

ROBBINSVILLE SCHOOL DISTRICT

Robbinsville, New Jersey
County of Mercer

**COMPREHENSIVE ANNUAL FINANCIAL REPORT
YEAR ENDED JUNE 30, 2018**

**COMPREHENSIVE ANNUAL FINANCIAL REPORT
OF THE
ROBBINSVILLE SCHOOL DISTRICT
ROBBINSVILLE, NEW JERSEY**

YEAR ENDED JUNE 30, 2018

**PREPARED BY DISTRICT FINANCE OFFICER
SCHOOL BUSINESS ADMINISTRATOR/BOARD SECRETARY
BETH BROOKS**

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INTRODUCTORY SECTION

Robbinsville Board of Education
Beth Brooks, School Business Administrator
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Robbinsville, NJ 08691
Email: Bbrooks@robbinsville.k12.nj.us
Phone: 609-632-0910 (2201) Fax: 609-371-7964

February 21, 2019

Honorable President and Members of the Board of Education
Robbinsville Board of Education
155 Robbinsville Edinburg Road
Robbinsville, NJ 08691

Dear Members of the Board:

The Comprehensive Annual Financial Report (CAFR) of the Robbinsville School District for the fiscal year ended June 30, 2018, is hereby submitted. Responsibility for both the accuracy of the data and completeness and fairness of the presentation, including all disclosures, rests with the management of the Robbinsville School District. To the best of our knowledge and belief, the data presented in this report is accurate in all material respects and is reported in a manner designed to present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the district as of June 30, 2018, and the respective changes in financial position and cash flows, where applicable, thereof, for the year then ended in conformity with accounting principles generally accepted in the United States of America. All disclosures necessary to enable the reader to gain an understanding of the district's financial activities have been included.

The Comprehensive Annual Financial Report is presented in four sections; Introductory, Financial, Statistical, and Single Audit. The introductory section includes this transmittal letter, the District's organizational chart and a list of principal officials. The financial section includes the basic financial statements and schedules, as well as the auditor's report thereon. The statistical section includes selected financial and demographic information, generally presented on a multi-year basis. The District is required to undergo an annual single audit in conformity with the requirements of the Uniform Guidance and New Jersey OMB's Circular 15-08. Information related to this single audit, including the auditor's report on the internal control structure and compliance with applicable laws and regulations and findings and recommendations, are included in the single audit section of this report.

1. REPORTING ENTITY AND ITS SERVICES:

The Robbinsville School District is an independent reporting entity within the criteria adopted by the Governmental Accounting Standard Board (GASB) as established by NCGA Statement No. 3. All funds and account groups of the district are included in this report; the Robbinsville School District and all its schools constitute the district's reporting entity. The Robbinsville School District provides a full range of educational services appropriate to grade levels Pre-K through 12. These include regular and vocational as well as special education for children with special needs. The Robbinsville School District enrollment on June 21, 2018 was 3,220 students, which is 85 students above the previous year's enrollment. New enrollments have increased steadily between 2003 and 2018.

District Enrollment		
<u>Fiscal Year</u>	<u>Student Enrollment</u>	<u>Percent Change</u>
2003-2004	1,501	6.08%
2004-2005	1,758	17.12%
2005-2006	2,190	24.00%
2006-2007	2,235	2.01%
2007-2008	2,629	17.62%
2008-2009	2,678	1.86%
2009-2010	2,769	3.30%
2010-2011	2,809	1.40%
2011-2012	2,876	2.30%
2012-2013	2,897	0.70%
2013-2014	2,932	1.20%
2014-2015	2,951	0.65%
2015-2016	3,028	2.61%
2016-2017	3,135	3.53%
2017-2018	3,220	2.71%

2. **ECONOMIC CONDITION AND OUTLOOK:**

The 2017 – 2018 academic year was a good one in Robbinsville. Enrollment continues on a steady growth path as new housing developments went up and certain older developments turned over. Current enrollment increased by 85 students bringing total enrollment to 3,220. The district made headway in investing in capital needs which included completion of the RHS tennis court refurbishment project and partial roof replacement. The district has continued into the fifth year of the new teacher evaluation requirements that are a part of NJ's tenure reform.

The district's budget was allowed to expand due to an additional increase in state aid of \$631,042 and a reduction in out of district costs. The new teacher settlement contract provided for a reduction in payments by half for the employee opt out option of health benefits (medical, prescription, and dental). At June 30, 2018, the district deposited into capital and maintenance reserve accounts \$1,250,000 and \$650,000, respectively. This will provide for future facility repairs, updates and replacements.

The 2017–2018 school year marked the seventh full year of operation of the Robbinsville Extended Day Program (R.E.D.). The enterprise continued to be extremely successful and expanded program offerings during the year. The profits generated by R.E.D. will be used to offset expenditures that would normally be allocated to the general fund and will benefit the R.E.D. program. This year operating funds for salary and overhead costs were allocated to the R.E.D. program on a pro-rata basis.

Overall the district continues to move forward in the areas of instruction, facilities, and finance. The advances made during 2017 – 2018 year will be leveraged in the new budget year and beyond. In addition, the district received additional state aid of \$3.5 million for the 2018-2019 year due to recent

legislative changes to phase in the 2008 state aid formula for school districts that has been underfunded since enacted in 2008.

3. **MAJOR INITIATIVES:**

- Robbinsville High School graduated its tenth senior class;
- 97% of Class of 2018 attends a 2 or 4 year college institution;
- Invested in the Reading Recovery program and Foundations to minimize students requiring basic skills services;
- Continued to see Robbinsville High School students excel in many co-curricular and athletic programs, including robotics, drama, chorus, softball, track and field, and ice hockey;
- Offered 17 AP Courses
- Focused on K-8 math curriculum to directly address the NJ Student Learning Standards and to improve foundational math, critical thinking and problem solving;
- The 6-8 Middle School math curriculum offers a variety of leveled math courses including Algebra I, Accelerated Algebra I, and Algebra II;
- Aligned the district's grades K through 5 Science program with standards set by the Next Generation Science Standards (NGSS);
- Promoted and supported students' academic success through strengthening the students' executive function skills in grades K-12;
- Focused on a balanced literacy, responsive classroom approach, and mindfulness in grades K-8;
- Expanded the One-to-One Chromebook initiative to include grade 7 and departmental Chromebook carts at the high school;
- Continued to implement Positive Education Initiative at the high school and mindful-based strategies in K-8;
- Collaborated with diverse stakeholders (teachers, parents, community members, employers) to identify the core college and career readiness skills that every Robbinsville student needs to succeed in the 21st century;
- Committed to Math, Literacy, Science, World Language, and Instructional Technology coaches to support professional learning in K-12;
- Civic responsibility and community service are encouraged throughout the grade levels;
- Provided ongoing support for retaining and developing excellent teachers through Four-Year Teacher Induction program;

- Implemented Professional Learning Communities for teachers in ELA, Math, Science, Social Studies, World Language, 21st century and Executive Functioning Skills;
- Leveraged Green Teams in each building as members of the Sustainable Jersey for Schools Program;
- Fostered an active and comprehensive security drilling protocol so that an array of scenarios is routinely rehearsed with all district personnel, contractors, and students;
- Increased cost avoidance strategies through participation in Cenergistics Energy Education program and Demand Response;
- The District continues to sell its SREC's from the 60kw solar system at Sharon Elementary School;
- The District's before and after care program, Robbinsville Extended Day, completed its seven year of operation and continues to offer the community quality service while helping the district offset some operational costs;
- Increased the profitability of Food Services through a variety of innovative services for students and adults.

4. **INTERNAL ACCOUNTING CONTROLS:**

Management of the Robbinsville Public School District is responsible for establishing and maintaining internal controls designed to ensure that the assets of the Robbinsville Board of Education are protected from loss, theft or misuse and to ensure that adequate accounting data are compiled to allow for the preparation of financial statements in conformity with Generally Accepted Accounting Principles (GAAP). The internal control structure is designed to provide reasonable, but not absolute, assurance that these objectives are met. In March 2010 the Board of Education adopted an official Purchasing Manual that was developed by the Business Office. The manual reflects law, Board policy and best practices from other school districts. Training was provided to all administrators and department heads to ensure that the purchasing laws are abided by. The manual has also been distributed to all staff and continues to be updated as necessary.

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

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

5. **BUDGETARY CONTROLS:**

In addition to internal accounting controls, the Robbinsville Public School District maintains budgetary controls. The objective of these budgetary controls is to ensure compliance with legal

provisions embodied in the annual appropriated budget. Annual appropriated budgets are adopted for the General Fund, the Special Revenue Fund, and the Debt Service Fund. Project-length budgets are approved for the capital improvements accounted for in the Capital Projects Fund. The final budget amount as amended for the fiscal year is reflected in the financial section.

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

The Business Office can verify that all budgetary controls were in place during the past school year.

6. **ACCOUNTING SYSTEM AND REPORTS:**

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

7. **CASH MANAGEMENT:**

The investment policy of the Robbinsville Public School District is guided largely by state statute as detailed in "Notes to Financial Statements", Note 2. The Robbinsville Public School District has adopted a cash management plan that requires it to deposit public funds in public depositories protected from loss under the provisions of the Governmental Unit Deposit Protection Act ("GUDPA"). GUDPA was enacted in 1970 to protect Governmental Units from a loss of funds on deposit with a failed banking institution in New Jersey. The law requires governmental units to deposit public funds only in public depositories located in New Jersey, where the funds are secured in accordance with the Act. During the past fiscal year, the Robbinsville Board of Education interviewed investment agencies and invested their monies with New Jersey Asset and Rebate Management Program, in addition to the local bank, Investors Bank.

8. **RISK MANAGEMENT:**

The Robbinsville Board of Education carries various forms of insurance, included but not limited to general liability and comprehensive collision, hazard and theft insurance on property and contents, workers compensation and fidelity bonds. The district participates in School Alliance Insurance Fund (SAIF) and New Jersey Schools Insurance Group. These policies are renewed annually.

9. **INDEPENDENT AUDIT:**

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

report. The auditor's reports related specifically to the single audit are included in the single audit section of this report.

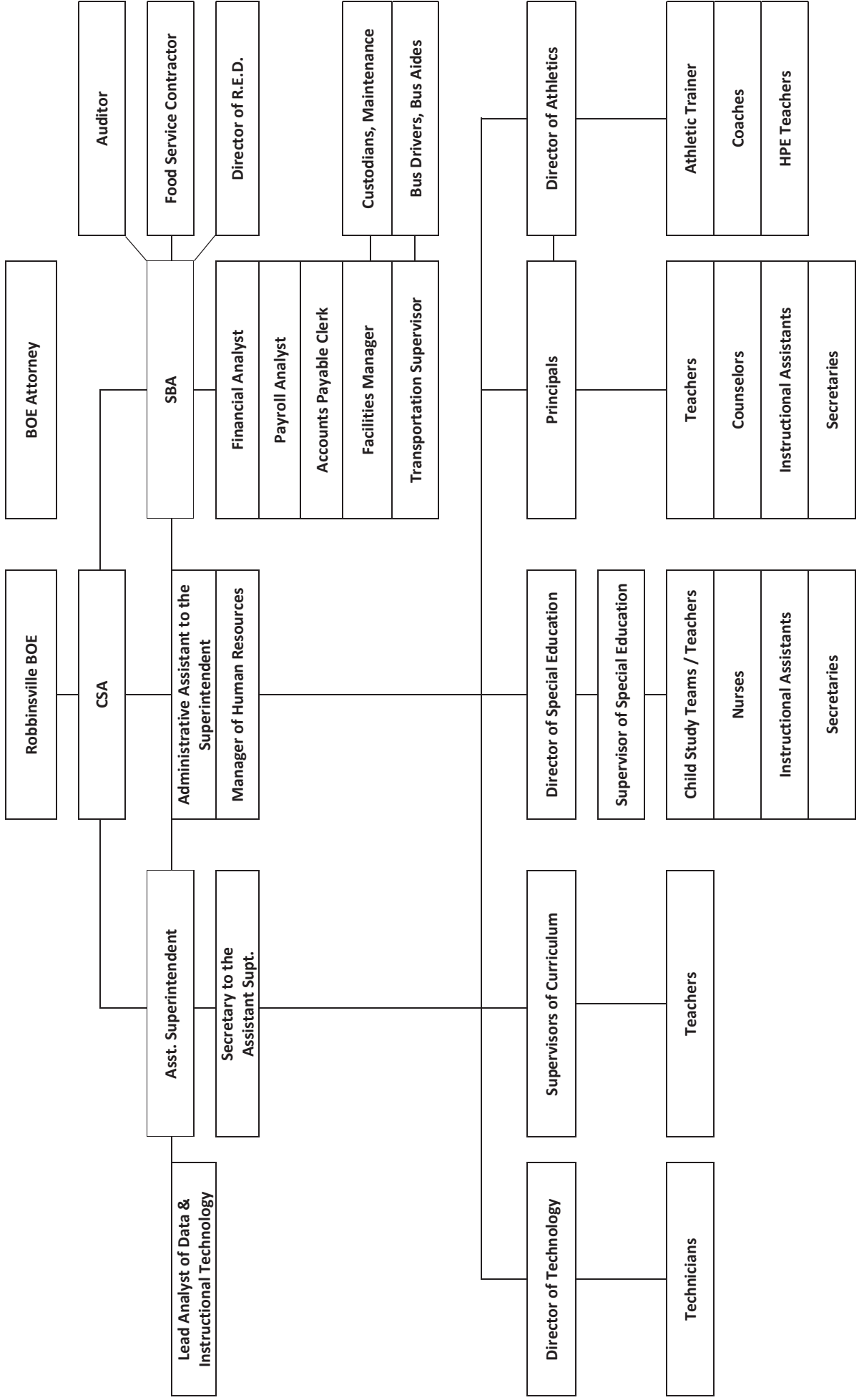
10. **ACKNOWLEDGEMENTS:**

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

Respectfully submitted,



Beth Brooks
School Business Administrator/Board Secretary



**ROBBINSVILLE SCHOOL DISTRICT
ROBBINSVILLE, NEW JERSEY
ROSTER OF OFFICIALS
JUNE 30, 2018**

Members of the Board of Education

TERM EXPIRES

Richard Young, President	12/31/2020
Jane Luciano, Vice President	12/31/2019
Vito Galluccio	12/31/2018
Leslie Dee	12/31/2018
Sharon DeVito	12/31/2020
Craig Heilman	12/31/2018
Thomas Halm	12/31/2019
Scott Veisz	12/31/2020
Lisa Temple	12/31/2018

Other Officials

Dr. Kathleen Foster, Superintendent of Schools
Beth Brooks, School Business Administrator/Board Secretary
Paul Canela, Treasurer of School Monies
Matthew Giacobbe, Esq., Board Attorney

**ROBBINSVILLE SCHOOL DISTRICT
ROBBINSVILLE, NEW JERSEY
CONSULTANTS AND ADVISORS
JUNE 30, 2018**

AUDITOR/AUDIT FIRM

Matthew Holman, CPA, PSA
Holman Frenia Allison, P. C.
912 Highway 33, Suite 2
Freehold, New Jersey 07728

ATTORNEY

Cleary Giacobbe Alfieri Jacobs
5 Ravine Drive
Matawan, New Jersey 07747

OFFICIAL DEPOSITORY

Investors Bank
220 Route 33
Robbinsville, New Jersey 08691

INDEPENDENT AUDITORS REPORT

Honorable President and Members
of the Board of Education
Robbinsville School District
County of Mercer
Robbinsville, NJ 08691

Report on the Financial Statements

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

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

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

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

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

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund and the aggregate remaining fund information of the Robbinsville School District, County of Mercer, State of New Jersey, as of June 30, 2018, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Emphasis of Matter

Change in Accounting Principle

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

Other Matters

Required Supplementary Information

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

Other Information

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

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

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

Other Reporting Required by *Government Auditing Standards*

In accordance with Government Auditing Standards, we have also issued our report dated February 21, 2019 on our consideration of the School District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with Government Auditing Standards in considering the School District's internal control over financial reporting and compliance.

Respectfully Submitted,
HOLMAN FRENIA ALLISON, P.C.

Matthew Holman
Certified Public Accountant
Public School Accountant, #20CS00260100

Freehold, New Jersey
February 21, 2019

REQUIRED SUPPLEMENTARY INFORMATION - PART I

Management's Discussion and Analysis

ROBBINSVILLE SCHOOL DISTRICT

MANAGEMENT'S DISCUSSION AND ANALYSIS YEAR ENDED JUNE 30, 2018 UNAUDITED

This section of the Robbinsville School District's Comprehensive Annual Financial Report presents our discussion and analysis of the District's financial performance during the fiscal year that ended on June 30, 2018. Please read it in conjunction with the transmittal letter at the front of this report and the District's financial statements, which immediately follow this section.

Management's Discussion and Analysis (MD&A) is an element of Required Supplementary Information specified in the Governmental Accounting Standards Board's (GASB) Statement No. 34 - *Basic Financial Statements-Management's Discussion and Analysis-for State and Local Governments* issued in June 1999 that is also required by the New Jersey State Department of Education. Certain comparative information between the current fiscal year (2017-2018) and the prior fiscal year (2016-2017) is required to be presented in the MD&A.

FINANCIAL HIGHLIGHTS

Key financial highlights for 2018 are as follows:

- In total, net position of governmental activities increased \$2,751,529.51, which represents a 44.42% increase from 2017. Total net position of business-type activities increased \$57,339.31, which represents an 8.63% increase from 2017.
- General revenues accounted for \$46,454,855.75 in revenue or 74.65% of all revenues. Program specific revenues in the form of charges for services, operating grants and contributions, and capital grants and contributions accounted for \$15,773,843.47 or 25.35% of total revenues of \$62,228,699.22.
- Total assets of governmental activities decreased by \$355,364.82 as cash and cash equivalents decreased by \$141,002.02, receivables increased by \$54,698.57, restricted cash and cash equivalents increased by \$2,082,483.03, and total capital assets decreased by \$2,351,544.40
- Total liabilities of governmental activities decreased by \$5,865,104.45 as current liabilities due in one year increased by \$125,403.21.
- The District had \$57,872,343.24 in governmental activity expenses; only \$14,169,017.00 of these expenses were offset by program specific charges for services, grants, or contributions. General revenues from governmental activities (primarily property taxes) of \$41,874,952.00 were adequate to provide for these programs, resulting in an increase in net position for governmental activities of \$2,751,529.51
- In the governmental funds, the general fund had \$46,649,371.68 in revenues and \$45,066,163.83 in expenditures. The general fund's fund balance increased by \$1,538,207.85 over 2017.

USING THIS COMPREHENSIVE ANNUAL FINANCIAL REPORT (CAFR)

This annual report consists of a series of financial statements and notes to these financial statements. These statements are organized in a way to allow the reader to understand the Robbinsville School District as a financial whole, an entire operating entity. The statements then proceed to provide an increasingly detailed look at specific financial activities.

This discussion and analysis is intended to serve as an introduction to the District's basic financial statements. The District's basic financial statements are comprised of three components: 1) Government-wide financial statements, 2) Fund financial statements, and 3) Notes to the financial statements. This report also contains required supplementary information and other supplementary information in addition to the basic financial statements themselves.

Government-Wide Financial Statements. The government-wide financial statements are designed to provide readers with an overview of the District's finances, in a manner similar to a private-sector business.

The Statement of Net Position (A-1) presents information on the difference between assets plus deferred outflows of resources and liabilities plus deferred inflows of resources reported as net position. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the District is improving or deteriorating.

The Statement of Changes in Net Position (A-2) presents information showing how the net position of the District changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods of the district.

The government-wide financial statements can be found as Exhibits A-1 and A-2 in this report.

Fund Financial Statements. A fund is a group of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The District, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the District can be divided into three categories: governmental funds, proprietary funds and fiduciary funds.

Governmental Funds

Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on the near-term inflows and outflows of spendable resources, as well as on balances of spendable resources available at the end of the fiscal year. Such information may be useful in evaluating the District's near-term financing requirements.

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the District's near-term financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures, and changes in fund balance provide a reconciliation to facilitate this comparison between governmental funds and governmental activities.

The District maintains three individual governmental funds. Information is presented separately in the governmental fund balance sheet and the governmental fund statement of revenues, expenditures and changes in fund balance for the general fund, special revenue fund, and debt service fund, all of which are considered to be major funds.

The general and special revenue funds utilize a legally adopted annual budget. A budgetary comparison statement has been provided for the general fund and special revenue fund to demonstrate compliance with this budget.

The basic governmental fund financial statements can be found as Exhibits B-1 through B-3 in this report.

Proprietary Funds

The District maintains one proprietary fund type, an enterprise fund. The enterprise fund is used to account for operations that are financed and operated in a manner similar to private business enterprises, where the intent of the District is that the costs of providing goods or services be financed through user charges. The food services enterprise fund provides for the operation of food services in all schools within the District. The Robbinsville Extended Day Program (R.E.D.) accounts for the financial transactions related to before and after-care services. The proprietary fund has been included within business-type activities in the district-wide financial statements.

The food services fund detail financial statements can be found as Exhibits B-4 through B-6 in this report.

Fiduciary Funds

Fiduciary funds are used to account for resources held for the benefit of parties outside the governmental entity. Fiduciary funds are not reflected in the district-wide financial statement because the resources of those funds are not available to support the District's own programs.

The District uses trust and agency funds to account for resources held for student activities and groups, for payroll transactions, student scholarship fund and for the District's unemployment trust fund. The basic fiduciary fund financial statements can be found as Exhibits B-7 and B-8 in this report.

Notes to the Financial Statements. The notes provide additional information that is essential for a full understanding of the data provided in the district-wide and fund financial statements. The notes to the financial statements can be found after the fund financial statements in this report.

Other Information. The combining and individual fund statements referred to earlier in connection with governmental and enterprise funds are presented immediately following the notes to the financial statements.

Government-Wide Financial Analysis

The District's financial position is the result of several types of financial transactions, including the net results of activities, the acquisition and payment of debt, the acquisition and disposal of capital assets, and the depreciation of capital assets.

As noted earlier, net position may serve over time as a useful indicator of the District's financial position. The following table provides a summary of net position for June 30, 2018 and 2017, respectively:

Net Position
June 30, 2018

	Governmental Activities		Business-Type Activities	
	<u>2018</u>	<u>2017</u>	<u>2018</u>	<u>2017</u>
Assets				
Current and Other				
Assets	\$ 6,653,190.32	\$ 4,657,010.74	\$ 614,940.62	\$ 495,259.18
Capital Assets, Net	65,793,795.01	68,145,339.41	235,519.12	237,709.81
Total Assets	<u>72,446,985.33</u>	<u>72,802,350.15</u>	<u>850,459.74</u>	<u>732,968.99</u>
Deferred Outflows of Resources				
Deferred Outflows				
Relating to Pension	2,953,390.00	3,769,417.00	-	-
Deferred Charges on Refunding of Debt	1,511,925.49	1,710,762.61	-	-
Total Assets and Deferred Outflows of Resources	<u>4,465,315.49</u>	<u>5,480,179.61</u>	-	-
Liabilities				
Long-Term Liabilities	64,401,176.14	70,660,987.31	-	-
Other Liabilities	1,822,207.17	1,427,500.45	128,403.20	68,251.76
Total Liabilities	<u>66,223,383.31</u>	<u>72,088,487.76</u>	<u>128,403.20</u>	<u>68,251.76</u>
Deferred Inflows of Resources				
Deferred Inflows				
Relating to Pension	1,743,346.00	-	-	-
Total Liabilities and Deferred Inflows of Resources	<u>1,743,346.00</u>	-	-	-
Net Position				
Net Investment in				
Capital Assets	11,950,974.36	10,521,364.73	235,519.12	237,709.81
Restricted	4,721,416.21	3,373,583.56	-	-
Unrestricted	(7,726,819.06)	(7,700,906.29)	486,537.42	427,007.42
Total Net Position	<u>\$ 8,945,571.51</u>	<u>\$ 6,194,042.00</u>	<u>\$ 722,056.54</u>	<u>\$ 664,717.23</u>

The District's largest net position component is the Net Investment in Capital Assets portion as shown above. Restricted balances represent resources that are subject to external restrictions on how they may be used.

Restricted net position increased \$1,347,832.65 from the prior year to \$4,721,416.21 at June 30, 2018.

Unrestricted net position may be used to meet the District's ongoing operating obligations to vendors, debtors and employees. The unrestricted net position includes the unassigned General Fund balance netted with the amount of long-term obligations that are not invested in capital assets. The (\$7,726,819.06) is shown as unrestricted net position for Governmental Activities.

The following table provides a summary of revenues and expenses for the District’s governmental and business-type activities and the change in net position for June 30, 2018 and 2017. Significant variances in revenues and expenditures from year to year, and explanations thereof, are detailed in the ‘Financial Analysis of the District’s Funds’ section later in this report.

	<u>June 30, 2018</u>		
	Governmental <u>Activities</u>	Business-Type <u>Activities</u>	<u>Total</u>
Revenues:			
Program Revenues:			
Charges for Services	\$ -	\$ 1,511,248.39	\$ 1,511,248.39
Operating Grants and Contributions	14,169,017.00	93,578.08	14,262,595.08
General Revenues:			
Property Taxes	41,874,952.00	-	41,874,952.00
Federal and State Aid	3,612,410.00	-	3,612,410.00
Miscellaneous	967,493.75	-	967,493.75
Total Revenues	60,623,872.75	1,604,826.47	62,228,699.22
Expenses:			
Instructional Services	37,802,122.96	-	37,802,122.96
Support Services	18,048,616.00	1,547,487.16	19,596,103.16
Interest and Other Charges	2,021,604.28	-	2,021,604.28
Total Expenses	57,872,343.24	1,547,487.16	59,419,830.40
Change in Net Position	2,751,529.51	57,339.31	2,808,868.82
Net Position, Beginning	6,194,042.00	664,717.23	6,858,759.23
Net Position, Ending	\$ 8,945,571.51	\$ 722,056.54	\$ 9,667,628.05
	<u>June 30, 2017</u>		
	Governmental <u>Activities</u>	Business-Type <u>Activities</u>	<u>Total</u>
Revenues:			
Program Revenues:			
Charges for Services	\$ -	\$ 1,435,621.06	\$ 1,435,621.06
Operating Grants and Contributions	1,584,123.00	77,378.18	1,661,501.18
General Revenues:			
Property Taxes	40,147,849.00	-	40,147,849.00
Federal and State Aid	7,126,209.13	-	7,126,209.13
Miscellaneous	638,847.98	2,395.38	641,243.36
Total Revenues	49,497,029.11	1,515,394.62	51,012,423.73
Expenses:			
Instructional Services	18,180,095.90		18,180,095.90
Support Services	28,544,852.18	1,445,809.34	29,990,661.52
Interest and Other Charges	2,135,063.41	-	2,135,063.41
Total Expenses	48,860,011.49	1,445,809.34	50,305,820.83
Change in Net Position	637,017.62	69,585.28	706,602.90
Net Position, Beginning	5,557,024.38	595,131.95	6,152,156.33
Net Position, Ending	\$ 6,194,042.00	\$ 664,717.23	\$ 6,858,759.23

Financial Analysis of the District's Funds

As noted earlier, the District uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

Governmental Funds. The focus of the District's governmental funds is to provide information on near-term inflows, outflows, and balances of spendable resources. Such information is useful in assessing the District's financing requirements. The unassigned fund balance is divided between designated balances and undesignated balances. The capital projects fund is restricted by state law to be spent for the purpose of the fund and is not available for spending at the District's discretion.

Financial Information at Fiscal Year-End

The following schedule presents a summary of the general fund, special revenue fund, and debt service fund revenues for the fiscal year ended June 30, 2018 and 2017 and the amount and percentage of increases and (decreases) in relation to prior year revenues.

	June 30, 2018			
	Amount	Percent Of Total	Increase (Decrease) From 2017	Percent of Increase (Decrease)
Current Expenditures:				
Instruction	\$ 18,855,464.99	36.73%	\$ 1,095,535.70	6.17%
Undistributed	26,652,146.73	51.92%	1,188,157.59	4.67%
Capital Outlay	225,382.11	0.44%	(820,261.19)	-78.45%
Debt Service:				
Principal	3,230,000.00	6.29%	70,000.00	2.22%
Interest	2,374,285.63	4.62%	(112,224.63)	-4.51%
Total	\$ 51,337,279.46	100.00%	\$ 1,421,207.47	2.85%

	June 30, 2017			
	Amount	Percent Of Total	Increase (Decrease) From 2016	Percent of Increase (Decrease)
Current Expenditures:				
Instruction	\$ 17,759,929.29	35.58%	\$ (354,386.85)	-0.39%
Undistributed	25,463,989.14	51.01%	1,891,517.82	4.97%
Capital Outlay	1,045,643.30	2.09%	175,621.62	-57.77%
Debt Service:				
Principal	3,160,000.00	6.33%	(395,000.00)	5.00%
Interest	2,486,510.26	4.98%	53,642.77	-29.39%
Total	\$ 49,916,071.99	100.00%	\$ 1,371,395.36	1.09%

Instruction costs increased primarily due to negotiated salary increases and additional instructional positions being added.

General Fund Budgetary Highlights

Throughout the year, as necessary, budget transfers were effectuated between budget accounts to re-align the 2017-2018 budget. Budget transfers were effectuated based on expected positive and negative budget variances. The budget is continually managed and revised with budget transfers as necessary or practical to do so.

Significant Budget Transfers and Variations:

- TPAF, which is the state’s contribution to the pension fund, is an “on-behalf” revenue and expenditure item to the district and is required to be reflected in the financial statements.
- Reallocations were made among the various salary budget accounts to reflect changes in the personnel budget for the 2017-2018 year.
- Transfers were made into purchased services for special education programs to provide funds for required additional services.

Based on the financial results of 2017-2018 unassigned fund balance increased by \$33,657.03 to \$800,967.80 (2% required per S-1701, net of allowable adjustments).

Proprietary Funds. The District’s proprietary fund provides the same type of information found in the district-wide financial statements, but in more detail.

During the fiscal year 2018, the net position of business-type activities increased by \$57,339,31 or 8.63%. The assets and deferred outflows of the business-type activities exceed liabilities and deferred inflows by \$722,056.54.

Capital Assets

At June 30, 2018 the District has capital assets of \$66,031,864.13, net of depreciation, which includes land, construction in progress, land improvements, buildings/construction, machinery and equipment.

	<u>June 30, 2018</u>	
	Governmental Activities	Business-Type Activities
Land	\$ 2,539,803.00	\$ -
Construction In Progress	14,047,738.10	-
Buildings/Construction	47,849,358.00	-
Machinery and Equipment	1,356,895.91	235,519.12
Total	<u>\$ 65,793,795.01</u>	<u>\$ 235,519.12</u>
	<u>June 30, 2017</u>	
	Governmental Activities	Business-Type Activities
Land	\$ 2,539,803.00	\$ -
Construction In Progress	14,047,738.10	-
Buildings/Construction	50,016,253.00	-
Machinery and Equipment	1,541,545.71	237,709.81
Total	<u>\$ 68,145,339.81</u>	<u>\$ 237,709.81</u>

Additional information on the District's capital assets can be found in Note 5 to the basic financial statements.

Debt Administration and Other Obligations

At June 30, 2018 and 2017, the District’s outstanding debt issues included \$49,179,000.00 and \$52,409,000.00 respectively of general obligation bonds and \$361,266.00 and \$503,921.02 respectively in compensated absences payable.

Additional information on the District's debt administration and other obligations can be found in Note 7 to the basic financial statements.

Economic Factors and Subsequent Year's Budgets

- The District anticipates that the approved 2018-2019 budget will be adequate to satisfy all 2018-2019 financial needs, barring any significant unexpected situations or conditions unforeseen at this time.
- As enrollment continues to increase, the district created three new instructional spaces at the High School during the summer of 2018 by converting media center space into usable classrooms.
- The District received an additional \$631,042 of state aid in July 2017 for the 2017-2018 school year. This amount was also included in the districts 2018-2019 state aid allotment as the state continues to fund the underfunded districts.
- The District also received an additional \$3.5 million of state aid in July 2018. It is anticipated that this amount will become part the districts base for calculating future state aid awards.
- During the 2017-2018 school year initiatives have been made to upgrade technology, including replacing the switches. The District is also planning roof and HVAC replacements during the summer of 2019.

Requests for Information

This financial report is designed to provide a general overview of the Robbinsville School District's finances for all those with an interest in the District's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the Business Administrator/Board Secretary's Office, Robbinsville Board of Education, 155 Robbinsville Edinburg Road, Robbinsville, NJ 08691.

BASIC FINANCIAL STATEMENTS

A. Government-Wide Financial Statements

ROBBINSVILLE SCHOOL DISTRICT
STATEMENT OF NET POSITION
JUNE 30, 2018

	GOVERNMENTAL ACTIVITIES	BUSINESS-TYPE ACTIVITIES	TOTAL
ASSETS:			
Cash & Cash Equivalents	\$ 3,086,805.29	\$ 585,473.46	\$ 3,672,278.75
Receivables, Net (Note 4)	677,183.60	11,433.42	688,617.02
Inventory	-	18,033.74	18,033.74
Restricted Cash & Cash Equivalents	2,889,201.43	-	2,889,201.43
Capital Assets, Net (Note 5)			
Non-Depreciable	16,587,541.10	-	16,587,541.10
Depreciable	49,206,253.91	235,519.12	49,441,773.03
Total Assets	72,446,985.33	850,459.74	73,297,445.07
DEFERRED OUTFLOWS OF RESOURCES:			
Related to Pensions (Note 8)	2,953,390.00	-	2,953,390.00
Related to Loss on Debt Refunding	1,511,925.49	-	1,511,925.49
Total Deferred Outflow of Resources	4,465,315.49	-	4,465,315.49
LIABILITIES:			
Accounts Payable	436,680.93	50,035.01	486,715.94
Due to Other Governments	381,159.00	-	381,159.00
Unearned Revenue	12,200.00	71,808.75	84,008.75
Accrued Interest	998,726.68	-	998,726.68
Internal Balances	(6,559.44)	6,559.44	-
Noncurrent Liabilities (Note 7):			
Due Within One Year	4,105,394.36	-	4,105,394.36
Due in More Than One Year	60,295,781.78	-	60,295,781.78
Total Liabilities	66,223,383.31	128,403.20	66,351,786.51
DEFERRED INFLOWS OF RESOURCES:			
Related to Pensions (Note 8)	1,743,346.00	-	1,743,346.00
Total Deferred Inflow of Resources	1,743,346.00	-	1,743,346.00
NET POSITION:			
Net Investment in Capital Assets	11,950,974.36	235,519.12	12,186,493.48
Restricted for:			
Capital Projects	2,203,176.48	-	2,203,176.48
Debt Service	2,562.13	-	2,562.13
Maintenance Reserve	686,024.95	-	686,024.95
Excess Surplus	1,829,652.65	-	1,829,652.65
Unrestricted (Deficit)	(7,726,819.06)	486,537.42	(7,240,281.64)
Total Net Position	\$ 8,945,571.51	\$ 722,056.54	\$ 9,667,628.05

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

ROBBINSVILLE SCHOOL DISTRICT
STATEMENT OF ACTIVITIES
YEAR ENDED JUNE 30, 2018

FUNCTIONS/PROGRAMS	PROGRAM REVENUES			NET (EXPENSE) REVENUE AND CHANGES IN NET POSITION			
	EXPENSES	CHARGES FOR SERVICES	OPERATING GRANTS & CONTRIBUTIONS	CAPITAL GRANTS & CONTRIBUTIONS	GOVERNMENTAL ACTIVITIES	BUSINESS-TYPE ACTIVITIES	TOTAL
Governmental Activities:							
Instruction:							
Regular Instruction	\$ 26,893,579.22	\$ -	\$ 10,239,092.79	\$ -	\$ (16,654,486.42)	\$ -	\$ (16,654,486.42)
Special Education Instruction	7,552,162.48	-	2,674,156.26	-	(4,878,006.23)	-	(4,878,006.23)
Other Instruction	3,356,381.26	-	1,188,465.95	-	(2,167,915.31)	-	(2,167,915.31)
Support Services:							
Tuition	1,859,839.46	-	-	-	(1,859,839.46)	-	(1,859,839.46)
Student & Instruction Related Services	5,530,944.23	-	67,302.00	-	(5,463,642.23)	-	(5,463,642.23)
General Administrative	1,071,366.64	-	-	-	(1,071,366.64)	-	(1,071,366.64)
School Administrative Services	2,072,640.55	-	-	-	(2,072,640.55)	-	(2,072,640.55)
Central Services	549,413.37	-	-	-	(549,413.37)	-	(549,413.37)
Administrative Info, Technology	490,017.13	-	-	-	(490,017.13)	-	(490,017.13)
Plant Operations & Maintenance	3,631,994.38	-	-	-	(3,631,994.38)	-	(3,631,994.38)
Pupil Transportation	2,842,400.24	-	-	-	(2,842,400.24)	-	(2,842,400.24)
Interest & Other Charges	2,021,604.28	-	-	-	(2,021,604.28)	-	(2,021,604.28)
Total Governmental Activities	57,872,343.24	-	14,169,017.00	-	(43,703,326.24)	-	(43,703,326.24)
Business-Type Activities:							
Food Service	887,245.45	813,094.58	93,578.08	-	-	19,427.21	19,427.21
R.E.D. Program	660,241.71	698,153.81	-	-	-	37,912.10	37,912.10
Total Business-Type Activities	1,547,487.16	1,511,248.39	93,578.08	-	-	57,339.31	57,339.31
Total Primary Government	\$ 59,419,830.40	\$ 1,511,248.39	\$ 14,262,595.08	\$ -	(43,703,326.24)	57,339.31	(43,645,986.93)
General Revenues:							
Taxes:							
Property Taxes, Levied for General Purposes					36,493,692.00	-	36,493,692.00
Property Taxes, Levied for Debt Service					5,381,260.00	-	5,381,260.00
Federal & State Aid Restricted					106,248.00	-	106,248.00
Federal & State Aid Not Restricted					3,506,162.00	-	3,506,162.00
Tuition Charges					116,833.27	-	116,833.27
Transportation Charges					3,924.60	-	3,924.60
Miscellaneous					849,235.88	-	849,235.88
Special Items:					(2,500.00)	-	(2,500.00)
Loss on Disposal of Fixed Asset					-	-	-
Total General Revenues					46,454,855.75	-	46,454,855.75
Change In Net Position					2,751,529.51	57,339.31	2,808,868.82
Net Position - Beginning					6,194,042.00	664,717.23	6,858,759.23
Net Position - Ending					\$ 8,945,571.51	\$ 722,056.54	\$ 9,667,628.05

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

B. Fund Financial Statements

ROBBINSVILLE SCHOOL DISTRICT
 GOVERNMENTAL FUNDS
 BALANCE SHEET
 JUNE 30, 2018

	MAJOR FUNDS			TOTAL GOVERNMENTAL FUNDS
	GENERAL FUND	SPECIAL REVENUE FUND	DEBT SERVICE FUND	
ASSETS				
Cash & Cash Equivalents	\$ 3,218,568.81	\$ -	\$ 2,562.13	\$ 3,221,130.94
Receivables, Net:				
Interfund Receivable	6,559.44	-	-	6,559.44
Due from Other Governments:				
Federal	-	141,376.00	-	141,376.00
State	517,261.06	-	-	517,261.06
Other Accounts Receivable	18,546.54	-	-	18,546.54
Restricted Cash & Cash Equivalents	2,889,201.43	-	-	2,889,201.43
Total Assets	\$ 6,650,137.28	\$ 141,376.00	\$ 2,562.13	\$ 6,794,075.41
LIABILITIES & FUND BALANCES				
Liabilities:				
Cash Deficit	\$ -	\$ 134,325.65	\$ -	\$ 134,325.65
Accounts Payable	433,130.58	3,550.35	-	436,680.93
Unearned Revenue	8,700.00	3,500.00	-	12,200.00
Total Liabilities	441,830.58	141,376.00	-	583,206.58
Fund Balances:				
Restricted for:				
Capital Reserve	2,203,176.48	-	-	2,203,176.48
Maintenance Reserve	686,024.95	-	-	686,024.95
Excess Surplus	653,626.25	-	-	653,626.25
Excess Surplus Designated for Subsequent Year	1,176,026.40	-	-	1,176,026.40
Debt Service	-	-	2,562.13	2,562.13
Assigned to:				
Designated for Subsequent Year	112,250.60	-	-	112,250.60
Other Purposes	576,234.22	-	-	576,234.22
Unassigned	800,967.80	-	-	800,967.80
Total Fund Balances	6,208,306.70	-	2,562.13	6,210,868.83
Total Liabilities & Fund Balances	\$ 6,650,137.28	\$ 141,376.00	\$ 2,562.13	
Amounts reported for <i>governmental activities</i> in the statement of net position (A-1) are different because:				
Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds. The cost of the assets is \$102,283,689.00 and the accumulated depreciation is \$36,489,893.99.				
				65,793,795.01
Deferred outflows and inflows of resources related to pensions and deferred charges or credits on debt refunding are applicable to future reporting periods and therefore are not reported in the funds.				
Deferred Outflows Related to Pensions				2,953,390.00
Deferred Inflows Related to Pensions				(1,743,346.00)
Deferred Outflow Related to the Loss on Bond Refunding of Debt				1,511,925.49
Accrued interest on long-term debt is not due and payable in the current period and therefore is not reported as a liability in the funds.				
				(998,726.68)
Accrued pension contributions for the June 30, 2018 plan year are not paid with current economic resources and are therefore not reported as a liability in the funds, but are included in accounts payable in the government-wide statement of net position.				
				(381,159.00)
Long-term liabilities, including net pension liability and bonds payable, are not due and payable in the current period and therefore are not reported as liabilities in the funds.				
				<u>(64,401,176.14)</u>
Net Position of Governmental Activities				<u>\$ 8,945,571.51</u>

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

	MAJOR FUNDS			TOTAL GOVERNMENTAL FUNDS
	GENERAL FUND	SPECIAL REVENUE FUND	DEBT SERVICE FUND	
Revenues:				
Local Sources:				
Local Tax Levy	\$ 36,493,692.00	\$ -	\$ 5,381,260.00	\$ 41,874,952.00
Tuition Charges	116,833.27	-	-	116,833.27
Transportation Charges	3,924.60	-	-	3,924.60
Miscellaneous	849,235.88	7,006.00	-	856,241.88
Total Local Sources	37,463,685.75	7,006.00	5,381,260.00	42,851,951.75
State Sources	9,185,685.93	-	103,242.00	9,288,927.93
Federal Sources	-	779,608.00	-	779,608.00
Total Revenues	46,649,371.68	786,614.00	5,484,502.00	52,920,487.68
Expenditures:				
Instruction:				
Regular Instruction	12,698,044.88	716,306.00	-	13,414,350.88
Special Education Instruction	3,766,971.91	-	-	3,766,971.91
Other Instruction	1,674,142.20	-	-	1,674,142.20
Support Services:				
Tuition	1,859,839.46	-	-	1,859,839.46
Attendance & Social Work Services	2,476.25	-	-	2,476.25
Health Services	462,729.46	-	-	462,729.46
Student & Instruction Related Services	3,738,686.42	67,302.00	-	3,805,988.42
General Administrative	817,054.80	-	-	817,054.80
School Administrative Services	1,600,567.60	-	-	1,600,567.60
Central Services	424,276.77	-	-	424,276.77
Administrative Information Technology	378,408.86	-	-	378,408.86
Plant Operations & Maintenance	3,000,052.37	-	-	3,000,052.37
Pupil Transportation	2,195,003.73	-	-	2,195,003.73
Unallocated Benefits	6,426,225.08	-	-	6,426,225.08
On Behalf TPAF Pension and Social Security Contributions	5,679,523.93	-	-	5,679,523.93
Capital Outlay	222,376.11	3,006.00	-	225,382.11
Debt Service:				
Principal	-	-	3,230,000.00	3,230,000.00
Interest & Other Charges	119,784.00	-	2,254,501.63	2,374,285.63
Total Expenditures	45,066,163.83	786,614.00	5,484,501.63	51,337,279.46
Excess/(Deficiency) of Revenues Over Expenditures	1,583,207.85	-	0.37	1,583,208.22
Net Changes in Fund Balances	1,583,207.85	-	0.37	1,583,208.22
Fund Balance, July 1	4,625,098.85	-	2,561.76	4,627,660.61
Fund Balance, June 30	\$ 6,208,306.70	\$ -	\$ 2,562.13	\$ 6,210,868.83

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

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

Total Net Changes in Fund Balances - Governmental Funds (B-2) \$ 1,583,208.22

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

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

This is the amount by which depreciation exceeded capital outlays in the period.

Depreciation Expense	\$ (2,561,098.00)	
Retirement of Fully Depreciated Capital Asset	22,950.00	
Loss on Disposal of Capital Asset	2,550.00	
Capital Outlays	209,553.20	
Retirement of Fully Depreciated Capital Asset	<u>(25,500.00)</u>	(2,351,544.80)

Governmental funds report School District pension contributions as expenditures. However in the statement of activities, the cost of pension benefits earned is reported as pension expense. This is the amount by which pension benefits earned exceeded the School District's pension contributions in the current period. (458,366.60)

Repayment of long-term debt principal and obligation of lease purchase agreements are an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net position and is not reported in the statement of activities. 3,482,896.32

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

Amortization of Premium on Bonds	497,094.83	
Amortization of Loss on Bond Refunding	<u>(198,837.12)</u>	298,257.71

In the statement of activities, interest on long-term debt in the statement of activities is accrued, regardless of when due. In the governmental funds, interest is reported when due. The accrued interest is an addition in the reconciliation (+). 54,423.64

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 (+). 142,655.02

Change in Net Position of Governmental Activities \$ 2,751,529.51

Proprietary Funds

**ROBBINSVILLE SCHOOL DISTRICT
PROPRIETARY FUNDS
STATEMENT OF NET POSITION
JUNE 30, 2018**

	MAJOR FUNDS		
	BUSINESS-TYPE ACTIVITIES - ENTERPRISE FUNDS		
	FOOD SERVICE	RED PROGRAM	TOTALS
ASSETS			
Current Assets:			
Cash & Cash Equivalents	\$ 142,421.04	443,052.42	\$ 585,473.46
Accounts Receivable:			
Federal	11,433.42	-	11,433.42
Inventories	18,033.74	-	18,033.74
			-
Total Current Assets	171,888.20	443,052.42	614,940.62
Noncurrent Assets:			
Capital Assets	197,273.00	292,138.49	489,411.49
Less: Accumulated Depreciation	(197,273.00)	(56,619.37)	(253,892.37)
Total Capital Assets, Net	-	235,519.12	235,519.12
Total Noncurrent Assets	-	235,519.12	235,519.12
Total Assets	171,888.20	678,571.54	850,459.74
LIABILITIES			
Current Liabilities:			
Accounts Payable	48,613.10	1,421.91	50,035.01
Unearned Revenue	30,678.75	41,130.00	71,808.75
Interfund Payable	-	6,559.44	6,559.44
Total Current Liabilities	79,291.85	49,111.35	128,403.20
NET POSITION			
Net Investment in Capital Assets	-	235,519.12	235,519.12
Unrestricted	92,596.35	393,941.07	486,537.42
Total Net Position	\$ 92,596.35	\$ 629,460.19	\$ 722,056.54

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

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

	MAJOR FUNDS		
	BUSINESS-TYPE ACTIVITIES - ENTERPRISE FUNDS		
	FOOD SERVICE	RED PROGRAM	TOTALS
Operating Revenues:			
Charges for Services:			
Daily Sales - Reimbursable Programs	\$ 187,276.30	\$ -	\$ 187,276.30
Daily Sales - Non-Reimbursable Programs	557,711.37	-	557,711.37
Special Functions	22,248.00	-	22,248.00
Miscellaneous	45,858.91	-	45,858.91
Program Fees	-	692,136.15	692,136.15
Total Operating Revenues	813,094.58	692,136.15	1,505,230.73
Operating Expenses:			
Cost of Sales - Reimbursable Programs	24,955.74	-	24,955.74
Cost of Sales - Non-Reimbursable Programs	355,184.42	-	355,184.42
Salaries	381,364.75	377,532.60	758,897.35
Employee Benefits	-	57,584.83	57,584.83
Supplies and Materials	21,265.91	37,605.63	58,871.54
Depreciation	-	17,782.68	17,782.68
Management and Administrative Fees	55,446.64	-	55,446.64
Other	49,027.99	169,735.97	218,763.96
Total Operating Expenses	887,245.45	660,241.71	1,547,487.16
Operating Income/(Loss)	(74,150.87)	31,894.44	(42,256.43)
Nonoperating Revenues (Expenses):			
State Sources:			
State School Lunch Program	2,867.23	-	2,867.23
Federal Sources:			
National School Lunch Program	53,515.03	-	53,515.03
Food Distribution Program	35,305.16	-	35,305.16
Interest Revenue	1,890.66	6,017.66	7,908.32
Total Nonoperating Revenues/(Expenses)	93,578.08	6,017.66	99,595.74
Change in Net Position	19,427.21	37,912.10	57,339.31
Total Net Position - Beginning	73,169.14	591,548.09	664,717.23
Total Net Position - Ending	\$ 92,596.35	\$ 629,460.19	\$ 722,056.54

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

**ROBBINSVILLE SCHOOL DISTRICT
PROPRIETARY FUNDS
STATEMENT OF CASH FLOWS
YEAR ENDED JUNE 30, 2018**

	MAJOR FUNDS		
	BUSINESS-TYPE		
	ACTIVITIES - ENTERPRISE FUNDS		
	FOOD SERVICE	RED PROGRAM	TOTALS
Cash Flows From Operating Activities:			
Receipts from Customers	\$ 811,684.43	\$ 688,895.15	\$ 1,500,579.58
Payments to Employees	(381,364.75)	(377,532.60)	(758,897.35)
Payments for Employee Benefits	-	(57,584.83)	(57,584.83)
Payments to Suppliers	(425,203.30)	(199,360.25)	(624,563.55)
Net Cash Provided by/(Used for) Operating Activities	5,116.38	54,417.47	59,533.85
Cash Flows From Noncapital Financing Activities:			
State Sources	2,867.23	-	2,867.23
Federal Sources	53,515.03	-	53,515.03
Net Cash Provided by/(Used for) Noncapital Financing Activities	56,382.26	-	56,382.26
Cash Flows From Capital & Related Financing Activities:			
Purchases of Capital Assets	-	(15,591.99)	(15,591.99)
Net Cash Provided by/(Used for) Capital & Related Financing Activities	-	(15,591.99)	(15,591.99)
Cash Flows From Investing Activities:			
Interest on Investments	1,890.66	6,017.66	7,908.32
Net Cash Provided by Investing Activities	1,890.66	6,017.66	7,908.32
Net Increase/(Decrease) in Cash & Cash Equivalents	63,389.30	44,843.14	108,232.44
Balances - Beginning of Year	79,031.74	398,209.28	477,241.02
Balances - End of Year	\$ 142,421.04	\$ 443,052.42	\$ 585,473.46
Reconciliation of Operating Income/(Loss) to Net Cash Provided by/(Used for) Operating Activities:			
Operating Income/(Loss)	\$ (74,150.87)	\$ 31,894.44	\$ (42,256.43)
Adjustments to Reconcile Operating Income/(Loss) to Net Cash Provided by/(Used for) Operating Activities			
Depreciation	-	17,782.68	17,782.68
Food Distribution Program	35,305.16	-	35,305.16
(Increase)/Decrease in Accounts Receivable, Net	(8,208.14)	-	(8,208.14)
(Increase)/Decrease in Inventories	(3,240.86)	-	(3,240.86)
Increase/(Decrease) in Other Current Liabilities	-	6,559.44	6,559.44
Increase/(Decrease) in Unearned Revenue	6,797.99	(3,241.00)	3,556.99
Increase/(Decrease) in Accounts Payable	48,613.10	1,421.91	50,035.01
Total Adjustments	79,267.25	22,523.03	101,790.28
Net Cash Provided/(Used) by Operating Activities	\$ 5,116.38	\$ 54,417.47	\$ 59,533.85

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

Fiduciary Fund

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

	UNEMPLOYMENT COMPENSATION TRUST	PRIVATE- PURPOSE SCHOLARSHIP FUND	AGENCY FUNDS
ASSETS			
Cash & Cash Equivalents	\$ 273,031.48	\$ 8,309.86	\$ 484,520.69
Total Assets	<u>273,031.48</u>	<u>8,309.86</u>	<u>\$ 484,520.69</u>
LIABILITIES			
Accounts Payable	889.50	-	-
Payable for Student Related Activities	-	-	349,593.78
Payroll Deductions & Withholdings	-	-	134,926.91
Total Liabilities	<u>889.50</u>	<u>-</u>	<u>\$ 484,520.69</u>
NET POSITION			
Restricted - Held in Trust for Unemployment Claims & Other Purposes	272,141.98	-	
Restricted - Scholarships	-	8,309.86	
Total Net Position	<u>\$ 272,141.98</u>	<u>\$ 8,309.86</u>	

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

**ROBBINSVILLE SCHOOL DISTRICT
FIDUCIARY FUNDS
STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
YEAR ENDED JUNE 30, 2018**

	UNEMPLOYMENT COMPENSATION TRUST	PRIVATE PURPOSE SCHOLARSHIP FUND
ADDITIONS		
Contributions:		
Plan Member	\$ 106,673.98	\$ 13,325.00
Total Contributions	106,673.98	13,325.00
Investment Earnings:		
Interest	2,100.01	108.17
Net Investment Earnings	2,100.01	108.17
Total Additions	108,773.99	13,433.17
DEDUCTIONS		
Unemployment Claims	19,174.27	-
Scholarships Awarded	-	12,030.00
Total Deductions	19,174.27	12,030.00
Change in Net Position	89,599.72	1,403.17
Net Position - Beginning	182,542.26	6,906.69
Net Position - Ending	\$ 272,141.98	\$ 8,309.86

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

ROBBINSVILLE SCHOOL DISTRICT

NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2018

ROBBINSVILLE SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2018

Note 1. Summary of Significant Accounting Policies

Basis of Presentation

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

Reporting Entity

The School District is a Type II district located in the County of Mercer, State of New Jersey. As a Type II district, the School District functions independently through a Board of Education. The Board is comprised of nine members appointed to three-year terms. These terms are staggered so that three members’ terms expire each year. The District provides a full range of educational services appropriate to grades levels kindergarten through twelfth at its three schools. The School District has an approximate enrollment at June 30, 2018 of 3,150 students.

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

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

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

Component Units

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

ROBBINSVILLE SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2018 (Continued)

Note 1. Summary of Significant Accounting Policies (Continued)

Basis of Accounting, Measurement Focus and Financial Statement Presentation

The accounts of the School District are organized on the basis of funds, each of which is considered a separate accounting entity. The operations of each fund are accounted for with a separate set of self-balancing accounts that comprise its assets, deferred outflows of resources, liabilities, deferred inflows of resources, fund equity, revenues, and expenditures or expenses, as appropriate. Governmental resources are allocated to and accounted for in individual funds based upon the purposes for which they are to be spent and the means by which spending activities are controlled.

A. Government-Wide Financial Statements

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

These statements are presented on an "economic resources" measurement focus and the accrual basis of accounting. Accordingly, all of the School District's assets, deferred outflows of resources, liabilities, and deferred inflows of resources, including capital assets and long-term liabilities, are included in the Statement of Net Position. The Statement of Activities presents changes in net position. Under the accrual basis of accounting, revenues are recognized in the period in which they are earned while expenses are recognized in the period in which the liability is incurred, regardless of the timing of related cash flows. The types of transactions reported as program revenues for the School District are reported in three categories: 1) charges for services, 2) operating grants and contributions, and 3) capital grants and contributions. Internally dedicated resources are reported as general revenues rather than as program revenues. Likewise, general revenues include all property taxes.

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

B. Governmental Fund Financial Statements

Governmental fund financial statements include a Balance Sheet and a Statement of Revenues, Expenditures and Changes in Fund Balances for all major governmental funds and non-major funds aggregated. The School District has presented all major funds that met those qualifications.

ROBBINSVILLE SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2018 (Continued)

Note 1. Summary of Significant Accounting Policies (Continued)

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

Interest on invested funds is recognized when earned. Intergovernmental revenues that are reimbursements for specific purposes or projects are recognized in the period in which the expenditures are recorded. All other revenue items are considered to be measurable and available only when cash is received by the School District. Transfers between governmental funds are recorded when the related liability is incurred. These transfers do not represent revenues (expenditures) to the School District and are, therefore, reported as other financing sources (uses) in the governmental fund financial statements.

Since the fund level statements are presented using a different measurement focus and basis of accounting than the government-wide statements, a reconciliation is presented on the page following each fund level statement that summarizes the adjustments necessary to convert the fund level statements into the government-wide presentations.

The School District funds outlays for a particular purpose from both restricted and unrestricted resources. In order to calculate the amounts to report as restricted net position and unrestricted net position in the government-wide financial statements, a flow assumption must be made about the order in which the resources are considered to be applied. When both restricted and unrestricted resources are available for use, it is the School District’s policy to use restricted resources first, then unrestricted resources as they are needed. In order to calculate the amounts to report as restricted, committed, assigned and unassigned fund balance in the governmental fund financial statements a flow assumption must be made about the order in which the resources are considered to be applied. It is the School District’s policy to consider restricted fund balance to have been depleted before any of the components of unrestricted fund balance. Further, when the components of unrestricted fund balance can be used for the same purpose, committed fund balance is depleted first, followed by assigned fund balance. Unassigned fund balance is applied last.

ROBBINSVILLE SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2018 (Continued)

Note 1. Summary of Significant Accounting Policies (Continued)

The School District reports the following major governmental funds:

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

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

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

Special Revenue Fund - The special revenue fund is used to account for the proceeds of specific revenue from state and federal government, other than major capital projects, debt service or proprietary funds, and local appropriations that are restricted or committed to expenditures for specified purposes.

Debt Service Fund - The debt service fund is used to account for the accumulation of financial resources that are restricted, committed, or assigned to an expenditure for the payment of general long-term debt principal, interest and related costs of governmental funds.

C. Proprietary Fund Financial Statements

Proprietary fund financial statements include a Statement of Net Position, a Statement of Revenues, Expenses and Changes in Fund Net Position, and a Statement of Cash Flows for each major proprietary fund and for the non-major funds aggregated.

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

ROBBINSVILLE SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2018 (Continued)

Note 1. Summary of Significant Accounting Policies (Continued)

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

The School District reports the following major proprietary funds:

Food Service Fund – The food service fund accounts for the financial transactions related to the food service operations of the School District.

R.E.D. Program – The Robbinsville Extended Day fund accounts for the financial transactions related to the after school care operations to the School District.

D. Fiduciary Fund Financial Statements

Fiduciary fund financial statements include a Statement of Net Position. The School District’s fiduciary funds include Agency and Private-Purpose Trust Funds. Private Purpose Trust and Agency Funds are used to account for and report assets held by the School District in a trustee capacity or as an agent for individuals, private organizations, and other governments. Private Purpose Trust and Agency Funds are accounted for on a spending or “economic resources” measurement focus and the accrual basis of accounting as are the proprietary funds explained above.

The School District reports the following fiduciary funds:

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

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

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

Agency Funds - Agency funds (payroll and student activity funds) are assets held by a governmental entity either as trustee or as an agent for other parties and cannot be used to finance the governmental entities own operating programs.

Budgets/Budgetary Control

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

ROBBINSVILLE SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2018 (Continued)

Note 1. Summary of Significant Accounting Policies (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 payment for budgetary purposes only and the special revenue fund as noted below. Encumbrance accounting is also employed as an extension of formal budgetary integration in the governmental fund types. Unencumbered appropriations lapse at fiscal year-end.

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

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

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

Encumbrances

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

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

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

ROBBINSVILLE SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2018 (Continued)

Note 1. Summary of Significant Accounting Policies (Continued)

Cash, Cash Equivalents and Investments

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

Investments are stated at fair value in accordance with Governmental Accounting Standards Board (GASB). New Jersey school districts are limited as to the types of investments and types of financial institutions they may invest in. N.J.S.18A:20-37 provides a list of permissible investments that may be purchased by New Jersey school districts.

N.J.S.A.17:9-41 et. Seq. establishes the requirements for the security of deposits of governmental units. The statute requires that no governmental unit shall deposit public funds in a public depository unless such funds are secured in accordance with the Governmental Unit Deposit Protection Act (“GUDPA”). GUDPA was enacted in 1970 to protect governmental units from loss of funds on deposit with a failed banking institution in New Jersey. Public depositories include Savings and Loan institutions, banks (both state and national banks) and savings banks the deposits of which are federally insured. All public depositories must pledge collateral, having a market value at least equal to five percent of the average daily balance of collected public funds, to secure the deposits of governmental units. If a public depository fails, the collateral it has pledged, plus the collateral of all other public depositories, is available to pay the full amount of their deposits to the governmental units.

For purposes of the statement of cash flows, the School District considers all highly liquid investments (including restricted assets) with a maturity when purchased of twelve months or less and all local government investment pools to be cash equivalents.

Tuition Receivable/Payable

Tuition rates were established by the receiving School District based on estimated costs. The charges are subject to adjustment when the actual costs are determined.

Inventories

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

Interfund Receivables/Payables

Interfund receivables/payables represent amounts that are owed, other than charges for goods or services rendered to/from a particular fund in the School District and that are due within one year. As previously mentioned, these amounts are eliminated in the governmental and business-type columns of the Statement of Net Position, except for the net residual amounts due between governmental and business-type activities, which are presented as Internal Balances in the Statement of Net Position.

**ROBBINSVILLE SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2018 (Continued)**

Note 1. Summary of Significant Accounting Policies (Continued)

Capital Assets

Capital assets are reported in the applicable governmental or business-type activities column in the government-wide financial statements. Purchased or constructed assets are recorded at actual cost or estimated historical cost if actual cost is unavailable. Donated capital assets are recorded at estimated fair market value at the date of donation. All reported capital assets except land and construction in progress are depreciated. The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend asset lives are not capitalized. The School District does not possess any infrastructure. The School District has established a threshold of \$2,000 for capitalization of depreciable assets.

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

Description	Governmental Activities Estimated Lives	Business-Type Activities Estimated Lives
Land Improvements	10-20 Years	N/A
Building and improvements	10-50 Years	N/A
Furniture and Equipment	5-20 Years	5-12 Years
Vehicles	5-10 Years	4-6 Years

Compensated Absences

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

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

Unearned Revenue

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

ROBBINSVILLE SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2018 (Continued)

Note 1. Summary of Significant Accounting Policies (Continued)

Accrued Liabilities and Long-Term Obligations

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

Accounting Estimates

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

Interfund Activity

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

Deferred Outflows and Deferred Inflows of Resources

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

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

ROBBINSVILLE SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2018 (Continued)

Note 1. Summary of Significant Accounting Policies (Continued)

Deferred Loss on Refunding Debt

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

Bond Premiums, Discounts and Issuance Costs

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

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

Pensions

For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the pension plan's fiduciary net position of the Public Employees' Retirement System (PERS) and Teacher's Pension and Annuity Fund (TPAF) and additions to/deductions from the PERS's and TPAF's fiduciary net position have been determined on the same basis as they are reported by the plans. 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.

Fund Balance

In accordance with Government Accounting Standards Board 54, *Fund Balance Reporting and Governmental Fund Type Definitions*, fund balances in the governmental funds financial statements are classified into the following five categories, as defined below:

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

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

**ROBBINSVILLE SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2018 (Continued)**

Note 1. Summary of Significant Accounting Policies (Continued)

Committed – This classification includes amounts that can be used only for specific purposes pursuant to constraints imposed by formal action of the Board of Education. These amounts cannot be used for any other purpose unless the Board of Education removes or changes the specified use by taking the same type of action (resolution) that was employed when the funds were initially committed. This classification also includes contractual obligations to the extent that existing resources have been specifically committed for use in satisfying those contractual requirements.

Assigned – This classification includes amounts that are constrained by the School District’s intent to be used for a specific purpose but are neither restricted nor committed. This intent can be expressed by the Board of Education or through the Board of Education delegating this responsibility to the business administrator through the budgetary process.

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

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

Net Position

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

Net Investment in Capital Assets – This components represents capital assets, net of accumulated depreciation, net of outstanding balances of borrowings used for acquisition, construction, or improvement of those assets.

Restricted – This component of net position is 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.

Unrestricted – This component of net position is reported as unrestricted when it does not meet the criteria of the other two components of net position.

Subsequent Events

Management has reviewed and evaluated all events and transactions that occurred between June 30, 2018 and February 21, 2019, the date that the financial statements were available for issuance, for possible disclosure and recognition in the financial statements, and no items have come to the attention of the School District that would require disclosure.

ROBBINSVILLE SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2018 (Continued)

Note 1. Summary of Significant Accounting Policies (Continued)

Impact of Recently Issued Accounting Principles

Adopted Accounting Pronouncements

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

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

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

Recently Issued Accounting Pronouncements

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

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

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

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

**ROBBINSVILLE SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2018 (Continued)**

Note 1. Summary of Significant Accounting Policies (Continued)

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

Note 2. Deposits and Investments

Deposits

Custodial Credit Risk – Custodial credit risk is the risk that, in the event of a bank failure, the School District's deposits may not be recovered. Although the School District does not have a formal policy regarding custodial credit risk, NJSA 17:9-41 et seq. requires that the governmental units shall deposit public funds in public depositories protected from loss under the provisions of GUDPA. Under the Act, the first \$250,000 of governmental deposits in each insured depository is protected by FDIC. Public fund owned by the School District in excess of FDIC insured amounts are protected by GUDPA. However, GUDPA does not protect intermingled trust funds such as salary withholdings, student activity fund or other funds that may pass to the School District relative to the happening of a future condition. Such funds are shown as Uninsured and Uncollateralized in the schedule below. As of June 30, 2018, the School District's bank balance of \$8,644,147.66 was exposed to custodial credit risk as follows:

Insured under FDIC and GUDPA	\$ 7,543,708.71
Uninsured and Uncollateralized	1,100,438.95
Total	\$ 8,644,147.66

Investments

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

Note 3. Reserve Accounts

Capital Reserve

A capital reserve account was established by the School District 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.

**ROBBINSVILLE SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2018 (Continued)**

Note 3. Reserve Accounts (Continued)

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

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

Beginning Balance, July 1, 2017	\$	553,804.93
Increased by:		
Interest Earnings		4,418.67
Sale of Windsor School		224,952.88
Deposits Approved by Board		1,450,000.00
		2,233,176.48
Decreased by:		
Budget Withdrawals		(30,000.00)
		2,203,176.48
Ending Balance, June 30, 2018	\$	2,203,176.48

**ROBBINSVILLE SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2018 (Continued)**

Note 3. Reserve Accounts (Continued)

Maintenance Reserve

The School District established a maintenance reserve account in June of 2011 for the accumulation of funds for use as required maintenance of a facility in subsequent fiscal years.

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

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

Beginning Balance, July 1, 2017	\$	252,913.47
Increased by:		
Interest Earnings		2,311.48
Deposits Approved by Board		450,000.00
		705,224.95
Decreased by:		
Budget Withdrawals		(19,200.00)
Ending Balance, June 30, 2018	\$	686,024.95

Note 4. Accounts Receivable

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

<u>Description</u>	Governmental Funds		Total Governmental Activities
	General Fund	Special Revenue Fund	
Federal Awards	\$ -	\$ 141,376.00	\$ 141,376.00
State Awards	517,261.06	-	517,261.06
Tuition	18,546.54	-	18,546.54
Total	\$ 535,807.60	\$ 141,376.00	\$ 677,183.60

<u>Description</u>	Proprietary Funds		Total Business-Type Activities
	Food Service Fund		
Federal Awards	\$	11,433.42	\$ 11,433.42
Total	\$	11,433.42	\$ 11,433.42

ROBBINSVILLE SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2018 (Continued)

Note 5. Capital Assets

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

	Governmental Activities			Balance June 30, 2018
	Balance July 1, 2017	Additions	Retirements and Transfers	
Governmental Activities:				
Capital assets not being depreciated:				
Land	\$ 2,539,803.00	\$ -	\$ -	\$ 2,539,803.00
Construction in Progress	14,047,738.10	-	-	14,047,738.10
Total Capital Assets not being depreciated	16,587,541.10	-	-	16,587,541.10
Capital Assets being depreciated:				
Buildings and Improvements	78,733,841.00	-	-	78,733,841.00
Equipment	6,775,703.70	212,103.20	(25,500.00)	6,962,306.90
Total Capital Assets being depreciated	85,509,544.70	212,103.20	(25,500.00)	85,696,147.90
Less: Accumulated Depreciation:				
Buildings and Improvements	(28,717,588.00)	(2,166,895.00)	-	(30,884,483.00)
Equipment	(5,234,157.99)	(394,203.00)	22,950.00	(5,605,410.99)
Total Accumulated Depreciation	(33,951,745.99)	(2,561,098.00)	22,950.00	(36,489,893.99)
Total Capital Assets being depreciated, net	51,557,798.71	(2,348,994.80)	(2,550.00)	49,206,253.91
Total Governmental Activities Capital Assets, net	\$ 68,145,339.81	\$ (2,348,994.80)	\$ (2,550.00)	\$ 65,793,795.01
Business-Type Activities				
	Business-Type Activities			Balance June 30, 2018
	Balance July 1, 2017	Additions	Retirements and Transfers	
Business-Type Activities:				
Equipment - Food Service	\$ 197,273.00	\$ -	\$ -	\$ 197,273.00
Equipment - R.E.D. Program	276,546.50	15,591.99	-	292,138.49
Total Capital Assets being depreciated	473,819.50	15,591.99	-	489,411.49
Less: Accumulated Depreciation:				
Buildings	-	-	-	-
Equipment - Food Service	(197,273.00)	-	-	(197,273.00)
Equipment - R.E.D. Program	(38,836.69)	(17,782.68)	-	(56,619.37)
Total Capital Assets being depreciated, net	(236,109.69)	(17,782.68)	-	(253,892.37)
Total Business-Type Activities Capital Assets, net	\$ 237,709.81	\$ (2,190.69)	\$ -	\$ 235,519.12

**ROBBINSVILLE SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2018 (Continued)**

Note 5. Capital Assets (Continued)

Depreciation expense was charged to functions/programs of the School District as follows:

Governmental Activities

Instruction:

Regular Instruction	\$ 1,089,196.69
Special Education Instruction	305,864.47
Other Instruction	135,934.28

Support Services:

Student & Instruction Related Services	346,805.49
General Administrative	66,341.89
School Administrative Services	129,960.29
Central Services	34,449.74
Administrative Info. Technology	30,725.43
Plant Operations & Maintenance	243,593.38
Pupil Transportation	178,226.35

Total Depreciation Expense - Governmental Activities	\$ 2,561,098.00
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Note 6. Interfund Receivables, Payables and Transfers

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

<u>Fund</u>	<u>Interfund Receivables</u>	<u>Interfund Payables</u>
General Fund	\$ 6,559.44	\$ -
Enterprise Fund	-	6,559.44
	\$ 6,559.44	\$ 6,559.44

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

There were no interfund transfers for the year ended June 30, 2018.

**ROBBINSVILLE SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2018 (Continued)**

Note 7. Long-Term Obligations

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

	Balance		Balance		Balance
	<u>June 30, 2017</u>	<u>Additions</u>	<u>Reductions</u>	<u>June 30, 2018</u>	<u>Due Within One Year</u>
Governmental Activities:					
General Obligation Bonds	\$ 52,409,000.00	\$ -	\$ 3,230,000.00	\$ 49,179,000.00	\$ 3,345,000.00
Capital Leases	3,421,538.91	-	252,896.32	3,168,642.59	263,299.53
Unamortized Bond Premiums	3,504,198.38	-	497,094.83	3,007,103.55	497,094.83
Compensated Absences	503,921.02	-	142,655.02	361,266.00	-
Net Pension Liability	10,822,329.00	3,376,235.00	5,513,400.00	8,685,164.00	-
	<u>\$ 70,660,987.31</u>	<u>\$ 3,376,235.00</u>	<u>\$ 9,636,046.17</u>	<u>\$ 64,401,176.14</u>	<u>\$ 4,105,394.36</u>

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

Bonds Payable

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

On May 15, 2005, the School District issued \$51,170,000 of General Obligation Bonds. The general Obligation Bonds were issued at interest rates varying from 3.650% to 5.250% and mature on January 1, 2028.

On May 14, 2013, the School District issued \$18,979,000 of General Obligation Bonds. The general Obligation Bonds were issued at interest rates varying from 2.250% to 3.000% and mature on March 15, 2033.

ROBBINSVILLE SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2018 (Continued)

Note 7. Long-Term Obligations (Continued)

Fiscal Year Ending <u>June 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2019	\$ 3,345,000.00	\$ 2,139,738.76	\$ 5,484,738.76
2020	3,485,000.00	2,020,551.26	5,505,551.26
2021	3,645,000.00	1,869,813.76	5,514,813.76
2022	3,815,000.00	1,711,488.76	5,526,488.76
2023	4,280,000.00	1,545,076.26	5,825,076.26
2024-2028	24,900,000.00	4,524,212.52	29,424,212.52
2029-2033	5,709,000.00	524,850.00	6,233,850.00
	<u>\$ 49,179,000.00</u>	<u>\$ 14,335,731.32</u>	<u>\$ 63,514,731.32</u>

Capital Lease Payable

On February 28, 2013, the School District entered into a lease purchase agreement in the amount of \$4,769,799 for Energy Savings Improvements Program equipment. The lease obligation was issued at an interest rate of 2.158% and matures on April, 28, 2028.

Fiscal Year Ending <u>June 30,</u>	<u>Total</u>
2019	\$ 330,266.34
2020	335,317.16
2021	340,528.90
2022	345,905.62
2023	351,450.38
2024-2028	<u>1,846,471.92</u>
Total Minimum Lease Payments	3,549,940.32
Less: Amount Representing Interest	<u>(381,297.73)</u>
Present Value of Minimum Lease Payments	<u>\$ 3,168,642.59</u>

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

Bonds Authorized but not Issued

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

ROBBINSVILLE SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2018 (Continued)

Note 8. Pension Plans

A. Public Employees' Retirement System (PERS)

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

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

The following represents the membership tiers for PERS:

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

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

Contributions - The contribution policy for PERS is set by *N.J.S.A. 43:15A* and requires contributions by active members and contributing employers. State legislation has modified the amount that is contributed by the State. The State's pension contribution is based on an actuarially determined amount which includes the employer portion of the normal cost and an amortization of the unfunded accrued liability. Funding for noncontributory group insurance benefits is based on actual claims paid. For fiscal year 2017, the State's pension contribution was less than the actuarial determined amount.

**ROBBINSVILLE SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2018 (Continued)**

Note 8. Pension Plans (Continued)

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

Pension Liability, Pension Expense and Deferred Outflows/Inflows of Resources - At June 30, 2018, the School District reported a liability of \$8,685,164 for its proportionate share of the PERS net pension liability. The net pension liability was measured as of June 30, 2017. The total pension liability used to calculate the net pension liability was determined using update procedures to roll forward the total pension liability from an actuarial valuation as of July 1, 2016, to the measurement date of June 30, 2017. The School District's proportion of the net pension liability was based on the School District's actual contributions to the plan relative to the total of all participating employers' contributions for the year ended June 30, 2017. The School District's proportion measured as of June 30, 2017, was 0.0373099673%, which was an increase of 0.007691952% from its proportion measured as of June 30, 2016.

For the year ended June 30, 2018, the School District recognized full accrual pension expense of \$804,047 in the government-wide financial statements. This pension expense was based on the pension plans June 30, 2017 measurement date. At June 30, 2018 the School District reported deferred outflows of resources and deferred inflows of resources related to PERS from the following sources:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Differences between Expected and Actual Experience	\$ 204,506.00	\$ -
Changes of Assumptions	1,749,761.00	1,743,346
Net Difference between Projected and Actual Earnings on Pension Plan Investments	59,140.00	-
Changes in Proportion and Differences between School District Contributions and Proportionate Share of Contributions	558,824.00	-
School District contributions subsequent to measurement date	381,159.00	-
	<u>\$ 2,953,390.00</u>	<u>\$ 1,743,346.00</u>

**ROBBINSVILLE SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2018 (Continued)**

Note 8. Pension Plans (Continued)

\$381,159.00 reported as deferred outflows of resources resulting from school district contributions subsequent to the measurement date is estimated based on unadjusted 2017-2018 total salaries for PERS employees multiplied by an employer pension contribution rate of 13.37%. The payable is due on April 1, 2019 and will be recognized as a reduction of the net pension liability in the year ended June 30, 2019. The other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year Ending <u>June 30,</u>		
2019	\$	366,289.00
2020		460,330.00
2021		302,939.00
2022		(140,927.00)
2023		(159,746.00)
	<u>\$</u>	<u>828,885.00</u>

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

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

**ROBBINSVILLE SCHOOL DISTRICT
 NOTES TO THE FINANCIAL STATEMENTS
 YEAR ENDED JUNE 30, 2018 (Continued)**

Note 8. Pension Plans (Continued)

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

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

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

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

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

**ROBBINSVILLE SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2018 (Continued)**

Note 8. Pension Plans (Continued)

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

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

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

**ROBBINSVILLE SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2018 (Continued)**

Note 8. Pension Plans (Continued)

	At 1% Decrease <u>(4.00%)</u>	At Current Discount Rate <u>(5.00%)</u>	At 1% Increase <u>(6.00%)</u>
School District's Proportionate Share of the Net Pension Liability	\$ 10,774,535.00	\$ 8,685,164.00	\$ 6,944,459.00

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

	<u>6/30/2018</u>	<u>6/30/2017</u>
Collective Deferred Outflows of Resources	\$ 5,396,431,901.00	\$ 7,815,204,785.00
Collective Deferred Inflows of Resources	4,672,602,040.00	-
Collective Net Pension Liability	23,278,401,588.00	29,617,131,759.00
School District's portion	0.03731%	0.03654%

B. Teachers' Pension and Annuity Fund (TPAF)

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

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

The following represents the membership tiers for TPAF:

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

ROBBINSVILLE SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2018 (Continued)

Note 8. Pension Plans (Continued)

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

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

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

Pension Liability and Pension Expense - The State's proportionate share of the TPAF net pension liability, attributable to the School District as of June 30, 2017 was \$118,351,817.00. The School District's proportionate share was \$0.

The net pension liability was measured as of June 30, 2017, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of July 1, 2016, which was rolled forward to June 30, 2017. The State's proportionate share of the net pension liability associated with the District was based on projection of the State's long-term contributions to the pension plan associated with the District relative to the projected contributions by the State associated with all participating school districts, actuarially determined. At June 30, 2017, the State proportionate share of the TPAF net pension liability attributable to the School District was 0.1755346899%, which was an increase of 0.0041405429% from its proportion measured as of June 30, 2016.

For the fiscal year ended June 30, 2018, the State of New Jersey recognized a pension expense in the amount of \$8,198,815.00 for the State's proportionate share of the TPAF pension expense attributable to the School District. This pension expense was based on the pension plans June 30, 2017 measurement date.

**ROBBINSVILLE SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2018 (Continued)**

Note 8. Pension Plans (Continued)

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

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

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

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

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

**ROBBINSVILLE SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2018 (Continued)**

Note 8. Pension Plans (Continued)

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

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

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

**ROBBINSVILLE SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2018 (Continued)**

Note 8. Pension Plans (Continued)

	At 1% Decrease <u>(3.25%)</u>	At Current Discount Rate <u>(4.25%)</u>	At 1% Increase <u>(5.25%)</u>
State of New Jersey's Proportionate Share of Net Pension Liability associated with the School District	\$ 140,605,671.00	\$ 118,351,817.00	\$ 100,018,995.00

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

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

	<u>6/30/2018</u>	<u>6/30/2017</u>
Collective Deferred Outflows of Resources	\$ 14,353,461,035.00	\$ 17,581,004,496.00
Collective Deferred Inflows of Resources	\$ 11,992,821,439.00	\$ 300,836,088.00
Collective Net Pension Liability	\$ 67,670,209,171.00	\$ 79,028,907,033.00
School District's portion	0.17553%	0.17139%

C. Defined Contribution Retirement Plan (DCRP)

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

Individuals eligible for membership in the DCRP include:

- State or local officials who are elected or appointed on or after July 1, 2007;
- Employees enrolled in the Public Employees' Retirement System (PERS) or Teachers' Pension and Annuity Fund (TPAF) on or after July 1, 2007, who earn salary in excess of established "maximum compensation" limits;
- Employees enrolled in the Police and Firemen's Retirement System (PFRS) or State Police Retirement System (SPRS) after May 21, 2010, who earn salary in excess of established "maximum compensation" limits;
- Employees otherwise eligible to enroll in the PERS or TPAF on or after November 2, 2008, who do not earn the minimum annual salary for PERS or TPAF Tier 3 enrollment but who earn salary of at least \$5,000 annually. The minimum salary in 2017 is \$8,300 and is subject to adjustment in future years.
- Employees otherwise eligible to enroll in the PERS or TPAF after May 21, 2010, who do not work the minimum number of hours per week required for PERS or TPAF Tier 4 or Tier 5 enrollment but who earn salary of at least \$5,000 annually. The minimum number is 35 hours per week for State employees, or 32 hours per week for local government or local education employees.

ROBBINSVILLE SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2018 (Continued)

Note 8. Pension Plans (Continued)

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

For the year ended June 30, 2018, employee contributions totaled \$36,082.04, and the School District recognized an expense for payments made to the Defined Contribution Retirement program in the amount of \$19,682.16.

Note 9. Other Post-Retirement Benefits

General Information about the OPEB Plan

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

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

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

Basis of Presentation

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

**ROBBINSVILLE SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2018 (Continued)**

Note 9. Other Post-Retirement Benefits (continued)

Total Nonemployer OPEB Liability

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

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

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

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

OPEB Obligation and OPEB Expense - The State’s proportionate share of the total Other Post Employment Benefits Obligations, attributable to the School District as of June 30, 2017 was \$60,300,665.00. The School District’s proportionate share was \$0.

The OPEB Obligation was measured as of June 30, 2017, and the total OPEB Obligation used to calculate the OPEB Obligation was determined by an actuarial valuation as of July 1, 2016, which was rolled forward to June 30, 2017. The State’s proportionate share of the OPEB Obligation associated with the District was based on projection of the State’s long-term contributions to the OPEB plan associated with the District relative to the projected contributions by the State associated with all participating school districts, actuarially determined. At June 30, 2017, the State proportionate share of the OPEB Obligation attributable to the School District was 0.1124176786%, which was a decrease of 0.0013500418% from its proportion measured as of June 30, 2016.

For the fiscal year ended June 30, 2018, the State of New Jersey recognized an OPEB expense in the amount of \$5,186,594.00 for the State’s proportionate share of the OPEB expense attributable to the School District. This OPEB expense was based on the OPEB plans June 30, 2017 measurement date.

**ROBBINSVILLE SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2018 (Continued)**

Note 9. Other Post-Retirement Benefits (continued)

Health Care Trend Assumptions

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

Discount Rate

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

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

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

	June 30, 2017		
	At 1% Decrease (2.58%)	At Discount Rate (3.58%)	At 1% Increase (4.58%)
State of New Jersey's Proportionate Share of Total OPEB Obligations Associated with the School District	\$ 71,581,239.82	\$ 60,300,665.00	\$ 51,352,805.84
State of New Jersey's Total Nonemployer OPEB Liability	\$ 63,674,362,200.00	\$ 53,639,841,858.00	\$ 45,680,364,953.00
	June 30, 2016		
	At 1% Decrease (1.85%)	At Discount Rate (2.85%)	At 1% Increase (3.85%)
State of New Jersey's Proportionate Share of Total OPEB Obligations Associated with the School District	\$ 76,951,773.91	\$ 64,232,396.00	\$ 54,220,615.26
State of New Jersey's Total Nonemployer OPEB Liability	\$ 69,283,705,084.00	\$ 57,831,784,184.00	\$ 48,817,654,566.00

**ROBBINSVILLE SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2018 (Continued)**

Note 9. Other Post-Retirement Benefits (continued)

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

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

	June 30, 2017		
	1% Decrease	Healthcare Cost Trend Rate	1% Increase
State of New Jersey's Proportionate Share of Total OPEB Obligations Associated with the School District	\$ 49,591,467.69	\$ 60,300,665.00	\$ 74,522,353.01
State of New Jersey's Total Nonemployer OPEB Liability	\$ 44,113,584,560.00	\$ 53,639,841,858.00	\$ 66,290,599,457.00
	June 30, 2016		
	1% Decrease	Healthcare Cost Trend Rate	1% Increase
State of New Jersey's Proportionate Share of Total OPEB Obligations Associated with the School District	\$ 52,704,469.37	\$ 64,232,396.00	\$ 79,644,135.49
State of New Jersey's Total Nonemployer OPEB Liability	\$ 47,452,589,164.00	\$ 57,831,784,184.00	\$ 71,707,778,970.00

* See Healthcare Cost Trend Assumptions for details of rates.

Additional Information

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

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

**ROBBINSVILLE SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2018 (Continued)**

Note 9. Other Post-Retirement Benefits (continued)

Additional Information (continued):

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

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

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

Plan Membership

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

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

Changes in the Total OPEB Liability

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

Total OPEB Liability

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

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

As previously mentioned, the School District receives on-behalf payments from the State of New Jersey for normal costs and post-retirement medical costs related to the Teachers' Pension and Annuity Fund (TPAF) pension plan. The School District is not legally responsible for these contributions. The on-behalf payments are recorded as revenues and expenditures in the government-wide and general fund financial statements. For the fiscal year ended June 30, 2018, the on-behalf payments for pension, social security, post-retirement medical costs, and long-term disability were \$2,613,250.00, \$1,372,815.93, \$1,687,842.00 and \$5,616.00, respectively.

**ROBBINSVILLE SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2018 (Continued)**

Note 11. Risk Management

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

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

<u>Fiscal Year</u>	<u>Interest Earnings</u>	<u>Employee Contributions</u>	<u>Amount Reimbursed</u>	<u>Ending Balance</u>
2017-2018	\$ 2,100.01	\$ 106,673.98	\$ 19,174.27	\$ 272,141.98
2016-2017	568.35	51,289.61	44,337.66	182,542.26
2015-2016	245.42	39,872.34	62,067.69	175,021.96

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

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

Property - Blanket Building & Grounds	General & Automobile Liability
Boiler & Machinery	Workers' Compensation
School Board Legal Liability	Comprehensive Crime Coverage

Note 12. Contingencies

State and Federal Grantor Agencies - The School District participates in numerous state and federal grant programs, which are governed by various rules and regulations of the grantor agencies; therefore, to the extent that the School District has not complied with the rules and regulations governing the grants, refunds of any money received may be required and the collectability of any related receivable at June 30, 2017 may be impaired. In the opinion of the School District, there are no significant contingent liabilities relating to compliance with the rules and regulations governing the respective grants; therefore, no provisions have been recorded in the accompanying combined financial statements for such contingencies.

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

ROBBINSVILLE SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2018 (Continued)

Note 12. Contingencies (Continued)

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

Note 13. Deferred Compensation

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

AXA Equitable	Lincoln Investment Planning, Inc.	Valic Investments
The Legend Group	Security Benefit & Life	

Note 14. Compensated Absences

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

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

The liability for vested compensated absences of the governmental fund types is recorded in the Statement of Net Position. At June 30, 2018, the liability for compensated absences reported was \$361,266.00.

Note 15. Tax Abatements

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

ROBBINSVILLE SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2018 (Continued)

Note 15. Tax Abatements (Continued)

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

Note 16. Calculation of Excess Surplus

The designation for Restricted Fund Balance – Excess Surplus is a required calculation pursuant to N.J.S.A.18A:7F-7. New Jersey school districts are required to reserve General Fund fund balance at the fiscal year-end of June 30 if they did not appropriate a required minimum amount as budgeted fund balance in their subsequent years' budget. The excess fund balance at June 30, 2018 was \$1,829,652.65.

Note 17. Fund Balances

General Fund – Of the \$6,208,306.70 General Fund fund balance at June 30, 2018, \$2,203,176.48 has been restricted for the Capital Reserve Account; \$686,024.95 has been restricted for the Maintenance Reserve Account; \$653,626.25 has been restricted for current year excess surplus; \$1,176,026.40 is restricted for prior year excess surplus – designated for subsequent year's expenditures; \$688,484.82 has been assigned to other purposes; and \$800,967.80 has been unassigned.

Debt Service Fund – Of the \$2,562.13 Debt Service Fund fund balance at June 30, 2018, \$2,562.13 is restricted for future debt service payments.

Note 18. Deficit in Net Position

Unrestricted Net Position – The School District governmental activities had a deficit in unrestricted net position in the amount of \$7,726,819.06 at June 30, 2018. The primary causes of this deficit is the School District's loss related to the refunding of debt and the recording of the net pension liability for the Public Employee's Retirement System (PERS) as of June 30, 2018. This deficit in unrestricted net position for governmental activities does not indicate that the School District is facing financial difficulties.

REQUIRED SUPPLEMENTARY INFORMATION - PART II

C. Budgetary Comparison Schedules

ROBBINSVILLE SCHOOL DISTRICT
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
YEAR ENDED JUNE 30, 2018

ACCOUNT NUMBERS	JUNE 30, 2018			VARIANCE FINAL TO ACTUAL
	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	
Revenues:				
Local Sources:				
Local Tax Levy	\$ 36,493,692.00	\$ -	\$ 36,493,692.00	\$ 24,612.06
Tuition From Individuals	-	-	-	(7,503.79)
Tuition From Other LEAs Within State	28,000.00	-	28,000.00	15,725.00
Other Tuition	56,000.00	-	56,000.00	3,924.60
Transportation Fees From Other LEAs	30,000.00	-	30,000.00	490,235.88
Unrestricted Miscellaneous Revenues	359,000.00	-	359,000.00	(500.00)
Interest Earned on Maintenance Reserve	500.00	-	500.00	(500.00)
Interest Earned on Capital Reserve Funds	500.00	-	500.00	(500.00)
Total Local Sources	36,967,692.00	-	36,967,692.00	495,993.75
State Sources:				
Categorical Transportation Aid	234,078.00	-	234,078.00	-
Extraordinary Aid	200,000.00	-	200,000.00	218,777.00
Categorical Special Education Aid	1,758,251.00	-	1,758,251.00	-
Equalization Aid	106,084.00	631,042.00	737,126.00	-
Categorical Security Aid	148,695.00	-	148,695.00	-
Under Adequacy Aid	154,758.00	-	154,758.00	-
PARCC Readiness Aid	29,880.00	-	29,880.00	-
Per Pupil Growth Aid	29,880.00	-	29,880.00	-
Professional Learning Community Aid	30,130.00	-	30,130.00	-
Other State Aids	-	-	-	30,309.00
Nonbudgeted:				
TPAF Pension (on-behalf)	-	-	-	2,613,250.00
TPAF Social Security (reimbursed)	-	-	-	1,372,815.93
TPAF Post Retirements	-	-	-	1,687,842.00
TPAF Long-Term Disability Insurance (on behalf)	-	-	-	5,616.00
Total State Sources	2,691,756.00	631,042.00	3,322,798.00	5,928,609.93
Total Revenues	39,659,448.00	631,042.00	40,290,490.00	6,424,603.68
Current Expense:				
Regular Programs - Instruction:				
Kindergarten - Salaries of Teachers	633,028.00	45,000.00	678,028.00	28,368.18
Grades 1-5 - Salaries of Teachers	4,042,242.00	75,000.00	4,117,242.00	16,274.66
Grades 6-8 - Salaries of Teachers	2,989,954.00	120,000.00	3,109,954.00	56,791.03
Grades 9-12 - Salaries of Teachers	3,601,626.00	89,183.45	3,690,809.45	39,710.99
Regular Programs - Home Instruction:				
Salaries of Teachers	10,000.00	-	10,000.00	1,381.00

**ROBBINSVILLE SCHOOL DISTRICT
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
YEAR ENDED JUNE 30, 2018**

	ACCOUNT NUMBERS	JUNE 30, 2018			VARIANCE FINAL TO ACTUAL
		ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	
Purchased Professional - Educational Services	11-150-100-320	25,000.00	32,926.00	57,926.00	23,419.00
Regular Programs - Undistributed Instruction:					
Purchased Professional - Educational Services	11-190-100-320	48,426.00	23,105.00	71,531.00	2,515.88
Purchased Technical Services	11-190-100-340	45,625.00	-	45,625.00	10,958.35
Other Purchased Services	11-190-100-500	267,308.00	66,395.21	333,703.21	25,831.44
General Supplies	11-190-100-610	615,391.00	172,405.20	787,796.20	34,215.46
Textbooks	11-190-100-640	38,869.00	785.00	39,654.00	4,757.99
Total Regular Programs - Instruction		12,317,469.00	624,799.86	12,942,268.86	244,223.98
Special Education - Instruction:					
Learning and/or Language Disabilities:					
Salaries of Teachers	11-204-100-101	342,756.00	(26,256.43)	316,499.57	21,075.51
Other Salaries for Instruction	11-204-100-106	110,703.00	(14,497.08)	96,205.92	-
General Supplies	11-204-100-610	9,040.00	-	9,040.00	4,886.21
Total Learning and/or Language Disabilities		462,499.00	(40,753.51)	421,745.49	25,961.72
Special Education - Instruction:					
Behavioral Disabilities:					
Other Salaries for Instruction	11-209-100-106	12,792.00	(12,792.00)	-	-
General Supplies	11-209-100-610	2,700.00	(1,315.69)	1,384.31	1.93
Total Behavioral Disabilities		15,492.00	(14,107.69)	1,384.31	1.93
Special Education - Instruction:					
Multiple Disabilities:					
Salaries of Teachers	11-212-100-101	303,799.00	4,533.51	308,332.51	3,070.15
Other Salaries for Instruction	11-212-100-106	147,633.00	(23,754.00)	123,879.00	4,335.65
General Supplies	11-212-100-610	6,710.16	4,873.84	11,584.00	3,858.17
Total Multiple Disabilities		458,142.16	(14,346.65)	443,795.51	11,263.97
Special Education - Instruction:					
Resource Room/Resource Center:					
Salaries of Teachers	11-213-100-101	2,291,237.00	155,000.00	2,446,237.00	79,736.90
Other Salaries	11-213-100-106	141,258.00	(78,000.00)	63,258.00	11,205.72
General Supplies	11-213-100-610	10,500.00	(3,128.15)	7,371.85	662.18
Total Resource Room/Resource Center		2,442,995.00	73,871.85	2,516,866.85	91,604.80
Special Education - Instruction:					
Autism:					

ROBBINSVILLE SCHOOL DISTRICT
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
YEAR ENDED JUNE 30, 2018

	ACCOUNT NUMBERS	JUNE 30, 2018			VARIANCE FINAL TO ACTUAL	
		ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET		
Salaries of Teachers	11-214-100-101	130,889.00	(5,316.00)	125,573.00	125,014.50	558.50
Other Salaries for Instruction	11-214-100-106	26,382.00	30,316.00	56,698.00	54,172.16	2,525.84
General Supplies	11-214-100-610	7,400.00	(8.51)	7,391.49	6,855.96	535.53
Total Autism		164,671.00	24,991.49	189,662.49	186,042.62	3,619.87
Special Education - Instruction:						
Preschool Disabilities - Part-Time:						
Salaries of Teachers	11-215-100-101	141,912.00	30,900.00	172,812.00	168,280.75	4,531.25
Other Salaries for Instruction	11-215-100-106	51,400.00	50,202.00	101,602.00	59,581.29	42,020.71
General Supplies	11-215-100-600	2,150.00	3,898.51	6,048.51	6,048.51	-
Total Preschool Disabilities - Part-Time		195,462.00	85,000.51	280,462.51	233,910.55	46,551.96
Special Education - Instruction:						
Preschool Disabilities - Full-Time:						
Salaries of Teachers	11-216-100-101	64,890.00	10,204.00	75,094.00	66,100.00	8,994.00
Other Salaries for Instruction	11-216-100-106	51,163.00	(25,204.00)	25,959.00	25,959.00	-
Total Preschool Disabilities - Full-Time		116,053.00	(15,000.00)	101,053.00	92,059.00	8,994.00
Total Special Education - Instruction		3,855,314.16	99,656.00	3,954,970.16	3,766,971.91	187,998.25
Basic Skills/Remedial - Instruction:						
Salaries of Teachers	11-230-100-101	681,450.00	(24,000.00)	657,450.00	486,153.38	171,296.62
General Supplies	11-230-100-610	6,814.00	-	6,814.00	6,243.27	570.73
Textbooks	11-230-100-640	4,800.00	-	4,800.00	2,789.10	2,010.90
Other Objects	11-230-100-800	500.00	-	500.00	-	500.00
Total Basic Skills/Remedial - Instruction		693,564.00	(24,000.00)	669,564.00	495,185.75	174,378.25
Bilingual Education - Instruction:						
Salaries of Teachers	11-240-100-101	73,402.00	498.00	73,900.00	73,900.00	-
General Supplies	11-240-100-610	3,000.00	-	3,000.00	1,661.34	1,338.66
Other Objects	11-240-100-800	500.00	-	500.00	-	500.00
Total Bilingual Education - Instruction		76,902.00	498.00	77,400.00	75,561.34	1,838.66
School-Sponsored Cocurricular/Extra Curricular Activities - Instruction:						
Salaries	11-401-100-100	185,433.00	4,582.80	190,015.80	178,343.46	11,672.34
Purchased Services	11-401-100-500	18,600.00	-	18,600.00	18,442.59	157.41
Supplies and Materials	11-401-100-600	34,364.00	(771.38)	33,592.62	24,170.37	9,422.25

ROBBINSVILLE SCHOOL DISTRICT
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
YEAR ENDED JUNE 30, 2018

	ACCOUNT NUMBERS	JUNE 30, 2018			VARIANCE FINAL TO ACTUAL	
		ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET		
Other Objects	11-401-100-800	41,463.00	(2,501.67)	38,961.33	25,375.94	13,585.39
Total School-Sponsored Coccinular/Extra Curricular Activities - Instruction		279,860.00	1,309.75	281,169.75	246,332.36	34,837.39
School-Sponsored Athletics - Instruction:						
Salaries	11-402-100-100	710,873.00	(750.00)	710,123.00	689,732.37	20,390.63
Purchased Services	11-402-100-500	76,331.00	-	76,331.00	46,691.50	29,639.50
Supplies and Materials	11-402-100-600	74,200.00	(12,353.00)	61,847.00	56,574.18	5,272.82
Other Objects	11-402-100-800	69,094.00	-	69,094.00	64,064.70	5,029.30
Total School-Sponsored Athletics - Instruction		930,498.00	(13,103.00)	917,395.00	857,062.75	60,332.25
Undistributed Expenditures - Instruction (Tuition):						
Tuition to Other LEAs Within State - Regular	11-000-100-561	15,000.00	150.00	15,150.00	13,652.00	1,498.00
Tuition to Other LEAs Within State - Special	11-000-100-562	196,885.00	(126,668.00)	70,217.00	8,749.03	61,467.97
Tuition to County Vocational School - Regular	11-000-100-563	84,800.00	21,500.00	106,300.00	95,629.68	10,670.32
Tuition to County Vocational School - Special	11-000-100-564	36,000.00	-	36,000.00	22,415.73	13,584.27
Tuition to County Special Services & Regular Day Schools	11-000-100-565	1,115,021.00	(98,850.00)	1,016,171.00	903,329.98	112,841.02
Tuition to Private School Disabled - Within State	11-000-100-566	665,706.00	186,510.00	852,216.00	808,379.65	43,836.35
Tuition to Private School Disabled & Other LEAs - Outside State	11-000-100-567	4,738.24	-	4,738.24	4,738.14	0.10
Tuition - Other	11-000-100-569	64,900.00	(1,850.20)	63,049.80	2,945.25	60,104.55
Total Undistributed Expenditures - Instruction (Tuition)		2,183,050.24	(19,208.20)	2,163,842.04	1,859,839.46	304,002.58
Undistributed Expenditures Attendance and Social Work:						
Salaries	11-000-211-100	5,500.00	(150.00)	5,350.00	2,476.25	2,873.75
Total Undistributed Expenditures Attendance and Social Work		5,500.00	(150.00)	5,350.00	2,476.25	2,873.75
Undistributed Expenditures - Health Services:						
Salaries	11-000-213-100	464,613.00	(24,155.95)	440,457.05	437,960.32	2,496.73
Purchased Professional & Technical Services	11-000-213-300	12,500.00	-	12,500.00	12,000.00	500.00
Other Purchased Services	11-000-213-500	2,015.00	-	2,015.00	1,280.52	734.48
Supplies and Materials	11-000-213-600	19,215.00	(1,400.00)	17,815.00	11,488.62	6,326.38
Total Undistributed Expenditures - Health Services		498,343.00	(25,555.95)	472,787.05	462,729.46	10,057.59
Undistributed Expenditures - Speech, OT, PT and Related Services:						
Salaries	11-000-216-100	523,953.00	(36,909.46)	487,043.54	478,630.35	8,413.19

ROBBINSVILLE SCHOOL DISTRICT
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
YEAR ENDED JUNE 30, 2018

	ACCOUNT NUMBERS	JUNE 30, 2018			VARIANCE FINAL TO ACTUAL	
		ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET		
Purchased Professional - Educational Services	11-000-216-320	54,663.00	36,759.50	91,422.50	80,780.00	10,642.50
Supplies and Materials	11-000-216-600	9,132.32	-	9,132.32	8,147.31	985.01
Total Undistributed Expenditures - Speech, OT, PT and Related Services		587,748.32	(149.96)	587,598.36	567,557.66	20,040.70
Undistributed Expenditures - Other Support Services - Extra Services: Salaries	11-000-217-100	286,983.00	236,675.51	523,658.51	492,553.79	31,104.72
Purchased Professional - Educational Services	11-000-217-320	133,970.00	16,240.50	150,210.50	149,294.50	916.00
Total Undistributed Expenditures - Other Support Services - Extra Services		420,953.00	252,916.01	673,869.01	641,848.29	32,020.72
Undistributed Expenditures - Guidance: Salaries of Other Professional Staff	11-000-218-104	735,608.00	11,000.00	746,608.00	741,161.53	5,446.47
Salaries of Secretaries & Clerical Assistants	11-000-218-105	46,616.00	3,000.00	49,616.00	47,109.51	2,506.49
Purchased Professional - Educational Services	11-000-218-320	19,180.00	-	19,180.00	17,458.35	1,721.65
Other Purchased Services	11-000-218-500	7,850.00	(2,980.00)	4,870.00	3,052.20	1,817.80
Supplies and Materials	11-000-218-600	13,954.00	-	13,954.00	9,231.72	4,722.28
Total Undistributed Expenditures - Guidance		823,208.00	11,020.00	834,228.00	818,013.31	16,214.69
Undistributed Expenditures - Child Study Teams: Salaries of Other Professional Staff	11-000-219-104	679,965.00	(25,051.92)	654,913.08	620,456.82	34,456.26
Salaries of Secretaries & Clerical Assistants	11-000-219-105	97,400.00	1,179.82	98,579.82	97,901.10	678.72
Purchased Professional - Educational Services	11-000-219-320	33,375.00	72,841.00	106,216.00	98,118.00	8,098.00
Other Purchased Prof. and Tech. Services	11-000-219-390	22,060.00	(3,773.00)	18,287.00	14,721.44	3,565.56
Miscellaneous Purchased Services	11-000-219-592	62,268.00	(20,500.00)	41,768.00	34,268.96	7,499.04
Supplies and Materials	11-000-219-600	14,700.00	-	14,700.00	13,949.15	750.85
Other Objects	11-000-219-800	13,000.00	(8,000.00)	5,000.00	4,939.38	60.62
Total Undistributed Expenditures - Child Study Teams		922,768.00	16,695.90	939,463.90	884,354.85	55,109.05
Undistributed Expenditures - Improvement of Instruction Services: Salaries of Supervisors of Instruction	11-000-221-102	131,950.00	(8,987.50)	122,962.50	116,899.86	6,062.64
Salaries of Other Professional Staff	11-000-221-104	315,813.00	3,900.00	319,713.00	288,262.28	31,450.72
Salaries of Sec. and Clerical Assist.	11-000-221-105	47,025.00	3,000.00	50,025.00	48,029.43	1,995.57
Other Salaries	11-000-221-110	9,500.00	-	9,500.00	9,500.00	-
Sal. of Fac., Math, Literacy Coaches	11-000-221-176	25,110.00	-	25,110.00	18,904.00	6,206.00
Purchased Professional - Educational Services	11-000-221-320	40,350.00	(19,400.00)	20,950.00	15,390.08	5,559.92
Other Purchased Professional and Technical Services	11-000-221-390	-	2,722.50	2,722.50	2,722.50	-

ROBBINSVILLE SCHOOL DISTRICT
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
YEAR ENDED JUNE 30, 2018

	ACCOUNT NUMBERS	JUNE 30, 2018			VARIANCE FINAL TO ACTUAL	
		ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET		
Other Purchased Services	11-000-221-500	36,500.00	(10,089.35)	26,410.65	21,542.95	4,867.70
Supplies and Materials	11-000-221-600	27,500.00	16,077.50	43,577.50	38,518.51	5,058.99
Other Objects	11-000-221-800	10,050.00	-	10,050.00	3,450.00	6,600.00
Total Undistributed Expenditures - Improvement of Instruction Services		643,798.00	(12,776.85)	631,021.15	563,219.61	67,801.54
Undistributed Expenditures - Educational Media Services/Library:						
Salaries	11-000-222-100	250,787.00	-	250,787.00	231,489.32	19,297.68
Other Purchased Services	11-000-222-500	5,950.00	45.44	5,995.44	5,976.30	19.14
Supplies and Materials	11-000-222-600	33,741.00	(1,449.44)	32,291.56	26,227.08	6,064.48
Total Undistributed Expenditures - Educational Media Services/Library		290,478.00	(1,404.00)	289,074.00	263,692.70	25,381.30
Undistributed Expenditures - Support Services - General Administration:						
Salaries	11-000-230-100	260,642.00	32,858.07	293,500.07	293,498.79	1.28
Legal Services	11-000-230-331	80,098.71	(300.00)	79,798.71	72,604.34	7,194.37
Audit Fees	11-000-230-332	32,000.00	200.00	32,200.00	32,200.00	-
Architectural/Engineering Services	11-000-230-334	-	41,250.00	41,250.00	36,539.09	4,710.91
Other Purchased Professional Services	11-000-230-339	99,500.00	(350.00)	99,150.00	99,016.46	133.54
Purchased Technical Services	11-000-230-340	46,718.00	-	46,718.00	45,950.46	767.54
Communications/Telephone	11-000-230-530	131,534.88	2,287.62	133,822.50	122,172.31	11,650.19
BOE Other Purchased Professional Services	11-000-230-585	3,900.00	1,930.44	5,830.44	5,322.18	508.26
Other Purchased Services	11-000-230-590	102,470.00	(917.62)	101,552.38	94,270.17	7,282.21
General Supplies	11-000-230-610	4,500.00	(1,583.09)	2,916.91	2,715.35	201.56
Miscellaneous Expenditures	11-000-230-890	-	3,780.00	3,780.00	3,740.00	40.00
BOE Membership Dues and Fees	11-000-230-895	12,500.00	(3,474.35)	9,025.65	9,025.65	-
Total Undistributed Expenditures - Support Services - General Administration		773,863.59	75,681.07	849,544.66	817,054.80	32,489.86
Undistributed Expenditures - Support Services - School Administration:						
Salaries of Principals/Assistant Principals	11-000-240-103	902,848.00	(29,106.30)	873,741.70	870,428.56	3,313.14
Salaries of Other Professional Staff	11-000-240-104	236,930.00	-	236,930.00	236,929.92	0.08
Salaries of Secretaries & Clerical Assistants	11-000-240-105	425,972.00	54,983.84	480,955.84	421,226.89	59,728.95
Unused Vacation Payment to Staff	11-000-240-199	-	9,368.66	9,368.66	9,368.66	-
Other Purchased Services	11-000-240-500	9,800.00	26,950.00	36,750.00	29,501.35	7,248.65
Supplies and Materials	11-000-240-600	27,110.00	(3,003.12)	24,106.88	21,794.03	2,312.85
Other Objects	11-000-240-800	18,100.00	1,100.00	19,200.00	11,318.19	7,881.81

ROBBINSVILLE SCHOOL DISTRICT
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
YEAR ENDED JUNE 30, 2018

ACCOUNT NUMBERS	JUNE 30, 2018			VARIANCE FINAL TO ACTUAL	
	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET		
Total Undistributed Expenditures - Support Services - School Administration	1,620,760.00	60,293.08	1,681,053.08	1,600,567.60	80,485.48
Undistributed Expenditures - Central Services:					
Salaries	410,126.00	24,957.43	435,083.43	399,129.69	35,953.74
Purchased Professional Services	8,500.00	8,600.00	17,100.00	1,532.50	15,567.50
Miscellaneous Purchased Services	30,000.00	(400.00)	29,600.00	7,701.02	21,898.98
Supplies and Materials	10,054.09	6,847.00	16,901.09	14,923.56	1,977.53
Miscellaneous Expenditures	4,000.00	-	4,000.00	990.00	3,010.00
Total Undistributed Expenditures - Central Services	462,680.09	40,004.43	502,684.52	424,276.77	78,407.75
Undistributed Expenditures - Administrative Information Technology:					
Salaries	327,104.00	20,000.00	347,104.00	330,575.03	16,528.97
Purchased Professional Services	8,000.00	-	8,000.00	6,399.00	1,601.00
Purchased Technical Services	9,000.00	-	9,000.00	8,550.00	450.00
Other Purchased Services	3,000.00	-	3,000.00	-	3,000.00
Supplies and Materials	67,500.00	(31,359.29)	36,140.71	32,884.83	3,255.88
Other Objects	3,000.00	-	3,000.00	-	3,000.00
Total Undistributed Expenditures - Administrative Information Technology	417,604.00	(11,359.29)	406,244.71	378,408.86	27,835.85
Undistributed Expenditures - Required Maintenance for School Facilities:					
Salaries	299,588.00	-	299,588.00	277,719.02	21,868.98
Cleaning, Repair & Maintenance Services	410,307.77	(18,000.00)	392,307.77	240,298.89	152,008.88
General Supplies	93,462.79	-	93,462.79	52,309.73	41,153.06
Other Objects	10,100.00	-	10,100.00	6,548.06	3,551.94
Total Undistributed Expenditures - Required Maintenance for School Facilities	813,458.56	(18,000.00)	795,458.56	576,875.70	218,582.86
Undistributed Expenditures - Custodial Services:					
Salaries	78,900.00	(1,500.00)	77,400.00	69,809.26	7,590.74
Salaries of Non-Instructional Aides	54,427.00	-	54,427.00	42,603.87	11,823.13
Purchased Professional and Technical Services	33,960.00	-	33,960.00	33,960.00	-
Cleaning, Repair & Maintenance Services	949,781.32	5,270.14	955,051.46	948,200.52	6,850.94
Lease Purchase Pymts- Energy Savings Impr Prog	325,378.00	-	325,378.00	325,376.48	1.52
Other Purchased Property Services	118,100.00	14,714.35	132,814.35	114,854.89	17,959.46
Insurance	131,700.00	(4,970.00)	126,730.00	126,729.00	1.00

ROBBINSVILLE SCHOOL DISTRICT
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
YEAR ENDED JUNE 30, 2018

	ACCOUNT NUMBERS	JUNE 30, 2018			VARIANCE FINAL TO ACTUAL	
		ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET		
General Supplies	11-000-262-610	85,100.00	(4,500.00)	80,600.00	57,911.69	22,688.31
Energy (Natural Gas)	11-000-262-621	249,896.74	(41,625.12)	208,271.62	141,990.86	66,280.76
Energy (Electricity)	11-000-262-622	903,458.13	(180,090.92)	723,367.21	425,076.81	298,290.40
Energy (Oil)	11-000-262-624	3,000.00	(3,000.00)	-	-	-
Other Objects	11-000-262-800	2,000.00	-	2,000.00	2,000.00	-
Total Undistributed Expenditures - Custodial Services		2,935,701.19	(215,701.55)	2,719,999.64	2,288,513.38	431,486.26
Undistributed Expenditures - Care and Upkeep of Grounds:						
Cleaning, Repair & Maintenance Services	11-000-263-420	100,775.00	-	100,775.00	61,040.31	39,734.69
General Supplies	11-000-263-610	26,500.00	-	26,500.00	24,333.90	2,166.10
Total Undistributed Expenditures - Care and Upkeep of Grounds		127,275.00	-	127,275.00	85,374.21	41,900.79
Security:						
Salaries	11-000-266-100	-	23,336.25	23,336.25	23,336.25	-
Unused Vacation Payment to Terminated / Retires Staff	11-000-266-199	23,020.00	(23,020.00)	-	-	-
Purchased Professional and Technical Services	11-000-266-300	12,000.00	(316.25)	11,683.75	7,478.28	4,205.47
Cleaning, Repair, and Maintenance Services	11-000-266-420	25,815.48	-	25,815.48	18,130.55	7,684.93
General Supplies	11-000-266-610	5,100.00	-	5,100.00	344.00	4,756.00
Total Security		65,935.48	-	65,935.48	49,289.08	16,646.40
Undistributed Expenditures - Student Transportation Services:						
Salaries of Non-Instructional Aides	11-000-270-107	79,540.00	20,950.00	100,490.00	91,570.83	8,919.17
Salaries of Pupil Transportation (Between Home & School) - Regular	11-000-270-160	80,150.00	-	80,150.00	74,991.24	5,158.76
Sal for Pupil Trans (Bet Home & Sch)- Sp Ed	11-000-270-161	286,754.00	(734.62)	286,019.38	261,305.37	24,714.01
Sal for Pupil Trans (Other than Bet. Home & Sch)	11-000-270-162	52,434.00	7,933.55	60,367.55	56,478.27	3,889.28
Other Purchased Prof. and Technical Serv.	11-000-270-390	15,966.00	-	15,966.00	14,214.51	1,751.49
Cleaning, Repair and Maintenance Services	11-000-270-420	63,500.00	(13,918.56)	49,581.44	41,811.19	7,770.25
Contract Services - Aid in Lieu Payments - Non Public Schools	11-000-270-503	73,891.34	(11,400.00)	62,491.34	54,746.04	7,745.30
Contract Services (Other Than Between Home & School) - Vendors	11-000-270-511	1,114,046.00	(85,000.00)	1,029,046.00	1,010,671.18	18,374.82
Contract Services (Between Home & School) - Vendors	11-000-270-512	147,700.00	2,700.14	150,400.14	108,815.09	41,585.05
Contract Services (Special Education) - Vendors	11-000-270-514	147,387.00	6,282.81	153,669.81	128,755.08	24,914.73
Contract Serv.(Sp Ed Stds)-Joint Agrmnts	11-000-270-515	69,818.00	7,635.75	77,453.75	72,641.55	4,812.20
Contract Services (Special Education) - ESCs & CTSA's	11-000-270-518	162,524.00	102,000.00	264,524.00	251,029.97	13,494.03
General Supplies	11-000-270-610	6,700.00	(4,000.00)	2,700.00	1,965.46	734.54
Transportation Supplies	11-000-270-615	39,000.00	(10,000.00)	29,000.00	22,860.76	6,139.24
Miscellaneous Expenditures	11-000-270-800	6,600.00	-	6,600.00	3,147.19	3,452.81

ROBBINSVILLE SCHOOL DISTRICT
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
YEAR ENDED JUNE 30, 2018

ACCOUNT NUMBERS	JUNE 30, 2018			VARIANCE FINAL TO ACTUAL	
	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET		
Total Undistributed Expenditures - Student Transportation Services	2,346,010.34	22,449.07	2,368,459.41	2,195,003.73	173,455.68
Unallocated Benefits:					
Group Insurance	8,600.00	500.00	9,100.00	9,008.00	92.00
Social Security Contributions	466,109.57	-	466,109.57	434,688.27	31,421.30
TPAF Contributions - ERIP	-	2,703.40	2,703.40	2,011.18	692.22
Other Retirement Contributions - PERS	345,000.00	12,570.10	357,570.10	357,303.05	267.05
Unemployment Compensation	10,000.00	-	10,000.00	10,000.00	-
Workmen's Compensation	169,000.00	(994.14)	168,005.86	168,005.86	-
Health Benefits	5,458,374.04	(350,751.71)	5,107,622.33	4,943,168.71	164,453.62
Tuition Reimbursement	91,000.00	2,000.00	93,000.00	61,845.98	31,154.02
Other Employee Benefits	483,250.00	(71,924.30)	411,325.70	405,039.03	6,286.67
Unused Sick Payment to Staff	40,000.00	-	40,000.00	35,155.00	4,845.00
Total Unallocated Benefits	7,071,333.61	(405,896.65)	6,665,436.96	6,426,225.08	239,211.88
Nonbudgeted:					
TPAF Pension (on-behalf)	-	-	-	2,613,250.00	(2,613,250.00)
TPAF Social Security (reimbursed)	-	-	-	1,372,815.93	(1,372,815.93)
TPAF Post Retirements	-	-	-	1,687,842.00	(1,687,842.00)
TPAF Long-Term Disability Insurance (on behalf)	-	-	-	5,616.00	(5,616.00)
Total Undistributed Expenditures	23,010,468.42	(231,142.89)	22,779,325.53	26,584,844.73	(3,805,519.20)
Total Expenditures - Current Expense	41,164,075.58	458,017.72	41,622,093.30	44,724,003.72	(3,101,910.42)
Interest Deposit to Capital Reserves	500.00	(500.00)	-	-	-
Interest Deposit to Maintenance Reserves	500.00	(500.00)	-	-	-
Increase in Capital Reserves	59,655.00	(59,655.00)	-	-	-
Capital Outlay: Equipment:					
Grades 9-12	12,000.00	21,500.00	33,500.00	33,067.39	432.61
Home Instruction	-	1,000.00	1,000.00	-	1,000.00
School-Sponsored & Other Instructional Programs	-	12,353.00	12,353.00	12,353.00	-
Undistributed Expenditures:					
Undistributed Expenditures - Admin Info Tech.	118,321.45	137,109.29	255,430.74	166,402.02	89,028.72
Undist. Expend. - Custodial Services	-	13,092.69	13,092.69	(18,628.00)	31,720.69
School Buses - Regular	-	67,824.30	67,824.30	-	67,824.30
Total Equipment	130,321.45	252,879.28	383,200.73	193,194.41	190,006.32
Facilities Acquisition & Construction Services:					

**ROBBINSVILLE SCHOOL DISTRICT
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
YEAR ENDED JUNE 30, 2018**

ACCOUNT NUMBERS	JUNE 30, 2018			VARIANCE FINAL TO ACTUAL
	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	
12-000-400-450	-	30,000.00	30,000.00	29,181.70
12-000-400-896	119,784.00	-	119,784.00	119,784.00
Construction Services	119,784.00	30,000.00	149,784.00	148,965.70
Assessment for Debt Service on SDA Funding				818.30
Total Facilities Acquisition & Construction Services	250,105.45	282,879.28	532,984.73	342,160.11
Total Capital Outlay	41,474,836.03	680,242.00	42,155,078.03	45,066,163.83
Total Expenditures	(1,815,388.03)	(49,200.00)	(1,864,588.03)	1,648,929.85
Excess/(Deficiency) of Revenues Over/(Under) Expenditures Before Other Financing Sources/(Uses)	(1,815,388.03)	(49,200.00)	(1,864,588.03)	1,648,929.85
Excess/(Deficiency) of Revenues Over/(Under) Expenditures After Other Financing Sources/(Uses)	(1,815,388.03)	(49,200.00)	(1,864,588.03)	1,648,929.85
Fund Balances, July 1	4,795,227.85	-	4,795,227.85	4,795,227.85
Fund Balances, June 30	\$ 2,979,839.82	\$ (49,200.00)	\$ 2,930,639.82	\$ 6,444,157.70
				\$ 3,513,517.88

RECAPITULATION OF FUND BALANCE

Restricted Fund Balance:	
Capital Reserve	\$ 2,203,176.48
Maintenance Reserve	686,024.95
Excess Surplus	653,626.25
Excess Surplus Designated for Subsequent Year's Expenditures	1,176,026.40
Assigned Fund Balance:	
Designated for Subsequent Year's Expenditures	112,250.60
Year-End Encumbrances	576,234.22
Unassigned Fund Balance	1,036,818.80
Subtotal	6,444,157.70
Reconciliation to Governmental Funds Statements (GAAP):	
Last State Aid Payments Not Recognized on GAAP Basis	(235,851.00)
Fund Balance per Governmental Funds (GAAP)	\$ 6,208,306.70

ROBBINSVILLE SCHOOL DISTRICT
SPECIAL REVENUE FUND
BUDGETARY COMPARISON SCHEDULE
YEAR ENDED JUNE 30, 2018

	JUNE 30, 2018			VARIANCE FINAL TO ACTUAL (OVER)/ UNDER	
	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET		
Revenues:					
Local Sources	\$ -	\$ 10,114.00	\$ 10,114.00	\$ 7,006.00	\$ 3,108.00
Federal Sources	434,007.00	345,993.00	780,000.00	779,608.00	392.00
Total Revenues	434,007.00	356,107.00	790,114.00	786,614.00	3,500.00
Expenditures:					
Instruction:					
Salaries of Teachers	10,909.00	254,939.00	265,848.00	265,848.00	-
Purchased Professional - Educational Services	-	20,500.00	20,500.00	20,500.00	-
Other Purchased Services (400-500 Series)	423,098.00	-	423,098.00	423,098.00	-
General Supplies	-	10,360.00	10,360.00	6,860.00	3,500.00
Total Instruction	434,007.00	285,799.00	719,806.00	716,306.00	3,500.00
Support Services:					
Personal Services - Employee Benefits	-	35,052.00	35,052.00	35,052.00	-
Purchased Educational Services	-	29,550.00	29,550.00	29,550.00	-
Other Purchased Services (400-500 Series)	-	2,700.00	2,700.00	2,700.00	-
Total Support Services	-	67,302.00	67,302.00	67,302.00	-
Facilities Acquisition & Construction Services:					
Noninstructional Equipment	-	3,006.00	3,006.00	3,006.00	-
Total Facilities Acquisition & Construction Services	-	3,006.00	3,006.00	3,006.00	-
Total Expenditures	434,007.00	356,107.00	790,114.00	786,614.00	3,500.00
Total Outflows	434,007.00	356,107.00	790,114.00	786,614.00	3,500.00
Excess/(Deficiency) of Revenues Over/(Under) Expenditures & Other Financing Sources/(Uses)	\$ -	\$ -	\$ -	\$ -	\$ -

NOTES TO REQUIRED SUPPLEMENTARY INFORMATION - PART II

**ROBBINSVILLE SCHOOL DISTRICT
NOTE TO REQUIRED SUPPLEMENTARY INFORMATION
BUDGET TO GAAP RECONCILIATION
YEAR ENDED JUNE 30, 2018**

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

	GENERAL FUND	SPECIAL REVENUE FUND
Sources/Inflows of Resources:		
Actual Amounts (Budgetary Basis) "Revenue"		
From the Budgetary Comparison Schedule (C-Series)	\$ 46,715,093.68	\$ 786,614.00
Difference - Budget to GAAP:		
The last state aid payments are recognized as revenue for budgetary purposes and differs from GAAP which does not recognize this revenue until the subsequent year when the state recognizes the related expense (GASB 33).		
Current Year	(235,851.00)	-
Prior Year	170,129.00	-
Total Revenues as Reported on the Statement of Revenues, Expenditures, and Changes in Fund Balances - Governmental Funds. (B-2)	\$ 46,649,371.68	\$ 786,614.00
Uses/outflows of resources:		
Actual amounts (budgetary basis) "total outflows" from the budgetary comparison schedule. (C-1, C-2)	\$ 45,066,163.83	\$ 786,614.00
Total Expenditures as Reported on the Statement of Revenues, Expenditures, and Changes in Fund Balances - Governmental Funds (B-2)	\$ 45,066,163.83	\$ 786,614.00

REQUIRED SUPPLEMENTARY INFORMATION - PART III

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

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

	2018	2017	2016	2015	2014
School District's proportion of the net pension liability	0.0373099673%	0.0365407721%	0.0353578870%	0.0337133506%	0.0320478945%
School District's proportionate share of the net pension liability	\$ 8,685,164.00	\$ 10,822,329.00	\$ 7,937,137.00	\$ 6,312,061.00	\$ 6,124,981.00
School District's covered payroll	\$ 2,660,390.00	\$ 2,579,646.00	\$ 2,475,654.00	\$ 2,395,800.00	N/A
School District's proportionate share of the net pension liability as a percentage of its covered payroll	326.46%	419.53%	320.61%	263.46%	N/A
Plan fiduciary net position as a percentage of the total pension liability	48.10%	40.14%	47.93%	52.08%	48.72%

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

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

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

	2018	2017	2016	2015	2014
School District's contractually required contribution	\$ 381,159	\$ 345,637	\$ 324,623	\$ 303,983	\$ 277,928
Contributions in relation to the contractually required contribution	(381,159.00)	(345,637.00)	(324,623.00)	(303,983.00)	(277,928.00)
Contribution deficiency (excess)	\$ -	\$ -	\$ -	\$ -	\$ -
School District's covered payroll	\$ 2,636,128	\$ 2,660,390	\$ 2,579,646	\$ 2,475,654	\$ 2,395,800
Contributions as a percentage of covered payroll	14.46%	12.99%	12.58%	12.28%	11.60%

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

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

	2018	2017	2016	2015	2015
School District's proportion of the net pension liability	0.00%	0.00%	0.00%	0.00%	0.00%
School District's proportionate share of the net pension liability	\$ -	\$ -	\$ -	\$ -	\$ -
State's proportionate share of the net pension liability associated with the School District	\$ 118,351,817.00	\$ 134,829,549.00	\$ 106,384,548.00	\$ 87,138,387.00	\$ 84,325,198.00
School District's covered payroll	\$ 17,888,093.00	\$ 17,873,071.00	\$ 17,237,870.00	unavailable	unavailable
School District's proportionate share of the net pension liability as a percentage of its covered payroll	0.00%	0.00%	0.00%	0.00%	0.00%
Plan fiduciary net position as a percentage of the total pension liability	48.10%	40.14%	47.93%	52.08%	48.72%

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

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

SCHEDULES RELATED TO ACCOUNTING AND REPORTING FOR OTHER POST EMPLOYMENT

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

	2018
District's Total OPEB Liability	
Service Cost	\$ 4,038,953
Interest Cost	1,926,698
Changes of Assumptions	(8,552,121)
Contributions: Member	51,430
Gross Benefit Payments	(1,396,691)
Net Change in District's Total OPEB Liability	(3,931,731)
District's Total OPEB Liability (Beginning)	64,242,396
District's Total OPEB Liability (Ending)	\$ 60,310,665
District's Covered Employee Payroll	\$ 20,548,483
District's Net OPEB Liability as a Percentage of Payroll	294%

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

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

NOTES TO REQUIRED SUPPLEMENTARY INFORMATION - PART III

ROBBINSVILLE SCHOOL DISTRICT
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION - PART III
YEAR ENDED JUNE 30, 2018

Teachers Pension and Annuity Fund (TPAF)

Changes in Benefit Terms - None.

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

Public Employees' Retirement System (PERS)

Changes in Benefit Terms - None.

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

State Health Benefit Local Education Retired Employees Plan (OPEB)

Changes in Benefit Terms - None.

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

OTHER SUPPLEMENTARY INFORMATION

D. School Based Budget Schedules

Not Applicable

E. Special Revenue Fund

**ROBBINSVILLE SCHOOL DISTRICT
SPECIAL REVENUE FUND
COMBINING SCHEDULE OF PROGRAM REVENUES AND EXPENDITURES - BUDGETARY BASIS
YEAR ENDED JUNE 30, 2018**

	Title I	Title IIA	Title III	I.D.E.A. - Basic	I.D.E.A. - Preschool	Title IV
Revenues:						
Local Sources	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Federal Sources	169,790.00	31,110.00	5,832.00	523,982.00	25,394.00	10,000.00
Total Revenues	\$ 169,790.00	\$ 31,110.00	\$ 5,832.00	\$ 523,982.00	\$ 25,394.00	\$ 10,000.00
Expenditures:						
Instruction:						
Salaries of Teachers	\$ 133,710.00	\$ 5,860.00	\$ -	\$ 100,884.00	\$ 25,394.00	\$ -
Purchased Professional - Educational Services	-	-	-	-	-	7,000.00
Other Purchased Services (400-500 Series)	-	-	-	423,098.00	-	-
General Supplies	1,028.00	-	1,832.00	-	-	-
Total Instruction	134,738.00	5,860.00	1,832.00	523,982.00	25,394.00	7,000.00
Support Services:						
Personal Services - Employee Benefits	35,052.00	-	-	-	-	-
Purchased Educational Services	-	22,550.00	4,000.00	-	-	3,000.00
Other Purchased Services (400-500 Series)	-	2,700.00	-	-	-	-
Total Support Services	35,052.00	25,250.00	4,000.00	-	-	3,000.00
Facilities Acquisition & Construction Services:						
Noninstructional Equipment	-	-	-	-	-	-
Total Facilities Acquisition & Construction Services	-	-	-	-	-	-
Total Expenditures	\$ 169,790.00	\$ 31,110.00	\$ 5,832.00	\$ 523,982.00	\$ 25,394.00	\$ 10,000.00

**ROBBINSVILLE SCHOOL DISTRICT
SPECIAL REVENUE FUND
COMBINING SCHEDULE OF PROGRAM REVENUES AND EXPENDITURES - BUDGETARY BASIS
YEAR ENDED JUNE 30, 2018**

	Safety Grant	SES	Tempary Emergency Impact Aid	Totals
Revenues:				
Local Sources	\$ 3,006.00	\$ 4,000.00	\$ -	\$ 7,006.00
Federal Sources	-	-	13,500.00	779,608.00
Total Revenues	<u>\$ 3,006.00</u>	<u>\$ 4,000.00</u>	<u>\$ 13,500.00</u>	<u>\$ 786,614.00</u>
Expenditures:				
Instruction:				
Salaries of Teachers	\$ -	\$ -	\$ -	\$ 265,848.00
Purchased Professional - Educational Services	-	-	13,500.00	20,500.00
Other Purchased Services (400-500 Series)	-	-	-	423,098.00
General Supplies	-	4,000.00	-	6,860.00
Total Instruction	<u>-</u>	<u>4,000.00</u>	<u>13,500.00</u>	<u>716,306.00</u>
Support Services:				
Personal Services - Employee Benefits	-	-	-	35,052.00
Purchased Educational Services	-	-	-	29,550.00
Other Purchased Services (400-500 Series)	-	-	-	2,700.00
Total Support Services	<u>-</u>	<u>-</u>	<u>-</u>	<u>67,302.00</u>
Facilities Acquisition & Construction Services:				
Noninstructional Equipment	<u>3,006.00</u>	<u>-</u>	<u>-</u>	<u>3,006.00</u>
Total Facilities Acquisition & Construction Services	<u>3,006.00</u>	<u>-</u>	<u>-</u>	<u>3,006.00</u>
Total Expenditures	<u>\$ 3,006.00</u>	<u>\$ 4,000.00</u>	<u>\$ 13,500.00</u>	<u>\$ 786,614.00</u>

F. Capital Projects Fund

Not Applicable

H. Fiduciary Fund

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

	TRUST			AGENCY		
	UNEMPLOYMENT COMPENSATION	SCHOLARSHIP FUND	TRUST TOTALS	PAYROLL FUND	STUDENT ACTIVITY FUND	AGENCY TOTALS
ASSETS						
Cash & Cash Equivalents	\$ 273,031.48	\$ 8,309.86	\$ 281,341.34	\$ 134,926.91	\$ 349,593.78	\$ 484,520.69
Total Assets	273,031.48	8,309.86	281,341.34	134,926.91	349,593.78	484,520.69
LIABILITIES						
Accounts Payable	889.50	-	889.50	-	-	-
Payable for Student Related Activities	-	-	-	-	349,593.78	349,593.78
Payroll Deductions & Withholdings	-	-	-	134,926.91	-	134,926.91
Total Liabilities	889.50	-	889.50	134,926.91	349,593.78	484,520.69
NET POSITION						
Restricted - Held in Trust for Unemployment Claims & Other Purposes	272,141.98	-	272,141.98			
Restricted - Scholarships	-	8,309.86	8,309.86			
Total Net Position	\$ 272,141.98	\$ 8,309.86	\$ 280,451.84			

**ROBBINSVILLE SCHOOL DISTRICT
FIDUCIARY FUNDS
COMBINING STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
YEAR ENDED JUNE 30, 2018**

	UNEMPLOYMENT COMPENSATION TRUST	PRIVATE- PURPOSE SCHOLARSHIP FUND	TOTAL TRUST
ADDITIONS			
Contributions:			
Plan Member	\$ 106,673.98	13,325.00	\$ 119,998.98
Total Contributions	106,673.98	13,325.00	119,998.98
Investment Earnings:			
Interest	2,100.01	108.17	2,208.18
Net Investment Earnings	2,100.01	108.17	2,208.18
Total Additions	108,773.99	13,433.17	122,207.16
DEDUCTIONS			
Unemployment Claims	19,174.27	-	19,174.27
Scholarships Awarded	-	12,030.00	12,030.00
Total Deductions	19,174.27	12,030.00	31,204.27
Change in Net Position	89,599.72	1,403.17	91,002.89
Net Position - Beginning	182,542.26	6,906.69	189,448.95
Net Position - Ending	\$ 272,141.98	\$ 8,309.86	\$ 280,451.84

**ROBBINSVILLE SCHOOL DISTRICT
STUDENT ACTIVITY AGENCY FUND
SCHEDULE OF RECEIPTS AND DISBURSEMENTS
YEAR ENDED JUNE 30, 2018**

	BALANCE JUNE 30, 2017	CASH RECEIPTS	CASH DISBURSEMENTS	BALANCE JUNE 30, 2018
Pond Road Middle School	\$ 94,197.08	\$ 146,941.49	\$ 161,526.93	\$ 79,611.64
Sharon Elementary School	8,450.29	37,083.85	40,344.01	5,190.13
Robbinsville High School	293,713.24	548,271.83	577,193.06	264,792.01
Total All Schools	<u>\$ 396,360.61</u>	<u>\$ 732,297.17</u>	<u>\$ 779,064.00</u>	<u>\$ 349,593.78</u>

**ROBBINSVILLE SCHOOL DISTRICT
PAYROLL AGENCY FUND
SCHEDULE OF RECEIPTS AND DISBURSEMENTS
YEAR ENDED JUNE 30, 2018**

	BALANCE JUNE 30, 2017	CASH RECEIPTS	CASH DISBURSEMENTS	BALANCE JUNE 30, 2018
ASSETS				
Cash & Cash Equivalents	\$ 15,307.35	\$ 27,101,620.00	\$ 26,982,000.44	\$ 134,926.91
Total Assets	<u>\$ 15,307.35</u>	<u>\$ 27,101,620.00</u>	<u>\$ 26,982,000.44</u>	<u>\$ 134,926.91</u>
LIABILITIES				
Payroll Deductions & Withholdings	\$ 2,013.35	\$ 12,258,926.53	\$ 12,126,012.97	\$ 134,926.91
Net Payroll	-	14,855,987.47	14,855,987.47	-
Interfunds Payable	13,294.00	13,294.00	-	-
Total Liabilities	<u>\$ 15,307.35</u>	<u>\$ 27,128,208.00</u>	<u>\$ 26,982,000.44</u>	<u>\$ 134,926.91</u>

I. Long-Term Debt

**ROBBINSVILLE SCHOOL DISTRICT
LONG-TERM DEBT
SCHEDULE OF SERIAL BONDS PAYABLE
YEAR ENDED JUNE 30, 2018**

ISSUE	DATE OF ISSUE	AMOUNT OF ISSUE	ANNUAL MATURITIES		INTEREST RATE	BALANCE JUNE 30, 2017	RETIRED	BALANCE JUNE 30, 2018
			DATE	AMOUNT				
Refunding Bonds Issue	5/15/2005	\$ 51,170,000.00	1/1/2023	\$ 3,375,000.00	5.250%	\$ 23,360,000.00	\$ -	\$ 23,360,000.00
	1/1/2024	3,570,000.00	1/1/2024	3,570,000.00	5.250%			
	1/1/2025	3,775,000.00	1/1/2025	3,775,000.00	5.250%			
	1/1/2026	3,985,000.00	1/1/2026	3,985,000.00	5.250%			
2013 Bond Issue	3/14/2013	18,979,000.00	3/15/2019	835,000.00	2.250%	15,799,000.00	825,000.00	14,974,000.00
	3/15/2020	855,000.00	3/15/2020	855,000.00	2.250%			
	3/15/2021	870,000.00	3/15/2021	870,000.00	2.250%			
	3/15/2022	885,000.00	3/15/2022	885,000.00	2.250%			
2015 Bond Refunding Iss.	9/15/15	15,805,000	3/15/2023	905,000.00	2.250%			
	3/15/2024	930,000.00	3/15/2024	930,000.00	2.250%			
	3/15/2025	955,000.00	3/15/2025	955,000.00	2.375%			
	3/15/2026	980,000.00	3/15/2026	980,000.00	2.625%			
	3/15/2027	1,010,000.00	3/15/2027	1,010,000.00	2.625%			
	3/15/2028	1,040,000.00	3/15/2028	1,040,000.00	3.000%			
	3/15/2029	1,070,000.00	3/15/2029	1,070,000.00	3.000%			
	3/15/2030	1,105,000.00	3/15/2030	1,105,000.00	3.000%			
	3/15/2031	1,140,000.00	3/15/2031	1,140,000.00	3.000%			
3/15/2032	1,175,000.00	3/15/2032	1,175,000.00	3.000%				
3/15/2033	1,219,000.00	3/15/2033	1,219,000.00	3.000%				
2015 Bond Refunding Iss.	9/15/15	15,805,000	1/1/2019	2,510,000.00	4.000%	13,250,000.00	2,405,000.00	10,845,000.00
			1/1/2020	2,630,000.00	5.000%			
			1/1/2021	2,775,000.00	5.000%			
			1/1/2022	2,930,000.00	5.000%			
Total							\$ 3,230,000.00	\$ 49,179,000.00

ROBBINSVILLE SCHOOL DISTRICT
 LONG-TERM DEBT
 SCHEDULE OF OBLIGATIONS UNDER CAPITAL LEASES
 YEAR ENDED JUNE 30, 2018

PURPOSE	DATE OF LEASE	TERM OF LEASE	PRINCIPAL	PAYMENT DUE	LAST PAYMENT DUE	INTEREST RATE	AMOUNT OUTSTANDING JUNE 30, 2017	RETIRED	AMOUNT OUTSTANDING JUNE 30, 2018
Energy Saving Improvement Program	2/28/2013	15 YEARS	\$ 4,769,799.00	4/20/2028		2.158%	\$ 3,421,538.91	\$ 252,896.32	\$ 3,168,642.59
						Total	\$ 3,421,538.91	\$ 252,896.32	\$ 3,168,642.59

EXHIBIT I-3

ROBBINSVILLE SCHOOL DISTRICT
 DEBT SERVICE FUND
 BUDGETARY COMPARISON SCHEDULE
 YEAR ENDED JUNE 30, 2018

	JUNE 30, 2018			VARIANCE FINAL TO ACTUAL
	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	
Revenues:				
Local Sources:				
Local Tax Levy	\$ 5,381,260.00	\$ -	\$ 5,381,260.00	\$ -
State Sources:				
Debt Service Aid Type II	103,242.00	-	103,242.00	-
Total Revenues	5,484,502.00	-	5,484,502.00	-
Expenditures:				
Regular Debt Service:				
Interest	2,254,501.63	-	2,254,501.63	-
Redemption of Principal	3,230,000.00	-	3,230,000.00	-
Total Regular Debt Service	5,484,501.63	-	5,484,501.63	-
Total Expenditures	5,484,501.63	-	5,484,501.63	-
Excess/(Deficiency) of Revenues Over/(Under) Expenditures	0.37	-	0.37	0.37
Fund Balance, July 1,	2,561.76	-	2,561.76	2,561.76
Fund Balance, June 30,	\$ 2,562.13	\$ -	\$ 2,562.13	\$ 2,562.13

STATISTICAL SECTION (Unaudited)

Third Section

Financial Trends Information

Financial trends information is intended to assist the user in understanding and assessing how the School District's financial position has changed over time. Please refer to the following exhibits for a historical view of the School District's financial performance. The Exhibits are presented for the last ten fiscal years.

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

	2018	2017	2016	2015	2014	2013	2012	2011	2010	2009
FISCAL YEAR ENDING JUNE 30,										
Governmental Activities:										
Net Investment in Capital Assets	\$ 11,950,974.36	\$ 10,521,364.73	\$ 10,473,887.51	\$ 8,421,823.10	\$ 5,821,521.58	\$ 3,126,709.00	\$ 2,656,064.00	\$ 2,129,782.00	\$ 2,042,992.00	\$ 10,621,204.00
Restricted	4,721,416.21	3,373,583.56	2,931,137.48	2,319,280.19	2,723,637.33	4,162,404.00	2,275,934.00	1,261,994.00	81,432.54	345,629.00
Unrestricted (Deficit)	(7,726,819.06)	(7,700,906.29)	(7,848,000.61)	(6,103,380.23)	(112,437.82)	(1,288,682.00)	52,229.00	156,317.00	(201,361.00)	(535,787.00)
Total Governmental Activities Net Position	\$ 8,945,571.51	\$ 6,194,042.00	\$ 5,557,024.38	\$ 4,637,723.06	\$ 8,432,721.09	\$ 6,000,431.00	\$ 4,984,227.00	\$ 3,548,093.00	\$ 1,923,063.54	\$ 10,431,046.00
Business-Type Activities:										
Net Investment in Capital Assets	\$ 235,519.12	\$ 237,709.81	\$ 192,721.29	\$ 95,232.67	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Unrestricted (Deficit)	486,537.42	427,007.42	402,410.66	438,272.72	410,759.52	303,167.00	195,637.00	40,134.00	27,769.00	(5,705.00)
Total Business-Type Activities Net Position	\$ 722,056.54	\$ 664,717.23	\$ 595,131.95	\$ 533,505.39	\$ 410,759.52	\$ 303,167.00	\$ 195,637.00	\$ 40,134.00	\$ 27,769.00	\$ (5,705.00)
District-Wide:										
Net Investment in Capital Assets	\$ 12,186,493.48	\$ 10,759,074.54	\$ 10,666,608.80	\$ 8,517,055.77	\$ 5,821,521.58	\$ 3,126,709.00	\$ 2,656,064.00	\$ 2,129,782.00	\$ 2,042,992.00	\$ 10,621,204.00
Restricted	4,721,416.21	3,373,583.56	2,931,137.48	2,319,280.19	2,723,637.33	4,162,404.00	2,275,934.00	1,261,994.00	81,432.54	345,629.00
Unrestricted (Deficit)	(7,240,281.64)	(7,273,898.87)	(7,445,589.95)	(5,665,107.51)	298,321.70	(985,515.00)	247,866.00	196,451.00	(173,592.00)	(541,492.00)
Total District Net Position	\$ 9,667,628.05	\$ 6,858,759.23	\$ 6,152,156.33	\$ 5,171,228.45	\$ 8,843,480.61	\$ 6,303,598.00	\$ 5,179,864.00	\$ 3,588,227.00	\$ 1,950,832.54	\$ 10,425,341.00

Source: CAFR Schedule A-1

ROBBINSVILLE SCHOOL DISTRICT
CHANGES IN NET POSITION - (ACCRUAL BASIS OF ACCOUNTING)
LAST TEN FISCAL YEARS

	FISCAL YEAR ENDING JUNE 30,									
	2018	2017	2016	2015	2014	2013	2012	2011	2010	2009
Business-Type Activities	57,339.31	67,189.90	57,539.65	100,291.90	66,404.13	63,459.00	154,840.00	12,365.00	33,474.00	(8,975.00)
Total District-Wide Net Expense	\$ (43,645,986.93)	\$ (48,064,277.59)	\$ (41,822,355.54)	\$ (40,116,745.88)	\$ (39,807,800.40)	\$ (39,166,454.00)	\$ (40,166,689.00)	\$ (38,401,279.00)	\$ (48,511,324.00)	\$ (37,729,700.00)
General Revenues & Other Changes in Net Position:										
Governmental Activities:										
Property Taxes Levied for General Purposes, Net	\$ 36,493,692.00	\$ 35,144,055.00	\$ 34,216,004.00	\$ 33,526,643.00	\$ 32,848,282.00	\$ 32,204,198.00	\$ 31,501,679.00	\$ 30,883,999.00	\$ 29,661,806.00	\$ 28,520,968.00
Taxes Levied for Debt Service	5,381,260.00	5,003,794.00	5,286,021.00	5,269,659.00	6,049,214.00	4,813,700.00	4,373,207.00	4,357,593.00	4,351,668.00	4,333,481.00
Grants & Contributions	3,612,410.00	7,981,788.13	2,637,876.73	2,772,251.44	2,558,379.78	2,430,225.00	5,135,928.00	4,146,920.00	5,411,333.00	4,998,166.00
Tuition Received	116,833.27	55,782.47	27,924.93	44,694.62	64,460.60	72,683.00	41,682.00	39,585.00	27,075.00	11,481.00
Investment Earnings	-	-	2,454.32	507.97	542.96	8,379.00	16,946.00	14,244.00	7,686.00	40,837.00
Miscellaneous Income	853,160.48	585,460.89	633,002.44	744,506.75	879,849.54	545,874.00	473,755.00	408,972.00	334,352.00	217,244.00
Unallocated Amortization of Bond Premium	-	-	-	211,211.94	211,864.67	215,129.00	215,129.00	215,129.00	215,127.00	215,128.00
Loss on Disposal of Fixed Asset	(2,500.00)	-	-	-	-	-	-	-	-	-
Total Governmental Activities	46,454,855.75	48,770,880.49	42,803,283.42	42,569,474.72	42,612,593.55	40,290,188.00	41,758,326.00	40,066,442.00	40,009,047.00	38,337,305.00
Total District-Wide	\$ 46,454,855.75	\$ 48,770,880.49	\$ 42,803,283.42	\$ 42,569,474.72	\$ 42,612,593.55	\$ 40,290,188.00	\$ 41,758,326.00	\$ 40,066,442.00	\$ 40,009,047.00	\$ 38,337,305.00
Change in Net Position:										
Governmental Activities	\$ 2,751,529.51	\$ 639,413.00	\$ 923,388.23	\$ 2,352,436.94	\$ 2,738,389.02	\$ 1,060,275.00	\$ 1,436,797.00	\$ 1,652,798.00	\$ (8,535,751.00)	\$ 616,580.00
Business-Type Activities	57,339.31	67,189.90	57,539.65	100,291.90	66,404.13	63,459.00	154,840.00	12,365.00	33,474.00	(8,975.00)
Total District	\$ 2,808,868.82	\$ 706,602.90	\$ 980,927.88	\$ 2,452,728.84	\$ 2,804,793.15	\$ 1,123,734.00	\$ 1,591,637.00	\$ 1,665,163.00	\$ (8,502,277.00)	\$ 607,605.00

Source: CAFR Schedule A-2

ROBBINSVILLE SCHOOL DISTRICT
FUND BALANCES - GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
(Modified Accrual Basis of Accounting)

	FISCAL YEAR ENDING JUNE 30,									
	2018	2017	2016	2015	2014	2013	2012	2011	2010	2009
General Fund:										
Restricted	\$ 4,718,854.08	\$ 3,371,021.80	\$ 3,790,866.75	\$ 3,528,213.00	\$ 3,979,702.00	\$ 4,161,161.00	\$ 2,955,521.00	\$ 1,724,978.00	\$ 835,795.54	\$ 1,255,011.58
Assigned	688,484.82	486,766.28	489,835.61	555,281.01	433,829.04	571,307.00	449,338.00	811,244.00	-	-
Unassigned	800,967.80	767,310.77	705,379.94	844,042.12	714,314.09	692,036.00	736,777.90	767,246.00	971,714.46	584,461.42
Reserved	-	-	-	-	-	-	-	-	-	-
Unreserved	-	-	-	-	-	-	-	-	-	-
Total General Fund	\$ 6,208,306.70	\$ 4,625,098.85	\$ 4,986,082.30	\$ 4,927,536.13	\$ 5,127,845.13	\$ 5,424,504.00	\$ 4,141,636.90	\$ 3,303,468.00	\$ 1,807,510.00	\$ 1,839,473.00
All Other Governmental Funds:										
Restricted										
Debt Service Fund	\$ 2,562.13	\$ 2,561.76	\$ 50,123.71	\$ 3,202.12	\$ 3,773.35	\$ 1,242.00	\$ 31.00	\$ -	\$ -	\$ -
Capital Projects Fund	-	-	196,486.48	534,364.61	11,194,964.10	18,545,046.00	537,435.00	537,435.00	537,435.00	537,435.00
Reserved	-	-	-	-	-	-	-	-	-	-
Unreserved, Reported in:										
Special Revenue Fund	-	-	-	-	-	-	-	-	-	-
Capital Projects Fund	-	-	-	-	-	-	-	-	-	-
Debt Service Fund	-	-	-	-	-	-	-	-	-	-
Total All Other Governmental Funds	\$ 2,562.13	\$ 2,561.76	\$ 246,610.19	\$ 537,566.73	\$ 11,198,737.45	\$ 18,546,288.00	\$ 537,466.00	\$ 537,435.00	\$ 537,435.00	\$ 537,435.00

Source: CAFR Schedule B-1

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

<u>FISCAL YEAR ENDING JUNE 30,</u>	<u>TUITION</u>	<u>INTEREST ON INVESTMENTS</u>	<u>FACILITY USE</u>	<u>SPROWTS</u>	<u>STUDENT ACTIVITY FEES</u>	<u>MISCELLANEOUS</u>	<u>TOTAL</u>
2018	\$ 24,612.06	\$ 82,172.44	\$ 3,924.60	\$ 71,725.00	\$ 126,513.35	\$ 661,046.30	\$ 969,993.75
2017	567.90	2,183.29	-	55,214.57	-	579,715.91	637,681.67
2016	27,924.93	9,088.00	180,067.00	88,075.68	130,809.00	169,649.28	605,613.89
2015	44,694.62	7,757.46	141,370.73	79,575.00	122,475.00	332,348.10	728,220.91
2014	64,460.60	11,869.10	162,750.00	79,350.00	118,970.00	412,542.16	849,941.86
2013	72,683.00	7,884.00	161,262.00	75,506.00	110,410.00	118,969.00	546,714.00
2012	41,682.00	16,283.00	152,119.00	55,056.00	112,509.00	122,750.00	500,399.00
2011	39,585.00	14,244.00	-	408,972.00	-	408,972.00	871,773.00
2010	27,075.00	7,686.00	-	334,352.00	-	334,352.00	703,465.00
2009	11,481.00	40,837.00	-	217,244.00	-	217,244.00	486,806.00

Source: District Records

Revenue Capacity Information

Revenue capacity information is intended to assist users in understanding and assessing the factors affecting the School District's ability to generate revenues. Please refer to the following exhibits for a historical view of these factors and how they relate to the School District's ability to generate revenues.

**ROBBINSVILLE SCHOOL DISTRICT
ASSESSED VALUE AND ACTUAL VALUE OF TAXABLE PROPERTY,
JUNE 30, 2018**

FISCAL YEAR ENDED DEC 31,	VACANT LAND	RESIDENTIAL	FARM REG.	QFARM	COMMERCIAL	INDUSTRIAL	APARTMENTS	TOTAL ASSESSED VALUE	PUBLIC UTILITIES	NET VALUATION TAXABLE	TOTAL DIRECT SCHOOL TAX RATE	ESTIMATED ACTUAL (COUNTY EQUALIZED) VALUE
2018	\$74,191,842	1,849,135,500	26,401,800	1,915,684	288,902,800	321,099,300	6,850,000	2,553,496,926	3,137,969	2,556,634,895	1.643	2,639,788,224
2017	\$87,077,442	1,855,393,500	26,186,500	2,095,348	225,062,300	289,513,900	6,850,000	2,492,178,990	3,101,829	2,495,280,819	1.643	2,592,768,931
2016	81,230,432	1,814,604,700	26,436,500	2,151,450	216,745,400	287,578,900	6,850,000	2,435,597,382	3,074,984	2,438,672,366	1.633	2,525,780,074
2015	79,618,464	1,796,059,500	27,016,800	2,014,260	218,650,600	286,856,800	6,850,000	2,417,066,424	3,229,902	2,420,296,326	1.618	2,433,240,245
2014	69,457,440	1,780,356,300	27,764,000	2,053,114	216,201,200	285,995,900	6,850,000	2,388,677,954	3,301,002	2,391,537,842	1.625	2,342,790,341
2013	63,973,840	1,840,619,302	28,958,800	2,042,088	220,139,600	288,289,900	6,850,000	2,454,174,532	3,301,002	2,450,873,530	1.549	2,341,346,953
2012	65,315,040	1,839,222,800	29,123,200	1,896,380	235,098,900	282,941,200	6,850,000	2,464,228,646	3,781,126	2,460,447,520	1.479	2,429,179,107
2011	74,003,840	1,837,199,312	29,643,100	1,919,101	256,842,600	274,653,000	6,850,000	2,485,376,856	4,265,903	2,485,376,856	1.433	2,518,815,210
2010	76,580,800	1,831,100,100	30,358,800	1,944,722	264,772,300	318,447,100	7,000,000	2,534,469,725	4,265,903	2,534,469,725	1.366	2,562,588,740
2009	91,818,700	1,875,007,800	31,062,700	2,128,327	287,975,000	349,358,500	9,849,500	2,651,466,430	4,265,903	2,632,063,401	1.262	2,489,448,718
2008	115,300,300	1,849,050,100	32,002,700	2,220,612	287,398,500	342,196,500	9,849,500	2,632,063,401	3,894,689	2,581,417,305	1.201	2,220,750,022

Source: Abstract of Ratables Mercer County, Mercer County Abstract of Ratables

Real property is required to be assessed at some percentage of true value (fair or market value) established by each county board of taxation. Reassessment occurs when ordered by the County Board of Taxation

- a. Taxable Value of Machinery, Implements and Equipment of Telephone, Telegraph and Messenger System Companies
- b. Tax rates are per \$100
- N/A - Not Available

ROBBINSVILLE SCHOOL DISTRICT
DIRECT AND OVERLAPPING PROPERTY TAX RATES
JUNE 30, 2018
(Rate per \$100 of Assessed Value)

FISCAL YEAR ENDED DEC 30,	SCHOOL DISTRICT DIRECT RATE			OVERLAPPING RATES			TOTAL DIRECT AND OVERLAPPING TAX RATE
	BASIC RATE	GENERAL		FIRE DISTRICT	TOWNSHIP		
		OBLIGATION DEBT SERVICE	TOTAL DIRECT		OF ROBBINSVILLE	MERCER COUNTY	
2018	1.433	0.210	1.643	-	0.586	0.709	2.938
2017	1.427	0.216	1.643	-	0.589	0.700	2.932
2016	1.441	0.205	1.633	-	0.576	0.696	2.905
2015	1.399	0.219	1.618	-	0.581	0.662	2.861
2014	1.389	0.236	1.625	-	0.581	0.665	2.871
2013	1.327	0.222	1.549	-	0.572	0.623	2.744
2012	1.293	0.186	1.479	-	0.592	0.594	2.665
2011	1.257	0.176	1.433	-	0.578	0.567	2.578
2010	1.194	0.172	1.366	-	0.578	0.542	2.486
2009	1.101	0.161	1.262	-	0.404	0.509	2.175
2008	1.041	0.160	1.201	-	0.411	0.466	2.078

Source: Municipal Tax Collector

**ROBBINSVILLE SCHOOL DISTRICT
PRINCIPAL PROPERTY TAX PAYERS,
JUNE 30, 2018**

Taxpayer	2018		
	TAXABLE ASSESSED VALUE	RANK	% OF TOTAL DISTRICT NET ASSESSED VALUE
Matrix 7A Land / PRI, LLC	\$129,476,700	1	5.10%
Sharbell Washington-Newtown	43,104,000	2	1.70%
100 Manor Way	40,400,000	3	1.60%
J&J New Jersey, LLC	29,795,000	4	1.10%
Mercedes Benz USA	28,823,700	5	1.10%
KTR NJ I. LLC	28,297,052	6	1.10%
McMaster Carr	23,070,000	7	1.00%
Windsor Industrial Park	15,000,000	8	0.50%
Thompson Realty Compay	12,818,616	9	0.50%
Sleepy's c/o Cushman Wake	11,000,000	10	0.50%
Total	\$361,785,068		14.20%

Taxpayer	2007		
	TAXABLE ASSESSED VALUE	RANK	% OF TOTAL DISTRICT NET ASSESSED VALUE
Matrix 7A Land / PRI, LLC	\$44,800,037	1	4.65%
Sharbell Newtown, Inc.	15,666,900	2	1.63%
Mercedes Benz USA, LLC	12,800,000	3	1.33%
WW Grainger	10,700,000	4	1.11%
Foxmoor Associates	7,562,000	5	78.00%
Windsor Industrial Park	7,430,000	6	77.00%
4 Applegate LLC	7,095,800	7	74.00%
Rose Hill Association	5,137,200	8	53.00%
McMaster-Carr Supply Company	4,600,000	9	48.00%
Dimston, LLC & Berko, LLC	4,250,000	10	44.00%
	\$ 120,041,967		12.46%

Source: Municipal Tax Collector

**ROBBINSVILLE SCHOOL DISTRICT
PROPERTY TAX LEVIES AND COLLECTIONS
JUNE 30, 2018**

FISCAL YEAR ENDED JUNE 30,	TAXES LEVIED FOR THE FISCAL YEAR	COLLECTED WITHIN THE FISCAL YEAR OF THE LEVY		COLLECTIONS IN SUBSEQUENT YEARS
		AMOUNT	PERCENTAGE OF LEVY	
2018	\$ 74,976,214.23	\$ 74,388,586.75	99.21%	
2017	72,555,178.55	71,992,344.56	99.22%	100%
2016	70,235,396.58	69,731,215.09	99.28%	100%
2015	69,709,294.00	68,727,274.00	98.59%	100%
2014	68,097,966.00	67,537,513.00	99.18%	100%
2013	66,459,428.00	65,516,408.00	98.58%	100%
2012	63,960,144.00	63,879,114.00	99.87%	100%
2011	63,724,683.00	62,947,450.00	98.78%	100%
2010	59,342,623.00	58,390,299.00	98.40%	100%
2009	56,172,405.00	55,609,043.00	99.00%	100%

Source: Municipal Financial Statements

Debt Capacity Information

Debt capacity information is intended to assist users in understanding and assessing the School District's debt burden and its ability to issue additional debt. Please refer to the following exhibits for historical view of the School District's outstanding debt and its debt capacity.

**ROBBINSVILLE SCHOOL DISTRICT
RATIOS OF OUTSTANDING DEBT BY TYPE
JUNE 30, 2018**

FISCAL YEAR ENDED JUNE 30,	<u>GOVERNMENTAL ACTIVITIES</u>			PER CAPITA
	GENERAL OBLIGATION BONDS	CAPITAL LEASES	TOTAL DISTRICT	
2018	\$ 49,179,000.00	\$ 3,168,642.59	\$ 52,347,642.59	3,592
2017	52,409,000.00	3,421,538.91	55,830,538.91	3,783
2016	55,569,000.00	3,664,406.30	59,233,406.30	4,147
2015	60,394,000.00	3,895,380.00	64,289,380.00	4,556
2014	63,479,000.00	4,325,214.82	67,804,214.82	4,824
2013	67,114,000.00	9,539,598.00	76,653,598.00	5,158
2012	50,895,000.00	-	50,895,000.00	3,731
2011	52,810,000.00	-	52,810,000.00	3,871
2010	54,640,000.00	-	54,640,000.00	4,005
2009	56,415,000.00	61,893.00	56,476,893.00	4,601

**ROBBINSVILLE SCHOOL DISTRICT
RATIOS OF NET GENERAL BONDED DEBT OUTSTANDING
JUNE 30, 2018**

FISCAL YEAR ENDED JUNE 30,	GENERAL BONDED DEBT OUTSTANDING			PERCENTAGE OF ACTUAL TAXABLE VALUE OF PROPERTY	PER CAPITA
	GENERAL OBLIGATION BONDS	DEDUCTIONS	NET GENERAL BONDED DEBT OUTSTANDING		
2018	\$ 49,179,000	-	49,179,000	1.97%	3,333
2017	52,409,000	-	52,409,000	2.15%	3,551
2016	55,569,000	-	55,569,000	2.30%	3,891
2015	60,394,000	-	60,394,000	2.50%	4,280
2014	63,479,000	-	63,479,000	2.62%	4,516
2013	67,114,000	-	67,114,000	2.81%	4,816
2012	50,895,000	-	50,895,000	2.08%	3,655
2011	52,810,000	-	52,810,000	2.15%	3,862
2010	54,640,000	-	54,640,000	2.73%	4,451
2009	56,415,000	-	56,415,000	2.20%	4,596

**RATIOS OF OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT
AS OF DECEMBER 31, 2016**

GOVERNMENTAL UNIT	DEBT OUTSTANDING	ESTIMATED PERCENTAGE APPLICABLE	SHARE OF OVERLAPPING DEBT
Debt Repaid With Property Taxes:			
Robbinsville Township (100%)	\$ 42,451,052.00	100.00%	\$ 42,451,052
Mercer County - Township's Share	722,439,355.00	6.22%	44,935,728
Mercer County Improvement Authority Debt - Township's Share	42,703,289.00	6.22%	2,656,145
Subtotal, Overlapping Debt			90,042,924
Robbinsville District Direct Debt			55,830,539
Total Direct & Overlapping Debt			\$ 145,873,463

Sources: Assessed value data used to estimate applicable percentages provided by the Mercer County Board of Taxation and the Township of Robbinsville School District's Chief Financial Officer

**ROBBINSVILLE SCHOOL DISTRICT
LEGAL DEBT MARGIN INFORMATION
JUNE 30, 2018**

	FISCAL YEAR									
	2018	2017	2016	2015	2014	2013	2012	2011	2010	2009
Debt Limit	\$ 99,251,250.03	\$ 96,650,693.51	\$ 96,838,131	\$ 94,995,054.17	\$ 95,772,191.44	\$ 98,049,202.40	\$ 101,449,365.44	\$ 102,877,283.80	\$ 102,014,596.77	\$ 95,468,983.11
Total Net Debt Applicable to Limit	49,179,000.00	52,409,000.00	55,569,000.00	60,394,000.00	63,479,000.00	67,114,000.00	50,895,000.00	52,810,000.00	54,640,000.00	56,415,000.00
Legal Debt Margin	\$ 50,072,250.03	\$ 44,241,693.51	\$ 41,269,130.88	\$ 34,601,054.17	\$ 32,293,191.44	\$ 30,935,202.40	\$ 50,554,365.44	\$ 50,067,283.80	\$ 47,374,596.77	\$ 39,053,983.11

Total Net Debt Applicable to the Limit as a Percentage of Debt Limit

	49.55%	54.23%	57.38%	63.58%	66.28%	68.45%	50.17%	51.33%	53.56%	59.09%
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Legal Debt Margin Calculation for Fiscal Year 2013

	2017	2016	2015
Equalized Valuation Basis	\$ 2,576,337,751	\$ 2,381,295,937	\$ 2,486,210,064
Average Equalized Valuation of Taxable Property	\$ 7,443,843,752	\$ 2,481,281,251	\$ 50,072,250
Debt Limit (4% of Average Equalization Value) Net Bonded School Debt	99,251,250	49,179,000	50,072,250
Legal Debt Margin			

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

Demographic and Economic Information

Demographic and economic information is intended (1) to assist users in understanding the socioeconomic environment within the School District operates and (2) to provide information that facilitates comparisons of financial statement information over time and among school districts.

Please refer to the following exhibits for a historical view of the demographic and economic statistics and factors prevalent in the location in which the School District operates.

**ROBBINSVILLE SCHOOL DISTRICT
DEMOGRAPHIC AND ECONOMIC STATISTICS
JUNE 30, 2018**

YEAR	POPULATION (a)	PERSONAL INCOME (b)	PER CAPITA		UNEMPLOYMENT RATE (d)
			PERSONAL INCOME (c)		
2018	14,757	933,188,409	63,237		4.1%
2017	14,282	903,150,834	63,237		3.2%
2016	14,282	903,150,834	63,237		3.2%
2015	14,112	892,541,664	63,247		4.3%
2014	14,112	892,541,664	63,247		4.3%
2013	13,936	798,853,328	57,323		6.7%
2012	13,926	828,708,408	59,508		6.7%
2011	13,642	777,198,382	56,971		6.2%
2010	13,642	744,853,200	54,600		6.3%
2009	12,276	652,408,020	53,145		6.3%

Source:

^a Population information provided by US Bureau of the Census; Population Division, 6/21/06

^b Personal income calculated using population and per capita personal income

^c Per Capita personal income provided by the NJ Dept of Labor and Workforce Development

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

N/A - Information not available.

**PRINCIPAL EMPLOYERS
SCHEDULE OF TEN LARGEST TAXPAYERS IN MERCER COUNTY**

Bristol-Myers Squibb
Trustees of Princeton University
Lawrence Associates c/o Kravco
Carnegie Associates - Boston Properties
ETS - Jeri Bogan Zielinski
ARC DB6PRO001 LLC
Cole Hopewell Township c/o Ryan
Janssen Pharmaceutical
AG=Prism NJPP Lenox
Mercer Mall Fed Reality Inv Trust

Operating Information

Operating information is intended to provide contextual information about the School District's operations and resources to assist readers in using financial statement information to understand and assess the School District's economic condition. Please refer to the following exhibits for a historical view of the factors and statistics pertinent to the School District's operations.

ROBBINSVILLE SCHOOL DISTRICT
FULL-TIME EQUIVALENT DISTRICT EMPLOYEES BY FUNCTION/PROGRAM
JUNE 30, 2018

Function/Program	2018	2017	2016	2015	2014	2013	2012	2011	2010
Instruction:									
Regular	184.5	182.5	179.5	179.5	179.5	180.7	176.8	175.9	193.0
Special Education	50.0	50.0	49.0	49.0	49.0	46.5	43.5	43.0	40.0
Other Instruction	23.0	22.0	23.0	23.0	23.0	23.0	16.5	18.0	25.0
Support Services:									
Student & Instruction Related Services	64.1	57.7	59.5	59.5	59.0	47.8	47.7	38.3	41.0
School Administrative Services	24.5	21.5	21.5	21.5	21.0	18.5	18.5	18.5	16.0
General & Business Administrative Services	13.0	12.0	11.1	11.1	11.1	10.3	10.3	10.3	10.0
Plant Operations & Maintenance	8.8	6.5	6.5	6.5	6.5	7.5	7.5	9.0	7.0
Pupil Transportation	11.0	11.0	10.0	10.0	10.0	10.0	9.5	10.0	9.0
Total	378.8	363.2	360.1	359.1	344.3	330.3	323.0	341.0	330.0

Source: District Annual Budget Statement Supporting Documentation

**ROBBINSVILLE SCHOOL DISTRICT
OPERATING STATISTICS
JUNE 30, 2018**

FISCAL YEAR	ENROLLMENT	OPERATING EXPENDITURES (a)	COST PER PUPIL	PERCENTAGE CHANGE	TEACHING STAFF (b)	PUPIL/TEACHER RATIO			AVERAGE DAILY ENROLLMENT (ADE) (c)	AVERAGE DAILY ATTENDANCE (ADA) (c)	% CHANGE IN AVERAGE DAILY ENROLLMENT	STUDENT ATTENDANCE PERCENTAGE
						ELEMENTARY	MIDDLE SCHOOL	HIGH SCHOOL				
2018	3,150.0	45,066,164	14,307	4.62%	235	15:1	10:1	13:1	3,167.7	3,057.6	3.02%	96.52%
2017	3,135.0	43,614,302	13,912	-0.01%	232	13:1	11:1	14:1	3,074.8	2,949.4	2.43%	95.92%
2016	3,028.0	41,407,202	13,675	-4.69%	230	11:8:1	11:1:1	12:4:1	3,001.9	2,892.7	2.22%	96.36%
2015	2,951.0	41,060,200	13,914	2.43%	230	11:8:1	11:1:1	12:4:1	2936.6	2833.7	0.89%	96.50%
2014	2,932.5	42,072,639	14,347	5.62%	230	11:8:1	11:1:1	12:4:1	2910.7	2810.9	0.95%	96.57%
2013	2,897.0	39,351,055	13,583	7.79%	227	11:8:1	11:1:1	12:4:1	2883.3	2786.4	0.88%	96.64%
2012	2,876.0	36,242,264	12,602	4.50%	220	12:1	9:8:1	11:2:1	2858.1	2809.9	2.03%	98.31%
2011	2,809.0	33,873,694	12,059	-5.41%	219	12:1	9:8:1	11:2:1	2801.1	2748.5	3.44%	98.12%
2010	2,769.0	35,302,173	12,749	-0.09%	234	12:1	9:8:1	11:2:1	2708.0	2659.2	0.70%	98.20%
2009	2,678.0	34,172,604	12,760	4.28%	229	15.5:1	12:8:1	16.7:1	2689.1	2609.5	3.04%	97.04%

Sources: District records

Note: Enrollment based on annual October District count.

- a. Operating expenditures equal total general fund expenditures
- 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).

**ROBBINSVILLE SCHOOL DISTRICT
SCHOOL BUILDING INFORMATION
JUNE 30, 2018**

DISTRICT BUILDINGS	2018	2017	2016	2015	2014	2013	2012	2011	2010	2009
Elementary Schools:										
Windsor Elementary (1909):										
Square Feet		8,100	8,100	8,100	8,100	8,100	8,100	8,100	8,100	8,100
Capacity (Students)		62	62	62	62	62	62	62	62	62
Enrollment (a)	-	-	-	-	50	48	48	48	57	56
Sharon Elementary (1957):										
Square Feet	142,000	118,395	118,395	118,395	76,395	76,395	76,395	76,395	76,395	76,395
Capacity (Students)	1,228	1,228	1,228	1,228	774	774	774	774	774	774
Enrollment (a)	1,138	1,072	840	828	783	871	820	795	870	845
Middle School:										
Pond Road Middle School (1996):										
Square Feet	158,000	149,976	149,976	149,976	149,976	149,976	149,976	149,976	149,976	149,976
Capacity (Students)	1,185	1,185	1,185	1,185	1,185	1,185	1,185	1,185	1,185	1,185
Enrollment (a)	1,027	962	1,282	1,220	1,212	1,110	1,115	1,117	1,074	1,069
High School:										
Robbinsville High School (2005):										
Square Feet	220,000	220,000	220,000	220,000	220,000	220,000	220,000	220,000	220,000	220,000
Capacity (Students)	1,142	1,142	1,142	1,142	1,142	1,142	1,142	1,142	1,142	1,142
Enrollment (a)	985	945	906	903	887	868	893	793	732	691
Number of Schools at June 30, 2018:										
Elementary = 1										
Middle School = 1										
Senior High School = 1										

Source: District Long Range Facility Plan

(a) Source - NJ Dept of Education annual Application for State School Aid Report

N/A - Not Available

**ROBBINSVILLE SCHOOL DISTRICT
SCHEDULE OF REQUIRED MAINTENANCE
JUNE 30, 2018**

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

	POND ROAD MIDDLE	SHARON ELEMENTARY	ROBBINSVILLE HIGH	WINDSOR ELEMENTARY	OTHER FACILITIES HIGH SCHOOL	TOTAL
2018	\$ 176,640.00	\$ 154,281.00	\$ 245,955.00			\$ 576,876.00
2017	186,870.00	163,216.00	260,199.00	9,580.00		619,865.00
2016	183,768.00	159,265.00	262,694.00	12,252.42	-	617,979.42
2015	150,267.64	92,198.54	258,926.77	8,284.16	-	509,677.11
2014	138,127.34	99,188.41	260,404.51	9,901.76	-	507,622.01
2013	158,350.00	125,241.00	290,227.00	9,093.00	-	582,911.00
2012	130,255.00	94,832.00	300,430.00	9,006.00	-	534,523.00
2011	117,274.00	81,091.00	276,754.00	13,681.00	(39,006.00)	449,794.00
2010	101,719.00	75,908.00	278,053.00	5,962.00	-	461,642.00
2009	134,593.00	67,888.00	232,025.00	9,331.00	-	443,837.00

Source: District records

**ROBBINSVILLE SCHOOL DISTRICT
INSURANCE SCHEDULE
JUNE 30, 2018**

	COVERAGE	DEDUCTIBLE
School Package Policy - SAIF:		
Property - Blanket Building & Contents	\$ 125,583,711.00	\$ 5,000.00
Comprehensive General Liability	5,000,000	
Boiler & Machinery	Included	
Comprehensive Automobile - SAIF	5,000,000	500/500
General Liability	5,000,000	
Crime	400,000	
School Leaders Errors & Omissions - NJSBAIG	10,000	5,000
Workmen's' Compensation - NJSBAIG	Statutory	
Excess Umbrella Liability - SAIF	5,000,000	
CAP Policy - Fireman's Fund	50,000,000	
Student Accident	1,000,000	
Official Bonds - Selective Insurance:		
Treasurer	269,000	
School Business Administrator	269,000	
Builder's Risk	766,895.00	10,000.00

Source: District records

SINGLE AUDIT SECTION

Fourth Section

EXHIBIT K-1

INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS

Honorable President and Members
of the Board of Education
Robbinsville School District
County of Mercer
Robbinsville, NJ 08691

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

Internal Control Over Financial Reporting

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

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

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

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the 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.

The Robbinsville School District's Response to Findings

Purpose of This Report

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

Respectfully Submitted,
HOLMAN FRENIA ALLISON, P.C.

Matthew Holman
Certified Public Accountant
Public School Accountant, #20CS00260100

Freehold, New Jersey
February 21, 2019

EXHIBIT K-2

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

Honorable President and Members
of the Board of Education
Robbinsville School District
County of Mercer
Robbinsville, NJ 08691

Report on Compliance for Each Major Federal and State Program

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

Management's Responsibility

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

Auditor's Responsibility

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

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

Opinion on Each Major Federal and State Program

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

Report on Internal Control Over Compliance

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

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

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

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

Respectfully Submitted,

HOLMAN FRENIA ALLISON, P.C.

Matthew Holman
Certified Public Accountant
Public School Accountant, #20CS00260100

Freehold, New Jersey
February 21, 2019

**ROBBINSVILLE SCHOOL DISTRICT
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2018**

FEDERAL GRANTOR PASS-THROUGH GRANTEE PROGRAM TITLE OR CLUSTER	FEDERAL CEDA NUMBER	FEDERAL AWARD IDENTIFICATION NUMBER	PASS-THROUGH ENTITY IDENTIFYING NUMBER	PROGRAM OR AWARD AMOUNT	GRANT PERIOD	BALANCE JUNE 30, 2017	CARRYOVER (WALKOVER) AMOUNT	CASH RECEIVED	BUDGETARY EXPENDITURES	PASSED THROUGH TO SUBRECIPIENTS	BALANCE JUNE 30, 2018	
											UNEARNED REVENUE	(ACCOUNTS RECEIVABLE)
U.S. Department of Agriculture												
Passed Through New Jersey Department of Agriculture:												
Child Nutrition Cluster:												
National School Lunch Program	10.555	171NJ304N1099	100-010-3350-028	49,213.46	7/1/17-6/30/18	\$ -	\$ -	38,685.68	\$ (49,213.46)	\$ -	\$ -	(10,527.78)
National School Lunch Program	10.555	16161NJ304N1099	100-010-3350-028	37,861.90	7/1/16-6/30/17	(2,712.84)	-	2,712.84	-	-	-	-
Healthy Hunger-Free Kids Act	10.555	171NJ304N1099	100-010-3350-026	4,301.57	7/1/17-6/30/18	-	-	3,395.93	(4,301.57)	-	-	(905.64)
Healthy Hunger-Free Kids Act	10.555	16161NJ304N1099	100-010-3350-026	4,205.58	7/1/16-6/30/17	(303.42)	-	303.42	-	-	-	-
Food Distribution Program (Noncash Assistance)	10.555	171NJ304N1099	Unavailable	35,305.16	7/1/17-6/30/18	(3,016.26)	-	35,305.16	(35,305.16)	-	-	(11,433.42)
						(88,820.19)	-	(88,820.19)	-	-	-	(11,433.42)
Total Child Nutrition Cluster												
Total U.S. Department of Agriculture												
U.S. Department of Education												
Passed Through New Jersey Department of Education:												
No Child Left Behind (N.C.L.B.):												
Title I - Part A	84.010	S010A160030	100-034-5064-194	164,695.00	7/1/17-6/30/18	-	-	145,053.00	(169,790.00)	-	-	(24,737.00)
Title I - Part A	84.010	S010A150030	100-034-5064-194	162,399.00	7/1/16-6/30/17	(42,818.00)	-	42,818.00	-	-	-	(24,737.00)
						(42,818.00)	-	(42,818.00)	-	-	-	(24,737.00)
Title II - Part A, Supporting Effective Instruction	84.367	S367A160029	100-034-5063-290	311,100.00	7/1/17-6/30/18	(1,500.00)	-	21,400.00	(31,110.00)	-	-	(9,700.00)
Title II - Part A, Supporting Effective Instruction	84.367	S367A150029	100-034-5063-290	214,144.00	7/1/16-6/30/17	(1,500.00)	-	1,500.00	-	-	-	-
						(1,500.00)	-	(1,500.00)	-	-	-	(9,700.00)
Title III - English Language Acquisition	84.365	S365A160030	100-034-5064-187	5,832.00	7/1/17-6/30/18	-	-	5,832.00	(5,832.00)	-	-	-
						-	-	5,832.00	(5,832.00)	-	-	-
Title IV - Part A	84.424	S424A180031	100-034-5063-348	10,000.00	7/1/17-6/30/18	-	-	10,000.00	(10,000.00)	-	-	-
Emergency Impact Aid	84.938C	S938C18005	N/A	13,500.00	7/1/17-6/30/2018	-	-	10,000.00	(10,000.00)	-	-	-
						-	-	10,000.00	(10,000.00)	-	-	-
						-	-	-	-	-	-	(13,500.00)
						-	-	-	-	-	-	(13,500.00)
Special Education Cluster:												
ID.E.A. Part B	84.027	H027A160100	100-034-5065-016	523,982.00	7/1/17-6/30/18	-	-	435,391.00	(523,982.00)	-	-	(88,591.00)
ID.E.A. Part B	84.027	H027A150100	100-034-5065-016	519,541.00	7/1/16-6/30/17	(61,099.00)	-	61,099.00	-	-	-	-
						(61,099.00)	-	(61,099.00)	-	-	-	(88,591.00)
ID.E.A. Presschool	84.173	H173A160114	100-034-5065-020	25,394.00	7/1/17-6/30/18	-	-	20,546.00	(25,394.00)	-	-	(4,848.00)
ID.E.A. Presschool	84.173	H173A150114	100-034-5065-020	25,377.00	7/1/16-6/30/17	(2,982.00)	-	2,982.00	-	-	-	-
						-	-	2,982.00	(25,394.00)	-	-	(4,848.00)
						(64,081.00)	-	(64,081.00)	-	-	-	(93,430.00)
Total Special Education Cluster												
Total U.S. Department of Education												
						(108,399.00)	-	(108,399.00)	-	-	-	(141,376.00)
Total Expenditures of Federal Awards												
						\$ (111,415.26)	\$ -	\$ 827,034.03	\$ (868,428.19)	\$ -	\$ -	\$ (152,809.42)

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

ROBBINSVILLE SCHOOL DISTRICT
SCHEDULE OF EXPENDITURES OF STATE FINANCIAL ASSISTANCE
YEAR ENDED JUNE 30, 2018

STATE GRANTOR/ PROGRAM TITLE	GRANT OR STATE PROJECT NUMBER	AWARD AMOUNT	GRANT PERIOD	BALANCE JUNE 30, 2017	CARRYOVER (WALKOVER) AMOUNT	CASH RECEIVED	BUDGETARY EXPENDITURES	PASSED THROUGH TO SUBRECIPIENTS	BALANCE, JUNE 30, 2018		BUDGETARY RECEIVABLE	MEMO CUMULATIVE TOTAL EXPENDITURES			
									UNEARNED REVENUE	(ACCOUNTS RECEIVABLE)					
General Fund:															
State Aid Public:															
Special Education Categorical Aid	495-034-5120-089	\$ 1,758,251.00	7/1/17-6/30/18	-	-	\$ 1,758,251.00	\$(1,758,251.00)	\$-	\$-	\$-	\$	132,792.85	1,758,251.00		
Security Aid	495-034-5120-084	148,695.00	7/1/17-6/30/18	-	-	148,695.00	(148,695.00)	-	-	-	-	11,230.27	148,695.00		
Under Adequacy Aid	495-034-5120-096	154,758.00	7/1/17-6/30/18	-	-	154,758.00	(154,758.00)	-	-	-	-	11,688.18	154,758.00		
Equalization Aid	495-034-5120-078	737,126.00	7/1/17-6/30/18	-	-	737,126.00	(737,126.00)	-	-	-	-	55,671.84	737,126.00		
PARCC Readiness Aid	495-034-5120-098	29,880.00	7/1/17-6/30/18	-	-	29,880.00	(29,880.00)	-	-	-	-	2,256.70	29,880.00		
Per Pupil Growth Aid	495-034-5120-097	29,880.00	7/1/17-6/30/18	-	-	29,880.00	(29,880.00)	-	-	-	-	2,256.70	29,880.00		
Professional Learning Community Aid	495-034-5120-101	30,130.00	7/1/17-6/30/18	-	-	30,130.00	(30,130.00)	-	-	-	-	2,275.58	30,130.00		
Total State Aid Public															
Transportation Aid	495-034-5120-014	234,078.00	7/1/17-6/30/18	-	-	234,078.00	(234,078.00)	-	-	-	-	17,678.87	234,078.00		
Extrordinary Aid	495-034-5120-044	418,777.00	7/1/17-6/30/18	-	-	418,777.00	(418,777.00)	-	-	(418,777.00)	-	-	418,777.00		
Extrordinary Aid	495-034-5120-044	406,507.00	7/1/17-6/30/18	(406,507.00)	-	406,507.00	-	-	-	-	-	-	-		
Additional Non-Public Transportation Aid	495-034-5120-014	30,309.00	7/1/17-6/30/18	-	-	30,309.00	(30,309.00)	-	-	(30,309.00)	-	-	30,309.00		
Additional Non-Public Transportation Aid	495-034-5120-014	17,574.00	7/1/17-6/30/18	(17,574.00)	-	17,574.00	-	-	-	-	-	-	-		
Lead Testing for Schools	495-034-5120-104	6,230.00	7/1/17-6/30/18	-	-	6,230.00	(6,230.00)	-	-	-	-	-	6,230.00		
Reimbursed TPAF Social Security Contributions	495-034-5094-003	1,338,382.13	7/1/17-6/30/18	(65,566.78)	-	65,566.78	-	-	-	-	-	-	-		
Reimbursed TPAF Social Security Contributions	495-034-5094-003	1,372,815.93	7/1/17-6/30/18	-	-	1,304,640.94	(1,372,815.93)	-	-	(68,174.99)	-	-	1,372,815.93		
TPAF - Post Retirement	495-034-5094-003	1,687,842.00	7/1/17-6/30/18	-	-	1,687,842.00	(1,687,842.00)	-	-	-	-	-	1,687,842.00		
TPAF - Pension	495-034-5094-001	2,613,250.00	7/1/17-6/30/18	-	-	2,613,250.00	(2,613,250.00)	-	-	-	-	-	2,613,250.00		
TPAF - Long Term Disability	495-034-5094-004	5,616.00	7/1/17-6/30/18	-	-	5,616.00	(5,616.00)	-	-	-	-	-	5,616.00		
Total General Fund															
Debt Service Fund:				(489,647.78)									235,851.00	9,257,637.93	
Debt Service Aid				-	9,230,024.72								(9,257,637.93)	-	
Total Debt Service Fund				-	103,242.00								(103,242.00)	103,242.00	
New Jersey Department of Agriculture:															
Enterprise Fund:															
National School Lunch Program	100-010-3350-023	2,867.23	7/1/17-6/30/18	-	-	2,867.23	(2,867.23)	-	-	-	-	-	2,867.23		
National School Lunch Program	100-010-3350-023	3,030.48	7/1/17-6/30/18	(209.04)	-	209.04	-	-	-	-	-	-	-		
Total Enterprise Fund				(209.04)	3,076.27								(2,867.23)	2,867.23	
Total State Financial Assistance															
State Financial Assistance Programs not Subject to Calculation for Major Program Determination:				\$ (489,856.82)	\$ 9,336,342.99								\$(9,363,747.16)	\$ 235,851.00	\$ 9,363,747.16
State Financial Assistance Programs Subject to Calculation for Major Program Determination:															
TPAF - Post Retirement	495-034-5094-001	\$ 1,687,842.00	7/1/17-6/30/18	-	-	\$ 1,687,842.00	\$(1,687,842.00)	-	-	-	-	-	1,687,842.00		
TPAF - Pension	495-034-5094-002	2,613,250.00	7/1/17-6/30/18	-	-	2,613,250.00	(2,613,250.00)	-	-	-	-	-	2,613,250.00		
TPAF - Long Term Disability	495-034-5094-004	5,616.00	7/1/17-6/30/18	-	-	5,616.00	(5,616.00)	-	-	-	-	-	5,616.00		
Total State Financial Assistance Subject to Calculation for Major Program Determination				-	5,616.00								(5,616.00)	-	

The accompanying Notes to Schedules of Expenditures of Awarards and Financial Assistance are an integral part of this schedule

ROBBINSVILLE SCHOOL DISTRICT
NOTES TO SCHEDULES OF EXPENDITURES OF FEDERAL AWARDS AND STATE
FINANCIAL ASSISTANCE
YEAR ENDED JUNE 30, 2018

Note 1. Basis of Presentation

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

Note 2. Summary of Significant Accounting Policies

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

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

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

ROBBINSVILLE SCHOOL DISTRICT
NOTES TO SCHEDULES OF EXPENDITURES OF FEDERAL AWARDS AND STATE
FINANCIAL ASSISTANCE
YEAR ENDED JUNE 30, 2018 (Continued)

Note 3. Relationship to Basic Financial Statements

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

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

The net adjustment to reconcile from the budgetary basis to the GAAP basis is (\$65,722.00) for the general fund and \$0.00 for the special revenue fund. See Exhibit C-3 Note A of the basic financial statements, for a reconciliation of the budgetary basis to the modified accrual basis of accounting for the general and special revenue funds. Awards and financial assistance expenditures reported in the School District's basic financial statements on a GAAP basis are presented as follows:

<u>Fund</u>	<u>Federal</u>	<u>State</u>	<u>Total</u>
General Fund	\$ -	\$ 9,191,915.93	\$ 9,191,915.93
Special Revenue Fund	779,608.00	-	779,608.00
Debt Service Fund	-	103,242.00	103,242.00
Food Service Fund	88,820.19	2,867.23	91,687.42
Total Awards & Financial Assistance	<u>\$ 868,428.19</u>	<u>\$ 9,298,025.16</u>	<u>\$ 10,166,453.35</u>

Note 4. Relationship to Federal and State Financial Reports

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

Note 5. Federal and State Loans Outstanding

The Robbinsville School District had no loan balances outstanding at June 30, 2018.

**ROBBINSVILLE SCHOOL DISTRICT
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
YEAR ENDED JUNE 30, 2018**

Section I - Summary of Auditor's Results

Financial Statements

Type of auditor's report issued _____ Unmodified _____

Internal control over financial reporting:

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

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

Noncompliance material to financial statements noted? _____ yes X no

Federal Awards

Internal control over major programs:

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

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

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

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

Identification of major programs:

<u>CFDA Number(s)</u>	<u>FAIN Number(s)</u>	<u>Name of Federal Program or Cluster</u>
_____	_____	Special Education Cluster:
84.027	H027A160100	I.D.E.A. Part B
84.173	H173A160114	I.D.E.A. Preschool
_____	_____	_____
_____	_____	_____
_____	_____	_____

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

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

**ROBBINSVILLE SCHOOL DISTRICT
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
YEAR ENDED JUNE 30, 2018**

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

State Financial Assistance

Dollar threshold used to determine Type A programs	\$	750,000.00
Auditee qualified as low-risk auditee?	<u> X </u> yes	<u> </u> no
Internal control over major programs:		
1) Material weakness(es) identified?	<u> </u> yes	<u> X </u> no
2) Significant deficiency(ies) identified?	<u> </u> yes	<u> X </u> none reported
Type of auditor's report issued on compliance for major programs		Unmodified

Identification of major programs:

<u>State Grant/Project Number(s)</u>	<u>Name of State Program</u>
495-034-5094-003	Reimbursed TPAF Social Security

**ROBBINSVILLE SCHOOL DISTRICT
SCHEDULE OF FINDINGS & QUESTIONED COSTS
YEAR ENDED JUNE 30, 2018**

Section II - Financial Statement Findings

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

None.

**ROBBINSVILLE SCHOOL DISTRICT
SCHEDULE OF FINDINGS & QUESTIONED COSTS
YEAR ENDED JUNE 30, 2018**

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

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

FEDERAL AWARDS

None.

STATE FINANCIAL ASSISTANCE

None.

**ROBBINSVILLE SCHOOL DISTRICT
SUMMARY SCHEDULE OF PRIOR YEAR AUDIT FINDINGS
AND QUESTIONED COSTS AS PREPARED BY MANAGEMENT
YEAR ENDED JUNE 30, 2018**

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

Financial Statement Findings

No Prior Year Findings.

Federal Awards

No Prior Year Findings.

State Financial Assistance

No Prior Year Findings.