care &amp; Upkeep of Grounds</b>	<b>158,387</b>	<b>63,145</b>	<b>221,532</b>	<b>164,908</b>	<b>56,624</b>
<b>Undist. Expend. - Security</b>					
Salaries	143,730	(20,089)	123,641	117,390	6,251
General Supplies	4,200	(1,747)	2,453	2,408	45
Cleaning, Repair and Maintenance Services	54,067	5,260	59,327	59,326	1
<b>Total Undist. Expend. - Security</b>	<b>201,997</b>	<b>(16,576)</b>	<b>185,421</b>	<b>179,124</b>	<b>6,297</b>
<b>Total Undist. Expend -Oper and Maint of Plant Serv.</b>	<b>1,665,472</b>	<b>239,255</b>	<b>1,904,727</b>	<b>1,798,846</b>	<b>105,881</b>
<b>Undist. Expend. - Student Transportation Serv.</b>					
Salaries of Non-Instructional Aides	55,298	772	56,070	56,069	1
Salaries for pupil trans - (Between Home and School) - Reg	589,419	(32,298)	557,121	548,453	8,668
Salaries for pupil trans - (Between Home and School) - Sp Ed		-	-	-	-
Salaries for pupil trans - (Other than Bet. Home and School)	150,000	(48,825)	101,175	101,174	1
Salaries for pupil trans - (Bet. Home and School) Non-Public		-	-	-	-
Trans Benefits		-	-	-	-
Cleaning, Repair and Maintenance Services	103,500	9,800	113,300	104,479	8,821
Lease Purchase Payments - School Buses	159,211	6,716	165,927	165,927	-
Contract Services - (Other than Bet. Home and School) - Vendors		-	-	-	-
Contract Services - (Between Home and School) - Vendors		-	-	-	-
Contract Services - (Between Home and School) - Joint		-	-	-	-
Contract Services - (Special Ed Stds) - Vendors		12,300	12,300	5,015	7,285
Contract Services - (Special Ed Stds) - Joint		-	-	-	-
Contract Services - (Reg Ed Stds) - ESCs & CTSAs	115,000	3,500	118,500	118,433	67
Contract Services - (Special Ed Stds) - ESCs & CTSAs	110,000	95,500	205,500	204,259	1,241
Contract Services - Aid in Lieu Of Pymts-NonPub Sch	42,000	8,700	50,700	39,350	11,350
Miscellaneous Purchased Services-Transportation	82,051	2,132	84,183	83,503	680
Supplies and Materials	2,500	(41)	2,459	1,587	872
Transportation Supplies	136,900	6,000	142,900	141,525	1,375
Other Objects	12,616	9,027	21,643	20,895	748
<b>Total Undist. Expend. - Student Transportation Serv.</b>	<b>1,558,495</b>	<b>73,283</b>	<b>1,631,778</b>	<b>1,590,669</b>	<b>41,109</b>
Social Security Contributions	92,454	-	92,454	92,454	-
Workmen's Compensation	53,686	-	53,686	53,686	-
Health Benefits	1,086,101	-	1,086,101	1,086,101	-
Tuition Reimbursement	20,000	(12)	19,988	19,658	330
Other Employee Benefits		-	-	-	-
<b>Total Regular Programs - Instruction</b>	<b>1,252,241</b>	<b>(12)</b>	<b>1,252,229</b>	<b>1,251,899</b>	<b>330</b>
Social Security Contributions	13,558	-	13,558	13,558	-
Workmen's Compensation	7,873	-	7,873	7,873	-
Health Benefits	24,419	-	24,419	24,419	-
Tuition Reimbursement		-	-	-	-
<b>Total Other Supp Serv - Guidance</b>	<b>45,850</b>	<b>-</b>	<b>45,850</b>	<b>45,850</b>	<b>-</b>
Tuition Reimbursement		-	-	-	-
<b>Total Educational Media Services - Sch. Library</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>

Shore Regional High School District  
 Budgetary Comparison Schedule  
 General Fund  
 Fiscal Year Ended June 30, 2018

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Social Security Contributions	19,547	9,200	28,747	28,695	52
Other Retirement contributions - PERS	72,000	(10,062)	61,938	61,938	-
Workmen's Compensation	11,351	(11,351)	-	-	-
Health Benefits	249,110	-	249,110	249,110	-
<b>Total Student Transportation Services</b>	<b>352,008</b>	<b>(12,213)</b>	<b>339,795</b>	<b>339,743</b>	<b>52</b>
<b>Total Allocated Benefits</b>	<b>1,650,099</b>	<b>(12,225)</b>	<b>1,637,874</b>	<b>1,637,492</b>	<b>382</b>
<b>UNALLOCATED BENEFITS</b>					
Group Insurance	-	-	-	-	-
Social Security Contributions	76,792	(11,792)	65,000	62,705	2,295
Other Retirement Contributions - PERS	72,000	-	72,000	72,000	-
Other Retirement Contributions - Regular	-	12,964	12,964	12,926	38
Interest for Lease Purchase	-	-	-	-	-
Unemployment Compensation	20,000	(13,045)	6,955	2,863	4,092
Workmen's Compensation	44,591	(11,950)	32,641	32,641	-
Health Benefits	440,885	150,669	591,554	509,283	82,271
Tuition Reimbursement	15,000	(8,843)	6,157	6,156	1
Other Employee Benefits	2,000	9,204	11,204	10,271	933
Unused Sick pay to Terminated/Retired Staff-mass severance	2,250	(2,250)	-	-	-
<b>TOTAL UNALLOCATED BENEFITS</b>	<b>673,518</b>	<b>124,957</b>	<b>798,475</b>	<b>708,845</b>	<b>89,630</b>
<b>Total Personal Services - Employee Benefits</b>	<b>2,323,617</b>	<b>112,732</b>	<b>2,436,349</b>	<b>2,346,337</b>	<b>90,012</b>
<b>Undist. Expend. - Food Services</b>					
Transfers to Cover Deficit (Enterprise Fund)	20,000	-	20,000	20,000	-
<b>Total Undist. Expend. - Food Services</b>	<b>20,000</b>	<b>-</b>	<b>20,000</b>	<b>20,000</b>	<b>-</b>
On-Behalf TPAF Pension Contributions (non-budgeted)	-	-	-	819,277	(819,277)
On-Behalf TPAF Post-Retirement Medical Contributions (non-budgeted)	-	-	-	529,853	(529,853)
Reimbursed TPAF Social Security Contributions (non-budgeted)	-	-	-	412,275	(412,275)
<b>TOTAL ON-BEHALF CONTRIBUTIONS</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>1,761,405</b>	<b>(1,761,405)</b>
<b>TOTAL UNDISTRIBUTED EXPENDITURES</b>	<b>10,070,935</b>	<b>289,106</b>	<b>10,360,041</b>	<b>11,686,230</b>	<b>435,216</b>
Increase in Capital Reserve	-	-	-	-	-
<b>TOTAL GENERAL CURRENT EXPENSE</b>	<b>16,847,356</b>	<b>50,445</b>	<b>16,897,801</b>	<b>18,141,373</b>	<b>517,833</b>
<b>CAPITAL OUTLAY</b>					
<b>Equipment</b>					
<b>Regular Programs - Instruction:</b>					
Preschool/Kindergarten	-	-	-	-	-
Grades 1-5	-	-	-	-	-
Grades 6-8	-	-	-	-	-
Grades 9-12	99,107	10,792	109,899	109,899	-
Home Instruction	-	-	-	-	-
<b>Special Education - Instruction:</b>					
Cognitive - Mild	-	-	-	-	-
Cognitive - Moderate	-	-	-	-	-
Learning and/or Language Disabilities	-	-	-	-	-
Visual Impairments	-	-	-	-	-
Auditory Impairments	-	-	-	-	-
Behavioral Disabilities	-	-	-	-	-
Multiple Disabilities	-	-	-	-	-
Resource Room/Resource Center	-	-	-	-	-
Autism	-	-	-	-	-
Preschool Disabilities - Part-Time	-	-	-	-	-
Preschool Disabilities - Full-Time	-	-	-	-	-
Cognitive - Severe	-	-	-	-	-
Basic Skills/Remedial - Instruction	-	-	-	-	-
Bilingual Education - Instruction	4,020	(66)	3,954	3,954	-
Vocational Programs - Local - Instruction	-	-	-	-	-
School-Sponsored and Other Instructional Program	25,920	22,181	48,101	39,000	9,101
Undistributed Expenditures: - Instruction	-	-	-	-	-
Undist. Expend-Support Serv.-Students - Reg.	-	-	-	-	-
Undist. Expend-Non-Instructional Services	-	-	-	-	-
Undistributed Expenditures: - General Admin.	-	-	-	-	-
Undistributed Expenditures: - Central Services	-	-	-	-	-
Undistributed Expenditures: - Admin. Info Tech.	62,610	(6,332)	56,278	56,278	-
Undistributed Expenditures: - Non-Inst. Equip.	7,000	(7,000)	-	-	-
Undistributed Expenditures: - Operation of Plant Services	-	-	-	-	-
Undistributed Expenditures: - Security	10,925	(2,000)	8,925	8,925	-

Shore Regional High School District  
 Budgetary Comparison Schedule  
 General Fund  
 Fiscal Year Ended June 30, 2018

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Schools Buses - Regular	130,043	(6,783)	123,260	123,260	-
Special Schools (All Programs)		-			-
<b>Total Equipment</b>	<u>339,625</u>	<u>10,792</u>	<u>350,417</u>	<u>341,316</u>	<u>9,101</u>
<b>Facilities Acquisition and Construction Services</b>					
Architectural/Engineering Services	24,000	(10,000)	14,000	14,000	-
Construction Services	101,575	135,100	236,675	234,630	2,045
SDA Assessment	1,024	-	1,024	1,024	-
Other Objects					-
<b>Total Facilities Acquisition and Construction Services</b>	<u>126,599</u>	<u>125,100</u>	<u>251,699</u>	<u>249,654</u>	<u>2,045</u>
<b>Assets Acquired Under Capital Leases (non-budgeted)</b>					
Capital Leases		-			-
<b>Assets Acquired Under Capital Leases (non-budgeted)</b>					
Deposit to Capital Reserve		-			-
<b>TOTAL CAPITAL OUTLAY</b>	<u>466,224</u>	<u>135,892</u>	<u>602,116</u>	<u>590,970</u>	<u>11,146</u>
<b>SPECIAL SCHOOLS</b>					
<b>Summer School</b>					
Salaries of Teachers		-			-
Other Salaries for Instruction		-			-
Purchased Professional and Technical Services		-			-
Other Purchased Services (400-500 series)		-			-
General Supplies		-			-
Textbooks		-			-
Other Objects		-			-
<b>Total Summer School - Instruction</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Summer School - Support Services</b>					
Salaries		-			-
Personal Services - Employee Benefits		-			-
Purchased Professional and Technical Services		-			-
Other Purchased Services (400-500 series)		-			-
Supplies and Materials		-			-
Other Objects		-			-
<b>Total Summer School - Support Services</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Total Summer School</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Other Special Schools - Instruction</b>					
Salaries of Teachers		-			-
Other Salaries for Instruction		-			-
Purchased Professional and Technical Services		-			-
Other Purchased Services (400-500 series)		-			-
General Supplies		-			-
Textbooks		-			-
Other Objects		-			-
<b>Total Other Special Schools - Instruction</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Other Special Schools - Support Services</b>					
Salaries		-			-
Personal Services - Employee Benefits		-			-
Purchased Professional and Technical Services		-			-
Other Purchased Services (400-500 series)		-			-
Supplies and Materials		-			-
Other Objects		-			-
<b>Total Other Special Schools - Support Services</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Total Other Special Schools</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Accred. Even./Adult H.S./Post-Grad.-Inst.</b>					
Salaries of Teachers		-			-
Other Salaries for Instruction		-			-
Purchased Professional and Technical Services		-			-
Other Purchased Services (400-500 series)		-			-
General Supplies		-			-
Textbooks		-			-
Other Objects		-			-
<b>Total Accred. Even./Adult H.S./Post-Grad.-Inst.</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Accred. Even./Adult H.S./Post-Grad.-Supp. Service</b>					
Salaries		-			-
Personal Services - Employee Benefits		-			-
Purchased Professional and Technical Services		-			-

Shore Regional High School District  
 Budgetary Comparison Schedule  
 General Fund  
 Fiscal Year Ended June 30, 2018

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Other Purchased Services (400-500 series)		-			-
Supplies and Materials		-			-
Other Objects		-			-
<b>Total Accred. Even./Adult H.S./Post-Grad.-Supp. Service</b>	-	-	-	-	-
<b>Total Accred. Even./Adult H.S./Post-Grad.</b>	-	-	-	-	-
<b>Adult Education-Local-Instruction</b>					
Salaries of Teachers		-			-
Other Salaries for Instruction		-			-
Purchased Professional and Technical Services		-			-
Other Purchased Services (400-500 series)		-			-
General Supplies		-			-
Textbooks		-			-
Other Objects		-			-
<b>Total Adult Education-Local-Instruction</b>	-	-	-	-	-
<b>Adult Education-Local-Support Serv.</b>					
Salaries		-			-
Personal Services - Employee Benefits		-			-
Purchased Professional and Technical Services		-			-
Other Purchased Services (400-500 series)		-			-
Supplies and Materials		-			-
Other Objects		-			-
<b>Total Adult Education-Local-Support Serv.</b>	-	-	-	-	-
<b>Total Adult Education-Local</b>	-	-	-	-	-
<b>Vocational Evening-Local-Instruction</b>					
Salaries of Teachers		-			-
Other Salaries for Instruction		-			-
Purchased Professional and Technical Services		-			-
Other Purchased Services (400-500 series)		-			-
General Supplies		-			-
Textbooks		-			-
Other Objects		-			-
<b>Total Vocational Evening-Local-Instruction</b>	-	-	-	-	-
<b>Vocational Evening-Local-Support Serv.</b>					
Salaries		-			-
Personal Services - Employee Benefits		-			-
Purchased Professional and Technical Services		-			-
Other Purchased Services (400-500 series)		-			-
Supplies and Materials		-			-
Other Objects		-			-
<b>Total Vocational Evening-Local-Support Serv.</b>	-	-	-	-	-
<b>Total Vocational Evening-Local</b>	-	-	-	-	-
<b>Even.-Sch.-Foreign-Born-Local-Inst.</b>					
Salaries of Teachers		-			-
Other Salaries for Instruction		-			-
Purchased Professional and Technical Services		-			-
Other Purchased Services (400-500 series)		-			-
General Supplies		-			-
Textbooks		-			-
Other Objects		-			-
<b>Total Even.-Sch.-Foreign-Born-Local-Inst.</b>	-	-	-	-	-
<b>Even.-Sch.-Foreign-Born-Local-Sup. Serv.</b>					
Salaries		-			-
Personal Services - Employee Benefits		-			-
Purchased Professional and Technical Services		-			-
Other Purchased Services (400-500 series)		-			-
Supplies and Materials		-			-
Other Objects		-			-
<b>Total Even.-Sch.-Foreign-Born-Local-Sup. Serv.</b>	-	-	-	-	-
<b>Total Even.-Sch.-Foreign-Born-Local</b>	-	-	-	-	-
<b>TOTAL SPECIAL SCHOOLS</b>	-	-	-	-	-
<b>Transfer of Funds to Charter Schools</b>					-
<b>TOTAL EXPENDITURES</b>	17,313,580	186,337	17,499,917	18,732,343	528,979



Shore Regional High School District  
 Budgetary Comparison Schedule  
 General Fund  
 Fiscal Year Ended June 30, 2018

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Excess (Deficiency) of Revenues Over (Under) Expenditures	(176,987)	(186,337)	(363,324)	622,777	986,101
Other Financing Sources (Uses): Transfer to Cover Expenditures - Cafeteria Capital Leases (non-budgeted) Adjustments to Receivables/refunds		-		-	-
<b>Total Other Financing Sources:</b>	-	-	-	-	-
Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Sources (Uses)	(176,987)	(186,337)	(363,324)	622,777	986,101
Fund Balance, July 1	1,000,218	(176,873)	805,305	1,303,569	350,449
<b>Fund Balance, June 30</b>	<u>\$ 823,231</u>	<u>\$ (363,210)</u>	<u>\$ 441,981</u>	<u>\$ 1,926,346</u>	<u>\$ 1,336,549</u>
<b>Recapitulation:</b>					
<b>Restricted Fund Balance:</b>					
Reserved Excess Surplus - Designated for Subsequent Year's Expenditures				\$ 301,066	
Reserve for Excess Surplus				642,224	
Reserve for Capital Reserve				316,271	
Reserve for Maintenance					
<b>Committed Fund Balance:</b>					
Reserve for Encumbrances				22,622	
<b>Assigned Fund Balance:</b>					
Designated for Subsequent Year's Expenditures				149,725	
<b>Unrestricted Fund Balance</b>				494,438	
				<u>1,926,346</u>	
Reconciliation to Governmental Funds Statements (GAAP):					
Last State Aid Payment not recognized on GAAP basis				(45,186)	
Fund Balance per Governmental Funds (GAAP)				<u>\$ 1,881,160</u>	

Shore Regional High School District  
Budgetary Comparison Schedule  
Special Revenue Fund  
For the Fiscal Year Ended June 30, 2018

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
<b>REVENUES:</b>					
Local Sources	\$ -	60,337	\$ 60,337	\$ 6,962	\$ (53,375)
State Sources		42,947	42,947	26,941	(16,006)
Federal Sources	215,326	191,233	406,559	375,142	(31,417)
<b>Total Revenues</b>	<b>215,326</b>	<b>294,517</b>	<b>509,843</b>	<b>409,045</b>	<b>(100,798)</b>
<b>EXPENDITURES:</b>					
<b>Instruction</b>					
Salaries of Teachers	215,326	(124,555)	90,771	85,555	5,216
Other Salaries for Instruction		-			-
Other Salaries		-			-
Purchased Professional - Educational Services		33,688	33,688	17,805	15,883
Purchased Professional and Technical Services		-			-
Supplies and Materials		92,677	92,677		92,677
Other Purchased Services (400-500 series)		147,756	147,756	147,651	105
General Supplies		-		84,729	(84,729)
Textbooks		3,342	3,342	3,228	114
Tuition		-			-
Other Objects		-			-
<b>Total Instruction</b>	<b>215,326</b>	<b>152,908</b>	<b>368,234</b>	<b>338,968</b>	<b>29,266</b>
<b>Support Services</b>					
Salaries of Other Professional Staff		-			-
Salaries of Secretaries & Clerical Assistants		-			-
Other Salaries		-			-
Personal Services - Employee Benefits		25,912	25,912	25,001	911
Purchased Professional Services		-		20,694	(20,694)
Other Purchased Professional Services		20,713	20,713	21,728	(1,015)
Other Purchased Professional and Technical Services		-			-
Rentals		-			-
Contracted Services Transportation		-			-
Tuition		-			-
Travel		-			-
Other Purchased Services (400-500 series)		89,384	89,384		89,384
Supplies & Materials		5,600	5,600	2,654	2,946
Other Objects		-			-
<b>Total Support Services</b>	<b>-</b>	<b>141,609</b>	<b>141,609</b>	<b>70,077</b>	<b>71,532</b>
<b>Facilities Acquisition and Construction Services:</b>					
Buildings		-			-
Instructional Equipment		-			-
Noninstructional Equipment		-			-
<b>Total Facilities Acquisition and Construction Services</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Transfer to Charter School</b>					
<b>Total Expenditures</b>	<b>215,326</b>	<b>294,517</b>	<b>509,843</b>	<b>409,045</b>	<b>100,798</b>

Shore Regional High School District  
 Budgetary Comparison Schedule  
 Special Revenue Fund  
 For the Fiscal Year Ended June 30, 2018

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
<b>Other Financing Sources (Uses)</b>					
Transfer in from General Fund		-			-
Transfer Out to Whole School Reform (General Fund)		-			-
<b>Total Other Financing Sources (Uses)</b>	-	-	-	-	-
<b>Total Outflows</b>	<u>215,326</u>	<u>294,517</u>	<u>509,843</u>	<u>409,045</u>	<u>100,798</u>
<b>Excess (Deficiency) of Revenues Over (Under)</b>					
Expenditures and Other Financing Sources (Uses)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

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



Shore Regional High School District  
 Required Supplementary Information  
 Budgetary Comparison Schedule  
 Note to RSI  
 For the Fiscal Year Ended June 30, 2018

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

		General Fund		Special Revenue Fund
<b>Sources/inflows of resources</b>				
Actual amounts (budgetary basis) "revenue"				
from the budgetary comparison schedule	[C-1]	\$ 19,355,120	[C-2]	\$ 409,045
Difference - budget to GAAP:				
Grant accounting budgetary basis differs from GAAP in that encumbrances are recognized as expenditures, and the related revenue is recognized.				(9,284)
State aid payment recognized for budgetary purposes, not recognized for GAAP statements		(45,186)		
Prior year state aid payment recognized for GAAP purposes in current year		42,733		
 Total revenues as reported on the statement of revenues, expenditures and changes in fund balances - governmental funds.	 [B-2]	 \$ 19,352,667	 [B-2]	 \$ 399,761
 <b>Uses/outflows of resources</b>				
Actual amounts (budgetary basis) "total outflows" from the budgetary comparison schedule	[C-1]	18,732,343	[C-2]	409,045
Differences - budget to GAAP				
The district budgets for claims and compensated absences only to the extent expected to be paid, rather than on the modified accrual basis.				
Encumbrances for supplies and equipment ordered but not received are reported in the year the order is placed for <i>budgetary</i> purposes, but in the year the supplies are received for <i>financial reporting</i> purposes.				(9,284)
Transfers to and from other funds are presented as outflows of budgetary resources but are not expenditures for financial reporting purposes.				
Net transfers (outflows) to general fund		_____		_____
 Total expenditures as reported on the statement of revenues, expenditures, and changes in fund balances - governmental funds	 [B-2]	 \$ 18,732,343	 [B-2]	 \$ 399,761

***REQUIRED SUPPLEMENTARY INFORMATION  
PART III***

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

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

	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>
District's proportion of the net pension liability	100.00%	100.00%	0.0130%	0.0130%	0.0136%
District's proportionate share of the net pension liability	\$ 2,451,423	\$ 2,447,080	\$ 2,926,957	\$ 3,841,421	\$ 3,174,168
District's covered employee payroll	\$ 889,644	\$ 871,725	\$ 901,512	\$ 943,274	\$ 924,596
District's proportionate share of the net pension liability as a percentage of its covered-employee payroll	36.29%	35.62%	30.80%	24.56%	29.13%
Plan fiduciary net position as a percentage of the total pension liability	40.71%	42.74%	38.21%	47.93%	48.10%

\*This schedule does not contain ten years of information as GASB #68 was implemented during the fiscal year ending June 30, 2016.



**Shore Regional High School District**  
**Schedules of Required Supplementary Information**  
**SCHEDULE OF DISTRICT CONTRIBUTIONS**  
**PERS**  
**Last Five Fiscal Years\***

	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>
Contractually required contribution	\$ 100,295	\$ 101,987	\$ 132,214	\$ 115,226	\$ 126,320
Contributions in relation to the contractually required contribution	\$ <u>(100,295)</u>	\$ <u>(101,987)</u>	\$ <u>(132,214)</u>	\$ <u>(115,226)</u>	\$ <u>(126,320)</u>
Contribution deficiency (excess)	\$ <u><u>0</u></u>	\$ <u><u>0</u></u>	\$ <u><u>0</u></u>	\$ <u><u>0</u></u>	\$ <u><u>0</u></u>
District's covered employee payroll	\$ 889,644	\$ 871,725	\$ 901,512	\$ 943,274	\$ 924,596
Contributions as a percentage of its covered-employee payroll	11.27%	11.70%	14.67%	12.22%	13.66%

\*This schedule does not contain ten years of information as GASB #68 was implemented during the fiscal year ending June 30, 2016.

	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>
District's proportion of the net pension liability	N/A	N/A	N/A	0.0536%	0.0554%
State's proportionate share of the net pension liability attributable to the District	\$26,942,066	\$26,851,919	\$33,958,948	\$42,151,001	\$37,326,119
District's covered employee payroll	\$ 5,034,731	\$ 5,472,846	\$ 5,701,035	\$ 5,783,456	\$ 5,860,042
District's proportionate share of the net pension liability as a percentage of its covered-employee payroll	535.12%	490.64%	595.66%	728.82%	636.96%
Plan fiduciary net position as a percentage of the total pension liability	33.76%	33.64%	28.71%	22.33%	25.41%

\*This schedule does not contain ten years of information as GASB #68 was implemented during the fiscal year ending June 30, 2016.

N/A - Information was not available.

***SCHEDULES RELATED TO ACCOUNTING AND REPORTING  
FOR POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS***

**SHORE REGIONAL HIGH SCHOOL DISTRICT  
SCHEDULE OF CHANGES IN THE TOTAL OPEB LIABILITY AND RELATED RATIOS  
PUBLIC EMPLOYEE'S RETIREMENT SYSTEM AND  
TEACHERS' PENSION AND ANNUITY FUND**

	<b>2018</b>
<b>Total OPEB Liability</b>	
Service Cost	1,060,885
Interest Cost	912,295
Changes of Assumptions	(3,786,464)
Member Contributions	24,574
Gross Benefit Payments	(667,360)
Net Change in Total OPEB Liability	(2,456,070)
Total OPEB Liability - Beginning	31,268,615
Total OPE Liability - Ending	28,812,545
Covered-Employee Payroll	6,708,052
Total OPEB Liability as a Percentage of Covered Employee Payroll	429.52%

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



*OTHER SUPPLEMENTARY INFORMATION*

***SCHOOL BASED BUDGET SCHEDULES***

**NOT APPLICABLE**

***SPECIAL REVENUE FUND  
DETAIL STATEMENTS***

The Special Revenue Fund is used to account for the proceeds of specific revenue sources (other than expendable trusts or major capital projects) that are legally restricted to expenditures for specific purposes.

**Shore Regional High School District  
Special Revenue Fund  
Combining Schedule of Program Revenues and Expenditures - Budgetary Basis  
For the Fiscal Year Ended June 30, 2018**

	Total Brought Forward (Ex. E-1a)	Title I	Title IIA	Title IIA Carryover	Title III	I.D.E.A. Part B Basic	Local Grants	Total
<b>REVENUES</b>								
Local Sources	\$ -						\$ 6,962	\$ 6,962
State Sources	26,941							26,941
Federal Sources	-	190,315	4,513	6,907	10,970	162,437		375,142
<b>Total Revenues</b>	<b>26,941</b>	<b>190,315</b>	<b>4,513</b>	<b>6,907</b>	<b>10,970</b>	<b>162,437</b>	<b>6,962</b>	<b>409,045</b>
<b>EXPENDITURES:</b>								
<b>Instruction:</b>								
Salaries of Teachers	-	85,555						85,555
Other Salaries for Instruction	-							-
Purchased Professional - Educational Services	17,805							17,805
Purchased Professional and Technical Services	-							-
Other Purchased Services (400-500 series)	-					147,651		147,651
Tuition	-							-
General Supplies	-	78,759			5,970			84,729
Textbooks	3,228							3,228
Other Objects	-							-
Supplies and Materials	-							-
<b>Total instruction</b>	<b>21,033</b>	<b>164,314</b>	<b>-</b>		<b>5,970</b>	<b>147,651</b>	<b>-</b>	<b>338,968</b>
<b>Support services:</b>								
Salaries of Secretarial and Clerical Assists.	-							-
Other Salaries	-							-
Personal Services - Employee Benefits	-	25,001						25,001
Purchased Professional Services	5,908					14,786		20,694
Other Purchased Professional and Technical Services	-							-
Purchased Technical Services	-							-
Rentals	-							-
Travel	-							-
Other Purchased Services	-	1,000	4,513	6,907	5,000		4,308	21,728
Supplies & Materials	-						2,654	2,654
<b>Total support services</b>	<b>5,908</b>	<b>26,001</b>	<b>4,513</b>	<b>6,907</b>	<b>5,000</b>	<b>14,786</b>	<b>6,962</b>	<b>70,077</b>

Shore Regional High School District  
 Special Revenue Fund  
 Combining Schedule of Program Revenues and Expenditures - Budgetary Basis  
 For the Fiscal Year Ended June 30, 2018

	Total Brought Forward (Ex. E-1a)	Title I	Title IIA	Title IIA Carryover	Title III	I.D.E.A. Part B Basic	Local Grants	Total
<b>EXPENDITURES (CONT'D):</b>								
<b>Facilities acquisition and const. serv.:</b>								
Buildings	-							-
Instructional Equipment	-							-
Noninstructional Equipment	-							-
<b>Total facilities acquisition and const. serv.</b>	-	-	-			-	-	-
Transfer to Charter Schools	-							-
<b>Total Expenditures</b>	<b>26,941</b>	<b>190,315</b>	<b>4,513</b>	<b>6,907</b>	<b>10,970</b>	<b>162,437</b>	<b>6,962</b>	<b>409,045</b>
<b>Other Financing Sources (Uses)</b>								
Transfer In from General Fund	-							-
Contribution to Whole School Reform	-							-
	-	-	-			-	-	-
<b>Total Outflows</b>	<b>26,941</b>	<b>190,315</b>	<b>4,513</b>	<b>6,907</b>	<b>10,970</b>	<b>162,437</b>	<b>6,962</b>	<b>409,045</b>
<b>Excess (Deficiency) of Revenues Over (Under)</b>								
<b>Expenditures and Other Financing Sources (Uses)</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>



Shore Regional High School District  
 Special Revenue Fund  
 Combining Schedule of Program Revenues and Expenditures - Budgetary Basis  
 For the Fiscal Year Ended June 30, 2018

N.J. Nonpublic Handicapped Services Ch. 192 and 193

	Annual	Initial						Total
	Examination &	Examination &	Nonpublic	Nonpublic	Nonpublic	Corrective		Carried
	Education	Instruction	Technology	Nursing	Textbooks	Speech		Forward
<b>REVENUES</b>								
Local Sources								\$ -
State Sources	4,429	2,379	3,648	5,092	2,257	5,908	3,228	26,941
Federal Sources								-
<b>Total Revenues</b>	<b>4,429</b>	<b>2,379</b>	<b>3,648</b>	<b>5,092</b>	<b>2,257</b>	<b>5,908</b>	<b>3,228</b>	<b>-</b>
<b>EXPENDITURES:</b>								
<b>Instruction:</b>								
Salaries of Teachers								-
Other Salaries for Instruction								-
Purchased Professional - Educational Services	4,429	2,379	3,648	5,092	2,257			17,805
Purchased Professional and Technical Services								-
Other Purchased Services (400-500 series)								-
Tuition								-
General Supplies								-
Textbooks							3,228	3,228
Other Objects								-
Supplies and Materials								-
<b>Total instruction</b>	<b>4,429</b>	<b>2,379</b>	<b>3,648</b>	<b>5,092</b>	<b>2,257</b>	<b>-</b>	<b>3,228</b>	<b>-</b>
<b>Support services:</b>								
Salaries of Secretarial and Clerical Assists.								-
Other Salaries								-
Personal Services - Employee Benefits								-
Purchased Professional Services						5,908		5,908
Other Purchased Professional and Technical Services								-
Purchased Technical Services								-
Rentals								-
Travel								-
Other Purchased Services								-
Supplies & Materials								-
<b>Total support services</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>5,908</b>	<b>-</b>	<b>-</b>

Shore Regional High School District  
 Special Revenue Fund  
 Combining Schedule of Program Revenues and Expenditures - Budgetary Basis  
 For the Fiscal Year Ended June 30, 2018

N.J. Nonpublic Handicapped Services Ch. 192 and 193

	Annual	Initial						Total	
	Examination &	Examination &	Nonpublic	Nonpublic	Nonpublic	Corrective		Carried	
	Education	Instruction	Technology	Nursing	Textbooks	Speech		Forward	
<b>EXPENDITURES (CONT'D):</b>									
<b>Facilities acquisition and const. serv.:</b>									
Buildings								-	
Instructional Equipment								-	
Noninstructional Equipment								-	
<b>Total facilities acquisition and const. serv.</b>	-							-	
Transfer to Charter Schools								-	
<b>Total Expenditures</b>	4,429	2,379	3,648	5,092	2,257	5,908	3,228	-	26,941
<b>Other Financing Sources</b>									
Transfer in from General Fund									-
Contribution to Whole School Reform									-
<b>Total Outflows</b>	4,429	2,379	3,648	5,092	2,257	5,908	3,228	-	26,941
<b>Excess (Deficiency) of Revenues Over (Under) Expenditures</b>	\$ -		\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

***CAPITAL PROJECTS FUND  
DETAIL STATEMENTS***

The Capital Projects Fund is used to account for the acquisition and construction of major capital facilities and equipment purchases other than those financed by proprietary funds. – N/A

***PROPRIETARY FUNDS  
DETAIL STATEMENTS***

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

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

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

***FIDUCIARY FUNDS  
DETAIL STATEMENTS***

Fiduciary Funds are used to account for funds received by the school district for a specific purpose. Agency Funds are used to account for assets held by the school district as an agent for individuals, private organizations, other governments and/or other funds.

**Student Activity Fund** - This agency fund is used to account for student funds held at the schools.

**Payroll Fund** - This agency fund is used to account for the payroll transactions of the school district.



**SHORE REGIONAL HIGH SCHOOL DISTRICT  
COUNTY OF MONMOUTH  
COMBINING STATEMENT OF FIDUCIARY NET POSITION  
FIDUCIARY FUNDS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2018**

	<u>Unemployment Compensation Trust</u>	<u>Private Purpose Scholarship Fund</u>	<u>Agency Fund</u>	<u>Total</u>
<b>ASSETS:</b>				
Cash and Cash Equivalents	\$ <u>10,529</u>	\$ <u>24,673</u>	\$ <u>28,450</u>	\$ <u>63,652</u>
Total Assets	\$ 10,529	\$ 24,673	\$ 28,450	\$ 63,652
<b>LIABILITIES:</b>				
Payable to Student Groups	\$	\$	\$	\$ -
Payroll Deductions and Withholdings	<u>                    </u>	<u>                    </u>	<u>28,450</u>	<u>28,450</u>
Total Liabilities	\$ <u>-</u>	\$ <u>-</u>	\$ <u>28,450</u>	\$ <u>28,450</u>
<b>NET ASSETS:</b>				
Held in Trust for Unemployment Claims and Other Purpose:	\$ 10,529	\$	\$	\$ 10,529
Reserved for Scholarships	<u>                    </u>	2,673	<u>                    </u>	2,673
Reserved for Other Trust	<u>                    </u>	<u>                    </u>	<u>                    </u>	<u>-</u>
Total Net Assets	\$ <u>10,529</u>	\$ <u>2,673</u>	<u>                    </u>	\$ <u>13,202</u>

**SHORE REGIONAL HIGH SCHOOL DISTRICT  
COUNTY OF MONMOUTH  
COMBINING STATEMENT OF FIDUCIARY NET POSITION  
FIDUCIARY FUNDS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2018**

	<u>Unemployment Compensation Trust</u>	<u>Private Purpose Scholarship Fund</u>	<u>Total</u>
<b>ADDITIONS:</b>			
Contributions:			
Plan Member	\$	\$	\$
Other	<u>          </u>	<u>25,000</u>	<u>25,000</u>
Total Contributions	\$ -	\$ 25,000	\$ 25,000
Investment Earnings:			
Interest & Dividends	\$ <u>          </u>	\$ <u>173</u>	\$ <u>173</u>
Net Investment Earnings	\$ <u>119</u>	\$ <u>173</u>	\$ <u>173</u>
<b>Total Additions</b>	<b>\$ <u>119</u></b>	<b>\$ <u>25,173</u></b>	<b>\$ <u>25,173</u></b>
<b>DEDUCTIONS:</b>			
Quarterly Contribution Reports	\$	\$	\$
Unemployment Claims			-
Scholarships Awarded		500	500
Miscellaneous	<u>119</u>	<u>          </u>	<u>119</u>
<b>Total Deductions</b>	<b>\$ <u>119</u></b>	<b>\$ <u>500</u></b>	<b>\$ <u>619</u></b>
<b>Change in Net Assets</b>	<b>\$ -</b>	<b>\$ 24,673</b>	<b>\$ 24,554</b>
<b>Net Assets - Beginning of Fiscal Year</b>	<b>\$ <u>10,529</u></b>	<b>\$ <u>-</u></b>	<b>\$ <u>          </u></b>
<b>Net Assets - End of Fiscal Year</b>	<b>\$ <u><u>10,529</u></u></b>	<b>\$ <u><u>24,673</u></u></b>	<b>\$ <u><u>24,554</u></u></b>

## Exhibit H-3

SHORE REGIONAL HIGH SCHOOL DISTRICT  
COUNTY OF MONMOUTH  
STUDENT ACTIVITY AGENCY FUND  
STATEMENT OF ACTIVITY  
FOR THE FISCAL YEAR ENDED JUNE 30, 2018

<u>Schools</u>	<u>Balance July 1, 2017</u>	<u>Cash Receipts</u>	<u>Cash Disbursements</u>	<u>Balance June 30, 2018</u>
High School:				
Student Activity Account	\$ 152,665	\$ 160,076	\$ 139,510	\$ 173,231
Athletic Fund	<u>1,191</u>	<u>52,485</u>	<u>50,621</u>	<u>3,055</u>
Total	\$ <u><u>153,856</u></u>	\$ <u><u>212,561</u></u>	\$ <u><u>190,131</u></u>	\$ <u><u>176,286</u></u>

SHORE REGIONAL HIGH SCHOOL DISTRICT  
COUNTY OF MONMOUTH  
PAYROLL AGENCY FUND  
STATEMENT OF CHANGES IN ASSETS AND LIABILITIES  
FOR THE FISCAL YEAR ENDED JUNE 30, 2018

	<u>Balance</u> <u>July 1, 2016</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance</u> <u>June 30, 2017</u>
<b>ASSETS:</b>				
Cash and cash equivalents	\$ <u>21,126</u>	\$ <u>4,084,464</u>	\$ <u>4,077,140</u>	\$ <u>28,450</u>
Total Assets	\$ <u><u>21,126</u></u>	\$ <u><u>4,084,464</u></u>	\$ <u><u>4,077,140</u></u>	\$ <u><u>28,450</u></u>
 <b>LIABILITIES:</b>				
Net payroll	\$	\$	\$	\$ -
Payroll deductions and withholdings	<u>21,126</u>	<u>4,084,464</u>	<u>4,077,140</u>	<u>28,450</u>
Total Liabilities	\$ <u><u>21,126</u></u>	\$ <u><u>4,084,464</u></u>	\$ <u><u>4,077,140</u></u>	\$ <u><u>28,450</u></u>

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

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



SHORE REGIONAL HIGH SCHOOL DISTRICT  
GENERAL LONG-TERM DEBT ACCOUNT GROUP  
STATEMENT OF SERIAL BONDS AND LOANS  
June 30, 2018

Issue	Date of Issue	Amount of Issue	Annual Maturities of Bonds and Loans Outstanding June 30, 2018		Interest Rate	Balance July 1, 2017	issued	Retired	Balance June 30, 2018
			Date	Amount					
Replacement of the Heating, Ventilation and Air Conditioning System	10/7/2009	13,999,000	9/15/2018	640,000	3.000%	\$ 1,920,000		\$ 620,000	\$ 1,300,000
			9/15/2019	660,000					
			9/15/2020 *	680,000					
			9/15/2021 *	710,000					
			9/15/2022 *	735,000					
			9/15/2023 *	765,000					
			9/15/2024 *	795,000					
			9/15/2025 *	830,000					
			9/15/2026 *	865,000					
			9/15/2027 *	900,000					
			6/15/2028 *	940,000					
			9/15/2029 *	985,000					
				<u>\$ 9,505,000</u>					
Refunding School Bonds; Advance refunded \$10,125 of the Bonds originally issued on 10/07/09 and maturing on or after 09/15/29	8/11/2016	7,720,000	8/1/2020	630,000	3.0 - 4.0%	\$ 7,720,000			\$ 7,720,000
			8/1/2021	655,000					
			8/1/2022	685,000					
			8/1/2023	715,000					
			8/1/2024	750,000					
			8/1/2025	785,000					
			8/1/2026	820,000					
			8/1/2027	855,000					
			8/1/2028	890,000					
			8/1/2029	935,000					
				<u>\$ 7,720,000</u>					
					\$ 9,640,000	\$ -	\$ 620,000	\$ 9,020,000	

\* The bonds associated with this issuance were refunded with the Refunding School Bonds issued on August 11, 2016. (See notes for additional information)

SHORE REGIONAL HIGH SCHOOL DISTRICT  
 COUNTY OF MONMOUTH  
 GENERAL LONG-TERM DEBT ACCOUNT GROUP  
 STATEMENT OF OBLIGATIONS UNDER CAPITAL LEASES  
 June 30, 2018

Series	Amount of Original Issue	Amount Outstanding July 1, 2017	Adjustments	Issued Current Year	Retired Current Year	Amount Outstanding June 30, 2018
Various Savin Copiers	384,000	35,154	-	-	28,716	6,438
Savin MP6502 Copier	32,667	27,842	-		7,286	20,556
Savin MP6503 and MP4054SP Copiers	30,382	28,201	-		6,786	21,415
Cameras and Door Access System	209,201	250,065	(81,000)		40,117	128,948
Stadium Lights, School Bus and Media Center Furniture	400,000	86,100		-	86,100	-
Grandstand, Fence and Buses	1,204,000	993,000		-	232,000	761,000
		<u>\$ 1,420,362</u>	<u>(81,000)</u>	<u>\$ -</u>	<u>\$ 401,005</u>	<u>\$ 938,357</u>

**Shore Regional High School District  
Budgetary Comparison Schedule  
Debt Service Fund  
For the Fiscal Year Ended June 30, 2018**

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Positive (Negative) Final to Actual
<b>REVENUES:</b>					
Local Sources:					
Local Tax Levy	\$ 639,797	\$ (39)	\$ 639,758	\$ 639,758	\$ -
State Sources:					
Debt Service Aid Type II	311,468	-	311,468	311,468	-
<b>Total Revenues</b>	<u>951,265</u>	<u>(39)</u>	<u>951,226</u>	<u>951,226</u>	<u>-</u>
<b>EXPENDITURES:</b>					
Regular Debt Service:					
Interest	331,300	-	331,300	350,800	19,500
Redemption of Principal	620,000	-	620,000	620,000	-
Total Regular Debt Service	<u>951,300</u>	<u>-</u>	<u>951,300</u>	<u>970,800</u>	<u>19,500</u>
<b>Total expenditures</b>	<u>951,300</u>	<u>-</u>	<u>951,300</u>	<u>970,800</u>	<u>19,500</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(35)	(39)	(74)	(19,574)	(19,500)
Other Financing Sources:					
Operating Transfers In:					
Transfers from Capital Projects Fund					-
Interest Income					-
Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures	<u>(35)</u>	<u>(39)</u>	<u>(74)</u>	<u>(19,574)</u>	<u>(19,500)</u>
Fund Balance, July 1	286,410	-	286,410	286,410	-
Fund Balance, June 30	<u>\$ 286,375</u>	<u>\$ (39)</u>	<u>\$ 286,336</u>	<u>\$ 266,836</u>	<u>(19,500)</u>

***STATISTICAL SECTION***

***INTRODUCTION TO THE STATISTICAL SECTION***



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

<b><u>Contents</u></b>	<b><u>Page</u></b>
<b>Financial Trends</b> These schedules contain trend information to help the reader understand how the district's financial performance and well being have changed over time.	<b>97-103</b>
<b>Revenue Capacity</b> These schedules contain information to help the reader assess the district's most significant local revenue source, the property tax.	<b>104-116</b>
<b>Debt Capacity</b> These schedules present information to help the reader assess the affordability of the district's current levels of outstanding debt and the district's ability to issue additional debt in the future.	<b>117-120</b>
<b>Demographic and Economic Information</b> These schedules offer demographic and economic indicators to help the reader understand the environment within which the district's financial activities take place.	<b>121-128</b>
<b>Operating Information</b> These schedules contain service and infrastructure data to help the reader understand how the information in the district's financial report relates to the services the district provides and the activities it performs.	<b>129-133</b>

*FINANCIAL TRENDS*

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

	Fiscal Year Ending June 30,									
	2009	2010	2011	2012	2013	2014	2015	2016	2017	2018
<b>Governmental activities</b>										
Invested in capital assets, net of related debt	\$ 3,759,957	\$ (59,912)	\$ 3,210,098	\$ 2,922,670	\$ 3,187,506	\$ 4,707,267	\$ 7,112,601	\$ 6,559,847	\$ 8,702,574	\$ 3,295,297
Restricted (Deficit)	(317,568)	3,468,714	762,393	1,795,253	2,342,375	1,446,571	1,614,472	1,164,434	911,708	884,173
Unrestricted (Deficit)	(236,448)	(342,787)	(798,920)	215,176	378,863	1,724,014	(3,920,011)	(2,324,520)	(2,557,625)	(2,064,514)
<b>Total governmental activities net assets</b>	<b>\$ 3,205,941</b>	<b>\$ 3,066,015</b>	<b>\$ 3,173,571</b>	<b>\$ 4,933,099</b>	<b>\$ 5,908,744</b>	<b>\$ 7,877,852</b>	<b>\$ 4,807,062</b>	<b>\$ 5,399,761</b>	<b>\$ 7,056,657</b>	<b>\$ 2,114,956</b>
<b>Business-type activities</b>										
Invested in capital assets, net of related debt	\$ 55,195	\$ 52,926	\$ 45,579	\$ 38,232	\$ 30,886	\$ 23,041	\$ 14,696			
Restricted										
Unrestricted	(32,428)	(57,085)	(67,479)	(90,685)	(86,474)	(108,020)	(93,168)	(92,698)	(10,607)	(108,514)
<b>Total business-type activities net assets</b>	<b>\$ 22,767</b>	<b>\$ (4,159)</b>	<b>\$ (21,900)</b>	<b>\$ (52,453)</b>	<b>\$ (55,588)</b>	<b>\$ (84,979)</b>	<b>\$ (78,472)</b>	<b>\$ (92,698)</b>	<b>\$ (10,607)</b>	<b>\$ (108,514)</b>
<b>District-wide</b>										
Invested in capital assets, net of related debt	\$ 3,815,152	\$ (6,986)	\$ 3,255,677	\$ 2,960,902	\$ 3,218,392	\$ 4,730,308	\$ 7,127,297	\$ 6,559,847	\$ 8,702,574	\$ 3,295,297
Restricted (Deficit)	(317,568)	3,468,714	762,393	1,795,253	2,342,375	1,446,571	1,614,472	1,164,434	911,708	884,173
Unrestricted (Deficit)	(268,876)	(399,872)	(866,399)	124,491	292,369	1,615,994	(4,013,179)	(2,417,218)	(2,568,232)	(2,173,028)
<b>Total district net assets</b>	<b>\$ 3,228,708</b>	<b>\$ 3,061,856</b>	<b>\$ 3,151,671</b>	<b>\$ 4,880,646</b>	<b>\$ 5,851,156</b>	<b>\$ 7,792,873</b>	<b>\$ 4,728,590</b>	<b>\$ 5,307,063</b>	<b>\$ 7,046,050</b>	<b>\$ 2,006,442</b>

Source: School District Financial Reports

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

	Fiscal Year Ending June 30,									
	2009	2010	2011	2012	2013	2014	2015	2016	2017	2018
<b>Expenses</b>										
<b>Governmental activities</b>										
<b>Instruction</b>										
Regular	\$ 5,430,366	\$ 5,840,534	\$ 5,571,442	\$ 5,902,339	\$ 3,985,074	\$ 3,871,622	\$ 4,103,905	\$ 4,051,839	\$ 4,262,504	\$ 4,451,747
Special education	826,806	831,317	835,204	753,580	494,990	636,107	756,844	855,086	677,752	878,739
Other special education	3,443	3,599	3,674	10,912						
Vocational										
Other instruction	739,213	816,088	840,943	1,022,530	835,507	854,356	1,010,793	948,527	897,230	1,454,341
Nonpublic school programs										
Adult/continuing education programs										
<b>Support Services:</b>										
Tuition	1,666,217	1,753,879	1,657,703	1,947,840	1,491,446	1,534,024	1,823,538	1,672,821	1,743,211	1,546,353
Student & instruction related services	1,902,026	1,920,215	1,991,345	2,055,916	1,632,615	1,793,014	1,612,919	1,461,247	1,527,859	1,572,662
School Administrative services	653,994	655,105	586,220	561,903	333,544	564,785	638,707	474,041	476,496	321,523
General administration	557,978	539,456	508,150	476,171	365,221	249,485	79,307	470,487	365,567	419,533
Central Services	239,691	371,846	234,934	268,415	207,671	171,943	251,555	253,673	304,359	235,263
Plant operations and maintenance	1,573,997	1,475,334	1,361,543	1,498,831	1,503,898	1,421,592	1,557,393	2,322,140	1,627,843	1,798,846
Administrative information technology	29,043	32,479	31,007	28,464	68,836		33,140	180,942	178,613	143,716
Pupil transportation	1,579,316	1,511,093	1,773,978	1,574,030	1,010,342	1,413,807	1,098,444	1,041,135	1,187,998	1,590,669
Other support services										
Unallocated Benefits					3,403,553	3,223,792	3,281,736	3,674,447	3,685,033	4,107,742
Pension Plan									384,939	132,829
Compensated absences									(5,068)	17,978
Interest on long-term debt	5,625	294,981	443,732	426,082	414,596	387,238	392,136	380,849	259,095	320,167
Capital Outlay										
Transfer to Food Service	-								43,272	20,000
Unallocated Depreciation					1,173,682	451,693	100,663	266,366	941,526	893,910
<b>Total governmental activities expenses</b>	<b>15,207,715</b>	<b>16,045,926</b>	<b>15,839,875</b>	<b>16,527,013</b>	<b>16,920,975</b>	<b>16,573,458</b>	<b>16,741,080</b>	<b>18,053,600</b>	<b>18,558,229</b>	<b>19,906,018</b>
<b>Business-type activities:</b>										
Food service	205,712	219,992	234,890	202,441	207,261	200,746	195,868	236,682	236,727	215,978
Enrichment Program										
<b>Total business-type activities expense</b>	<b>205,712</b>	<b>219,992</b>	<b>234,890</b>	<b>202,441</b>	<b>207,261</b>	<b>200,746</b>	<b>195,868</b>	<b>236,682</b>	<b>236,727</b>	<b>215,978</b>
<b>Total district expenses</b>	<b>\$ 15,413,427</b>	<b>\$ 16,265,918</b>	<b>\$ 16,074,765</b>	<b>\$ 16,729,454</b>	<b>\$ 17,128,236</b>	<b>\$ 16,774,204</b>	<b>\$ 16,936,948</b>	<b>\$ 18,290,282</b>	<b>\$ 18,794,956</b>	<b>\$ 20,121,996</b>
<b>Program Revenues</b>										
<b>Governmental activities:</b>										
<b>Charges for services:</b>										
Instruction (tuition)	\$ 20,000	\$ 30,000	\$ 20,000	\$ 58,222	\$ 78,000	\$ 118,000	\$ 142,500	\$ 129,100	\$ 297,270	\$ 383,420
Special Education							\$ 133,835			
Plant Operations and Maintenance							\$ 213,795	\$ 322,142		
Pupil transportation	51,134	238,268	389,245	157,439	352,672	340,638			355,734	501,637
Central and other support services										
Operating grants and contributions	278,635	271,782		10,568	441,998	210,865		\$ 2,068,453	\$ 2,472,634	
Capital grants and contributions										
<b>Total governmental activities program revenues</b>	<b>349,769</b>	<b>540,050</b>	<b>409,245</b>	<b>226,229</b>	<b>872,670</b>	<b>669,503</b>	<b>490,130</b>	<b>451,242</b>	<b>2,721,457</b>	<b>3,357,691</b>
<b>Business-type activities:</b>										
<b>Charges for services</b>										
Food service	\$ 167,625	\$ 177,864	\$ 217,122	\$ 161,888	\$ 194,082	\$ 171,318	\$ 188,830	\$ 202,456	\$ 198,543	\$ 207,835
Enrichment Program										
Operating grants and contributions										20,000
Capital grants and contributions										
<b>Total business type activities program revenues</b>	<b>167,625</b>	<b>177,864</b>	<b>217,122</b>	<b>161,888</b>	<b>194,082</b>	<b>171,318</b>	<b>188,830</b>	<b>202,456</b>	<b>198,543</b>	<b>227,835</b>
<b>Total district program revenues</b>	<b>\$ 517,394</b>	<b>\$ 717,914</b>	<b>\$ 626,367</b>	<b>\$ 388,117</b>	<b>\$ 1,066,752</b>	<b>\$ 840,821</b>	<b>\$ 678,960</b>	<b>\$ 653,698</b>	<b>\$ 2,920,000</b>	<b>\$ 3,585,526</b>

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

	Fiscal Year Ending June 30,									
	2009	2010	2011	2012	2013	2014	2015	2016	2017	2018
<b>Net (Expense)/Revenue</b>										
Governmental activities	\$ (14,857,946)	\$ (15,505,876)	\$ (15,430,630)	\$ (16,300,784)	\$ (16,048,305)	\$ (15,903,955)	\$ (16,250,950)	\$ (17,602,358)	\$ (15,836,772)	\$ (16,548,327)
Business-type activities	(38,087)	(42,128)	(17,768)	(40,553)	(13,179)	(29,428)	(7,038)	(34,226)	(38,184)	11,857
<b>Total district-wide net expense</b>	<b>\$ (14,896,033)</b>	<b>\$ (15,548,004)</b>	<b>\$ (15,448,398)</b>	<b>\$ (16,341,337)</b>	<b>\$ (16,061,484)</b>	<b>\$ (15,933,383)</b>	<b>\$ (16,257,988)</b>	<b>\$ (17,636,584)</b>	<b>\$ (15,874,956)</b>	<b>\$ (16,536,470)</b>
<b>General Revenues and Other Changes in Net Assets</b>										
Governmental activities:										
Property taxes levied for general purposes, net	\$ 13,151,046	\$ 13,677,088	\$ 14,104,171	\$ 14,386,255	\$ 14,673,980	\$ 13,998,200	\$ 14,047,137	\$ 13,852,556	\$ 14,673,980	\$ 14,820,720
Taxes levied for debt service				1,367,917	633,245	644,451	637,923	433,232	639,781	639,758
Unrestricted grants and contributions	1,434,815	1,515,704	1,397,823	2,263,233	1,905,501	2,641,042	2,877,415	3,100,882	626,985	1,822,072
Cancellation of Prior Year Accounts Payable										
Payments in lieu of taxes										
Tuition Received										
Transportation fees										
Investment earnings	28,736	80,636	4,826		1,360				11,630	42,039
Miscellaneous income	41,401	92,520	31,366	52,908	51,390	91,843	10,777	(163,595)	15,143	21,374
Rental income										
Receivables/refunds										
Issuance of refunding bonds										
Fixed assets										
Capital Leases										
Transfers				(10,000)	(10,000)			991,982		
Other Adjustments									(172,162)	
<b>Total governmental activities</b>	<b>14,655,998</b>	<b>15,365,948</b>	<b>15,538,186</b>	<b>18,060,313</b>	<b>17,255,476</b>	<b>17,375,536</b>	<b>17,573,252</b>	<b>18,215,057</b>	<b>17,603,760</b>	<b>11,621,626</b>
Business-type activities:										
Investment earnings	1,621	279	27	-	43	37	52	-	183	328
Miscellaneous Income										
Transfers	52,361			10,000	10,000				10,000	
<b>Total business-type activities</b>	<b>53,982</b>	<b>279</b>	<b>27</b>	<b>10,000</b>	<b>10,043</b>	<b>37</b>	<b>52</b>	<b>-</b>	<b>10,183</b>	<b>328</b>
<b>Total district-wide</b>	<b>\$ 14,709,980</b>	<b>\$ 15,366,227</b>	<b>\$ 15,538,213</b>	<b>\$ 18,070,313</b>	<b>\$ 17,265,519</b>	<b>\$ 17,375,573</b>	<b>\$ 17,573,304</b>	<b>\$ 18,215,057</b>	<b>\$ 17,613,943</b>	<b>\$ 11,621,954</b>
<b>Change in Net Assets</b>										
Governmental activities	\$ (201,948)	\$ (139,928)	\$ 107,556	\$ 1,759,529	\$ 1,207,171	\$ 1,471,581	\$ 1,322,302	\$ 612,699	\$ 1,766,988	\$ (4,926,701)
Business-type activities	15,895	(41,849)	(17,741)	(30,553)	(3,136)	(29,391)	(6,986)	(34,226)	(28,001)	12,185
<b>Total district</b>	<b>\$ (186,053)</b>	<b>\$ (181,777)</b>	<b>\$ 89,815</b>	<b>\$ 1,728,976</b>	<b>\$ 1,204,035</b>	<b>\$ 1,442,190</b>	<b>\$ 1,315,316</b>	<b>\$ 578,473</b>	<b>\$ 1,738,987</b>	<b>\$ (4,914,516)</b>

Source: School District Financial Reports



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

	Fiscal Year Ending June 30,									
	2009	2010	2011	2012	2013	2014	2015	2016	2017	2018
General Fund										
Reserved	\$ 284,060	\$ 263,344								
Restricted	\$ 239,616	\$ 275,839	\$ 414,304	\$ 914,305	\$ 1,498,989	\$ 1,408,303	\$ 310,626	\$ 311,358	\$ 790,731	\$ 617,337
Committed									13,788	22,622
Assigned			\$ 111,816	\$ 540,225	1,050,590	938,606	866,230	621,400	39	149,725
Unreserved			578,461	534,147	378,863	426,945	378,150	434,345	456,278	1,091,476
Total general fund	<u>\$ 523,676</u>	<u>\$ 539,183</u>	<u>\$ 1,104,581</u>	<u>\$ 1,988,677</u>	<u>\$ 2,928,442</u>	<u>\$ 2,773,854</u>	<u>\$ 1,555,116</u>	<u>\$ 1,367,103</u>	<u>\$ 1,260,836</u>	<u>\$ 1,881,160</u>
All Other Governmental Funds										
Reserved	\$ -	\$ 59,069		\$ -	\$ -	\$ -	\$ -	\$ 72	\$ 75	\$ 266,744
Unreserved, reported in:										
Special revenue fund										
Capital projects fund	(868,960)	2,951,825	236,273	231,529	231,529	231,529	231,529	231,529		
Debt service fund	27,715	105,383	(1,008,420)	109,195	109,267	206,015	206,015	75	286,335	92
Permanent fund										
Total all other governmental funds	<u>\$ (841,245)</u>	<u>\$ 3,116,277</u>	<u>\$ (772,147)</u>	<u>\$ 340,724</u>	<u>\$ 340,796</u>	<u>\$ 437,544</u>	<u>\$ 437,544</u>	<u>\$ 231,676</u>	<u>\$ 286,410</u>	<u>\$ 266,836</u>

Source: School District Financial Reports

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

	Fiscal Year Ending June 30,									
	2018	2017	2016	2015	2014	2013	2012	2011	2010	2009
<b>Revenues</b>										
Local Tax Levy	\$ 15,460,478	\$ 15,313,761	\$ 14,285,788	\$ 14,685,060	\$ 14,642,651	\$ 15,307,225	\$ 15,754,172	\$ 14,104,171	\$ 13,677,088	\$ 13,151,046
Tuition Charges	383,420	297,270	40,800	133,853	340,638	352,672	58,222	20,000	30,000	20,000
Transportation Fees	501,637	355,734								
Interest Earnings	42,039	11,630				1,360	5	1,140	3,063	22,886
Other Local Revenue			88,300	142,500	118,000	78,000				
State sources	2,725,336	2,554,252	2,322,097	2,109,982	1,857,840	2,011,410	2,199,996	1,192,325	1,481,469	1,517,484
Federal sources	1,562,408	139,838	1,097,508	977,193	990,527	336,089	73,806	205,498	306,017	195,966
Miscellaneous	28,336	16,491	53,403	14,812	23,685	51,390	194,300	424,298	408,285	79,836
<b>Total revenue</b>	<b>20,703,654</b>	<b>18,688,976</b>	<b>17,887,896</b>	<b>18,063,400</b>	<b>17,973,341</b>	<b>18,138,146</b>	<b>18,280,501</b>	<b>15,947,432</b>	<b>15,905,922</b>	<b>14,987,218</b>
<b>Expenditures</b>										
<b>Instruction:</b>										
Regular	4,451,747	4,262,504	4,034,213	4,103,905	3,871,622	3,985,074	3,656,061	3,672,367	4,045,346	3,898,306
Special	878,739	677,752	855,086	756,844	636,107	494,990	444,312	508,559	543,440	549,562
Other	1,454,341	897,230								
School-Sponsored/Other Instructional			948,527	1,010,793	854,356	835,507	908,446	802,529	778,462	703,209
<b>Total Instruction</b>	<b>6,784,827</b>	<b>5,837,486</b>	<b>5,837,826</b>	<b>5,871,542</b>	<b>5,362,085</b>	<b>5,315,571</b>	<b>5,008,819</b>	<b>4,983,455</b>	<b>5,367,248</b>	<b>5,151,077</b>
<b>Undistributed:</b>										
Tuition	1,546,353	1,743,211	1,672,821	1,823,538	1,534,024	1,491,446	1,947,840	1,657,703	1,753,879	1,666,217
Student and Instruction Related Services	1,572,662	1,527,859	1,461,247	1,612,919	1,634,709	1,632,615	1,500,561	1,411,773	1,411,634	1,404,189
<b>Instruction</b>										
Support Services-Students										
Support Services-Instructional Staff										
General Administration	419,533	365,567	470,487	79,307	249,485	333,544	312,438	329,402	382,190	421,651
School Administration	321,523	476,496	474,041	638,707	564,785	365,221	375,875	387,603	480,159	502,166
Central Services	235,263	304,359	253,673	251,555		207,671	262,864	233,065	370,016	237,940
Admin. Information Technology	143,716	178,613	180,942	33,140		68,836	28,464	31,007	32,479	29,043
Operations and Maintenance	1,798,846	1,627,843	1,644,902	1,557,393	1,421,592	1,503,898	1,458,286	1,348,581	1,463,469	1,562,648
Student Transportation	1,590,669	1,187,998	1,041,135	1,098,444	1,413,807	1,267,679	961,873	1,201,843	1,057,901	1,173,005
Business and Other Support Services:										
Employee Benefits	4,107,742	3,685,033	3,585,826	3,381,453	3,223,792	3,401,186	3,224,023	3,455,315	3,169,965	2,814,257
Other										
Food Services	20,000	10,000								
On-behalf TPAF Pension Contributions										
Reimbursed TPAF Social Security Contributions										
<b>Total Undistributed</b>	<b>11,756,307</b>	<b>11,106,979</b>	<b>10,785,074</b>	<b>10,476,456</b>	<b>10,042,194</b>	<b>10,272,096</b>	<b>10,072,224</b>	<b>10,056,292</b>	<b>10,121,692</b>	<b>9,811,116</b>
<b>Capital Outlay:</b>										
Equipment	590,970	1,029,191	456,714	1,913,312	1,775,900		637,380	3,113,222	10,843,029	2,056,197
Facilities Acquisition and Construction Services										
Lease Purchase Agreements										
Assets Acquired Under Capital Leases										
<b>Total Capital Outlay</b>	<b>590,970</b>	<b>1,029,191</b>	<b>456,714</b>	<b>1,913,312</b>	<b>1,775,900</b>	<b>-</b>	<b>637,380</b>	<b>3,113,222</b>	<b>10,843,029</b>	<b>2,056,197</b>
<b>Special Schools</b>						641,181				
<b>Total General Fund Expenditures</b>	<b>19,132,104</b>	<b>17,973,656</b>	<b>17,079,614</b>	<b>18,261,310</b>	<b>17,180,179</b>	<b>16,228,848</b>	<b>15,718,423</b>	<b>18,152,969</b>	<b>26,331,969</b>	<b>17,018,390</b>
<b>Special Revenue:</b>										
Federal										-
State										-
Other										-
<b>Total Special Revenue Expenditures</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Debt Service Expenditures:</b>										
Principal	620,000	600,000	585,000	570,000	555,000	540,000	525,000	499,000		
Interest and Other Charges	350,800	314,760	383,556	396,550	408,513	419,463	430,113	618,489		
<b>Total Debt Service Expenditures</b>	<b>970,800</b>	<b>914,760</b>	<b>968,556</b>	<b>966,550</b>	<b>963,513</b>	<b>959,463</b>	<b>955,113</b>	<b>1,117,489</b>	<b>-</b>	<b>-</b>
<b>Total Governmental Fund Expenditures</b>	<b>\$ 20,102,904</b>	<b>\$ 18,888,416</b>	<b>\$ 18,048,170</b>	<b>\$ 19,227,860</b>	<b>\$ 18,143,692</b>	<b>\$ 17,188,311</b>	<b>\$ 16,673,536</b>	<b>\$ 19,270,458</b>	<b>\$ 26,331,969</b>	<b>\$ 17,018,390</b>

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

	Fiscal Year Ending June 30,									
	2018	2017	2016	2015	2014	2013	2012	2011	2010	2009
Excess (Deficiency) of revenues over (under) expenditures	600,750	(199,440)	(160,274)	(1,164,460)	(170,351)	949,835	1,606,965	(3,323,026)	(10,426,047)	(2,031,172)
<b>Other Financing sources (uses)</b>										
Proceeds from borrowing									13,999,000	
Capital leases (non-budgeted)		353,250		219,244			400,000		400,000	
Proceeds from refunding										
Payments to escrow agent										
Prior Period Adjustment - Fund 20 expenditures										
Capital Reserve Contribution										
Adjustment		(172,162)	(213,579)							
Transfers in				804,735			125	3,686	77,668	27,715
Transfers out		(33,272)	(20,000)	(804,735)		(10,000)	(10,125)	(3,686)	(77,592)	(14,465)
Total other financing sources (uses)	-	147,816	(233,579)	219,244	-	(10,000)	390,000	-	14,399,076	13,250
Net change in fund balances	<u>\$ 600,750</u>	<u>\$ (51,624)</u>	<u>\$ (393,853)</u>	<u>\$ (945,216)</u>	<u>\$ (170,351)</u>	<u>\$ 939,835</u>	<u>\$ 1,996,965</u>	<u>\$ (3,323,026)</u>	<u>\$ 3,973,029</u>	<u>\$ (2,017,922)</u>
Debt service as a percentage of noncapital expenditures	4.98%	5.12%	5.51%	5.58%	5.89%	5.58%	5.96%	6.92%	0.00%	0.00%

**Source:** District records

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

## Exhibit J-5

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

<u>Fiscal Year Ended June 30,</u>	<u>Interest Income</u>	<u>Tuition</u>	<u>Transportation</u>	<u>Prior Year Refunds</u>	<u>Miscellaneous</u>	<u>Annual Totals</u>
2009	14,271	20,000	51,135	14,225	7,176	106,807
2010	3,045	30,000	238,268	63,185	24,768	359,266
2011	1,140	20,000	389,245	11,783	9,745	431,913
2012	5	58,222	157,439	10,534	19,543	245,743
2013	1,287	78,000	-	22,888	8,579	110,754
2014	7,246	118,000	340,638	10,190	6,249	482,323
2015	6,548	32,500	133,853	-	4,157	177,058
2016	3,969	129,100	15,636	28,836	1,469	179,010
2017	11,630	297,270	355,734		15,143	679,777
2018	42,039	383,420	501,637		21,374	948,470

**Source:** District Records

*REVENUE CAPACITY*



## Exhibit J-6

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

**MONMOUTH BEACH BORO**

<u>Year Ended June 30,</u>	<u>Net Assessed Valuations</u>	<u>Estimated Full Cash Valuations</u>	<u>Percentage of Net Assessed to Estimated Full Cash Valuations</u>
2009	1,210,646,568	1,457,057,935	83.09%
2010	1,208,498,441	1,423,404,577	84.90%
2011	1,211,337,859	1,368,632,937	88.51%
2012	1,209,463,656	1,336,713,919	90.48%
2013	1,159,479,132	1,296,305,263	89.44%
2014	1,152,279,432	1,269,533,083	90.76%
2015	1,249,408,306	1,300,216,806	96.09%
2016	1,240,287,878	1,317,429,356	94.14%
2017	1,376,781,700	1,403,348,494	98.11%
2018	1,465,914,900	1,500,602,607	97.69%

**Source:** Municipal Tax Assessor

## Exhibit J-6a

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

**OCEANPORT BOROUGH**

<u>Year Ended June 30,</u>	<u>Net Assessed Valuations</u>	<u>Estimated Full Cash Valuations</u>	<u>Percentage of Net Assessed to Estimated Full Cash Valuations</u>
2009	1,356,186,206	1,324,386,267	102.40%
2010	1,045,954,002	1,302,431,303	80.31%
2011	1,048,364,465	1,212,620,231	86.45%
2012	1,050,192,320	1,194,628,446	87.91%
2013	1,020,133,815	1,170,057,750	87.19%
2014	1,032,603,815	1,124,668,563	91.81%
2015	1,028,488,106	1,144,745,650	89.84%
2016	657,635,919	1,152,876,723	57.04%
2017	1,037,556,230	1,190,836,447	87.13%
2018	1,296,916,559	1,251,193,544	103.65%

**Source:** Municipal Tax Assessor

**Notes:** Real property is assessed at a percentage of true value (fair or market value) established by each County Board of Taxation. A reassessment occurs when the County Board of Taxation requests the Treasury to order a reassessment.

\* Revaluation

## Exhibit J-6b

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

**SEA BRIGHT BOROUGH**

<u>Year Ended June 30,</u>	<u>Net Assessed Valuations</u>	<u>Estimated Full Cash Valuations</u>	<u>Percentage of Net Assessed to Estimated Full Cash Valuations</u>
2009	525,411,098	830,401,713	63.27%
2010	521,260,003	773,609,622	67.38%
2011	519,636,031	764,116,137	68.00%
2012	518,337,818	766,356,363	67.64%
2013	447,804,294	732,278,578	61.15%
2014	464,337,994	693,849,625	66.92%
2015	437,700,056	636,906,890	68.72%
2016	643,216,736	627,570,711	102.49%
2017	699,175,583	685,007,983	102.07%
2018	738,116,674	726,341,002	101.62%

**Source:** Municipal Tax Collector

**Note:** Real property is assessed at a percentage of true value (fair or market value) established by each County Board of Taxation. A reassessment occurs when the County Board of Taxation requests the Treasury to order a reassessment.

## Exhibit J-6c

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

**WEST LONG BRANCH BOROUGH**

<u>Year Ended June 30,</u>	<u>Net Assessed Valuations</u>	<u>Estimated Full Cash Valuations</u>	<u>Percentage of Net Assessed to Estimated Full Cash Valuations</u>
2009	1,357,946,491	1,441,100,431	94.23%
2010	1,356,679,559	1,378,188,012	98.44%
2011	1,344,898,134	1,329,061,308	101.19%
2012	1,353,201,480	1,235,297,174	109.54%
2013	1,122,639,005	1,286,974,317	87.23%
2014	1,120,684,905	1,246,466,572	89.91%
2015	1,195,860,380	1,225,860,984	97.55%
2016	962,992,033	1,238,330,325	77.77%
2017	1,239,617,200	1,302,569,411	95.17%
2018	1,297,979,270	1,385,102,623	93.71%

**Source:** Municipal Tax Collector

**Note:** Real property is assessed at a percentage of true value (fair or market value) established by each County Board of Taxation. A reassessment occurs when the County Board of Taxation requests the Treasury to order a reassessment.

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

**MONMOUTH BEACH BORO**

Fiscal Year Ended June 30,	Monmouth Beach Borough District Direct Rate			Local School Rate	Overlapping Rates		Total Direct and Overlapping Tax Rate
	Basic Rate	General Obligation Debt Service	Total Direct School Tax Rate		Monmouth Beach Borough	Monmouth County	
2009	0.325		0.325	0.270	0.541	0.297	1.433
2010	0.338		0.338	0.279	0.655	0.305	1.577
2011	0.337		0.337	0.322	0.681	0.305	1.645
2012	0.343		0.343	0.309	0.706	0.307	1.665
2013	0.343		0.343	0.300	0.761	0.312	1.716
2014	0.325		0.325	0.292	0.761	0.323	1.701
2015	0.332		0.332	0.276	0.338	0.311	1.257
2016	0.361		0.361	0.316	0.343	0.303	1.323
2017	0.346		0.346	0.284	0.343	0.295	1.268
2018	0.332		0.332	0.260	0.336	0.301	1.229

**Source:** Municipal Tax Assessor

**Note:** N/A Not Available



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

OCEANPORT BOROUGH

Fiscal Year Ended June 30,	Oceanport School District District Direct Rate			Local School Rate	Overlapping Rates		Total Direct and Overlapping Tax Rate
	Basic Rate	General Obligation Debt Service	Total Direct School Tax Rate		Oceanport Borough	Monmouth County	
2009	0.573		0.573	0.262	0.380	0.255	1.470
2010	0.764		0.764	0.357	0.519	0.344	1.984
2011	0.762		0.762	0.419	0.528	0.332	2.041
2012	0.761		0.761	0.422	0.528	0.338	2.049
2013	0.784		0.784	0.405	0.508	0.346	2.043
2014	0.579		0.579	0.352	0.539	0.348	1.818
2015	0.806		0.806	0.372	0.549	0.347	2.074
2016	0.852		0.852	0.395	0.559	0.337	2.143
2017	0.892		0.892	0.344	0.584	0.337	2.157
2018	0.743		0.743	0.271	0.487	0.288	1.789

Source: Municipal Tax Assessor

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

**SEABRIGHT BOROUGH**

Fiscal Year Ended June 30,	Seabright Borough District Direct Rate			Local School Rate	Overlapping Rates		Total Direct and Overlapping Tax Rate
	Basic Rate	General Obligation Debt Service	Total Direct School Tax Rate		Seabright Borough	Monmouth County	
2009	0.171		0.171	0.347	0.677	0.407	1.602
2010	0.183		0.183	0.356	0.706	0.399	1.644
2011	0.209		0.209	0.329	0.739	0.412	1.689
2012	0.189		0.189	0.411	0.766	0.431	1.797
2013	0.159		0.159	0.444	0.775	0.424	1.802
2014	0.499		0.122	0.586	0.808	0.481	1.997
2015	0.177		0.177	0.492	0.892	0.445	2.006
2016	0.124		0.124	0.311	0.596	0.274	1.305
2017	0.092		0.092	0.477	0.607	0.283	1.459
2018	0.070		0.070	0.484	0.593	0.289	1.436

Source: Municipal Tax Collector

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

West Long Branch Borough

Fiscal Year Ended June 30,	West Long Branch Borough District Direct Rate			Local School Rate	Overlapping Rates		Total Direct and Overlapping Tax Rate
	Basic Rate	General Obligation Debt Service	Total Direct School Tax Rate		West Long Branch Borough	Monmouth County	
2009	0.729		0.729	0.352	0.436	0.272	1.789
2010	0.732		0.732	0.366	0.475	0.276	1.849
2011	0.709		0.709	0.394	0.502	0.275	1.880
2012	0.710		0.710	0.386	0.524	0.267	1.887
2013	0.867		0.867	0.428	0.669	0.347	2.311
2014	0.647		0.872	0.422	0.692	0.345	2.331
2015	0.815		0.815	0.387	0.660	0.313	2.175
2016	0.805		0.805	0.400	0.663	0.304	2.172
2017	0.850		0.850	0.389	0.673	0.304	2.216
2018	0.784		0.784	0.356	0.663	0.313	2.116

Source: Municipal Tax Collector

## Exhibit J-8

**SHORE REGIONAL HIGH SCHOOL DISTRICT  
SCHEDULE OF PRINCIPAL TAXPAYERS  
FOR YEAR ENDED DECEMBER 31, 2017**

**MONMOUTH BEACH BOROUGH**

<u>Taxpayer</u>	<u>Assessed Valuation 2017</u>	<u>As a % of District's Net Assessed Valuation</u>
Morgan Realty Development LLC	\$ 7,856,600	0.54%
Monmouth Beach Club	7,826,800	0.53%
Individual Taxpayer #1	4,835,600	0.33%
YAYAPOP, LLC	4,102,100	0.28%
Individual Taxpayer #2	3,683,700	0.25%
Individual Taxpayer #3	3,508,800	0.24%
Individual Taxpayer #4	3,484,200	0.24%
Individual Taxpayer #5	3,479,000	0.24%
Individual Taxpayer #6	3,461,100	0.24%
Individual Taxpayer #7	3,421,800	0.23%
<b>Total</b>	<b>\$ 45,659,700</b>	<b>3.11%</b>

**Source:** Municipal Tax Assessor

## Exhibit J-8a

**SHORE REGIONAL HIGH SCHOOL DISTRICT  
SCHEDULE OF PRINCIPAL TAXPAYERS  
FOR YEAR ENDED DECEMBER 31, 2017**

**OCEANPORT BOROUGH**

<u>Taxpayer</u>	<u>Assessed Valuation 2017</u>	<u>As a % of District's Net Assessed Valuation</u>
New Jersey Sports & Exposition Authority	\$ 72,202,700	5.57%
MPCC II, LLC	14,641,700	1.13%
Acutecare Management Services, LLC	14,141,800	1.09%
Oceanport Village Center, LLC	9,026,100	0.70%
Individual Taxpayer #1	7,797,300	0.60%
Individual Taxpayer #2	6,551,900	0.51%
Individual Taxpayer #3	5,824,000	0.45%
Individual Taxpayer #4	3,945,200	0.30%
Individual Taxpayer #5	3,440,200	0.27%
Individual Taxpayer #6	3,366,500	0.26%
<b>Total</b>	<b>\$ 140,937,400</b>	<b>10.87%</b>

**Source:** Municipal Tax Collector



## Exhibit J-8b

**SHORE REGIONAL HIGH SCHOOL DISTRICT  
SCHEDULE OF PRINCIPAL TAXPAYERS  
FOR YEAR ENDED DECEMBER 31, 2017**

<b>SEABRIGHT BOROUGH</b>		
<u>Taxpayer</u>	<u>Assessed Valuation 2017</u>	<u>As a % of District's Net Assessed Valuation</u>
1485 Ocean Avenue Realty, LLC	\$ 15,204,900	2.06%
Edgewater Beach Inc.	10,730,800	1.45%
Surfrider Beach Club, LLC	9,303,000	1.26%
Beach Club Holdings, LLC	9,284,700	1.26%
Sea Bright Beach Club	8,408,300	1.14%
Rozinante, Inc	8,374,700	1.13%
Navesink Partners, LLC	7,113,800	0.96%
SBBP, Inc	6,342,600	0.86%
Sea Bright Hospitality Group, LLC	4,857,800	0.66%
Individual Taxpayer #1	3,756,500	0.51%
<b>Total</b>	<b>\$ 83,377,100</b>	<b>11.30%</b>

**Source:** Municipal Tax Collector

## Exhibit J-8c

**SHORE REGIONAL HIGH SCHOOL DISTRICT  
SCHEDULE OF PRINCIPAL TAXPAYERS  
FOR YEAR ENDED DECEMBER 31, 2017**

<u>Taxpayer</u>	<u>Assessed Valuation 2017</u>	<u>As a % of District's Net Assessed Valuation</u>
BG Monmouth LLC	\$ 37,539,000	2.89%
Avalon West Long Branch , LLC	31,647,100	2.44%
WLB of New Jersey, LLC	22,845,000	1.76%
185 Monmouth Parkway Assoc.	13,085,700	1.01%
136 Monmouth Road Holding, LLC	9,457,500	0.73%
WLB Empire, LLC	7,174,500	0.55%
West Long Branch Shopping Center	6,889,900	0.53%
West Long Branch Lodging Realty, LLC	6,882,000	0.53%
WEP Investments, LLC	5,277,000	0.41%
Cedar Village Group, LLC	5,765,400	0.37%
<b>Total</b>	<b>\$ 146,563,100</b>	<b>11.21%</b>

**Source:** Municipal Tax Collector

N/A - Not Available

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

Fiscal Year Ended June 30,	Taxes Levied for the Fiscal Year	Collected Within the Fiscal Year of the Levy <sup>a</sup>		Collections in Subsequent Years
		Amount	Percentage of Levy	
2009	13,151,046	7,033,141	100.00%	-
2010	13,677,088	7,190,126	100.00%	-
2011	14,104,171	7,160,883	100.00%	-
2012	15,754,172	15,754,172	100.00%	-
2013	15,307,225	15,307,225	100.00%	-
2014	14,819,624	14,819,624	100.00%	-
2015	15,327,224	15,214,227	99.00%	-
2016	14,147,788	13,896,701	98.00%	-
2017	15,313,760	15,313,760	100.00%	-
2018	15,460,478	15,460,478	100.00%	-

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

a School taxes are collected by the Municipal Tax Collector. Under New Jersey State Statute, a municipality is required to remit to the school district the entire property tax balance, in the amount voted upon or certified prior to the end of the school year.

*DEBT CAPACITY*

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

Fiscal Year Ended June 30,	Governmental Activities				Business-Type Activities		Total District	Percentage of Personal Income: <sup>a</sup>	Per Capita <sup>a</sup>
	General Obligation Bonds <sup>b</sup>	Certificates of Participation	Capital Leases	Bond Anticipation Notes (BANs)	Capital Leases				
2009	-	-	765,993	-	-	765,993	N/A	39	
2010	13,999,000	-	1,032,944	-	-	15,031,944	2.17%	770	
2011	13,500,000	-	623,556	-	-	14,123,556	2.00%	759	
2012	12,975,000	-	802,433	-	-	13,777,433	1.74%	740	
2013	12,435,000	-	893,160	-	-	13,328,160	1.69%	716	
2014	11,880,000	-	768,377	-	-	12,648,377	1.60%	679	
2015	11,310,000	-	511,675	-	-	11,821,675	1.50%	635	
2016	10,725,000	-	1,637,675	-	-	12,362,675	N/A	N/A	
2017	10,125,000	-	1,222,295	-	-	11,347,295	N/A	N/A	
2018	9,020,000	-	938,357	-	-	9,958,357	0.00%	-	

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

- a See Exhibit NJ J-14 for personal income and population data. These ratios are calculated using personal income and population for the prior calendar year.
- b Includes Early Retirement Incentive Plan ("ERIP") refunding
- N/A Not Available



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

<u>Fiscal Year Ended June 30,</u>	<u>General Obligation Bonds</u>	<u>Deductions</u>	<u>Net General Bonded Debt Outstanding</u>	<u>Percentage of Actual Taxable Value<sup>a</sup> of Property</u>	<u>Per Capita<sup>b</sup></u>
2009	None	None	None	N/A	N/A
2010	13,999,000	None	13,999,000	0.33%	N/A
2011	13,500,000	None	13,500,000	0.29%	N/A
2012	12,975,000	None	12,975,000	0.29%	N/A
2013	12,435,000	None	12,435,000	0.27%	N/A
2014	11,880,000	None	11,880,000	0.26%	N/A
2015	11,310,000	None	11,310,000	0.25%	N/A
2016	10,725,000	None	10,725,000	0.36%	N/A
2017	10,125,000	None	10,125,000	0.23%	N/A
2018	9,020,000	0	9,020,000	0.00%	N/A

**Note:** Details regarding the District's outstanding debt can be found in the Notes to the Financial Statements.

- a See Exhibit NJ J-6 for property tax data.
- b Population data can be found in Exhibit NJ J-14.

N/A Not Available

## Exhibit J-12

**SHORE REGIONAL HIGH SCHOOL DISTRICT  
COMPUTATION OF DIRECT AND OVERLAPPING BONDED DEBT  
FOR FISCAL YEAR ENDED JUNE 30, 2018  
UNAUDITED**

Net Direct Debt of School District as of June 30, 2018		\$	9,020,000
Net Overlapping Debt of School District:			
Monmouth Beach Borough	\$		3,575,081
Oceanport Borough	\$		2,360,020
Sea Bright Borough	\$		1,764,571
West Long Branch Borough	\$		11,714,187
Monmouth County General Obligation Debt:			
Monmouth Beach Borough	\$		11,311,578
Oceanport Borough	\$		17,082,271
Sea Bright Borough	\$		9,732,524
West Long Branch Borough	\$		11,351,960
			<u>68,892,192</u>
Total Direct and Overlapping Bonded Debt as of June 30, 2018		\$	<u><u>77,912,192</u></u>

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

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

Legal Debt Margin Calculation for Fiscal Year Ended June 30, 2017									
Year	Total	Monmouth Beach Borough	Oceanport Borough	Seabright Borough	West Long Branch Borough				
2018	4,794,569,357	1,479,769,974	1,233,986,102	710,222,746	1,370,590,535				
2017	4,794,569,357	1,479,769,974	1,233,986,102	710,222,746	1,370,590,535				
2016	4,541,905,904	1,387,025,613	1,190,693,638	674,968,532	1,289,218,121				
(A)	<u>14,131,044,618</u>	<u>4,346,565,561</u>	<u>3,658,665,842</u>	<u>2,095,414,024</u>	<u>4,030,399,191</u>				
Average Equalized Valuation of Taxable Property	(A/3)	4,710,348,206	-						
Debt limit (3% of Average Equalization Value)	(B)	141,310,446							
Total Net Debt Applicable to Limit	(C)	<u>9,020,000</u>							
Legal Debt Margin	(B-C)	<u>132,290,446</u>							

	2009	2010	2011	2012	2013	2014	2015	2016	2017	2018
Debt Limit	\$ 149,380,978	\$ 149,380,978	\$ 146,179,977	\$ 140,850,600	\$ 144,856,159	\$ 149,380,978	\$ 146,179,977	\$ 140,850,600	\$ 136,726,824	\$ 141,310,446
Total Net Debt Applicable to Limit		13,999,000	13,500,000	12,975,000	12,435,000	13,999,000	13,500,000	12,975,000	9,640,000	9,020,000
Legal Debt Margin	<u>149,380,978</u>	<u>135,381,978</u>	<u>132,679,977</u>	<u>127,875,600</u>	<u>132,421,159</u>	<u>135,381,978</u>	<u>132,679,977</u>	<u>127,875,600</u>	<u>127,086,824</u>	<u>132,290,446</u>
Total Net Debt Applicable to the Limit as a Percentage of Debt Limit	0.00%	9.37%	9.24%	9.21%	8.58%	9.37%	9.24%	9.21%	7.05%	6.38%

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

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

*DEMOGRAPHIC AND ECONOMIC INFORMATION*

## Exhibit J-14

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

**MONMOUTH BEACH BOROUGH**

<u>Year Ended June 30,</u>	<u>Unemployment Rate</u>	<u>Monmouth Beach Per Capita Income</u>	<u>Estimated School District Population (as of July 1)</u>
2009	N/A	N/A	3,567
2010	7.90%	N/A	3,571
2011	8.10%	52,862	3,282
2012	8.10%	56,955	3,282
2013	8.50%	58,355	3,279
2014	5.70%	61,426	3,290
2015	5.60%	66,218	3,290
2016	3.80%	69,839	3,222
2017	3.40%	71,237	3,236

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

N/A - Not Available

## Exhibit J-14a

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

**OCEANPORT BOROUGH**

<u>Year Ended June 30,</u>	<u>Unemployment Rate</u>	<u>Monmouth County Per Capita Income</u>	<u>Estimated School District Population (as of July 1)</u>
2009	N/A	N/A	5,807
2010	4.30%	33,356	5,730
2011	4.30%	36,024	5,832
2012	4.40%	44,068	5,837
2013	4.60%	47,578	5,833
2014	5.70%	51,384	5,816
2015	5.60%	54,749	5,816
2016	4.80%	69,839	5,725
2017	4.10%	71,237	5,755

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

N/A - Not Available



## Exhibit J-14b

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

**WEST LONG BRANCH BOROUGH**

<u>Year Ended June 30,</u>	<u>Unemployment Rate</u>	<u>West Long Branch Per Capita Income</u>	<u>Estimated School District Population (as of July 1)</u>
2009	5.20%	N/A	8,258
2010	8.50%	27,651	8,416
2011	8.60%	29,863	8,097
2012	8.70%	32,252	8,105
2013	9.10%	33,491	8,516
2014	8.80%	34,764	8,509
2015	5.60%	35,965	8,352
2016	4.60%	69,839	7,963
2017	4.10%	71,237	7,972

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

N/A - Not Available

## Exhibit J-14c

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

**SEABRIGHT BOROUGH**

<u>Year Ended June 30,</u>	<u>Unemployment Rate</u>	<u>SeaBright Per Capita Income</u>	<u>Estimated School District Population (as of July 1)</u>
2009	5.90%	N/A	1,818
2010	9.60%	45,066	1,808
2011	9.70%	48,671	1,412
2012	9.80%	50,542	1,414
2013	10.20%	58,355	1,388
2014	9.00%	61,426	1,359
2015	5.60%	68,979	1,359
2016	4.10%	69,839	1,387
2017	3.70%	71,237	1,389

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

## Exhibit J-15

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

**MONMOUTH BEACH BOROUGH**

<u>Employer</u>	<u>2018</u>		
	<u>Employees</u>	<u>Rank [Optional]</u>	<u>Percentage of Total Municipal Employment</u>
Channel Club Caterers	76	1	N/A
Monmouth Beach Public Schools	60	2	N/A
Two Rivers Water Reclamation Authority	47	3	N/A
Fail Safe Testing Inc.	30	4	N/A
A M Supplies Inc.	29	5	N/A
Awakening Holistic Learning	22	6	N/A
Celtic Concepts	22	7	N/A
Borough of Monmouth Beach	22	8	N/A
Amiel Restaurant Partners	19	9	N/A
Channel Club Tower Association	19	10	N/A
	<u>346</u>		<u>0.00%</u>

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

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

**OCEANPORT BOROUGH**

<b>Employer</b>	<b>2018</b>		
	<b>Employees</b>	<b>Rank [Optional]</b>	<b>Percentage of Total Municipal Employment</b>
CommVault Systems Inc.	436	1	N/A
Oceanport Board of Education	65	2	N/A
Antebi Property LLC	65	3	N/A
Devoted Companion Home Health	41	4	N/A
Todd A Pletcher Racing	33	5	N/A
Borough of Oceanport	30	6	N/A
Ben Perking Jr. Racing Stable	22	7	N/A
Universal Institute	19	8	N/A
Shore Kids Pediatric Therapies	18	9	N/A
Monmouth Mall	18	10	N/A
	<u>747</u>		<u>0.00%</u>

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

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

**SEABRIGHT BOROUGH**

2018			
Employer	Employees	Rank [Optional]	Percentage of Total Municipal Employment
N/A	N/A	N/A	N/A
N/A	N/A	N/A	N/A
N/A	N/A	N/A	N/A
N/A	N/A	N/A	N/A
N/A	N/A	N/A	N/A
N/A	N/A	N/A	N/A
N/A	N/A	N/A	N/A
N/A	N/A	N/A	N/A
N/A	N/A	N/A	N/A
N/A	N/A	N/A	N/A
	-		0.00%

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

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

**WEST LONG BRANCH BOROUGH**

2018			
<u>Employer</u>	<u>Employees</u>	<u>Rank [Optional]</u>	<u>Percentage of Total Municipal Employment</u>
Monmouth University	989	1	N/A
Monmouth Medical Center	300	2	N/A
Monmouth Junior College	300	3	N/A
Home Depot	220	4	N/A
Abt Srbi	138	5	N/A
Shore Regional High School	110	6	N/A
Nora V McCormik	110	7	N/A
Kmart	92	8	N/A
N Monmouth County Associate	84	9	N/A
West Long Branch School District	76	10	N/A
	<u>2,419</u>		<u>0.00%</u>

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



*OPERATING INFORMATION*

**SHORE REGIONAL HIGH SCHOOL DISTRICT  
Full-time Equivalent District Employees by Function/Program,  
For the Year Ended June 30, 2018**

<u>Function/Program</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>
Instruction										
Regular	51	51	46	47	48	47.5	48	48	48	47
Special education	8	9	8	9	9	9	9	9	9	9
Other special education										
Vocational										
Other instruction										
Nonpublic school programs										
Adult/continuing education programs										
Support Services:										
Student & instruction related services	10	9	9	9	9	9	9	9	9	9
General administration	2.5	2.5	2.5	2.5	2	2	2	2	2	2
School administrative services	5.5	5.5	5.5	5.5	5	5	5	5	5	5
Other administrative services										2
Central services	2.5	2.5	2.5	2.5	2	2	2	2	2	2
Administrative Information Technology										
Plant operations and maintenance	3.5	3.5	3.5	3.5	3.5	3.5	4.5	4.5	4.5	4.5
Pupil transportation	14	14	16	17	17	17	17	17	17	17
Other support services	7.5	7	6	6.5	6.5	6.5	6.5	6.5	6.5	6.5
Special Schools										
Food Service										
Child Care										
Total	<u>104.5</u>	<u>104.0</u>	<u>99.0</u>	<u>102.5</u>	<u>102.0</u>	<u>101.5</u>	<u>103.0</u>	<u>103.0</u>	<u>103.0</u>	<u>104.0</u>

Source: District Personnel Records

SHORE REGIONAL HIGH SCHOOL DISTRICT  
 Operating Statistics,  
 List for fiscal years

Fiscal Year	Enrollment	Operating Expenditures <sup>a</sup>	Cost Per Pupil	Percentage Change	Teaching Staff <sup>b</sup>	Pupil/Teacher Ratio			Average Daily Enrollment (ADE) <sup>c</sup>	Average Daily Attendance (ADA) <sup>c</sup>	% Change in Average Daily Enrollment	Student Attendance Percentage
						Elementary	Middle School	Senior High School				
2009	715	14,727,935	\$ 20,599	#DIV/0!	60	-	-	11.9	737.7	708.0	-2.06%	95.97%
2010	728	15,199,504	\$ 20,878	1.36%	60	-	-	12.1	675.7	646.0	-8.41%	95.60%
2011	698	14,799,673	\$ 21,203	1.55%	54	-	-	12.9	657.1	631.0	-2.75%	96.03%
2012	671	14,417,132	\$ 21,486	1.34%	56	-	-	12.0	646.7	624.0	-1.58%	96.49%
2013	659	15,208,152	\$ 23,078	7.41%	57	-	-	11.6	641.8	621.0	-0.76%	96.76%
2014	662	14,424,778	\$ 21,790	-5.58%	57	-	-	11.7	644.8	624.0	-0.47%	96.77%
2015	651	14,387,567	\$ 22,101	1.43%	56	-	-	11.6	605.5	586.0	-6.09%	96.78%
2016	628	15,434,737	\$ 24,578	11.21%	57	-	-	11.0	610.1	588.0	0.75%	96.38%
2017	630	16,327,823	\$ 25,917	5.45%	57	-	-	11.1	614.3	591.0	0.68%	96.21%
2018	646	17,499,918	\$ 27,090	4.52%	56	-	-	11.1	615.7	593.0	0.34%	96.31%

Source: District records

Note: Enrollment based on annual October district count.

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

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

	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>
<b>High School</b>										
Shore Regional High School (1962)										
Square Feet	155,000	155,000	155,000	155,000	155,000	155,000	155,000	155,000	155,000	155,000
Capacity (students)	716	716	716	716	716	716	716	716	716	716
Enrollment	730	728	698	671	659	662	651	628	630	646
Other:										
Athletic Building (2006)										
Number of Schools at June 30, 2016										
Senior High School	1									

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

Exhibit J-19

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

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

*School Facilities	<u>Shore Regional High School</u>
2009	165,468
2010	66,666
2011	70,105
2012	133,212
2013	182,509
2014	110,770
2015	123,350
2016	156,044
2017	192,443
2018	<u>183,547</u>
Total School Facilities	<u>\$ 1,384,113</u>

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

**SHORE REGIONAL HIGH SCHOOL DISTRICT  
INSURANCE SCHEDULE  
June 30, 2018  
UNAUDITED**

Type of Policy	Coverage	Deductible
<b>Commercial Package Policy-MOCSSIF</b>		
Property-Blanket Building & Contents	\$ 35,944,222	\$ 5,000
Blanket Extra Expense	50,000,000	5,000
Blanket Valuable Papers & Records	10,000,000	5,000
Computers	500,000	1,000
Equipment Breakdown	100,000,000	5,000
Environmental Package	1,000,000	25,000
<b>Electronic Data Processing:</b>		
Blanket Hardware/Software	500,000	1,000
Blanket Extra Expense	Included	
Coverage Extension:		
Terrorism	Included in Property	
<b>General Liability:</b>		
Bodily Injury & Property Damage	31,000,000	
Pesticide/Herbicide Applicators	250,000	
Employee Benefit Liability	10,000,000	1,000
Sexual Abuse/Child Molestation	31,000,000	-
Mold Coverage	25,000	5,000
Terrorism	1,000,000	5,000
<b>Automotive Coverage</b>		
Combined Single Limit for Bodily Injury & Property Damage	31,000,000	
<b>Crime Coverage</b>		
Faithful Performance	250,000	1,000
Money & Securities	50,000	500
Forgery or Alteration	100,000	500
Money Orders/counterfeit	10,000	500
Computer Fraud	100,000	1,000
Bond - Business Administrator	200,000	1,000
Bond - Treasurer	225,000	1,000
<b>Boiler &amp; Machinery Coverage:</b>		
Combined Single Limit/Accident for Property		
Damage & Extra Exp.	100,000,000	5,000
Off Premises Property Damage	100,000	5,000
Extra Expenses	10,000,000	5,000
Service Interruption	10,000,000	5,000
Contingent Business Interruption	100,000	5,000
Perishable Goods	500,000	5,000
Data Restoration	100,000	5,000
Demolition	1,000,000	5,000
Ordinance of Law	1,000,000	5,000
Expediting Expense	500,000	5,000
Hazardous Substance	500,000	5,000
<b>School Leaders Errors and Omissions Liability-MOCSSIF</b>		
Board of Education Liability/School Leaders Errors & Omissions	250,000	5,000
Employee Related Practices Violations	31,000,000	5,000
	Included	
<b>Workers' Compensation-MOCSSIF</b>		
Professional	6,560,000	
Non-Professional	573,000	
<b>Student/Athletic Volunteer Accident-Peoples Benefit Life</b>		
All Students	5,000,000	
Catastrophic Cash	1,000,000	

**Source:** District records.



***SINGLE AUDIT SECTION***

*Certified Public Accountants*485 Morris Avenue  
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## MEMBER:

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

K-1

**Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance With *Government Auditing Standards***The Honorable President and  
Members of the Board of Education  
Shore Regional High School District  
County of Monmouth  
West Long Branch, New Jersey

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

**Internal Control Over Financial Reporting**

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

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

combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

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

### **Compliance and Other Matters**

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

### **Purpose of this Report**

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

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



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

Date: November 30, 2018

*Certified Public Accountants*

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MEMBER:  
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New Jersey Society of Certified Public Accountants

K-2

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

The Honorable President and  
Members of the Board of Education  
Shore Regional High School District  
County of Monmouth  
West Long Branch, New Jersey

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

We have audited the Board of Education of the Shore Regional High School District, in the County of Monmouth, compliance with the types of compliance requirements described in the *U.S. Office of Management and Budget (OMB) Compliance Supplement* and the *New Jersey OMB Circular 15-08 State Aid/Grant Compliance Supplement* that could have a direct and material effect on each of the District's major federal and state programs for the fiscal year ended June 30, 2018. The Shore Regional High School District Board of Education's major federal and state programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

***Management's Responsibility***

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

***Auditor's Responsibility***

Our responsibility is to express an opinion on compliance for each of Shore Regional High School District's major federal and state programs based on our audit of the types of compliance



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

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

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

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

### ***Other Matters***

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

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

Management of Shore Regional High School District is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered Shore Regional High School District's internal control over compliance with the types of requirements that could have a direct and material effect on each major federal and state program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal and state program and to test and report on internal control over compliance in accordance with Uniform Guidance, the New Jersey State Aid/Grant Compliance Supplement, and the audit requirements as prescribed



by the Office of School Finance, Department of Education, State of New Jersey and the New Jersey OMB's Circular 15-08, Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of Shore Regional High School District's internal control over compliance.

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

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

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of Uniform Guidance and the New Jersey State Aid/Grant Compliance Supplement, and the audit requirements as prescribed by the Office of School Finance, Department of Education, State of New Jersey and the New Jersey OMB's Circular 15-08, Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid. Accordingly, this report is not suitable for any other purpose.

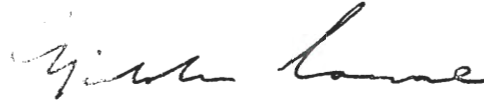
### ***Report on Schedule of Expenditures of Federal Awards and the Schedule of Expenditures of State Financial Assistance Required by Uniform Guidance and State Financial Assistance***

We have audited the financial statements of Shore Regional High School District as of and for the year ended June 30, 2018, and have issued our report thereon dated November 30, 2018, which contained an unmodified opinion on those financial statements. Our audit was conducted for the purpose of forming an opinion on the financial statements as a whole. The accompanying schedule of expenditures of federal awards and the schedule of expenditures of state financial assistance are presented for purposes of additional analysis as required by Uniform Guidance and the New Jersey State Aid/Grant Compliance Supplement, and the audit requirements as prescribed by the Office of School Finance, Department of Education, State of New Jersey and the New Jersey OMB's Circular 15-08, Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid and are not a required part of the financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial



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

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



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

Date: November 30, 2018

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

Federal Grantor/ Pass-through Grantor Program Title	Federal CFDA Number	Grant or State Project Number	Grant Period	Award Amount	Balance at June 30, 2017			Carryover Amount/ Walkover	Prior Year Accounts Payable/ Receivable Canceled	Cash Received	Budgetary Expenditures	Adjustments	Repayment of Prior Year Balances	Balance at June 30, 2018		
					Deferred Revenue	Accounts Receivable	Due to Grantor							Deferred Revenue	(Accounts Receivable)	Due to Grantor
U.S. Department of Agriculture Passed-through State Department of Education: General Fund: Community Disaster Loan	97.030	N/A	07/01/17-06/30/18	1,196,550					1,196,550	(1,196,550)						
Total U.S. Department of Agriculture					0	0	0	0	0	1,196,550	(1,196,550)	0	0	0	0	0
U.S. Department of Education Passed-through State Department of Education: Special Revenue Fund:																
Title I	84.010	NCLB327018	09/01/17-08/31/18	109,710			100,297		57,791	(190,315)					(132,524)	
Title I	84.010	NCLB327017	09/01/16-08/31/17	122,904	(22,607)		(100,297)		22,607							
Title IIA	84.367A	NCLB327018	09/01/17-08/31/18	15,557			6,907		4,513	(4,513)						
Title IIA	84.367A	NCLB327017	09/01/16-08/31/17	18,152	8		(6,907)			(6,907)					(6,899)	
Title III	84.367A	NCLB327018	09/01/17-08/31/18	1,536			10,000		7,199	(10,970)					(3,771)	
Title IV	84.367A	NCLB327018	09/01/17-08/31/18	10,000			(10,000)									
IDEA: Part B - Basic	84.027	IDEA327018	09/01/17-08/31/18	137,740			24,812		105,357	(162,437)					(57,080)	
Part B - Basic	84.027	IDEA327017	09/01/16-08/31/17	130,695	(41,777)		(24,812)	(1,193)	40,584							
Total U.S. Dept. of Ed. - Special Revenue Fund					8	(64,384)	0	0	(1,193)	238,051	(375,142)	0	0	0	(200,274)	0
Total Federal Financial Assistance					\$ 8	\$ (64,384)	\$ 0	0	(1,193)	\$ 1,434,601	\$ (1,571,692)	\$ 0	\$ 0	\$ 0	(200,274)	\$ 0

See accompanying notes to schedules of financial assistance.

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

State Grantor/Program Title	Grant or State Project Number	Grant Period	Award Amount	Balance at July 1, 2017		Prior Year Accounts Payable/Receivable Canceled	Cash Received	Budgetary Expenditures	Adjustments	Repayment of Prior Year's Balances	Balance at June 30, 2018			Memo	
				Deferred Revenue (Accounts Receivable)	Due to Grantor						GAAP Budgetary Deferred Revenue	GAAP Budgetary (Accounts Receivable)	Due to Grantor	Budgetary Receivables	Cumulative Total Expenditures
State Department of Education															
General Fund:															
Extraordinary Aid	18-495-034-5120-044	07/01/17-06/30/18	150,379					(150,379)					(150,379)	(150,379)	150,379
Extraordinary Aid	17-495-034-5120-045	07/01/16-06/30/17	172,550	(172,550)			172,550								172,550
Special Education Categorical Aid	18-495-034-5120-089	07/01/17-06/30/18	386,807				350,127	(386,807)						(36,680)	386,807
Special Education Categorical Aid	17-495-034-5120-090	07/01/16-06/30/17	362,302	(34,227)			34,227								362,302
Transportation Aid	18-495-034-5120-014	07/01/17-06/30/18	52,642				47,378	(52,642)						(5,264)	52,642
Transportation Aid	17-495-034-5120-014	07/01/16-06/30/17	52,642	(5,264)			5,264								52,642
Security Aid	18-495-034-5120-084	07/01/17-06/30/18	11,107				9,996	(11,107)						(1,111)	11,107
Security Aid	17-495-034-5120-084	07/01/16-06/30/17	11,107	(1,111)			1,111								11,107
Adjustment Aid	18-495-034-5120-085	07/01/17-06/30/18	2,702				2,432	(2,702)						(270)	2,702
Adjustment Aid	17-495-034-5120-085	07/01/16-06/30/17	2,702	(270)			270								2,702
PARCC Readiness Aid	18-495-034-5120-098	07/01/17-06/30/18	6,310				5,679	(6,310)						(631)	6,310
PARCC Readiness Aid	17-495-034-5120-098	07/01/16-06/30/17	6,310	(631)			631								6,310
Per Pupil Growth Aid	18-495-034-5120-097	07/01/17-06/30/18	6,310				5,679	(6,310)						(631)	6,310
Per Pupil Growth Aid	17-495-034-5120-097	07/01/16-06/30/17	6,310	(631)			631								6,310
Non Public Transportation	18-498-034-5120-014	07/01/17-06/30/18	4,640					(4,640)					(4,640)	(4,640)	4,640
Non Public Transportation	17-498-034-5120-014	07/01/16-06/30/17	8,830	(8,830)			8,830								8,830
On Behalf of TPAF Pension Contributions	18-495-034-5095-006	07/01/17-06/30/18	819,277				819,277	(819,277)							819,277
On Behalf of TPAF Post Retirement Medical	18-495-034-5095-001	07/01/17-06/30/18	529,853				529,853	(529,853)							529,853
Reimbursed TPAF Social Security	18-100-034-5095-003	07/01/17-06/30/18	412,275				390,358	(412,275)					(21,917)	(21,917)	412,275
Reimbursed TPAF Social Security	17-100-034-5095-003	07/01/16-06/30/17	415,445	(20,900)			20,900								415,445
Professional Learning Comm.	18-495-034-5120-101	07/01/17-06/30/18	5,990				5,391	(5,990)						(599)	5,990
Professional Learning Comm.	17-495-034-5120-101	07/01/16-06/30/17	5,990	(599)			599								5,990
<b>Total General Fund</b>				<b>\$ (245,013)</b>	<b>\$ 0</b>	<b>\$ 0</b>	<b>\$ 2,411,183</b>	<b>\$ (2,388,292)</b>	<b>\$ 0</b>	<b>\$ 0</b>	<b>\$ 0</b>	<b>\$ (176,936)</b>	<b>\$ 0</b>	<b>\$ (222,122)</b>	<b>\$ 3,432,480</b>
Special Revenue Fund:															
N.J. Nonpublic Aid:															
Chapter 192:															
Compensatory Education	18-100-034-5120-067	07/01/17-06/30/18	11,516				11,516	(4,429)						(7,087)	4,429
Compensatory Education	17-100-034-5120-067	07/01/16-06/30/17	14,333		(4,479)				4,479						9,854
Chapter 193:															
Initial Exam & Classification	18-100-034-5120-066	07/01/17-06/30/18	5,092				5,092	(5,092)							5,092
Annual Exam & Classification	18-100-034-5120-066	07/01/17-06/30/18	5,107				5,107	(3,648)						(1,459)	3,648
Corrective Speech	18-100-034-5120-066	07/01/17-06/30/18	1,786				1,786							(1,786)	884
Corrective Speech	17-100-034-5120-066	07/01/16-06/30/17	2,651		(1,767)				1,767						884
Supplemental Instruction	18-100-034-5120-373	07/01/17-06/30/18	7,930				7,930	(2,379)						(5,551)	2,379
Supplemental Instruction	17-100-034-5120-373	07/01/16-06/30/17	7,847		(2,354)				2,354						5,493
Non-Public Technology	18-100-034-5120-373	07/01/17-06/30/18	2,257				2,257	(2,257)							2,257
Non-Public Technology	17-100-034-5120-373	07/01/16-06/30/17	1,924		(122)				122						1,802
Non-Public Textbooks	18-100-034-5120-064	07/01/17-06/30/18	3,342				3,342	(3,228)						(114)	3,228
Non-Public Textbooks	17-100-034-5120-064	07/01/16-06/30/17	4,266		(299)				299						3,967
Non-Public Nursing	18-100-034-5120-070	07/01/16-06/30/18	5,917				5,917	(5,908)						(9)	5,908
Non-Public Nursing	17-100-034-5120-070	07/01/16-06/30/17	6,660		(653)				653						6,007
<b>Total Special Revenue Fund</b>				<b>\$ 0</b>	<b>\$ (9,674)</b>	<b>\$ 0</b>	<b>\$ 42,947</b>	<b>\$ (26,941)</b>	<b>\$ 0</b>	<b>\$ 9,674</b>	<b>\$ 0</b>	<b>\$ 0</b>	<b>\$ (16,006)</b>	<b>\$ 0</b>	<b>\$ 54,948</b>
Debt Service Fund:															
Debt Service Type II Aid	18-495-034-5120-017	07/01/17-06/30/18	311,468				311,468	(311,468)							311,468
<b>Total Debt Service Fund</b>				<b>\$ 0</b>	<b>\$ 0</b>	<b>\$ 0</b>	<b>\$ 311,468</b>	<b>\$ (311,468)</b>	<b>\$ 0</b>	<b>\$ 0</b>	<b>\$ 0</b>	<b>\$ 0</b>	<b>\$ 0</b>	<b>\$ 0</b>	<b>\$ 311,468</b>
<b>Total State Financial Assistance</b>				<b>\$ (245,013)</b>	<b>\$ (9,674)</b>	<b>\$ 0</b>	<b>\$ 2,765,598</b>	<b>\$ (2,726,701)</b>	<b>\$ 0</b>	<b>\$ 9,674</b>	<b>\$ 0</b>	<b>\$ (176,936)</b>	<b>\$ (16,006)</b>	<b>\$ (222,122)</b>	<b>\$ 3,798,896</b>
Less State Financial Assistance not Subject to New Jersey OMB Circular 04-04															
On Behalf of TPAF Pension Contributions	18-495-034-5095-006	07/01/17-06/30/18						(819,277)							
On Behalf of TPAF Post Retirement Medical	18-495-034-5095-001	07/01/17-06/30/18						(529,853)							
<b>Total State Financial Assistance Subject to New Jersey OMB Circular 04-04</b>								<b>(1,377,571)</b>							

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SHORE REGIONAL HIGH SCHOOL DISTRICT  
 NOTES TO THE SCHEDULES OF AWARDS AND FINANCIAL ASSISTANCE  
 JUNE 30, 2018

NOTE 1. GENERAL

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

NOTE 2. BASIS OF ACCOUNTING

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

NOTE 3. RELATIONSHIP TO GENERAL PURPOSE FINANCIAL STATEMENTS

Amounts reported in the accompanying schedules agree with amounts reported in the Board's general purpose financial statements. The general purpose financial statements present the special revenue fund on both a GAAP basis and a budgetary basis. The special revenue fund is presented in the accompanying schedules on the grant accounting budgetary basis which recognizes encumbrances as expenditures and also recognizes the related revenues, whereas the GAAP basis does not. The net adjustment to reconcile from the budgetary basis to the GAAP basis for the General Fund is (\$2,453) and for the Special Revenue Fund is (\$ 9,284). Financial assistance revenues are reported in the Board's general purpose financial statements on a GAAP basis as follows:

	<u>Federal</u>	<u>State</u>	<u>Total</u>
General Fund	\$ 1,196,550	\$ 2,386,927	\$ 3,583,477
Special Revenue Fund	365,858	26,941	392,799
Debt Service		311,468	311,468
Total Financial Assistance	<u>\$ 1,562,408</u>	<u>\$ 2,725,336</u>	<u>\$ 4,287,744</u>

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SHORE REGIONAL HIGH SCHOOL DISTRICT  
NOTES TO THE SCHEDULES OF AWARDS AND FINANCIAL ASSISTANCE  
JUNE 30, 2018

NOTE 4. RELATIONSHIP TO FEDERAL AND STATE FINANCIAL REPORTS

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

NOTE 5. OTHER

The amount reported as TPAF Pension Contributions represents the amount paid by the state on behalf of the district for the year ended June 30, 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.



SHORE REGIONAL HIGH SCHOOL DISTRICT  
BOARD OF EDUCATION  
COUNTY OF MONMOUTH  
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   ✓   no
2. Significant Deficiencies identified that are not considered to be material weaknesses?        yes   ✓   none reported

Noncompliance material to general-purpose financial statements noted?        yes   ✓   no

Federal Awards and State Financial Assistance

Internal control over major programs:

1. Material weakness(es) identified?        yes   ✓   no
2. Significant Deficiencies identified that are not considered to be material weaknesses?        yes   ✓   none reported

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

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

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



SHORE REGIONAL HIGH SCHOOL DISTRICT  
 COUNTY OF MONMOUTH  
 SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
 FOR THE FISCAL YEAR ENDED JUNE 30, 2018

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

Federal Awards and State Financial Assistance (Continued)

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

Auditee qualified as low-risk auditee?  yes  no

Identification of major programs:

Federal Awards:  
97.030

Name of Federal/State Program or Cluster  
Community Disaster Loan

State Financial Assistance:

State Grant Number

<u>18-495-034-5120-089</u>	<u>Special Education Categorical Aid (Public Cluster)</u>
<u>18-495-034-5120-084</u>	<u>Security Aid (Public Cluster)</u>
<u>18-495-034-5120-085</u>	<u>Adjustment Aid (Public Cluster)</u>
<u>18-495-034-5095-002</u>	<u>TPAF Social Security Contributions</u>
<u>18-495-034-5120-098</u>	<u>PARCC Readiness Aid (Public Cluster)</u>
<u>18-495-034-5120-097</u>	<u>Per Pupil Growth Aid (Public Cluster)</u>
<u>18-495-034-5120-014</u>	<u>Transportation Aid (Public Cluster)</u>
<u>18-495-034-5120-101</u>	<u>Professional Learning Community (Public Cluster)</u>

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Sheet 1**

**SHORE REGIONAL HIGH SCHOOL DISTRICT  
BOARD OF EDUCATION  
COUNTY OF MONMOUTH  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2018**

**Section II - Schedule of Financial Statement Findings - N/A**

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**Sheet 2**

**SHORE REGIONAL HIGH SCHOOL DISTRICT  
BOARD OF EDUCATION  
COUNTY OF MONMOUTH  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2018**

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

**SHORE REGIONAL HIGH SCHOOL DISTRICT  
BOARD OF EDUCATION  
COUNTY OF MONMOUTH  
SUMMARY OF SCHEDULE OF PRIOR AUDIT FINDINGS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2018**

Follow-up on Prior Year Findings - N/A

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

The District had no prior year audit findings.