

**Comprehensive Annual
Financial Report**

of the

Township of Weymouth School District

Dorothy, New Jersey

For the Fiscal Year Ended June 30, 2018

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Introductory Section



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Honorable President and
Members of the Board of Education
Township of Weymouth School District
County of Atlantic
Dorothy, New Jersey

The comprehensive annual financial report of the Township of Weymouth School District (District) for the fiscal year ended June 30, 2018, is hereby submitted. Responsibility for both the accuracy of the data and completeness and fairness of the presentation, including all disclosures, rests with the management of the Board of Education (Board). To the best of our knowledge and belief, the data presented in this report is accurate in all material respects and is reported in a manner designed to present fairly the financial position and results of operations of various funds. 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:

- The Introductory Section includes this transmittal letter, the District's organizational chart and a roster of officials.
- The Financial Section includes the Independent Auditor's Report, Management's Discussion and Analysis, the Basic Financial Statements and Notes providing an overview of the District's financial position and operating results, and other schedules providing detailed budgetary information.
- The Statistical Section includes selected financial and demographic information, generally presented on a multi-year basis.
- The Single Audit Section in which the District is required to undergo an annual single audit in conformity with provisions of the U.S. Office of Management and Budget Circular Title 2 U.S. Code of Federal Regulation part 200 Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards, and State of New Jersey OMB's Circular 15-08, "Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid". Information related to this single audit, including the auditor's report on the internal control structure and compliance with applicable laws and regulations and findings and recommendations, are included in the single audit sections of this report.

1) REPORTING ENTITY AND ITS SERVICES

The District is an independent reporting entity within the criteria adopted by the Governmental Standard Board (GASB). All funds the District are included in this report. The Township of Weymouth Board of Education and all its schools constitute the District's reporting entity.

The District provides a full range of educational services appropriate to grade levels Pre-K through 8. These include regular, as well as special education for disabled youngsters. The District completed the 2017-2018 Fiscal year with an enrollment of 154 students. The following charts the Average Daily Enrollment of the District over the past ten years.

Fiscal Year	Average Daily Enrollment Student Enrollment	Percent Increase/(Decrease)
2017-2018	154	(0.006%)
2016-2017	155	(7.70%)
2015-2016	168	(8.00%)
2014-2015	182	(4.21%)
2013-2014	190	(6.40%)
2012-2013	203	(2.87%)
2011-2012	209	(4.56%)
2010-2011	219	(2.23%)
2009-2010	224	(8.20%)
2008-2009	244	(3.94%)
2007-2008	254	7.18%

2) ECONOMIC CONDITION AND OUTLOOK.

The District area is considered stable as to development and expansion.

3) MAJOR INITIATIVES

During the 2017-2018 school year, the following District initiatives took place.

- The District implemented Teacher’s College Readers and Writers Project Units of Study for Writing in grades K, 3 and 4.
- The District implemented Teacher’s College Readers and Writers Project Units of Study for Reading in grades 1 and 2.
- The District adopted and utilized new CCSS aligned materials in Math in grades K-5.
- The District departmentalized instruction for grades 1-4 in the following manner:
 - ELA teacher for grades 1 &2 and grades 3&4
 - Math, Science and Social Studies teacher for grades 1&2 and grades 3&4

4) INTERNAL ACCOUNTING CONTROLS

Management of the District is responsible for establishing and maintaining internal control structure to ensure that the assets of the District are protected from loss, theft or misuse and to ensure that adequate accounting data are compiled to allow for the preparation of financial statements in conformity with accounting principles generally accepted in the United States of America (GAAP). The internal control structure is designed to provide reasonable, but not absolute, assurance that these objectives are met. The concept of reasonable assurance recognizes that: (1) the cost of a control should not exceed the benefits likely to be derived; and (2) the valuation of costs and benefits requires estimates and judgements by management.

As a recipient of federal awards and state financial assistance, the District also is responsible for ensuring that adequate internal control structure is in place to ensure compliance with applicable laws and regulations related to those programs. This internal control structure is also subject to periodic evaluation by the District's management.

As part of the Districts' 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 District has complied with applicable laws and regulations.

5) BUDGET CONTROLS

In addition to internal accounting controls, the District maintains budgetary controls. The objectives of these budgetary controls are to ensure compliance with legal provisions embodied in the annual appropriated budget approval by the voters of the municipality. Annual appropriated budgets are adopted for the general fund, the special revenue fund and the debt service fund. Project-length budgets are approved for the capital improvements accounted for in the capital projects fund. The final budget amount as amended for the fiscal year is reflected in the financial sections.

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

6) ACCOUNTING SYSTEM AND REPORTS

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

7) DEBT ADMINISTRATION

At June 30, 2018, the District's outstanding debt issues included \$1,444,000 in bonds.

8) CASH MANAGEMENT

The investment policy of the District is guided in large part by state statute as detailed in “Notes to the Financial Statements”. The District has adopted a cash management plan which requires it to deposit public funds in public depositories protected from loss under the provisions of the Governmental Unit Deposited 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.

9) RISK MANAGEMENT

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

10) OTHER INFORMATION

State statutes require an annual audit by independent certified public accountants or registered municipal accountants. The accounting firm of Ford, Scott & Associates was selected by the Board. In addition to meeting the requirements set forth in state statutes, the audit was also designed to meet the requirements of U.S. Office of Management and Budget Circular Title 2 U.S. Code if Federal Regulation part 200 Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards, New Jersey OMB’S Circular 15-08, “Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid”. The auditor’s reports related specifically to the single audit are included in the single audit section of this report.

11) ACKNOWLEDGEMENTS

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

Respectfully submitted,

Dr. John B. Alfieri

Dr. John B. Alfieri
Superintendent

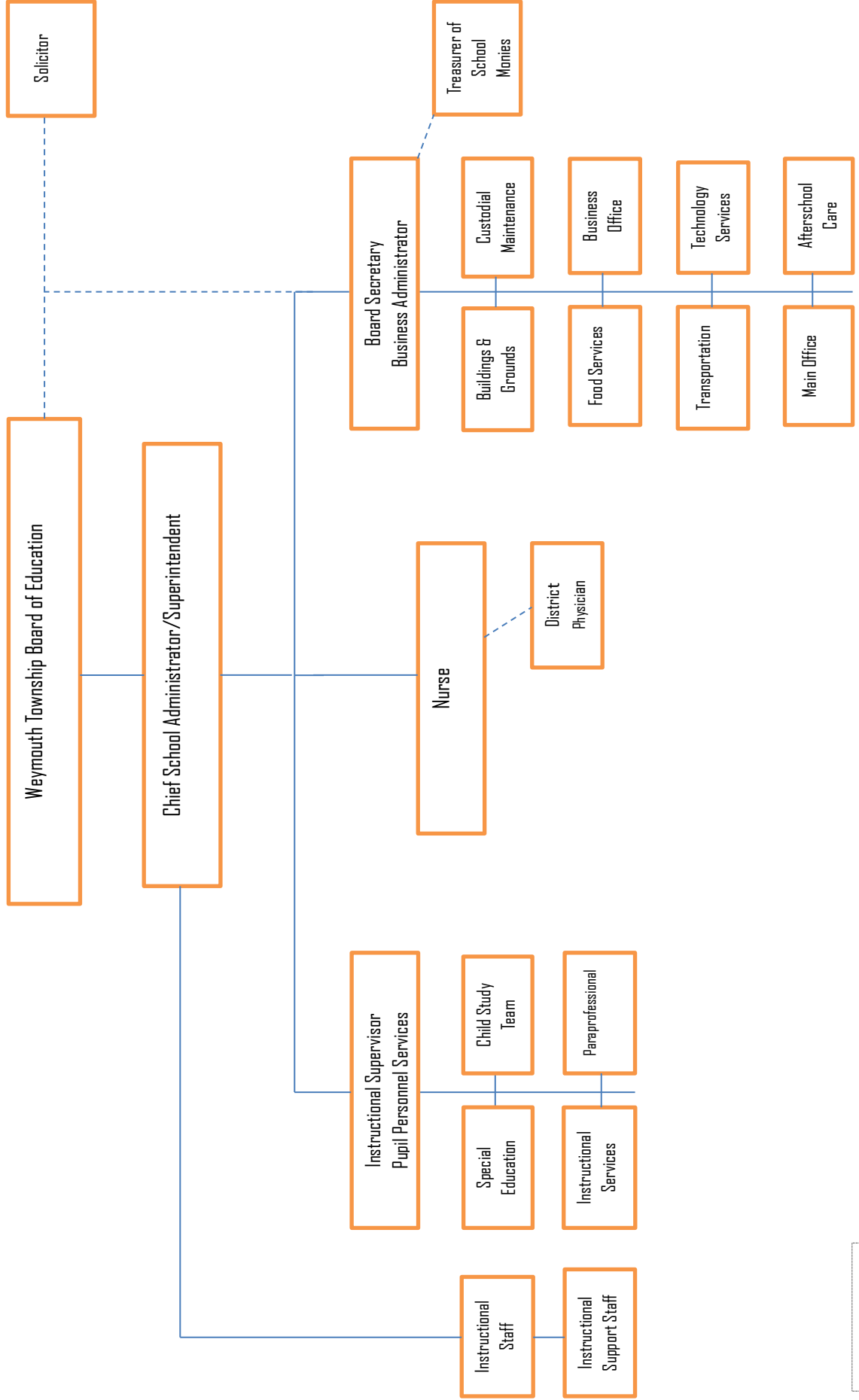
Patricia Palmieri

Patricia Palmieri
Business Administrator/Board Secretary



Weymouth Township Board of Education

Organizational Chart



Weymouth Township Board of Education
2018

<u>Name/Address</u>	<u>Term expires in</u>
Dan Ardito 1 Pennsylvania Ave Dorothy, NJ 08317 609-476-4994 (H) 609-827-5339 (C) Ardito@weymouthtsd.org	12/31/2020
Stephanie Bogdan 1215 14 th Avenue Dorothy, NJ 08317 609-476-3780 (H) 609-774-0802 (C) sbogdan@weymouthtsd.org	12/31/2018
Jaclyn Carugno 1127 Riverside Drive Mays Landing, NJ 08330 609-432-5225 Carugno@weymouthtsd.org	12/31/2019
Patricia Doerr (Vice President) 503 Eleventh Avenue Mays Landing, NJ 08330 609-476-4267 (H) 609-338-7309 (C) pdoerr@weymouthtsd.org	12/31/2019
Henry Goldsmith 1115 Riverside Drive Mays Landing, NJ 08330 609-625-3163 (H) 609-220-8888 (C) goldsmith@weymouthtsd.org	12/31/2019
Karin Mandradjieff 1 Fernwood Lane Mays Landing, NJ 08330 609-625-0828 (H) 610-202-6179 (C) mandradjieff@weymouthtsd.org	12/31/2018 12/31/2021
Constance Anne Reymann 66 Hickory Lane Mays Landing, NJ 08330 609-457-8956 (C) reymann@weymouthtsd.org	12/31/2018 12/31/2021
Teresa Seelman 52 Tuckahoe Road PO Box 176 (mailing address) Dorothy, NJ 08317 609-476-4431 (H) 609-476-2384 (W) 609-432-7554 (C) tseelman@weymouthtsd.org	12/31/2020
Deborah Shurig 1205 14 th Avenue Dorothy, NJ 08317 609-703-4390 shurig@weymouthtsd.org	12/31/2021
Edward Zebedies (President) 4 Darlington Street Mays Landing, NJ 08330 609-837-2719 (H) 609-892-4151 (C) zebedies@weymouthtsd.org	12/31/2020
Dr. John B. Alfieri, CSA – 609-476-2412 (W) 973-479-2160 (C) alfieri@weymouthtsd.org	Patricia Palmieri, SBA – 609-476-2409 (W) 609-271-0276(C) palmieri@weymouthtsd.org

**WEYMOUTH TOWNSHIP SCHOOL DISTRICT
BOARD OF EDUCATION**

COUNTY OF ATLANTIC , NEW JERSEY

**CONSULTANTS AND ADVISORS
AS OF JUNE 30, 2018**

INDEPENDENT AUDITOR

Ford, Scott & Associates, LLC
Certified Public Accountants
1535 Haven Avenue
Ocean City, New Jersey 08226

ATTORNEY

William S. Cappuccio - Attorney at Law
P.O. Box 107
Hammonton, NJ 08037

RISK MANAGEMENT CONSULTANT

Dennis Brown
Glenn Insurance

OFFICIAL DEPOSITORY

Newfield National Bank

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Financial Section



FORD - SCOTT

& ASSOCIATES, L.L.C.

CERTIFIED PUBLIC ACCOUNTANTS

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Independent Auditor's Report

Honorable President and
Members of the Board of Education
Weymouth Township School District
County of Atlantic, New Jersey

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Weymouth Township School District, in the County of Atlantic, New Jersey, as of and for the year ended June 30, 2018, and the related notes to the financial statements, which collectively comprise the 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 *Government Auditing Standards* issued by the Comptroller General of the United States, and audit requirements as prescribed by the Office of School Finance, Department of Education, State of New Jersey. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free 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 entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe 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 Weymouth Township School District, as of June 30, 2018, and the respective changes in financial position and, where applicable, cash flows thereof for the fiscal year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the Required Supplementary Information identified 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 Weymouth Township School District's basic financial statements. The combining and individual non-major fund financial statements and schedule of expenditures of federal awards as required by Title 2 U.S. Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards (Uniform Guidance) and the schedule of state financial assistance as required by NJ OMB 15-08 and the introductory and statistical sections are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The combining and individual non-major fund financial statements, schedule of expenditures of federal awards, as required by the Uniform Guidance and the schedule of state financial assistance as required by NJ OMB 15-08 is the responsibility of management and was 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 and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual non-major fund financial statements, schedule of expenditures of federal awards, as required by the Uniform Guidance, and the schedule of state financial assistance as required by NJ OMB 15-08 is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

The introductory and statistical sections have not been subject 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 it.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated February 1, 2019 on our consideration of the Weymouth Township 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 Weymouth Township School District's internal control over financial reporting and compliance.

Ford, Scott & Associates, L.L.C.
FORD, SCOTT & ASSOCIATES, L.L.C.
CERTIFIED PUBLIC ACCOUNTANTS

Michael S. Garcia

Michael S. Garcia
Certified Public Accountant
Licensed Public School Accountant
No. 2080

February 1, 2019

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Required Supplementary Information – Part I

**WEYMOUTH TOWNSHIP SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2018
UNAUDITED**

The discussion and analysis of Weymouth Township School District's financial performance provides an overall review of the School District's financial activities for the fiscal year ended June 30, 2018. The intent of this discussion and analysis is to look at the School District's financial performance as a whole; readers should also review the basic financial statements and notes to enhance their understanding of the School District's financial performance.

The 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 and Management's Discussion and Analysis for State and Local Governments issued in June 1999.

Financial Highlights

Key financial highlights for 2018 are as follows:

- In total, net position decreased \$46,811.96 which represents a 2% decrease from 2017.
- The State of New Jersey reimbursed the District \$84,831.03 during the fiscal year ended June 30, 2018 for the employer's share of social security contributions for TPAF members as calculated on their base salaries. This amount, which is not budgeted, is included as both a revenue and appropriation in the financial statements
- General revenues accounted for \$4,786,499.21 in revenue or 76 percent of all revenues. Program specific revenues in the form of charges for services and operating grants and contributions accounted for \$1,484,941.61 or 21 percent of total revenues of \$6,271,440.82.
- Total assets of governmental activities decreased by \$112,404.59 as Cash and Cash Equivalents increased by \$15,290.94, receivables increased by \$9,267.30, and net capital assets decreased by \$143,812.86.
- The School District had \$6,436,641.88 in expenses; only \$1,603,288.15 of these expenses were offset by program specific charges for services, grants or contributions. General revenues (primarily taxes and state aid) of \$4,786,499.21 plus budgeted fund balance were adequate to provide for these programs.
- Among governmental funds, the General Fund had \$5,157,874.24 in revenues, and \$5,043,946.51 in expenditures. The General Fund's fund balance increased \$113,927.73 over 2017.

Using this Comprehensive Annual Financial Report (CAFR)

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

The Statement of Net Position and Statement of Activities provide information about the activities of the whole School district, presenting both an aggregate view of the School district's finances and a longer-term view of those finances. Fund financial statements provide the next level of detail. For governmental funds, these statements tell how services were financed in the short-term as well as what remains for future spending. The fund financial statements also look at the School district's most significant funds with all other non-major funds presented in total in one column. In the case of Weymouth Township School District, the General Fund is by far the most significant fund.

**WEYMOUTH TOWNSHIP SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2018
UNAUDITED (CONTINUED)**

Reporting the School District as a Whole

Statement of Net Position and the Statement of Activities

While this document contains the large number of funds used by the School District to provide programs and activities, the view of the School District, as a whole looks at all financial transactions and ask the question, "How did we do financially during 2018?" The Statement of Net Position and the Statement of Activities answer this question. These statements include all assets and liabilities using the accrual basis of accounting similar to the accounting used by most private-sector businesses. This basis of accounting takes into account all of the current year's revenues and expenses regardless of when cash is received or paid.

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

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

- Governmental Activities - All of the School District's programs and services are reported here including instruction, support services, operation and maintenance of plant facilities, pupil transportation and extracurricular activities.
- Business-Type Activity - This service is provided on a charge for goods or services basis to recover all the expenses of the goods or services provided. The Food Service enterprise fund is reported as a business activity.

Reporting the School District's Most Significant Funds

Fund Financial Statements

Fund financial reports provide detailed information about the School District's funds. The School District uses many funds to account for a multitude of financial transaction. The School District's governmental funds are the General Fund, Special Revenue Fund, Capital Projects Fund, and Debt Service Fund.

Governmental Funds

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

**WEYMOUTH TOWNSHIP SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2018
UNAUDITED (CONTINUED)**

Enterprise Fund

The enterprise fund uses the same basis of accounting as business-type activities; therefore, these statements are essentially the same.

Notes to the Financial Statements

The notes provide additional information that is essential to a full understanding of the data provided in the District-wide and fund financial statements.

The School District as a Whole

Recall that the Statement of Net Position provides the perspective of the School District as a whole. Net position may serve over time as a useful indicator of a government's financial position.

The District's financial position is the product of several 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.

Table 1 provides a summary of the School District's net position for 2018 and 2017.

**Table 1
Net Position**

	<u>2018</u>	<u>2017</u>
Assets		
Current and Other Assets	\$ 1,223,515.15	1,141,267.00
Capital Assets	<u>3,076,991.70</u>	<u>3,225,827.00</u>
Total Assets	<u>4,300,506.85</u>	<u>4,367,094.00</u>
Deferred Outflow of Resources		
Deferred outflows related to Pensions	147,255.00	247,445.00
Loss on Refunding of Long Term Debt	-	-
Total Deferred Outflow of Resources	<u>147,255.00</u>	<u>247,445.00</u>
Liabilities		
Long-Term Liabilities	2,227,744.61	2,434,330.00
Other Liabilities	<u>38,801.14</u>	<u>136,153.00</u>
Total Liabilities	<u>2,266,545.75</u>	<u>2,570,483.00</u>
Deferred Inflows of Resources		
Deferred inflows related to Pensions	<u>263,765.00</u>	79,793.00
Total Deferred Inflows of Resources	263,765.00	<u>79,793.00</u>
Net Position		
Invested in Capital Assets, Net of Debt	1,632,991.70	1,711,827.00
Restricted	1,139,883.54	1,078,528.00
Unrestricted	<u>(855,424.14)</u>	<u>(826,092.00)</u>
Total Net Position	<u>\$ 1,917,451.10</u>	<u>1,964,263.00</u>

**WEYMOUTH TOWNSHIP SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2018
UNAUDITED (CONTINUED)**

The District's combined net position was \$1,917,451.10 on June 30, 2018. This was a decrease of \$46,811.90 or 2 percent from the prior year.

Table 2 shows changes in net position for fiscal year's 2018 and 2017.

**Table 2
Changes in Net Position**

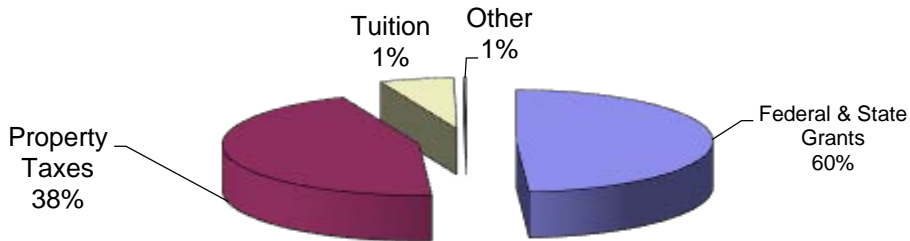
	2018	2017
Revenues		
Program Revenues:		
Charges for Services	\$ 96,573.71	\$ 103,767.51
Operating Grants and Contributions	1,464,721.44	1,562,025.42
Capital Grants & Contributions	41,993.00	-
General Revenues:		
Property Taxes	2,273,226.00	2,231,457.00
Grants and Entitlements	2,440,487.70	2,375,694.40
Other	72,828.10	33,103.31
Total Revenues	6,389,829.95	6,306,047.64
Program Expenses		
Instruction	2,870,322.80	2,531,462.00
Support Services:		
Tuition	1,359,922.12	1,341,800.65
Related Services - Pupils and Instructional Staff	581,778.82	711,806.51
General Administration, School Administration,	306,297.69	431,476.67
Central Services and Maintenance of Facilities	831,499.98	399,124.59
Pupil Transportation	305,802.55	320,350.99
Capital Outlay	-	2,013.00
Interest on Debt	48,112.85	48,227.22
Unallocated Depreciation	-	147,897.28
Charter School	-	71,395.00
Business-Type Activities	132,905.07	120,334.00
Total Expenses	6,436,641.88	6,125,887.91

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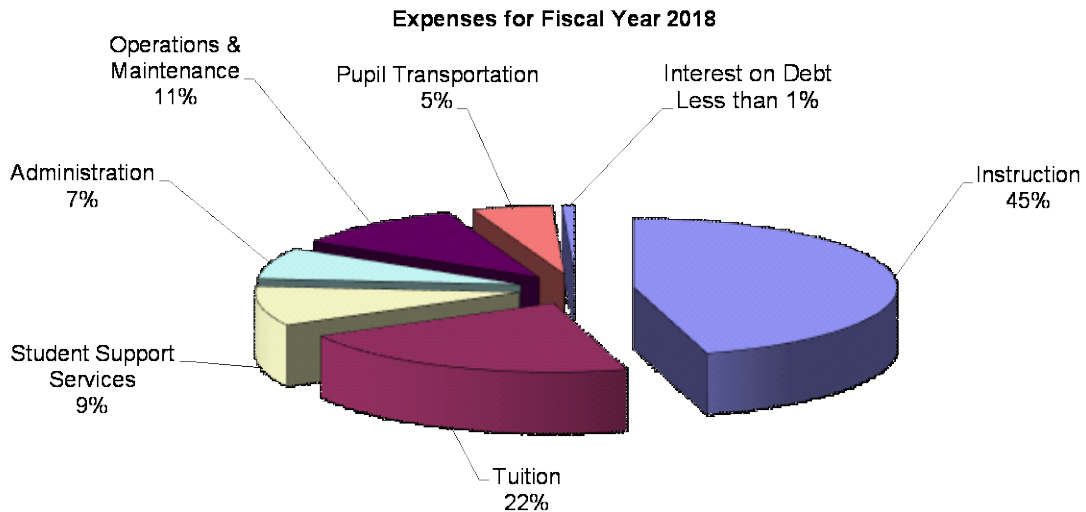
**WEYMOUTH TOWNSHIP SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2018
UNAUDITED (CONTINUED)**

Governmental Activities

The unique nature of property taxes in New Jersey creates the legal requirements to annually seek voter approval for the School District operations. Property taxes made up 38 percent of revenues for governmental activities for the Weymouth Township School District for fiscal year 2018. The District's total revenues were \$6,271,440.82 for the year ended June 30, 2018. Federal, state, and local grants accounted for another 60 percent of revenue.



The total cost of all program and services was \$6,303,736.81. Instruction comprises 45 percent of District expenses, Tuition comprises 22 percent of District expenses and Operations and Maintenance comprises 13 percent of District expenses.



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**WEYMOUTH TOWNSHIP SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2018
UNAUDITED (CONTINUED)**

Business-Type Activities

Revenues for the District's business-type activities were comprised of charges for services and federal and state reimbursements.

- Business-type expenses exceeded revenues by \$14,558.53.
- Charges for business-type activities represent \$53,813.71 of revenue. This represents amounts paid by patrons for services.
- Federal and state reimbursement for meals, including payments for free and reduced lunches and breakfast, and donated commodities was \$64,532.83.

Governmental Activities

The Statement of Activities shows the cost of program services and the charges for services and grants offsetting those services. Table 3 shows the total cost of services and the net cost of services. The net cost shows the financial burden that was placed on the District's taxpayers by each of these functions.

Table 3

	<u>Total Cost of Services 2018</u>	<u>Net Cost of Services 2018</u>	<u>Total Cost of Services 2017</u>	<u>Net Cost of Services 2017</u>
Instruction	\$ 2,870,322.80	\$ 1,713,188.34	\$ 2,531,461.73	\$ 1,453,298.74
Support Services:				
Tuition	1,359,922.12	1,359,922.12	1,341,800.65	1,341,800.65
Pupils and Instructional Staff	581,778.82	382,694.45	711,806.51	436,191.67
General Administration	124,518.33	114,750.65	179,479.26	117,224.62
School Administration	181,779.36	167,949.45	251,997.41	166,433.14
Central Services	158,037.97	146,014.32	94,458.12	94,458.12
Plant Operation and Maintenance	673,462.01	622,353.47	304,666.47	304,666.47
Pupil Transportation	305,802.55	305,802.55	320,350.99	266,759.09
Transfer to Charter School	-	-	71,395.00	71,395.00
Unallocated Depreciation	-	-	147,897.28	147,897.28
Interest and Finance Charges	48,112.85	6,119.85	48,227.22	48,227.22
Capital Outlay	-	-	2,013.00	2,013.00
Total Expenses	<u>\$ 6,303,736.81</u>	<u>\$ 4,818,795.20</u>	<u>\$ 6,005,553.64</u>	<u>\$ 4,450,365.00</u>

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

Tuition is predominately made up of charges for private schools for disabled students.

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

General administration, school administration, and central services include expenses associated with administrative and financial supervision of the District.

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

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

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

**WEYMOUTH TOWNSHIP SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2018
UNAUDITED (CONTINUED)**

The School District's Funds

All governmental funds (i.e., general fund, special revenue fund capital projects fund and debt service fund presented in the fund-based statements) are accounted for using the modified accrual basis of accounting. Total revenues amounted to \$5,508,295.82 and expenditures were \$5,393,457.65. The net increase in fund balance for the year was \$114,838.17.

As demonstrated by the various statements and schedules included in the financial section of this report, the District continues to meet its responsibility for sound financial management. The following schedules present a summary of the revenues of the governmental funds for the fiscal year ended June 30, 2018 and the amount and percentage of increases and decreases in relation to prior year revenues.

Revenue	Amount	Percent of Total	Increase (Decrease) from 2017	Percent of Increase (Decrease)
Local Sources	\$ 2,388,771.51	43.37%	\$ 70,663.92	0.25%
State Sources	2,941,113.93	53.39%	107,369.20	0.77%
Federal Sources	178,410.38	3.24%	32,353.97	3.27%
Total	<u>\$ 5,508,295.82</u>	100.00%	<u>\$ 210,387.09</u>	0.68%

Local sources increased by \$70,663.92 due an increase in the tax levy. State sources increased by \$107,369.20 predominantly due to an increase in the State's contribution for TPAF on-behalf payments.

The following schedule represents a summary of the governmental funds expenditures for the fiscal year ended June 30, 2018, and the percentage of increases and decreases in relation to prior year amounts.

Expenditures	Amount	Percent of Total	Increase (Decrease) from 2017	Percent of Increase (Decrease)
Current expense:				
Instruction	\$ 1,488,208.96	27.59%	\$ 271,305.30	22.29%
Undistributed expenditures	3,786,747.93	70.21%	134,428.05	3.68%
Capital Outlay	2,012.00	0.04%	(1.00)	-0.05%
Debt Service	116,488.76	2.16%	(2,100.00)	-1.77%
Total	<u>\$ 5,393,457.65</u>	100.00%	<u>\$ 403,632.35</u>	8.09%

Changes in expenditures were the results of varying factors. Instruction expenses increased primarily due to an increase in salaries for Grades 1-5 in the amount of 91k, grades 6-8 in the amount of 66k and supplies of 61k. For undistributed expenses, the increase was due primarily to an increase of 114k in Health Benefits.

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**WEYMOUTH TOWNSHIP SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2018
UNAUDITED (CONTINUED)**

General Fund Budgeting Highlights

The School District's budget is prepared according to New Jersey law, and is based on accounting for certain transactions on a basis of cash receipts, disbursements, and encumbrances. The most significant budgeted fund is the General Fund.

Over the course of the year, the District revised the annual operating budget several times. Revisions in the budget were made to recognize revenues that were not anticipated and to prevent over-expenditures in specific line item accounts. Several of these revisions bear notation:

- Some Salaries were reallocated to or from the lines they were originally budgeted in.
- Some Undistributed Expenses such as Cleaning for Care and Upkeep of Grounds were reallocated to other line items.

Capital Assets

At the end of the fiscal year 2018, the School District had \$3,076,992.16 invested in land, building, furniture and equipment and vehicles. Table 4 shows fiscal year 2018 balances compared to 2017.

**Table 4
Capital Assets (Net of Depreciation) at June 30,**

	2018	2017
Land	\$ 43,800.00	\$ 43,800.00
Building and Building Improvements	2,957,935.11	3,092,475.97
Machinery and Equipment	75,257.05	89,550.79
Total	\$ 3,076,992.16	\$ 3,225,826.76

Overall capital assets decreased \$148,834.60 from fiscal year 2017 to fiscal year 2018. The decrease in capital assets is due depreciation being in excess of additions of capital purchases. For more detailed information, please refer to the Notes to the Financial Statements.

Debt Administration

At June 30, 2018, the School District had \$1,592,533.61 of outstanding debt. Of this amount, \$148,533.61 is for compensated absences and \$1,444,000 for serial bonds for school construction.

**Table 5
Outstanding Debt at June 30,**

	2018	2017
2014 General Obligation Bond	\$ 1,444,000.00	\$ 1,541,000.00
Capital Leases	-	3,867.00
Compensated Absences	148,533.61	52,595.00
Total	\$ 1,592,533.61	\$ 1,597,462.00

At December 31, 2018, the School District was within its legal debt margin. For more detailed information, please refer to the Notes to the Financial Statements.

**WEYMOUTH TOWNSHIP SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2018
UNAUDITED (CONTINUED)**

For the Future

The Weymouth Township School District is in good financial condition presently. The School District is proud of its community support of the public schools.

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

Contacting the School District's Management

This financial report is designed to provide our citizens, taxpayers, investors, and creditors with a general overview of the School District's finances and to show the School District's accountability for the money it receives. If you have questions about this report or need additional information, contact Patricia Palmieri Business Administrator/Board Secretary at Weymouth Township School District, 1202 11th Avenue Dorothy, New Jersey 08317 or by phone at (609) 476-2412.

District website <http://www.weymouthtownshipschool.org>.

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Basic Financial Statements

DISTRICT – WIDE FINANCIAL STATEMENTS

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

TOWNSHIP OF WEYMOUTH SCHOOL DISTRICT
Statement of Net Position
As of June 30, 2018

	Governmental Activities	Business-Type Activities	Total
ASSETS			
Cash and Cash Equivalents	\$ 1,108,521.49	16,350.78	1,124,872.27
Receivables, Net	88,554.21	4,318.07	92,872.28
Internal Balances	6,850.03	(6,850.03)	(0.00)
Inventory	-	5,770.60	5,770.60
Capital Assets, Not Being Depreciated	43,800.00	-	43,800.00
Capital Assets, Net of Depreciation	3,025,338.90	7,852.80	3,033,191.70
Total Assets	<u>4,273,064.63</u>	<u>27,442.22</u>	<u>4,300,506.85</u>
DEFERRED OUTFLOW OF RESOURCES			
Deferred Outflows Related to Pensions	147,255.00	-	147,255.00
Total Deferred Outflow of Resources	<u>147,255.00</u>	<u>-</u>	<u>147,255.00</u>
LIABILITIES			
Accounts Payable	-	22,579.29	22,579.29
Accrued Interest Payable	11,098.00	-	11,098.00
Deferred Revenue	4,502.07	621.78	5,123.85
Noncurrent Liabilities			
Due Within One Year	70,000.00	-	70,000.00
Due Beyond One Year	1,522,533.61	-	1,522,533.61
Net Pension Liability	635,211.00	-	635,211.00
Total Liabilities	<u>2,243,344.68</u>	<u>23,201.07</u>	<u>2,266,545.75</u>
DEFERRED INFLOWS OF RESOURCES			
Deferred Inflows Related to Pensions	263,765.00	-	263,765.00
NET POSITION			
Invested in Capital Assets, Net of Related Debt	1,625,138.90	7,852.80	1,632,991.70
Restricted for:			
Capital Projects	421,263.10	-	421,263.10
Maintenance	195,350.00	-	195,350.00
Other Purposes	523,270.44	-	523,270.44
Unrestricted (Deficit)	(851,812.49)	(3,611.65)	(855,424.14)
Total Net Position	<u>\$ 1,913,209.95</u>	<u>4,241.15</u>	<u>1,917,451.10</u>

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

TOWNSHIP OF WEYMOUTH SCHOOL DISTRICT
Statement of Activities
For the Fiscal Year Ended June 30, 2018

Function/Programs	Direct Expenses	Allocated Expenses	Program Revenue			Net (Expense) Revenue and Changes in Net Position			
			Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business-Type Activities	Total	
Governmental Activities:									
Instruction:									
Regular	\$ 1,520,640.83	549,737.29	-	647,439.63		(1,422,938.49)			(1,422,938.49)
Special Education	522,026.89	188,721.56	42,760.00	439,041.77		(228,946.68)			(228,946.68)
Other Special Instruction	65,512.39	23,683.84		27,893.06		(61,303.17)			(61,303.17)
Support Services:									
Tuition	1,359,922.12	-				(1,359,922.12)			(1,359,922.12)
Student & Instruction Related Services	427,301.93	154,476.89		199,084.37		(382,694.45)			(382,694.45)
School Administrative Services	125,350.21	56,429.15		13,829.91		(167,949.45)			(167,949.45)
General Administrative Services	84,663.98	39,854.35		9,767.68		(114,750.65)			(114,750.65)
Central Services	108,978.77	49,059.20		12,023.65		(146,014.32)			(146,014.32)
Plant Operation and Maintenance	464,927.65	208,534.36		51,108.54		(622,353.47)			(622,353.47)
Pupil Transportation	305,802.55	-				(305,802.55)			(305,802.55)
Unallocated Benefits	1,128,378.78	(1,128,378.78)				-			-
Unallocated Depreciation	142,117.86	(142,117.86)				-			-
Capital Outlay						-			-
Interest on Long-Term Debt	48,112.85	-	42,760.00		41,993.00	(6,119.85)			(6,119.85)
Total Governmental Activities	6,303,736.81	-	42,760.00	1,400,188.61	41,993.00	(4,818,795.20)			(4,818,795.20)
Business-Type Activities:									
Food Service	108,816.88		32,781.91	64,532.83		(11,502.14)			(11,502.14)
Other	24,088.19		21,031.80			(3,056.39)			(3,056.39)
Total Business-Type Activities	132,905.07		53,813.71	64,532.83		(14,558.53)			(14,558.53)
Total Primary Government	\$ 6,436,641.88		96,573.71	1,464,721.44	41,993.00	(4,818,795.20)			(4,833,353.73)
General Revenues:									
Taxes:									
Property Taxes, Levied for General Purposes, Net						\$ 2,198,730.00			2,198,730.00
Taxes Levied for Debt Service						74,496.00			74,496.00
Federal and State Aid not Restricted						2,440,487.70			2,440,487.70
Miscellaneous Income						72,786.51		42.59	72,828.10
Transfers						-			-
Total General Revenues, Special Items, Extraordinary Items and Transfers						4,786,499.21		42.59	4,786,541.80
Change in Net Position						(32,295.99)		(14,515.94)	(46,811.93)
Net Position - Beginning						1,945,505.94		18,757.09	1,964,263.03
Net Position - Ending						\$ 1,913,209.95		4,241.15	1,917,451.10

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

FUND FINANCIAL STATEMENTS

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

TOWNSHIP OF WEYMOUTH SCHOOL DISTRICT
Balance Sheet
Governmental Funds
As of June 30, 2018

	General Fund	Special Revenue Fund	Capital Projects Fund	Debt Service Fund	Total Governmental Funds
ASSETS					
Cash and Cash Equivalents	\$ 1,054,815.83	33,754.91	19,947.83	2.92	1,108,521.49
Due from Other Funds	103,714.49				103,714.49
Receivables - Other					-
Receivables from Other Governments	27,403.79	61,150.42			88,554.21
Total Assets	<u>1,185,934.11</u>	<u>94,905.33</u>	<u>19,947.83</u>	<u>2.92</u>	<u>1,300,790.19</u>
LIABILITIES AND FUND BALANCES					
Liabilities:					
Accounts Payable	-				-
Interfund Payable		95,864.46	1,000.00		96,864.46
Bond Anticipation Note					-
Due to State of NJ		-			-
Deferred Revenue		4,502.07			4,502.07
Total Liabilities	<u>-</u>	<u>100,366.53</u>	<u>1,000.00</u>	<u>-</u>	<u>101,366.53</u>
Fund Balances:					
Restricted for:					
Excess Surplus	122,310.83				122,310.83
Reserved Excess Surplus - Designated for Subsequent Year's Expenditures	123,124.00				123,124.00
Capital Projects			18,947.83		18,947.83
Committed to:					
Capital Reserve	402,315.27				402,315.27
Maintenance Reserve	195,350.00				195,350.00
Designated for Subsequent Year's Expenditures				2.00	2.00
Assigned to:					
Encumbrances	163,616.81				163,616.81
Designated for Subsequent Year's Expenditures	119,680.00				119,680.00
Unassigned Fund Balance	59,537.20	(5,461.20)		0.92	54,076.92
Total Fund Balances	<u>1,185,934.11</u>	<u>(5,461.20)</u>	<u>18,947.83</u>	<u>2.92</u>	<u>1,199,423.66</u>
Total Liabilities and Fund Balances	<u>\$ 1,185,934.11</u>	<u>94,905.33</u>	<u>19,947.83</u>	<u>2.92</u>	

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

Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds.

The cost of the assets is \$8,336,371.79 and the accumulated depreciation is \$5,267,232.89.

3,069,138.90

Interest on long-term debt in the statement of activities is accrued, regardless of when due.

(11,098.00)

Pension Liabilities Net of Deferred Outflows & Inflows

(751,721.00)

Long - term liabilities, including bonds and capital leases payable, are not due and payable in the current period and therefore are not reported as liabilities in the funds.

(1,592,533.61)

Net Position of governmental activities

\$ 1,913,209.95

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

TOWNSHIP OF WEYMOUTH SCHOOL DISTRICT
Statement of Revenues, Expenditures, and Changes in Fund Balance
Governmental Funds
For the Fiscal Year Ended June 30, 2018

	General Fund	Special Revenue Fund	Capital Projects Fund	Debt Service Fund	Total Governmental Funds
REVENUES					
Local Sources:					
Local Tax Levy	\$2,198,730.00			74,496.00	2,273,226.00
Transportation Fees	42,760.00				42,760.00
Miscellaneous	72,785.51	-			72,785.51
Total Local Sources	2,314,275.51	-	-	74,496.00	2,388,771.51
State Sources	2,843,598.73	55,522.20		41,993.00	2,941,113.93
Federal Sources	-	178,410.38			178,410.38
Total Revenues	5,157,874.24	233,932.58	-	116,489.00	5,508,295.82
EXPENDITURES					
Current:					
Regular Instruction	1,073,452.57				1,073,452.57
Special Education Instruction	127,085.43	241,424.38			368,509.81
Other Special Instruction	46,246.58				46,246.58
Support Services:					
Tuition	1,278,344.12				1,278,344.12
Student & Instruction Related Serv.	284,488.46	17,153.00			301,641.46
School Administrative Services	110,187.18				110,187.18
General Administrative Services	77,822.16				77,822.16
Central Services	95,796.12				95,796.12
Plant Operation and Maintenance	407,197.56				407,197.56
Pupil Transportation	305,802.55				305,802.55
Unallocated Employee Benefits	1,128,378.78				1,128,378.78
Transfer to Charter Schools	81,578.00				81,578.00
Debt Service:					
Principal				70,000.00	70,000.00
Interest and Other Charges				46,488.76	46,488.76
Capital Outlay	2,012.00	-			2,012.00
Total Expenditures	5,018,391.51	258,577.38	-	116,488.76	5,393,457.65
Excess (Deficiency) of Revenues Over Expenditures	139,482.73	(24,644.80)	-	0.24	114,838.17
OTHER FINANCING SOURCES (USES)					
Transfer in	(25,555.00)				(25,555.00)
Transfer out		25,555.00			25,555.00
Total Other Financing Sources and Uses	(25,555.00)	25,555.00	-	-	-
Net Changes in Fund Balance	113,927.73	910.20	-	0.24	114,838.17
Fund Balance (Deficit) - July 1	1,072,006.38	(6,371.40)	18,947.83	2.68	1,084,585.49
Fund Balance (Deficit) - June 30	\$1,185,934.11	(5,461.20)	18,947.83	2.92	1,199,423.66

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

TOWNSHIP OF WEYMOUTH SCHOOL DISTRICT
Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balance
of Governmental Funds to the Statement of Activities
For the Fiscal Year Ended June 30, 2018

Total Net Change in Fund Balance - Governmental Funds (from B-2)		\$ 114,838.17
<p>Amounts reported for governmental activities in the statement of activities (A-2) are different because:</p> <p>Capital outlays are reported in governmental funds as expenditures. However, on the statement of activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense. This is the amount by which capital outlays exceeded depreciation in the current fiscal year.</p>		
Depreciation expense	\$ (142,117.86)	
Capital Outlay, Net of Deletions	<u>(1,695.00)</u>	<u>(143,812.86)</u>
<p>Governmental funds report district pension contributions as expenditures. However in the Statement of Activities, the cost of pension benefits earned net of of employee contributions is reported as pension expense.</p>		
District pension contributions - PERS	25,204.15	
Cost of benefits earned net of employee contributions	<u>(6,842.15)</u>	18,362.00
<p>Repayment of bond principal is an expenditure in the governmental funds, but the repayment reduces long - term liabilities in the statement of net assets and is not reported in the statement of activities.</p>		
Bonds Paid		70,000.00
Capital Lease Payments		3,867.40
<p>In the statement of activities, certain operating expenses, e.g., compensated absences (vacations and sick pay) are measured by the amounts earned during the year. In the governmental funds, however, expenditures for these items are reported in the amount of financial resources used (paid). When the earned amount exceeds the paid amount, the difference is a reduction in the reconciliation; when the paid amount exceeds the earned amount, the difference is an addition to the reconciliation.</p>		
		(95,938.61)
<p>In the statement of activities, interest on long - term debt is accrued, regardless of when due. In the governmental funds, interest is reported when due. The accrued interest is a deduction in the reconciliation.</p>		
		387.91
Change in Net Position of Governmental Activities		<u><u>\$ (32,295.99)</u></u>

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

TOWNSHIP OF WEYMOUTH SCHOOL DISTRICT
Proprietary Funds
Statement of Net Position
As of June 30, 2018

	Business-Type Activities - Enterprise Fund		
	Food Service	After School Care	Total
ASSETS			
Current Assets:			
Cash and Cash Equivalents	\$ 12,306.96	4,043.82	16,350.78
Accounts Receivable	4,318.07	-	4,318.07
Inventory	5,770.60	-	5,770.60
Total Current Assets	<u>22,395.63</u>	<u>4,043.82</u>	<u>26,439.45</u>
Noncurrent Assets:			
Furniture, Machinery & Equipment	39,180.54	-	39,180.54
Less: Accumulated Depreciation	<u>(31,327.74)</u>	<u>-</u>	<u>(31,327.74)</u>
Total Noncurrent Assets	<u>7,852.80</u>	<u>-</u>	<u>7,852.80</u>
Total Assets	<u><u>30,248.43</u></u>	<u><u>4,043.82</u></u>	<u><u>34,292.25</u></u>
LIABILITIES			
Current Liabilities:			
Accounts Payable	22,579.29	-	22,579.29
Interfunds Payable	6,850.03	-	6,850.03
Deferred Revenue	621.78	-	621.78
Total Current Liabilities	<u>30,051.10</u>	<u>-</u>	<u>30,051.10</u>
NET POSITION			
Invested in Capital Assets Net of Related Debt	7,852.80	-	7,852.80
Unrestricted (Deficit)	<u>(7,655.47)</u>	4,043.82	<u>(3,611.65)</u>
Total Net Position	<u><u>\$ 197.33</u></u>	<u><u>4,043.82</u></u>	<u><u>4,241.15</u></u>

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

TOWNSHIP OF WEYMOUTH SCHOOL DISTRICT
Proprietary Funds
Statement of Revenues, Expenses, and Changes in Fund Net Position
For the Fiscal Year Ended June 30, 2018

	Business-Type Activities - Enterprise Fund		
	Food Service	After School Care	Total
Operating Revenues:			
Charges for Services:			
Daily Sales - Reimbursable	\$ 13,176.69	-	13,176.69
Daily Sales - Non - Reimbursable	19,605.22	-	19,605.22
After School Care Fees	-	20,891.00	20,891.00
Miscellaneous	-	140.80	140.80
Total Operating Revenue	32,781.91	21,031.80	53,813.71
Operating Expenses:			
Cost of Sales - reimburseable programs	35,372.32	-	35,372.32
Cost of Sales - non-reimburseable programs	7,322.07	-	7,322.07
Salaries	35,831.49	21,598.39	57,429.88
Employee Benefits	6,452.29	1,877.38	8,329.67
Management Fee	9,269.82	-	9,269.82
Insurance	1,663.64	-	1,663.64
General Supplies	4,387.71	612.42	5,000.13
Miscellaneous	3,495.80	-	3,495.80
Depreciation	5,021.74	-	5,021.74
Total Operating Expenses	108,816.88	24,088.19	132,905.07
Operating Income (Loss)	(76,034.97)	(3,056.39)	(79,091.36)
Nonoperating Revenues (Expenses):			
State Sources:			
State School Lunch Program	880.78	-	880.78
Federal Sources:			
National School Lunch Program	42,389.03	-	42,389.03
Federal Breakfast Program	12,350.10	-	12,350.10
Food Distribution Program	8,912.92	-	8,912.92
Interest on Investments	24.69	17.90	42.59
Total Nonoperating Revenues (Expenses)	64,557.52	17.90	64,575.42
Income (Loss) before Contributions & Transfers	(11,477.45)	(3,038.49)	(14,515.94)
Changes in Net Position	(11,477.45)	(3,038.49)	(14,515.94)
Total Net Position - Beginning	11,674.78	7,082.31	18,757.09
Total Net Position (Deficit) - Ending	\$ 197.33	4,043.82	4,241.15

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

TOWNSHIP OF WEYMOUTH SCHOOL DISTRICT
Proprietary Funds
Statement of Cash Flows
For the Fiscal Year Ended June 30, 2018

	Business-Type Activities - Enterprise Fund		
	Food Service	After School Care	Total
CASH FLOWS FROM OPERATING ACTIVITIES			
Receipts from Customers	\$ 32,768.11	21,031.80	53,799.91
Payments for Operations	(90,787.00)	(24,088.19)	(114,875.19)
Net Cash Provided by (Used for) Operating Activities	<u>(58,018.89)</u>	<u>(3,056.39)</u>	<u>(61,075.28)</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES			
State Sources	855.60	-	855.60
Federal Sources	62,177.51	-	62,177.51
Financing Activities	<u>63,033.11</u>	<u>-</u>	<u>63,033.11</u>
CASH FLOW FROM INVESTING ACTIVITIES			
Interest on Investments	24.69	17.90	42.59
Net Cash Provided by (Used for) Investing Activities	<u>24.69</u>	<u>17.90</u>	<u>42.59</u>
Net Increase (Decrease) in Cash and Cash Equivalents	5,038.91	(3,038.49)	2,000.42
Balance - Beginning of Year	7,268.05	7,082.31	14,350.36
Balance - End of Year	<u>12,306.96</u>	<u>4,043.82</u>	<u>16,350.78</u>
Reconciliation of Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities:			
Operating Income (Loss)	(76,034.97)	(3,056.39)	(79,091.36)
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided by (Used for) Operating Activities:			
Depreciation and Net Amortization	5,021.74	-	5,021.74
(Increase) Decrease in Inventories	(175.37)	-	(175.37)
(Increase) Decrease in Accounts Receivable	(13.80)	-	(13.80)
Increase (Decrease) in Deferred Revenue	621.78	-	621.78
Increase (Decrease) in Inter-fund Payable	100.03	-	100.03
Increase (Decrease) in Accounts Payable	12,461.70	-	12,461.70
Total Adjustments	<u>18,016.08</u>	<u>-</u>	<u>18,016.08</u>
Net Cash Provided by (Used for) Operating Activities	<u>\$ (58,018.89)</u>	<u>(3,056.39)</u>	<u>(61,075.28)</u>

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

TOWNSHIP OF WEYMOUTH SCHOOL DISTRICT
Fiduciary Funds
Statement of Net Position
As of June 30, 2018

	<u>Private-Purpose Trust Funds Flexible Benefits</u>	<u>Agency Fund</u>
ASSETS		
Cash and Cash Equivalents	\$ 240.20	11,086.94
Total Assets	<u>240.20</u>	<u>11,086.94</u>
LIABILITIES		
Accounts Payable	-	-
Payable to Student Groups	-	6,950.52
Payroll Deductions and Withholdings	-	4,136.42
Total Liabilities	<u>-</u>	<u>11,086.94</u>
NET POSITION		
Held in Trust for Flexible Benefits Claims	<u>\$ 240.20</u>	

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

**TOWNSHIP OF WEYMOUTH SCHOOL DISTRICT
Fiduciary Funds
Statement of Changes in Fiduciary Net Position
For the Fiscal Year Ended June 30, 2018**

	Flexible Benefits
ADDITIONS	
Contributions:	
Plan Members	\$ -
Board of Education Contribution	-
Total Contributions	-
Investment Earnings:	
Interest	0.60
Less: Investment Expense	
Net Investment Earnings	0.60
Total Additions	0.60
DEDUCTIONS	
Unemployment Claims	0.60
Total Deductions	0.60
Changes in Net Position	-
Net Position - Beginning of the Year	240.20
Net Position - End of the Year	\$ 240.20

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

Notes to the Financial Statements

**WEYMOUTH TOWNSHIP SCHOOL DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2018**

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of the Board of Education (Board) of Weymouth Township School District (District) have been prepared in conformity with accounting principles generally accepted in the United States of America (GAAP) as applied to governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The more significant of the Board's accounting policies are described below.

The financial statements of the Weymouth Township School District (District) have been prepared in conformity with accounting principles generally accepted in the United States of America (GAAP) as applied to governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The more significant of the Board's accounting policies are described below.

A. Reporting Entity

The District is an instrumentality of the State of New Jersey, established to function as an educational institution. The Board consists of elected officials and is responsible for the fiscal control of the District. A superintendent is appointed by the Board and is responsible for the administrative control of the District. The purpose of the district is to educate students in grades K-8. The District operates one school located in Dorothy. Weymouth Township is a member of the Buena Regional School District for Grades 9-12. Southern Regional School District is a separate legal entity from the Weymouth Township School District. The Weymouth Township School District had an enrollment at June 30, 2018 of 156 students.

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

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

B. Basis of Presentation, Measurement Focus and Basis of Accounting

Basis of Presentation

The School District's basic financial statements consist of District-wide statements (i.e. statement of net position and a statement of activities) and fund financial statements, which provide a more detailed level of financial information.

District-Wide Financial Statements: The statement of net position and the statement of activities display information about the district as a whole. These statements report the financial activities of the overall District, except for fiduciary activities. Individual funds are not displayed but the statements distinguish governmental activities, generally supported by property taxes, intergovernmental revenues, and other non-exchange transactions from business-type activities, generally financed in whole or in part with fees charged to external parties.

**WEYMOUTH TOWNSHIP SCHOOL DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2018
(CONTINUED)**

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

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

Governmental Funds

The District reports the following governmental funds:

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

As required by the New Jersey State Department of Education, the District includes budgeted capital outlay in this fund. Generally accepted accounting principles, as they pertain to governmental entities, state that general fund resources may be used to directly finance capital outlays for long-lived improvements as long as the resources in such cases are derived exclusively from unrestricted revenues. Resources for budgeted capital outlay purposes are normally derived from State of New Jersey Aid, district taxes and appropriated fund balance. Expenditures are those that result in the acquisition of or additions to fixed assets for land, existing buildings, improvements of grounds, construction of buildings, additions to or remodeling of buildings and the purchase of built-in equipment. These resources can be transferred from and to Current Expense by board resolution.

Special Revenue Fund - The Special Revenue Fund is used to account for the proceeds of specific revenue sources that are legally restricted to expenditures for specified purposes.

Capital Projects Fund - The Capital Projects Fund is used to account for all financial resources to be used for the acquisition or construction of major capital facilities (other than those financed by Proprietary Funds). The financial resources are derived from temporary notes or serial bonds that are specifically authorized by the voters as a separate question on the ballot either during the annual election or at a special election.

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

**WEYMOUTH TOWNSHIP SCHOOL DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2018
(CONTINUED)**

Fund Balances – Governmental Funds

In the fund financial statements, governmental funds report the following classifications of fund balance:

Nonspendable – includes amounts that cannot be spent because they are either not spendable in form or are legally or contractually required to be maintained intact.

Restricted – includes amounts restricted by external sources (creditors, laws of other governments, etc.) or by constitutional provision or enabling legislation.

Committed – includes amounts that can only be used for specific purposes. Committed fund balance is reported pursuant to resolutions passed by the Board of Education, the District's highest level of decision making authority. Commitments may be modified or rescinded only through resolutions approved by the Board of Education.

Assigned – includes amounts that the District intends to use for a specific purpose, but do not meet the definition of restricted or committed fund balance. Under the District's policy, amounts may be assigned by the Business Administrator.

Unassigned – includes amounts that have not been assigned to other funds or restricted, committed or assigned to a specific purpose within the General Fund. The District reports all amounts that meet the unrestricted General Fund Balance Policy described below as unassigned:

The details of the fund balances are included in the Governmental Funds Balance Sheet. When an expenditure is incurred for purposes for which both restricted and unrestricted fund balance is available, the District considers restricted funds to have been spent first. When an expenditure is incurred for which committed, assigned, or unassigned fund balance are available, the District considers amounts to have been spent first out of committed funds, then assigned funds, and finally unassigned funds, as needed.

Proprietary Funds

The focus of proprietary fund measurement is upon determination of operating income, changes in net position, financial position, and cash flows. The generally accepted accounting principles applicable are those similar to businesses in the private sector. The following is a description of the proprietary funds of the District:

Enterprise Funds - Enterprise funds are used to account for operations that are financed and operated in a manner similar to private business operations – where the intent of the District is that the costs of providing goods or services be financed or recovered primarily through user charges.

The District's Enterprise Funds are comprised of the Food Service Fund, which accounts for all revenues and expenses pertaining to the District's cafeteria operations.

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**WEYMOUTH TOWNSHIP SCHOOL DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2018
(CONTINUED)**

Fiduciary Funds

Fiduciary funds are used to report assets held in a trustee or agency capacity for others and therefore are not available to support District programs. The reporting focus is on net position and changes in net position, and is reported using accounting principles similar to proprietary funds.

Trust and Agency Funds - The Trust and Agency Funds are used to account for assets held by the District in a trustee capacity or as an agent for individuals, private organizations, other governments and/or other funds.

Expendable Trust Fund - An Expendable Trust Fund is accounted for in essentially the same manner as the governmental fund types, using the same measurement focus and basis of accounting. Expendable Trust Funds account for assets where both the principal and interest may be spent. Expendable Trust Funds include the Unemployment Compensation Insurance Trust.

Nonexpendable Trust Fund - A Nonexpendable Trust Fund is used to account for assets held under the terms of a formal trust agreement, whereby the District is under obligation to maintain the trust principal. Currently, the District does not maintain this type of fund.

Agency Funds - Agency funds are used to account for the assets that the District holds on behalf of others as their agent. Agency funds are custodial in nature and do not involve measurement of results of operations. Agency funds include payroll and student activities funds.

Measurement Focus and Basis of Accounting

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

The district-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting as are the proprietary fund and the fiduciary fund financial statements. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year in which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met. Net position (total assets less total liabilities) is used as a practical measure of economic resources and the operating statement includes all transactions and events that increased or decreased Net position. Depreciation is charged as expense against current operations and accumulated depreciation is reported on the statement of net position.

The governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the District considers revenues to be available if they are collected within 60 days of the end of the fiscal year. Revenue from federal, state and other grants designated for payment of specific school district expenditures is recognized when the related expenditures are incurred; accordingly, when such funds are received, they are recorded as Unearned Revenues until earned. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments are recorded only when payment is due.

The District applies only those applicable pronouncements of the Financial Accounting Standards Board issued on or before November 30, 1989 in accounting and reporting for its proprietary operations.

**WEYMOUTH TOWNSHIP SCHOOL DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2018
(CONTINUED)**

B. 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 for approval and are voted upon at the annual school election on the third Tuesday in April. Budgets are prepared using the modified accrual basis of accounting, except for special revenue funds. 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(g). All budget amendments/transfers must be approved by School Board resolution. All budget amounts presented in the accompanying supplementary information reflect the original budget and the amended budget (which have been adjusted for legally authorized revisions of the annual budgets during the year).

Appropriations, except remaining project appropriations, encumbrances and unexpended grant appropriations, lapse at the end of each fiscal year. The capital projects fund presents the remaining project appropriations compared to current year expenditures.

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

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

Significant transfers approved by the Board of Education during the fiscal year were as follows:

Instruction :	
Regular Programs	\$ 200,675.34
Resource Room/Resource Center	(14,195.48)
Basic Skills/Remedial	22,608.78
Undist. Expend.	
Instruction	(70,001.21)
Other Support Serv. Students	(38,234.52)
Required Maintenance for School Facilities	96,384.90
Custodial Services	47,113.05
Student Transportation Serv.	(18,216.93)
Unallocated Benefits	36,923.34
Transfer to Charter Schools	24,831.00

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.

**WEYMOUTH TOWNSHIP SCHOOL DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2018
(CONTINUED)**

D. Encumbrance Accounting

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

Open encumbrances in the special revenue fund for which the District has received advances are reflected in the balance sheet as Unearned Revenues 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.

E. Assets, Liabilities and Equity

Cash, Cash Equivalents and Investments

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

For the purpose of determining cash equivalents the District considers all investments with an original maturity of three months or less as cash equivalents.

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

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

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

Investments

Investments, including deferred compensation and pension funds, are stated at fair value, (quoted market price or the best available estimate). Interest earned on investments in the Capital Projects Fund is recognized as a reserve to pay future debt service or transferred to the general fund.

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**WEYMOUTH TOWNSHIP SCHOOL DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2018
(CONTINUED)**

Inter-fund Transactions

Transfers between governmental and business-type activities on the District-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 the Enterprise Fund. Repayments from funds responsible for particular expenditure/expenses to the funds that initially paid for them are not presented on the financial statements.

Inventories

Inventories, other than those recorded in the enterprise fund, are recorded as expenditures during the year of purchase. Inventories in the Enterprise Fund are recorded at cost, computed on a first-in, first out method. In the fund based financial statements, commodities received from the U.S. Department of Agriculture are recorded as unearned revenue until consumed.

Capital Assets

The District has established a formal system of accounting for its capital assets. Purchased or constructed capital assets are reported at cost. Donated assets are recorded as capital assets at their estimated fair market value at the date of donation. The cost of normal maintenance and repairs that do not add to the value of the asset or materially extend assets' lives are not capitalized. The capitalization threshold used by school districts in the State of New Jersey is \$2,000.00.

All reported capital assets except for land and construction in progress are depreciated. Depreciation is computed using the straight-line method over their estimated useful lives. Useful lives vary from 20 to 50 years for land improvements and buildings, and 5 to 20 years for equipment.

The District does not possess any material amounts of infrastructure capital assets, such as sidewalks and parking lots. Such items are considered to be part of the cost of buildings or other improvable property.

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**WEYMOUTH TOWNSHIP SCHOOL DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2018
(CONTINUED)**

Compensated Absences

The District accounts for compensated absences (e.g., unused sick, vacation leave) as directed by Governmental Accounting Standards Board Statement No. 16 (GASB 16), "Accounting for Compensated Absences". A liability for compensated absences that are attributable to services already rendered, and that are not contingent on a specific event that is outside the control of the District and its employees, is accrued as the employees earn the rights to the benefits. Compensated absences that relate to future services, or that are contingent on a specific event that is outside the control of the District and its employees, are accounted for in the period in which such services are rendered or in which such events take place.

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

The liability for compensated absences was accrued using the termination payment method, whereby the liability is calculated based on the amount of sick leave that is expected to become eligible for payment upon termination. The District estimates its accrued compensated absences liability based on the accumulated sick and vacation days at the balance sheet date by those employees who are currently eligible to receive termination payments.

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

Deferred Revenue

Deferred revenue arises when assets are recognized before revenue recognition criteria have been satisfied. Grants and entitlements received in the Special Revenue Fund before they have been earned are recorded as Deferred revenue.

Accrued Liabilities and Long-Term Obligations

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

Net Position

Net position represents the difference between assets and liabilities. Net position invested in capital assets, net of related debt, consists of capital assets, net of accumulated depreciation, reduced by the outstanding balance of any borrowing used for the acquisition, construction, or improvement of those assets.

Net 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. The School District's policy is to first apply restricted resources when an expense is incurred for purposes for which both restricted and unrestricted net position is available.

**WEYMOUTH TOWNSHIP SCHOOL DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2018
(CONTINUED)**

Fund Balance

The School District reports fund balance in classifications that comprise a hierarchy based primarily on the extent to which the School District is bound to honor constraints on the specific purposes for which amounts in those funds can be spent. The School District's classifications, and policies for determining such classifications, are as follows:

- Nonspendable - The nonspendable fund balance 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. The "not in spendable form" criterion includes items that are not expected to be converted to cash, such as inventories and prepaid amounts.
- Restricted - The restricted fund balance classification includes amounts that are restricted to specific purposes. Such restrictions, or constraints, are placed on the use of resources either by being (1) externally imposed by creditors, grantors, contributors, or laws or regulations of other governments; or (2) imposed by law through constitutional provisions or enabling legislation.
- Committed - The committed fund balance classification includes amounts that can only be used for specific purposes pursuant to constraints imposed by formal action of the School District's highest level of decision-making authority, which, for the School District, is the Board of Education. Such formal action consists of an affirmative vote by the Board of Education, memorialized by the adoption of a resolution. Once committed, 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) it employed to previously commit those amounts.
- Assigned - The assigned fund balance classification includes amounts that are constrained by the School District's intent to be used for specific purposes, but are neither restricted nor committed.
- Unassigned - The unassigned fund balance classification is the residual classification for the general fund. This classification represents fund balance that has not been assigned to other funds and that has not been restricted, committed, or assigned to specific purposes within the general fund.

When an expenditure is incurred for purposes for which both restricted and unrestricted fund balances are available, it is the policy of the School District to spend restricted fund balances first. Moreover, when an expenditure is incurred for purposes for which amounts in any of the unrestricted fund balance classifications can be used, it is the policy of the School District to spend fund balances, if appropriate, in the following order: committed, assigned, then unassigned.

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**WEYMOUTH TOWNSHIP SCHOOL DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2018
(CONTINUED)**

Revenues – Exchange and Nonexchange Transactions

Revenues resulting from exchange transactions, in which each party gives and receives essentially equal value, is recorded on the accrual basis when the exchange takes place. On the modified accrual basis, revenue is recorded in the fiscal year in which the resources are measurable and become available. Available means the resources will be collected within the current fiscal year, or are expected to be collected soon enough thereafter to be used to pay liabilities of the current fiscal year. For the District, available means within sixty days of the fiscal year end.

Non-exchange transactions, in which the School District receives value without directly giving equal value in return, include property taxes, grants, entitlements and donations. On the accrual basis, revenue from property taxes is recognized in the fiscal year for which the taxes are levied. Revenue from income taxes is recognized in the period in which the income is earned. Revenue from grants, entitlement, and donations is recognized in the period in which all eligibility requirements have been satisfied. Eligibility requirements include timing requirements, which specify the year when the resources are required to be used or the fiscal year when use is first permitted; matching requirements, in which the School District must provide local resources to be used for a specific purpose; and expenditure requirements, in which the resources are provided to the School District on a reimbursement basis. On the modified accrual basis, revenue from non-exchange transactions must also be available before it can be recognized.

Under the modified accrual basis, the following revenue sources are considered to be both measurable and available at fiscal year end: property taxes as an advance, interest and tuition.

Operating Revenues and Expenses

Operating revenues are those revenues that are generated directly from the primary activity of the enterprise fund. For the School District, these revenues are sales for food service. Operating expenses are necessary costs incurred to provide the service that is the primary activity of the enterprise fund.

Allocation of Indirect Expenses

The District reports all direct expenses by function in the Statement of Activities. Direct expenses are those that are clearly identifiable with a function. Indirect expenses are allocated to functions but are reported separately in the Statement of Activities. Employee benefits, including the employer's share of social security, worker's compensation, and medical and dental benefits, were allocated based on salaries of that program. Depreciation expense, where practicable, is specifically identified by function and is included in the direct expense column of the Statement of Activities. Depreciation expense that could not be attributed to a specific function is considered an indirect expense and is reported separately on the Statement of Activities. Interest on long-term debt is considered an indirect expense and is reported separately on the Statement of Activities.

Extraordinary and Special Items

Extraordinary items are transactions or events that are unusual in nature and infrequent in occurrence. Special items are transactions or events that are within control of management and are either unusual in nature or infrequent in occurrence. Neither of these types of transactions occurred during the fiscal year.

Tuition Receivable

Tuition charges were established by the Board of Education based on estimated costs. The charges are subject to adjustment when the final costs have been determined. The final cost is based on an agreement with the sending districts with a negotiated amount up to the final cost as determined by State of New Jersey.

**WEYMOUTH TOWNSHIP SCHOOL DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2018
(CONTINUED)**

Tuition Payable

Tuition charges for the fiscal years 2017/18 were based on rates established by the receiving district. These rates are subject to change when the actual costs have been determined.

Management Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of revenues and expenditures/expenses during the reporting period. Actual results could differ from those estimates.

F. Recent Accounting Pronouncements Not Yet Effective

In January 2016, the Governmental Accounting Standards Board (GASB) issued Statement No. 80, "Blending Requirements for Certain Component Units – an amendment of GASB Statement No. 14". This statement is effective for fiscal periods beginning after December 15, 2016, will not have any effect on the District's financial reporting.

In March 2016, the Governmental Accounting Standards Board (GASB) issued Statement No. 81, "Irrevocable Split-Interest Agreements". This statement is effective for fiscal periods beginning after December 15, 2016, will not have any effect on the District's financial reporting.

In March 2016, the Governmental Accounting Standards Board (GASB) issued Statement No. 82, "Pension Issues – an amendment of GASB Statements No. 67, No. 68, and No. 73". This statement is effective for fiscal periods beginning after June 15, 2016, will not have any effect on the District's financial reporting, however will affect the disclosure of pension related items.

In November 2016, the Governmental Accounting Standards Board (GASB) issued Statement No. 83, "Certain Asset Retirement Obligations". This statement is effective for fiscal periods beginning after June 15, 2018, will not have any effect on the District's financial reporting.

In January 2017, the Governmental Accounting Standards Board (GASB) issued Statement No. 84, "Fiduciary Activities". This statement is effective for fiscal periods beginning after December 15, 2018, will not have any effect on the District's financial reporting.

In March 2017, the Governmental Accounting Standards Board (GASB) issued Statement No. 85, "Omnibus 2017". This statement is effective for fiscal periods beginning after June 15, 2017, will not have any effect on the District's financial reporting.

In May 2017, the Governmental Accounting Standards Board (GASB) issued Statement No. 86, "Certain Debt Extinguishment Issues". This statement is effective for fiscal periods beginning after June 15, 2017, will not have any effect on the District's financial reporting.

In June 2017, the Governmental Accounting Standards Board (GASB) issued Statement No. 87, "Leases". This statement is effective for fiscal periods beginning after December 15, 2019, will not have any effect on the District's financial reporting.

**WEYMOUTH TOWNSHIP SCHOOL DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2018
(CONTINUED)**

NOTE 2 – CONTINGENT LIABILITIES

Federal and State Grants

The District participates in a number of federal and state grant programs. The grant programs are subject to program compliance audits by the grantors or their representatives. The District is potentially liable for expenditures which may be disallowed pursuant to the terms of these grant programs. Management is not aware of any material items of noncompliance would result in the disallowance of program expenditures.

NOTE 3 – CASH AND CASH EQUIVALENTS AND INVESTMENTS

GASB Statement No. 3 amended by Statement No. 40 requires disclosure of the level of custodial credit risk assumed by the District in its cash, cash equivalents and investments.

The cash deposits not covered by depository insurance held at financial institutions are categorized as follows:

- a. Deposits are uncollateralized.
- b. Deposits are collateralized with securities held by the pledging financial institution.
- c. Deposits collateralized with securities held by the pledging financial institution's trust department or agent but not in the depositor-government's name.

At June 30, 2018, the carrying amount of the District's deposits (cash and cash equivalents) was \$1,136,199.41 and the bank balance was \$1,172,350.69.

Custodial credit risk is the risk that in the event of a bank failure, the District's deposits may not be returned to it. The State of New Jersey has certain collateral requirements for governmental units. These requirements are disclosed in detail as part of Note 1E.

As of June 30, 2018, the District's bank balance was exposed to custodial credit risk as follows:

	Cash and Cash Equivalents
Insured	\$ 250,000.00
Uninsured and collateral held by pledging bank's trust department not in the District's name	886,628.60 35,722.09
Uninsured	\$ <u><u>1,172,350.69</u></u>

Bank balances of cash amounted to \$1,172,350.69 as of June 30, 2018, of which \$250,000 was FDIC insured. (Newfield National Bank) Bank balances in excess of the insured amounts that are collateralized in accordance with the Governmental Deposit Protection Act (GUDPA) adopted by the State of New Jersey were \$886,628.60, as of June 30, 2018, \$35,722.09 was uninsured and uncollateralized.

Investments

The District did not have any investments at June 30, 2018.

**WEYMOUTH TOWNSHIP SCHOOL DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2018
(CONTINUED)**

NOTE 4 – RECEIVABLES

Receivables at June 30, 2018, consisted of accounts (tuition), interfund and intergovernmental. All receivables are considered collectible in full. A summary of the principal items of intergovernmental receivables follows:

	<u>Governmental Fund Financial Statements</u>	<u>Government Wide Financial Statements</u>
State and Federal Aid	\$ 88,554.21	\$ 92,858.48
Tuition and Transportation	-	13.80
Other	-	-
	<u>88,554.21</u>	<u>92,872.28</u>
Gross Receivables		
Less: Allowance for Uncollectibles		
Total Receivables, Net	<u>\$ 88,554.21</u>	<u>\$ 92,872.28</u>

NOTE 5 – INTERFUND TRANSFERS AND BALANCES

Transfers between funds are used to (1) move investment income earned in the Capital Projects Fund that is required to be expended in the Debt Service Fund or General Fund; (2) repay expenses paid by another fund; (3) make a Board contribution to the Unemployment Compensation Trust Fund; and (4) transfer federal and state food subsidies received in the General Fund to the Food Service Fund.

The following interfund balances remained on the fund financial statements at June 30, 2018:

<u>Fund</u>	<u>Interfund Receivable</u>	<u>Interfund Payable</u>
General Fund	\$ 103,714.49	\$ -
Special Revenue Fund		95,864.46
Capital Projects Fund		1,000.00
Food Service Fund		6,850.03
Proprietary Fund	-	
Total	<u>\$ 103,714.49</u>	<u>\$ 103,714.49</u>

NOTE 6 – INVENTORY

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

Food & Supplies	\$ 2,738.27
USDA	<u>3,032.33</u>
	<u>\$ 5,770.60</u>

**WEYMOUTH TOWNSHIP SCHOOL DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2018
(CONTINUED)**

NOTE 7 – CAPITAL ASSETS

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

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Deletions</u>	<u>Ending Balance</u>
Governmental activities:				
Capital assets, not being depreciated:				
Land	\$	43,800.00	\$	\$ 43,800.00
Total capital assets not being depreciated	-	43,800.00	-	43,800.00
Capital assets being depreciated:				
Land Improvements				-
Buildings and building improvements	8,170,710.00		43,800.00	8,126,910.00
Equipment	184,216.00	11,783.00	30,337.00	165,662.00
Total capital assets being depreciated at historical cost	8,354,926.00	11,783.00	74,137.00	8,292,572.00
Less accumulated depreciation for:				
Land Improvements				-
Buildings and improvements	(5,034,434.00)	(134,540.86)		(5,168,974.86)
Equipment	(107,540.00)	(7,577.00)	(16,859.00)	(98,258.00)
Subtotal accumulated depreciation	(5,141,974.00)	(142,117.86)	(16,859.00)	(5,267,232.86)
Total capital assets being depreciated, net of accumulated depreciation	3,212,952.00	(130,334.86)	57,278.00	3,025,339.14
Governmental activity capital assets, net	3,212,952.00	(86,534.86)	57,278.00	3,069,139.14
Business-type activities:				
Capital assets being depreciated:				
Equipment	39,181.00			39,181.00
Less accumulated depreciation	(26,306.00)	(5,021.74)		(31,327.74)
Enterprise Fund capital assets, net	12,875.00	(5,021.74)	-	7,853.26
Entity Wide Total	\$ 3,225,827.00	\$ (91,556.60)	\$ 57,278.00	\$ 3,076,992.40

Depreciation expense was charged to governmental functions as follows:

Regular Instruction	\$ 61,493.65
Special Instruction	21,110.41
Other Special Instruction	2,649.28
Student & Instruction Related Services	17,279.80
Gen Administration Services	4,458.11
School Administration Services	6,312.17
Plant Operation & Maintenance	23,326.67
Central Services	5,487.77
Transportation	
	<u>\$ 142,117.86</u>

**WEYMOUTH TOWNSHIP SCHOOL DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2018
(CONTINUED)**

NOTE 8 – LONG-TERM OBLIGATIONS

Changes in long-term obligations for the year ended June 30, 2018 are as follows:

	Balance July 1, 2017	Issues or Additions	Payments or Expenditures	Balance June 30, 2018	Amounts Due Within One Year
Compensated Absences \$	52,595.00	95,938.61		148,533.61	
Capital Leases	3,867.60		3,867.60	-	
Net Pension Liability	937,735.00	154,172.00	456,696.00	635,211.00	
Bonds Payable	1,514,000.00		70,000.00	1,444,000.00	70,000.00
	<u>\$ 2,508,197.60</u>	<u>250,110.61</u>	<u>530,563.60</u>	<u>2,227,744.61</u>	<u>70,000.00</u>

Compensated absences and capital leases will be liquidated in the General Fund. Bonds Payable will be liquidated in the Debt Service Fund.

Bonds Payable

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

Description of Bonds Payable

At June 30, 2018, bonds payable consisted of the following issues:

\$1,689,000 General Obligations Bonds dated April 1, 2014, due in annual installments through October 1, 2033, bearing interest at rates of 3.00% through 3.625% per annum. The balance remaining as of June 30, 2018 is \$1,444,000.

Fiscal Year Ending June 30,	Principal	Interest	Total
2019	\$ 70,000.00	44,388.75	114,388.75
2020	70,000.00	42,288.75	112,288.75
2021	75,000.00	40,113.75	115,113.75
2022	75,000.00	37,863.75	112,863.75
2023	75,000.00	35,613.75	110,613.75
2024-2034	1,079,000.00	210,344.38	1,289,344.38
	<u>\$ 1,444,000.00</u>	<u>410,613.13</u>	<u>1,854,613.13</u>

Capital Leases

The District had one capital lease during the fiscal year for a telephone system that was retired during the year.

**WEYMOUTH TOWNSHIP SCHOOL DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2018
(CONTINUED)**

NOTE 9 – PENSION PLANS

Description of Plans - All required employees of the District are covered by either the Public Employees' Retirement System, the Teachers' Pension and Annuity Fund or the Defined Contribution Retirement Program which have been established by state statute and are administered by the New Jersey Division of Pension and Benefits (Division). According to the State of New Jersey Administrative Code, all obligations of the Systems will be assumed by the State of New Jersey should the Systems terminate. The Division issues a publicly available financial report that includes the financial statements and required supplementary information for the Public Employees Retirement System and the Teachers' Pension and Annuity Fund. These reports may be obtained by writing to the Division of Pensions and Benefits, PO Box 295, Trenton, New Jersey, 08625 or the reports can be accessed on the internet at http://www.state.nj.us/treasury/pensions/annrpts_achive.htm.

Teachers' Pension and Annuity Fund (TPAF)

The Teachers' Pension and Annuity Fund was established as of January 1, 1955, under the provisions of N.J.S.A. 18A:66 to provide retirement benefits, death, disability and medical benefits to certain qualified members. The Teachers' Pension and Annuity Fund is considered a cost-sharing multiple-employer plan with a special funding situation, as under current statute, all employer contributions are made by the State of New Jersey on behalf of the District and the system's other related non-contributing employers. Membership is mandatory for substantially all teachers or members of the professional staff certified by the State Board of Examiners, and employees of the Department of Education who have titles that are unclassified, professional and certified.

Public Employees' Retirement System (PERS)

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

Defined Contribution Retirement Program (DCRP)

The Defined Contribution Retirement Program (DCRP) was established as of July 1, 2007 under the provisions of Chapter 92, P.L. 2007 and Chapter 103, P.L. 2007 (N.J.S.A. 43:15C-1 et seq.). The DCRP is a cost-sharing multiple-employer defined contribution pension fund. The DCRP provides eligible members, and their beneficiaries with a tax-sheltered, defined contribution retirement benefit, along with life insurance and disability coverage. Vesting and benefit provisions are established by N.J.S.A. 43:15C-1 et. seq.

The contribution requirements of plan members are determined by state statute. In accordance with Chapter 92, P.L. 2007 and Chapter 103, P.L. 2007, plan members are required to contribute 5.5% of their annual covered salary. The State Treasurer has the right under current law to make temporary reductions in member rates based on the existence of surplus plan assets in the retirement system; however, statute also requires the return to the normal rate when such surplus pension assets no longer exist. In addition to the employee contributions, the School District's contribution amounts for each pay period are required to be transmitted to Prudential Financial not later than the fifth business day after the date on which the employee is paid for that pay period. The School District had 5 employees enrolled in the Defined Contribution Retirement Program (DCRP) during fiscal year ended June 30, 2018.

**WEYMOUTH TOWNSHIP SCHOOL DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2018
(CONTINUED)**

Vesting and Benefit Provisions

The vesting and benefit provisions for PERS are set by N.J.S.A. 43:15A and 43.3B, and N.J.S.A. 18A:6C for TPAF. All benefits vest after eight to ten years of service, except for medical benefits that vest after 25 years of service. Retirement benefits for age and service are available at age 60 and are generally determined to be 1/60 of the final average salary for each year of service credit, as defined. Final average salary equals the average salary for the final three years of service prior to retirement (or highest three years' compensation if other than the final three years). Members may seek early retirement after achieving 25 years of service credit or they may elect deferred retirement after achieving eight to ten years of service in which case benefits would begin the first day of the month after the member attains normal retirement age. The TPAF and PERS provides for specified medical benefits for members who retire after achieving 25 years of qualified service, as defined, or under the disability provisions of the System. Members are always fully vested for their own contributions and, after three years of service credit, become vested for 2% of related interest earned on the contributions. In the case of death before retirement, members' beneficiaries are entitled to full interest credited to the members' accounts.

Funding Policy

The contribution policy is set by N.J.S.A. 43:15A, Chapter 62, P.L. of 1994, Chapter 115, P.L. of 1997 and N.J.S.A. 18:66, and requires contributions by active members and contributing employers. Plan member and employer contributions may be amended by State of New Jersey legislation. TPAF and PERS provide for employee contributions of 7.06% of employees' annual compensation, as defined. Employers are required to contribute at an actuarially determined rate in both TPAF and PERS. The current TPAF rate is 16.28% and the PERS rate is 13.55% of covered payroll. The School District's contributions to TPAF for the years ending June 30, 2018, 2017 and 2016 are listed below, and paid by the State of New Jersey on behalf of the board, equal to the required contributions for each year. The School District's contributions to PERS for the years ending June 30, 2018, 2017 and 2016 are also listed below, equal to the required contributions for each year.

Three Year Trend Information for PERS			
Year Funding	Annual Pension Cost (APC)	Percentage of APC Contributed	Net Pension Obligation
6/30/2018	\$ 25,443.30	100%	\$ -
6/30/2017	28,205.00	100%	-
6/30/2016	27,962.00	100%	-

During the fiscal years ended June 30, 2018, 2017, and 2016, the State of New Jersey contributed \$318,280, \$263,140, and \$266,328, respectively, to the TPAF for post-retirement Medical benefits and NCGI Premium on behalf of the Board. Also, in accordance with NJSA 18A:66-66 the State of New Jersey reimbursed the Board \$84,831.03, \$86,836.33, and \$95,511.89 during the same fiscal years for the employer's share of social security contributions for TPAF members as calculated on their base salaries. These amounts, which are not required to be budgeted, have been included in the financial statements, and the combining and individual fund and account group statements and schedules as revenues and expenditures in accordance in GASB 27.

Three Year Trend Information for TPAF (Paid on behalf of the District)			
Year Funding	Annual Pension Cost (APC)	Percentage of APC Contributed	Net Pension Obligation
6/30/2018	\$ 193,098.00	100%	\$ -
6/30/2017	143,227.00	100%	-
6/30/2016	121,571.00	100%	-

**WEYMOUTH TOWNSHIP SCHOOL DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2018
(CONTINUED)**

Significant Legislation

Chapter 78, P.L. 2011, effective June 28, 2011 made various changes to the manner in which the Public Employees' Retirement System (PERS) and the Teacher's Pension and Annuity Fund (TPAF) operate and to the benefit provisions of those systems.

Chapter 78's provisions impacting employee pension and health benefits include:

- New members of the PERS and TPAF hired on or after June 28, 2011 (Tier 5 members) will need 30 years of creditable service and age 65 for receipt of the early retirement benefit without a reduction of $\frac{1}{4}$ of 1% for each month that the member is under age 65.
- The eligibility age to qualify for a service retirement in the systems is increased from age 63 to 65 for Tier 5 members.
- The annual benefit under special retirement for new PFRS members enrolled after June 28, 2011 (Tier 3 members), will be 60% instead of 65% of the member's final compensation plus 1% for each year of creditable service over 25 years but not to exceed 30 years.
- Increases in active member contribution rates. PERS active member rates increase from 5.5% of annual compensation to 6.5% plus an additional 1% phased-in over 7 years. For fiscal year 2013, the member contribution rates increased in October 2012. The phase-in of the additional incremental member contribution rates for PERS members will take place in July of each subsequent fiscal year.
- The payment of automatic cost-of-living adjustment (COLA) additional increases to current and future retirees and beneficiaries is suspended until reactivated as permitted by this law.
- New employee contribution requirements towards the cost of employer-provided health benefit coverage. Employees are required to contribute a certain percentage of the cost of coverage. The rate of contribution is determined based on the employee's annual salary and the selected level of coverage. The increased employee contributions will be phased in over a 4-year period for those employed prior to Chapter 78's effective date with a minimum contribution required to be at least 1.5% of salary.
- In addition, this new legislation changes the method for amortizing the pension systems' unfunded accrued liability (from a level percent of pay method to a level dollar of pay).

Chapter 1, P.L. 2010, effective May 21, 2010, made a number of changes to the State-administered retirement systems concerning eligibility, the retirement allowance formula, the definition of compensation, the positions eligible for service credit, the non-forfeitable right to a pension, the prosecutor's part of the PERS, and employer contributions to the retirement systems.

Also, Chapter 1, P.L. 2010 changed the membership eligibility criteria for new members of PERS from the amount of annual compensation to the number of hours worked weekly. Also, it returned the benefit multiplier for new members of PERS to $\frac{1}{60}$ th from $\frac{1}{55}$ th, and it provided that new members of PERS have the retirement allowance calculated using the average annual compensation for the last five years of service instead of the last three years of service. New members of PERS will no longer receive pension service credit from more than one employer. Pension service credit will be earned for the highest paid position only. For new members of the PFRS, the law capped the maximum compensation that can be used to calculate a pension from these plans at the annual wage contribution base for social security, and requires the pension to be calculated using a three year average annual compensation instead of the last year's salary. This law also closed the Prosecutors Part of the PERS to new members and repealed the law for new members that provided a non-forfeitable right to receive a pension based on the laws of the retirement system in place at the time 5 years of pension service credit is attained. The law also requires the State to make its full pension contribution, defined a $\frac{1}{7}$ th of the required amount, beginning in fiscal years 2012.

Chapter 3, P.L. 2010, effective May 21, 2010, replaced the accidental and ordinary disability retirement for new members of the PERS and TPAF with disability insurance coverage similar to that provided by the State to individuals enrolled in the State's Defined Contribution Retirement Program.

**WEYMOUTH TOWNSHIP SCHOOL DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2018
(CONTINUED)**

Chapter 92, P.L. 2007 implemented certain recommendations contained in the December 1, 2006 report of the Joint Legislative Committee on Public Employee Benefits Reform; established a DCRP for elected and certain appointed officials, effective July 1, 2007; the new pension loan interest rate became 4.69% per year, and an \$8.00 processing fee per loan was charged, effective January 1, 2008. The legislation also removed language from existing law that permits the State Treasurer to reduce employer pension contributions needed to fund the Funds and Systems when excess assets are available.

NOTE 10 – PUBLIC EMPLOYEES RETIREMENT SYSTEM

At June 30, 2018, the District reported a liability of \$635,211 for its proportionate share of the net pension liability. 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 that date. The District's proportion of the net pension liability was based on a projection of the District's long-term share of contributions to the pension plan relative to the projected contributions of all participating employers, actuarially determined. At June 30, 2017, the District's proportion was 0.0027287549%, which was an decrease of 0.003100000% from its proportion measured as of June 30, 2016.

For the year ended June 30, 2017, the District recognized pension expense of \$6,917.00. At June 30, 2018, the District reported deferred outflows of resources and deferred inflows of resources related to PERS from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 14,957.00	
Changes of assumptions	127,973.00	127504
Net difference between projected and actual earnings on pension plan investments	4,325	
Changes in proportion and differences between District contributions and proportionate share of contributions		136,261
District contributions subsequent to the measurement date		
	\$ 147,255.00	\$ 263,765.00
Total		

\$25,279.00 reported as deferred outflows of resources related to pensions resulting from school district contributions subsequent to the measurement date (June 30, 2017) will be recognized as a reduction of the net pension liability in the year ended June 30, 2018. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

	Year ended June 30,	
2019	\$	92,692.00
2020	\$	134,668.00
2021	\$	79,992.00
2022	\$	(106,945.00)
2023	\$	(83,898.00)
Total	\$	116,509.00

**WEYMOUTH TOWNSHIP SCHOOL DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2018
(CONTINUED)**

Actuarial Assumptions

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

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%

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 rates were based on the RP-2000 Combined Healthy Male and Female Mortality Tables (set back 1 year for males and females) for service retirements and beneficiaries of former members and a one-year static projection based on 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 scale. 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 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 inflations. Best estimates of arithmetic real 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:

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**WEYMOUTH TOWNSHIP SCHOOL DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2018
(CONTINUED)**

Asset Class	Target Allocation	Long-Term Expected Real Rate of Return
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%	6.50%
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%

Discount Rate

The discount rate used to measure the total pension liability was 5.00% as of June 30, 2017. This single blended discount rate was based on the 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 municipal 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 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 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 District's proportionate share of the net pension liability to changes in the discount rate.

The following presents the collective net pension liability of the participated employers as of June 30, 2017, calculated using the discount rate as disclosed above as well as what the collective net pension 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:

	1% Decrease (4.00%)	Current Discount Rate (5.00%)	1% Increase (6.00%)
District's proportionate share of the net pension liability	\$ 762,100	635,211	529,633.80

Pension plan fiduciary net position.

Detailed information about the pension plan's fiduciary net position is available in the separately issued PERS financial report.

**WEYMOUTH TOWNSHIP SCHOOL DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2018
(CONTINUED)**

NOTE 11 - TEACHERS' PENSION AND ANNUITY FUND (TPAF)

At June 30, 2018, the District reported a liability for its proportionate share of the net pension liability that reflected a reduction for State pension support provided to the District. The amount recognized by the District as its proportionate share of the net pension liability, the related State support, and the total portion of the net pension liability that was associated with the District were as follows:

District's proportionate share of the net pension liability	\$	-
State's proportionate share of the net position liability associated with the District		8,585,383.00
Total	\$	8,585,383.00

The net pension liability was measured as of June 30, 2017 and the total pension liability to calculate the net pension liability was determined by an actuarial valuation as of that date. The District's proportion of the net pension liability was based on a projection of the District's long-term share of contributions to the pension plan relative to the projected contributions of all participating school districts and the State, actuarially determined. At June 30, 2017, the District's proportion was 0.00%, which was no change from its proportion measured as of June 30, 2016.

For the year ended June 30, 2018, the District recognized pension expense of \$594,752 and revenue of \$594,752 for support provided by the State. At June 30, 2017, the District reported deferred outflows of resources and deferred inflows of resources related to TPAF from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 56,170.00	14,692.00
Changes of assumptions	1,703,520.00	1,487,891
Net difference between projected and actual earnings on pension plan investments	\$ 43,486	
Changes in proportion and differences between District contributions and proportionate share of contributions	\$ 24,522	
District contributions subsequent to the measurement date		
Total	\$ 1,827,698.00	1,502,583.00

\$142,986.00 reported as deferred outflows of resources related to pensions resulting from district contributions subsequent to the measurement date (June 30, 2017) will be recognized as a reduction of the net pension liability in the year ended June 30, 2018. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year ended June 30,		
2019	\$	(80,634.00)
2020	\$	(128,045.00)
2021	\$	(107,063.00)
2022	\$	(60,028.00)
2023	\$	(68,055.00)
Thereafter	\$	186,718.00
Total	\$	(257,107.00)

**WEYMOUTH TOWNSHIP SCHOOL DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2018
(CONTINUED)**

Actuarial assumptions. The total pension liability in the June 30, 2017 actuarial valuation 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, applied to all period included 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 disable mortality rates were based on the experience of TPAF members reflecting mortality improvement on a 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, 2017 are summarized in the following table:

Asset Class	Target Allocation	Long-Term Expected Real Rate of Return.
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 market equity	6.50%	11.64%
Buyouts venture capital	8.25%	13.08%

**WEYMOUTH TOWNSHIP SCHOOL DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2018
(CONTINUED)**

Discount rate. The discount rate used to measure the total pension liability was 4.25% as of June 30, 2017. This single blended discount rate was based on the 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 municipal 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 District's proportionate share of the net pension liability to changes in the discount rate.

The following presents the District's proportionate share of the net pension liability calculated using the discount rate of 4.25% as well as what the 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 (3.25%) or 1-percentage point higher (5.25%) than the current rate:

	1% Decrease (3.25%)	Current Discount Rate (4.25%)	1% Increase (5.25%)
District's proportionate share of the net pension liability	\$ -	-	-

Pension plan fiduciary net position.

Detailed information about the pension plan's fiduciary net position is available in the separately issued TPAF financial report.

NOTE 12 – OTHER POST-RETIREMENT BENEFITS

The School District contributes to the New Jersey State Health Benefits Program ("the SHBP"), a cost sharing multiple-employer defined benefit post-employment healthcare plan administered by the State of New Jersey Division of Pensions and Benefits. SHBP provides medical, prescription drug, mental health/substance abuse and Medicare Part B reimbursement to retirees and their covered dependents. The State Health Benefits Program is found in the New Jersey Statutes Annotated, Title 52, Article 17.25 et seq. Rules governing the operation and administration of the program are found in Title 17, Chapter 9 of the New Jersey Administrative Code. The Division of Pension and Benefits issues a publicly available financial report that includes the financial statements and required supplementary information for the Public Employees Retirement System and the Teachers' Pension and Annuity Fund. These reports may be obtained by writing to the Division of Pensions and Benefits, PO Box 295, Trenton, New Jersey, 08625.

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

**WEYMOUTH TOWNSHIP SCHOOL DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2018
(CONTINUED)**

Chapter 62, P.L. 1994. Funding of post-retirement medical premiums changed from a pre-funding basis to a pay-as-you-go basis beginning in Fiscal Year 1994.

The State is also responsible for the cost attributable to Chapter 126, P.L. 1992, which provides free health benefits to members of PERS and the Alternate Benefit Program who retired from a board of education or county college with 25 years of service.

The School Employees Health Benefits Program (SEHBP) Act is found in New Jersey Statutes Annotated, Title 53, Article 17.25 et. seq. Rules governing the operation and administration of the program are found in Title 17, Chapter 9 of the New Jersey Administrative Code.

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

Employees covered by benefit terms:

At June 30, 2018, the following employees were covered by the benefit terms:

TPAF participant retirees:

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

PERS participant retirees:

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

Total OPEB Liability

The State, a non-employer contributing entity, is the only entity that has a legal obligation to make employer contributions to OPEB for qualified retired PERS and TPAF participants. The District's proportional share percentage determined under paragraphs 193 and 203 through 205 of GASBS no. 75 is zero percent. Accordingly, the District did not recognize any portion of the collective net OPEB liability on the Statement of Net Position. Accordingly, the following OPEB liability note information is reported at the State's level and is not specific to the board of education.

Actuarial assumptions and other imputes:

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

Discount Rate: The Bond Buyer General Obligation 20-Bond Municipal Bond Index is used for the determination of the discount rate. The discount rate used for the fiscal year ending June 30, 2017 is 3.58%.

Health Care Trend: For pre-Medicare PPO medical benefits, the initial amount is 5.9% and decreases to 5.0% long term trend rate after 9 years. For self-insured post-65 PPO medical benefits, the trend rate is 4.5%. For HMO medical benefits, the trend rate is initially 5.9% and decreases to a 5.0% long-term trend rate after 9 years. For prescription drug benefits, the initial trend rate is 10/5% decreasing to a 5.0% long-term trend rate after 8 years. For Medicare Part-B reimbursement, the trend rate is 5.0%.

Salary Scale: The salary scale assumptions will be consistent with the salary scale assumptions used in the pension plans and the calculation of the retiree health contributions for current and future retirees who are subject to Chapter 78. The PERS and TPAF pension actuarial reports are used for the fiscal year ending June 30, 2018.

The discount rate was based on the Bond Buyer General Obligation 20-Bond Municipal Bond Index. Mortality rates were based on the following:

**WEYMOUTH TOWNSHIP SCHOOL DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2018
(CONTINUED)**

Pre-retirement Healthy Mortality: RP-2014 headcount-weighted healthy employee male/female mortality table with fully generational mortality improvement projections from the central year using scale MP-2017.
Post-retirement Healthy Mortality: RP-2014 headcount-weighted healthy annuitant male/female mortality table with fully generational improvement projections from the central year using scale MP-2017.

Disabled Mortality: RP-2014 headcount-weighted disabled male/female mortality table with fully generational improvement projections from the central year using scale MP-2017

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

Balance at 6/30/16	\$	57,831,784,184.00
Changes for the year:		
Service cost		2,391,878,884.00
Interest		1,699,441,736.00
Changes in assumptions or other inputs		(7,086,599,129.00)
Contributions: Member		45,748,749.00
Benefit payments		<u>(1,242,412,566.00)</u>
Net changes		<u>(4,191,942,326.00)</u>
Balance at 6/30/17	\$	<u>53,639,841,858.00</u>

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

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Sensitivity of the total OPEB liability to changes in the discount rate:

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

	<u>1% Decrease (2.58%)</u>	<u>Discount Rate (3.58%)</u>	<u>1% Increase (4.58%)</u>
Total OPEB Liability (School Retirees)	63,674,362,200.00	53,639,841,858.00	45,680,364,953.00

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**WEYMOUTH TOWNSHIP SCHOOL DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2018
(CONTINUED)**

Sensitivity of the total OPEB liability to changes in the healthcare cost trend rates.

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

	1% Decrease	Healthcare Cost Trend Rates	1% Increase
Total OPEB Liability (School Retirees)	44,113,584,560.00	53,639,841,858.00	66,290,599,457.00

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

For the year ended June 30, 2018, the board of education recognized OPEB expense of \$436,097.00 determined by the State as the total OPEB liability for benefits provided through a defined OPEB plan that is not administered through a trust that meets the criteria in paragraph 4 of GASB 75 and in which there is a special funding situation.

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

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ -	
Changes of assumptions		6,343,769,032.00
Net difference between projected and actual earnings on pension plan investments		
Changes in proportion and differences between District contributions and proportionate share of contributions		
Contributions subsequent to the measurement date	1,190,373,242.00	
Total	\$ 1,190,373,242.00	6,343,769,032.00

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

Year ended June 30,	
2019	\$ (742,830,097.00)
2020	(742,830,097.00)
2021	(742,830,097.00)
2022	(742,830,097.00)
2023	(742,830,097.00)
Thereafter	(2,629,618,547.00)
Total	\$ (6,343,769,032.00)

(Contributions made after June 30, 2017 are reported as deferred outflow of resources but are not amortized in the expense.)

Detailed information about the plan's fiduciary net position is available in the separately issued OPEB financial report.

**WEYMOUTH TOWNSHIP SCHOOL DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2018
(CONTINUED)**

NOTE 13 – COMPENSATED ABSENCES

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

District employees are granted varying amounts of vacation, personal, and sick leave in accordance with the District's personnel policy. Upon termination, employees are paid for accrued vacation. The District's policy permits employees to accumulate unused sick leave and carry forward the full amount to subsequent years as long as it does not violate Title 18A. Upon retirement employees shall be paid by the District for unused sick leave in accordance with the District's agreements with the various employee unions.

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

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

NOTE 14 – DEFERRED COMPENSATION

The District offers its employees a deferred compensation plan created in accordance with Internal Revenue Code Section 403(b). The plans, which are administered by outside entities, permit 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 for the District are as follows:

Lincoln
MetLife

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**WEYMOUTH TOWNSHIP SCHOOL DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2018
(CONTINUED)**

NOTE 15 – CAPITAL RESERVE ACCOUNT

The capital reserve account is maintained in the general fund and its activity is included in the general fund annual budget. There is a total balance of \$402,315.27 at June 30, 2018.

Funds placed in the capital reserve account are restricted to capital projects in the district's approved Long Range Facilities Plan (LRFP) and updated annually in the Quality Assurance Annual Report (QAAR). Upon submission of the LRFP to the department, a district may deposit funds into the capital reserve account at any time upon board resolution through the transfer of undesignated, unreserved general fund balance or of excess undesignated, unreserved general fund balance that is anticipated in the budget certified for taxes. Pursuant to N.J.A.C. 6:23A-5.1(d) 7, the balance in the account cannot at any time exceed the local support costs of uncompleted capital projects in its LRFP.

During the fiscal year ended June 30, 2018, the District had actual interest earnings and deposited and funded \$750.00 in the capital reserve.

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	\$	401,535.27
Deposits:		
Interest earned		780.00
		780.00
Ending balance, June 30, 2018	\$	402,315.27

NOTE 16 – MAINTENANCE RESERVE ACCOUNT

New Jersey Statute 18A7G-9 permits districts to accumulate funds for the required maintenance of a facility in accordance with the Educational Facilities Construction and Financing Act (EFCFA). The balance may be increased through an appropriation in the annual general fund budget certified for taxes or a resolution of the Board at the June meeting. This reserve may be used at any time during the year, by resolution, to transfer to the required maintenance budget lines for the use on required maintenance activities for a school facility as reported in the comprehensive maintenance plan. Funds withdrawn from the maintenance reserve account are restricted for use on required maintenance appropriations and may not be transferred to any other line-item account.

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	\$	155,000.00
Deposits:		
Board approved Transfer on 6/14/2018		40,350.00
		40,350.00
Ending balance, June 30, 2018	\$	195,350.00

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**WEYMOUTH TOWNSHIP SCHOOL DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2018
(CONTINUED)**

NOTE 17 – RISK MANAGEMENT

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

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

New Jersey Unemployment Compensation Insurance - The District has elected to fund its New Jersey Unemployment Compensation Insurance under the "Contributory Method".

NOTE 18 – CONTINGENT LIABILITIES

Federal and State Grants

The District participates in a number of federal and state grant programs. The grant programs are subject to program compliance audits by the grantors or their representatives. The District is potentially liable for expenditures which may be disallowed pursuant to the terms of these grant programs. Management is not aware of any material items of noncompliance would result in the disallowance of program expenditures.

NOTE 19 – ECONOMIC DEPENDENCY

The District receives support from federal government and from the state governments through local school districts. A significant reduction in the level of support, if this were to occur, would have an effect on the District's programs and activities.

NOTE 20 – LITIGATION

The Board of Education is not involved in any pending litigation or threatened litigation, claims, or assessments at this time.

NOTE 21 – DEFICIT UNRESTRICTED NET POSITION

The School District had a deficit in unrestricted net position of \$855,424.14 as of June 30, 2018. This deficit was attributable to the allocation of the unpaid liability for compensated absences, the June State Aid Payment and the net Pension Liability.

NOTE 22 - FUND BALANCE APPROPRIATED

General Fund – Of the \$1,185,934.11 General Fund Fund balance at June 30, 2018, \$163,616.81 is reserved for encumbrances, \$245,434.83 is reserved as excess surplus in accordance with N.J.S.A. 18A:7F-7, \$123,124 of the total reserve for excess surplus has been appropriated and also included as anticipated revenue for the year ending June 30, 2018; \$402,315.27 has been reserved in the Capital Reserve Account, \$195,350.00 has been reserved for in the Maintenance Reserve Account, and \$59,537.20 is classified as Unassigned.

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**WEYMOUTH TOWNSHIP SCHOOL DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2018
(CONTINUED)**

NOTE 23 - CALCULATION OF EXCESS SURPLUS

In accordance with NJSA 18A:7F-7, as amended by P.L. 2004, C.73 (S1701), the designation for Reserved Fund Balance – Excess Surplus is a required calculation. 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 is \$245,434.83, of which \$123,124.00 has been appropriated and included as anticipated revenue for the year ended June 30, 2019.

NOTE 24 - DEFICIT FUND BALANCES

The District has a deficit fund balance of \$5,461.20 in the Special Revenue Fund as of June 30, 2018, as reported in the fund statements (modified accrual basis). N.J.S.A.18A:22-44.2 provides that in the event a state school aid payment is not made until the following school budget year, districts must record the last state aid payment as revenue, for budget purposes only, in the current school budget year. The bill provides legal authority for school districts to recognize this revenue in the current budget year. For intergovernmental transactions, GASB Statement No. 33 requires that recognition (revenue, expenditure, asset, liability) should be in symmetry, i.e., if one government recognizes an asset, the other government recognizes a liability. Since the State is recording the last state aid payment in the subsequent fiscal year, the school district cannot recognize the last state aid payment on the GAAP financial statements until the year the State records the payable. Due to the timing difference of recording the last state aid payment, the Special Revenue Fund balance deficit does not alone indicate that the district is facing financial difficulties. The District has a surplus in Food Service Fund of \$197.33.

NOTE 25 – SUBSEQUENT EVENTS

Management has reviewed and evaluated all events and transactions that occurred between June 30, 2018 through February 1, 2019 the date that the financial statements were issued for possible disclosure and recognition in the financial statements, and no items have come to attention of the District that would require disclosure.

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Required Supplementary Information – Part II

Budgetary Comparison Schedules

TOWNSHIP OF WEYMOUTH SCHOOL DISTRICT
General Fund
Budgetary Comparison Schedule
For the Fiscal Year Ended June 30, 2018

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual Favorable (Unfavorable)
REVENUES:					
Local Sources:					
Local Tax Levy	\$ 2,198,730.00	-	2,198,730.00	2,198,730.00	-
Transportation Fees	34,200.00	-	34,200.00	42,760.00	8,560.00
Interest Earned on Capital Reserve	750.00	-	750.00	750.00	-
Interest Earned on Maintenance Reserve	350.00	-	350.00	350.00	-
Miscellaneous	9,660.00	-	9,660.00	71,685.51	62,025.51
Total Local Sources	2,243,690.00	-	2,243,690.00	2,314,275.51	70,585.51
State Sources:					
Categorical Special Education Aid	165,399.00	-	165,399.00	165,399.00	-
Equalization Aid	1,748,871.00	-	1,748,871.00	1,748,871.00	-
Extraordinary Aid	-	-	-	38,381.00	38,381.00
Categorical Security Aid	51,597.00	-	51,597.00	51,597.00	-
Categorical Transportation Aid	157,135.00	-	157,135.00	157,135.00	-
Adjustment Aid	243,618.00	(47,472.00)	196,146.00	196,146.00	-
PARCC Readiness Aid	2,460.00	-	2,460.00	2,460.00	-
Per Pupil Growth Aid	2,460.00	-	2,460.00	2,460.00	-
Professional Learning Community Aid	2,080.00	-	2,080.00	2,080.00	-
Restored State Aid	-	47,472.00	47,472.00	47,472.00	-
Non Public Transportation Aid	-	-	-	4,060.00	4,060.00
TPAF (On-Behalf - Non-Budgeted) :					
Post Retirement Medical Contributions	-	-	-	124,718.00	124,718.00
Pension Costs	-	-	-	193,098.00	193,098.00
Long Term Disability	-	-	-	464.00	464.00
TPAF Social Security (Reimbursed- Non-Budgeted)	-	-	-	84,831.03	84,831.03
Total State Sources	2,373,620.00	-	2,373,620.00	2,819,172.03	445,552.03
Total Revenues	4,617,310.00	-	4,617,310.00	5,133,447.54	516,137.54
EXPENDITURES:					
CURRENT EXPENSE					
REGULAR PROGRAMS - INSTRUCTION					
Kindergarten- Salaries of Teachers	84,754.00	10,275.34	95,029.34	95,029.34	-
Grades 1 - 5 Salaries of Teachers	291,996.00	161,643.19	453,639.19	452,971.23	667.96
Grades 6 - 8 Salaries of Teachers	309,297.00	22,360.27	331,657.27	331,657.27	-
Regular Programs - Home Instruction					
Salaries of Teachers	3,500.00	(3,012.00)	488.00	488.00	-
Regular Programs - Undistributed Instruction					
Other Salaries for Instruction	115,512.00	(29,750.47)	85,761.53	85,761.53	-
Purchased Professional Educational Services	1,150.00	(1,150.00)	-	-	-
Purchased Technical Services	17,500.00	2,022.56	19,522.56	19,515.56	7.00
Other Purchased Services (400-500 series)	7,200.00	(2,071.09)	5,128.91	4,566.03	562.88
General Supplies	45,768.00	39,836.76	85,604.76	77,942.83	7,661.93
Textbooks	5,000.00	520.78	5,520.78	5,520.78	-
Other Objects	-	-	-	-	-
TOTAL REGULAR PROGRAMS - INSTRUCTION	881,677.00	200,675.34	1,082,352.34	1,073,452.57	8,899.77
SPECIAL EDUCATION - INSTRUCTION					
Multiple Disabilities					
Salaries of Teachers	49,145.00	8,137.75	57,282.75	56,973.75	309.00
General Supplies	500.00	-	500.00	-	500.00
Total Multiple Disabilities	49,645.00	8,137.75	57,782.75	56,973.75	809.00
Resource Room/Resource Center					
Salaries of Teachers	98,222.00	(14,501.86)	83,720.14	69,305.30	14,414.84
General Supplies	500.00	306.38	806.38	806.38	-
Total Resource Room/Resource Center	98,722.00	(14,195.48)	84,526.52	70,111.68	14,414.84
TOTAL SPECIAL EDUCATION - INSTRUCTION	148,367.00	(6,057.73)	142,309.27	127,085.43	15,223.84

TOWNSHIP OF WEYMOUTH SCHOOL DISTRICT
General Fund
Budgetary Comparison Schedule
For the Fiscal Year Ended June 30, 2018

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual Favorable (Unfavorable)
Basic Skills/Remedial - Instruction					
Salaries of Teachers	\$ 52,544.00	22,608.78	75,152.78	44,913.08	30,239.70
General Supplies	500.00	-	500.00	-	500.00
Total Basic Skills/Remedial - Instruction	<u>53,044.00</u>	<u>22,608.78</u>	<u>75,652.78</u>	<u>44,913.08</u>	<u>30,739.70</u>
School-Sponsored Co/Extra-Curr. Activities - Instruction					
Salaries	7,220.00	-	7,220.00	1,333.50	5,886.50
General Supplies	600.00	-	600.00	-	600.00
Total School-Spon. Cocurricular Activities - Inst.	<u>7,820.00</u>	<u>-</u>	<u>7,820.00</u>	<u>1,333.50</u>	<u>6,486.50</u>
TOTAL INSTRUCTION	<u>1,090,908.00</u>	<u>217,226.39</u>	<u>1,308,134.39</u>	<u>1,246,784.58</u>	<u>61,349.81</u>
UNDISTRIBUTED EXPENDITURES					
Undistributed Expenditures - Instruction					
Tuition to other LEA's within State - Regular	454,570.00	(12,570.00)	442,000.00	442,000.00	-
Tuition to County Spec. Services & Reg Day	158,899.00	74,589.19	233,488.19	233,220.12	268.07
Tuition to County Voc. School Dist. - Regular	410,577.00	-	410,577.00	410,577.00	-
Tuition to County Voc. School Dist. - Special	9,000.00	-	9,000.00	9,000.00	-
Tuition to CSSD & Regional Day Schools	387,300.00	(132,020.40)	255,279.60	183,547.00	71,732.60
Total Undistributed Expenditures - Instruction	<u>1,420,346.00</u>	<u>(70,001.21)</u>	<u>1,350,344.79</u>	<u>1,278,344.12</u>	<u>72,000.67</u>
Undistributed Expend. - Attend. & Social Worker					
Salaries	17,941.00	-	17,941.00	17,880.01	60.99
Purchased Professional and Technical Services	3,000.00	(1,289.58)	1,710.42	1,478.52	231.90
Supplies & Materials	10.00	1,289.58	1,299.58	1,299.58	-
Total Undist. Expend. - Attend. & Social Worker	<u>20,951.00</u>	<u>-</u>	<u>20,951.00</u>	<u>20,658.11</u>	<u>292.89</u>
Undistributed Expend. - Health Services					
Salaries	67,716.00	4,644.81	72,360.81	72,003.81	357.00
Purchased Professional and Technical Services	1,100.00	586.50	1,686.50	1,686.50	-
Other Purchased Services (400-500 series)	200.00	(175.00)	25.00	25.00	-
Supplies & Materials	1,250.00	3,337.69	4,587.69	3,533.32	1,054.37
Total Undistributed Expend. - Health Services	<u>70,266.00</u>	<u>8,394.00</u>	<u>78,660.00</u>	<u>77,248.63</u>	<u>1,411.37</u>
Undist. Expend. - Other Support Serv. Students - Related Services					
Purchased Professional Educational Services	50,000.00	(38,234.52)	11,765.48	-	11,765.48
Supplies & Materials	700.00	-	700.00	-	700.00
Total Undist. Expend. - Other Support Services Student - Related Services	<u>50,700.00</u>	<u>(38,234.52)</u>	<u>12,465.48</u>	<u>-</u>	<u>12,465.48</u>
Undist. Expend. - Other Support Serv. Child Study Teams					
Salaries of Other Professional Staff	62,258.00	9,078.42	71,336.42	71,336.42	-
Salaries of Secretarial and Clerical Assistants	13,577.00	362.51	13,939.51	13,939.51	-
Other Purchased Professional and Technical Services	62,792.00	(1,941.65)	60,850.35	50,808.10	10,042.25
Supplies & Materials	1,040.00	788.15	1,828.15	1,828.15	-
Total Undist. Expend. - Other Support Services Students - Special - Child Study Teams	<u>139,667.00</u>	<u>8,287.43</u>	<u>147,954.43</u>	<u>137,912.18</u>	<u>10,042.25</u>
Undist. Expend. - Improvement of Instr. Services					
Salaries of Supervisor of Instruction	59,860.00	(3,893.03)	55,966.97	43,706.28	12,260.69
Supplies & Materials	500.00	(500.00)	-	-	-
Total Undist. Expend. - Improvement of Inst. Serv.	<u>60,360.00</u>	<u>(4,393.03)</u>	<u>55,966.97</u>	<u>43,706.28</u>	<u>12,260.69</u>
Undist. Expend. - Edu. Media Serv./Sch. Library					
Salaries	700.00	(700.00)	-	-	-
Purchased Professional and Technical Services	100.00	(100.00)	-	-	-
Other Purchased Services (400-500 series)	8,200.00	(98.07)	8,101.93	4,963.26	3,138.67
Supplies & Materials	200.00	334.55	534.55	-	534.55
Media Services - School Library	<u>9,200.00</u>	<u>(563.52)</u>	<u>8,636.48</u>	<u>4,963.26</u>	<u>3,673.22</u>

TOWNSHIP OF WEYMOUTH SCHOOL DISTRICT
General Fund
Budgetary Comparison Schedule
For the Fiscal Year Ended June 30, 2018

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual Favorable (Unfavorable)
Undist. Expend. - Staff Training					
Other Salaries	\$ 400.00	(400.00)	-	-	-
Purchased Professional Educational Services	400.00	(141.00)	259.00	-	259.00
Other Purchased Services (400-500 series)	100.00	(100.00)	-	-	-
Supplies and Materials	100.00	(100.00)	-	-	-
Total Undist. Expend. - Staff Training	1,000.00	(741.00)	259.00	-	259.00
Undist. Expend. - Supp. Serv. - General Admin.					
Salaries	33,566.00	-	33,566.00	32,309.76	1,256.24
Legal Services	9,200.00	(2,650.00)	6,550.00	6,550.00	-
Audit Fees	9,000.00	100.00	9,100.00	9,100.00	-
Purchased Professional & Tech Services	1,500.00	4,825.15	6,325.15	3,575.15	2,750.00
Communications/Telephone	10,500.00	2,367.57	12,867.57	11,754.57	1,113.00
Travel	-	111.60	111.60	111.60	-
BOE Other Purchased Professional Services	250.00	794.00	1,044.00	1,044.00	-
Misc Purchased Services (400-500 series)	5,900.00	(916.07)	4,983.93	4,572.03	411.90
General Supplies	2,000.00	(15.91)	1,984.09	1,842.49	141.60
BOE Training/Meeting Supplies	100.00	303.13	403.13	327.13	76.00
Miscellaneous Expenditures	2,000.00	2,235.38	4,235.38	3,715.13	520.25
BOE Memberships and Dues	3,000.00	(79.70)	2,920.30	2,920.30	-
Total Undistributed Expenditures - Support Services - General Administration	77,016.00	7,075.15	84,091.15	77,822.16	6,268.99
Undist. Expend. - Supp. Serv. - School Admin.					
Salaries of Principals/Assistance Principals	70,700.00	(3,500.00)	67,200.00	67,200.00	-
Salaries of Secretarial and Clerical Assistants	33,511.00	5,954.93	39,465.93	39,465.93	-
Purchased Professional & Tech Services	-	3,501.01	3,501.01	3,501.01	-
Supplies & Materials	1,000.00	(979.76)	20.24	20.24	-
Total Undistributed Expenditures - Support Services - School Administration	105,211.00	4,976.18	110,187.18	110,187.18	-
Undist. Expend. - Central Services					
Salaries	79,112.00	4,338.72	83,450.72	83,450.72	-
Purchased Professional Educational Services	11,000.00	(3,943.65)	7,056.35	6,808.35	248.00
Purchased Technical Services	3,000.00	233.00	3,233.00	3,233.00	-
Misc Purchased Services (400-500 series)	400.00	894.05	1,294.05	1,294.05	-
Supplies and Materials	1,500.00	(1,315.00)	185.00	185.00	-
Miscellaneous Expenditures	1,000.00	21.22	1,021.22	825.00	196.22
Total Undistributed Expenditures - Support Services - Central Services	96,012.00	228.34	96,240.34	95,796.12	444.22
Undist. Expend. - Required Maint. School Fac.					
Salaries	52,071.00	0.11	52,071.11	52,071.11	-
Cleaning, Repair, & Maint Services	35,000.00	95,534.15	130,534.15	65,362.13	65,172.02
General Supplies	3,600.00	850.64	4,450.64	3,525.56	925.08
Other Objects	400.00	-	400.00	400.00	-
Total Undistributed Expenditures - Required Maintenance for School Facilities	91,071.00	96,384.90	187,455.90	121,358.80	66,097.10
Undist. Expend. - Custodial Services					
Salaries	51,933.00	(1,937.29)	49,995.71	49,995.71	-
Salaries - Other	14,025.00	(5,303.29)	8,721.71	8,721.71	-
Purchased Professional and Technical Services	300.00	(300.00)	-	-	-
Cleaning, Repair, & Maint Services	15,000.00	17,226.00	32,226.00	29,164.67	3,061.33
Insurance	10,000.00	-	10,000.00	10,000.00	-
Miscellaneous Purchased Services	1,000.00	(421.33)	578.67	578.67	-
General Supplies	16,500.00	38,420.11	54,920.11	46,369.55	8,550.56
Energy (Natural Gas)	1,800.00	(971.21)	828.79	828.79	-
Oil	46,000.00	5,189.13	51,189.13	51,189.13	-
Energy - (Energy and Electricity)	68,000.00	(4,789.07)	63,210.93	63,210.93	-
Total Undistributed Expenditures - Custodial Services	224,558.00	47,113.05	271,671.05	260,059.16	11,611.89

TOWNSHIP OF WEYMOUTH SCHOOL DISTRICT
General Fund
Budgetary Comparison Schedule
For the Fiscal Year Ended June 30, 2018

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual Favorable (Unfavorable)
Undist. Expend. - Care & Upkeep of Grounds					
Salaries	\$ 7,111.00	-	7,111.00	7,095.56	15.44
Cleaning Repair & Maintenance Services	1,600.00	5,025.00	6,625.00	6,625.00	-
General Supplies	1,500.00	(1,500.00)	-	-	-
Total Undistributed Expenditures - Care & Upkeep of Grounds	<u>10,211.00</u>	<u>3,525.00</u>	<u>13,736.00</u>	<u>13,720.56</u>	<u>15.44</u>
Undist. Expend. - Admin Info Technology					
Purchased Technology Services	3,500.00	8,559.04	12,059.04	12,059.04	-
Total Undistributed Expenditures - Admin Info Technology	<u>3,500.00</u>	<u>8,559.04</u>	<u>12,059.04</u>	<u>12,059.04</u>	<u>-</u>
Total Undistributed Expenditures Operations and Maintenance of Plant	<u>329,340.00</u>	<u>155,581.99</u>	<u>484,921.99</u>	<u>407,197.56</u>	<u>77,724.43</u>
Undist. Expend. - Student Transportation Serv.					
Sal.- Pup. Trans. (Bet. Home & School) - Reg.	46,895.00	640.13	47,535.13	47,535.13	-
Cleaning Repair & Maintenance Services	5,000.00	(2,140.13)	2,859.87	2,095.97	763.90
Contract Services (Aid-In-Lieu) Choice Students	7,239.00	(2,239.00)	5,000.00	5,000.00	-
Contract Services (Aid-In-Lieu) Charter Students	2,652.00	400.00	3,052.00	3,000.00	52.00
Contract Services (Aid-In-Lieu) Non-public Students	17,680.00	(3,680.00)	14,000.00	14,000.00	-
Contr Serv (Bet. Home & School) -Reg Joint Agrmnts	172,878.00	(5,754.71)	167,123.29	167,123.29	-
Contr Serv (Bet. Home & School) - Spc Joint Agrmnts	77,991.00	(2,529.70)	75,461.30	63,621.73	11,839.57
Transportation Supplies	7,000.00	(2,913.52)	4,086.48	3,426.43	660.05
Total Undistributed Expenditures - Student Transportation Services	<u>337,335.00</u>	<u>(18,216.93)</u>	<u>319,118.07</u>	<u>305,802.55</u>	<u>13,315.52</u>
Unallocated Benefits					
Social Security Contribution	30,000.00	100,560.84	130,560.84	45,729.81	84,831.03
Other Retirement Contributions - PERS	32,000.00	8,204.15	40,204.15	25,204.15	15,000.00
Unemployment Compensation	10,000.00	10,001.02	20,001.02	20,001.02	-
Worker's Compensation	15,000.00	(2,627.00)	12,373.00	12,373.00	-
Health Benefits	689,275.00	(62,165.67)	627,109.33	627,109.33	-
Tuition Reimbursement	15,000.00	(10,550.00)	4,450.00	4,450.00	-
Other Employee Benefits	6,500.00	(6,500.00)	-	(9,599.56)	9,599.56
Total Unallocated Benefits	<u>797,775.00</u>	<u>36,923.34</u>	<u>834,698.34</u>	<u>725,267.75</u>	<u>109,430.59</u>
On-Behalf Contributions					
On-Behalf TPAF Contribution (non-bud)					
Post Retirement Medical Contributions	-	-	-	124,718.00	(124,718.00)
Pension Costs	-	-	-	193,098.00	(193,098.00)
Long Term Disability	-	-	-	464.00	(464.00)
Reimbursed TPAF Social Security Cont.(non-bud)	-	-	-	84,831.03	(84,831.03)
Total On-Behalf Contributions	<u>-</u>	<u>-</u>	<u>-</u>	<u>403,111.03</u>	<u>(403,111.03)</u>
Total Personal Services - Employee Benefits	<u>797,775.00</u>	<u>36,923.34</u>	<u>834,698.34</u>	<u>1,128,378.78</u>	<u>(293,680.44)</u>
TOTAL UNDISTRIBUTED EXPENDITURES	<u>3,515,179.00</u>	<u>89,316.22</u>	<u>3,604,495.22</u>	<u>3,688,016.93</u>	<u>(83,521.71)</u>
TOTAL GENERAL CURRENT EXPENSE	<u>4,606,087.00</u>	<u>306,542.61</u>	<u>4,912,629.61</u>	<u>4,934,801.51</u>	<u>(22,171.90)</u>
CAPITAL OUTLAY					
Facilities Acquisition and Construction Services					
SDA Debt Service Assessment	2,762.00	-	2,762.00	2,012.00	750.00
Total Facilities Acquisition and Construction Services	<u>2,762.00</u>	<u>-</u>	<u>2,762.00</u>	<u>2,012.00</u>	<u>750.00</u>
TOTAL CAPITAL OUTLAY	<u>2,762.00</u>	<u>-</u>	<u>2,762.00</u>	<u>2,012.00</u>	<u>750.00</u>
Transfer to Charter Schools	56,784.00	24,831.00	81,615.00	81,578.00	37.00
TOTAL EXPENDITURES	<u>4,665,633.00</u>	<u>331,373.61</u>	<u>4,997,006.61</u>	<u>5,018,391.51</u>	<u>(21,384.90)</u>
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	<u>\$ (48,323.00)</u>	<u>(331,373.61)</u>	<u>(379,696.61)</u>	<u>115,056.03</u>	<u>494,752.64</u>

TOWNSHIP OF WEYMOUTH SCHOOL DISTRICT
General Fund
Budgetary Comparison Schedule
For the Fiscal Year Ended June 30, 2018

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual Favorable (Unfavorable)
Other Financing Sources:					
Operating Transfers Out:					
Special Revenue - Preschool Education	(25,555.00)		(25,555.00)	(25,555.00)	-
Total Other Financing Sources:	<u>(25,555.00)</u>	<u>-</u>	<u>(25,555.00)</u>	<u>(25,555.00)</u>	<u>-</u>
Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Sources (Uses)	(73,878.00)	(331,373.61)	(405,251.61)	89,501.03	494,752.64
Fund Balance July 1	<u>1,309,577.88</u>		<u>1,309,577.88</u>	<u>1,309,577.88</u>	<u>-</u>
Fund Balance June 30	<u>\$ 1,235,699.88</u>	<u>(331,373.61)</u>	<u>904,326.27</u>	<u>1,399,078.91</u>	<u>494,752.64</u>
Recapitulation:					
Restricted Fund Balance:					
Reserve for Excess Surplus				\$ 122,310.83	
Excess Surplus - Designated for Subsequent Year's Expenditures				123,124.00	
Committed Fund Balance:					
Capital Reserve				402,315.27	
Maintenance Reserve				195,350.00	
Assigned Fund Balance:					
Reserve for Encumbrances				163,616.81	
Designated for Subsequent Year's Expenditures				119,680.00	
Unassigned Fund Balance				<u>272,682.00</u>	
				1,399,078.91	
Reconciliation to Governmental Funds Statements (GAAP):					
Last State Aid Payment not recognized on GAAP basis				213,144.80	
Fund Balance per Governmental Funds (GAAP)				<u>\$ 1,185,934.11</u>	

TOWNSHIP OF WEYMOUTH SCHOOL DISTRICT
Special Revenue Fund
Budgetary Comparison Schedule
For the Fiscal Year Ended June 30, 2018

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
REVENUES:					
State Sources	\$ 54,612.00		54,612.00	54,612.00	-
Federal Sources	113,369.00	68,548.51	181,917.51	173,453.48	(8,464.03)
Total Revenues	167,981.00	68,548.51	236,529.51	228,065.48	(8,464.03)
EXPENDITURES:					
Instruction:					
Teachers Salaries	112,683.00	6,256.07	118,939.07	120,897.06	(1,957.99)
Other Salaries for Instruction	14,541.00		14,541.00	14,541.00	-
Purchased Professional - Technical Services		4,043.93	4,043.93	5,543.93	(1,500.00)
Other Purchased Services (400-500 series)	52,220.00	15,139.00	67,359.00	69,966.00	(2,607.00)
Supplies	10,889.00	28,659.51	39,548.51	25,019.49	14,529.02
Other Objects	500.00		500.00	500.00	-
Total Instruction	190,833.00	54,098.51	244,931.51	236,467.48	8,464.03
Support Services:					
Other Support Services - Employee Benefits	2,703.00	12,450.00	15,153.00	15,153.00	-
Purchased Professional - Technical Services		2,000.00	2,000.00	2,000.00	-
Total Support Services	2,703.00	14,450.00	17,153.00	17,153.00	-

TOWNSHIP OF WEYMOUTH SCHOOL DISTRICT
Special Revenue Fund
Budgetary Comparison Schedule
For the Fiscal Year Ended June 30, 2018

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
EXPENDITURES(cont'd):					
Other Financing Sources (Uses)					
General Fund - Preschool Education	25,555.00		25,555.00	25,555.00	-
	<u>25,555.00</u>	<u>-</u>	<u>25,555.00</u>	<u>25,555.00</u>	<u>-</u>
Total Outflows	<u>167,981.00</u>	<u>68,548.51</u>	<u>236,529.51</u>	<u>228,065.48</u>	<u>8,464.03</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures and Other Financing Sources (Uses)	<u>\$ -</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>0.00</u>

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Notes to the Required Supplementary Information

TOWNSHIP OF WEYMOUTH SCHOOL DISTRICT
Required Supplementary Information
Budgetary Comparison Schedule
Note to RSI
For the Fiscal Year Ended June 30, 2018

Note A - Explanation of Differences Between Budgetary Inflows and Outflows GAAP Revenue and Expenditures

		General Fund		Special Revenue Fund
Sources / inflows of resources				
Actual amounts (budgetary basis) "revenue" from the budgetary comparison schedule	[C-1]	\$ 5,444,826.54	[C-2]	228,065.48
Difference - budget to GAAP:				
Grant accounting budgetary basis differs from GAAP in that encumbrances are recognized as expenditures, and the related revenue is recognized.		-		4,956.90
The Final State Aid payment for the Year Ended June 30, 2016 that was delayed until July 2017 was recorded as budgetary revenue for the Year Ended June 30, 2017 but is not recognized under GAAP until the Year Ended June 30, 2018.		237,571.50		6,371.40
The Final State Aid payment for the Year Ended June 30, 2018 that was delayed until July 2018 was recorded as budgetary revenue for the Year Ended June 30, 2018 but is not recognized under GAAP until the Year Ended June 30, 2019.		(213,144.80)		(5,461.20)
Total revenues as reported on the statement of revenues, expenditures and changes in fund balance - governmental funds.	[B-2]	5,469,253.24	[B-2]	233,932.58
Uses / outflows of resources				
Actual amounts (budgetary basis) "total outflows" from the budgetary comparison schedule	[C-1]	5,329,770.51	[C-2]	228,065.48
Difference - budget to GAAP:				
Encumbrances for supplies and equipment ordered but not received are reported in the year the order is placed for budgetary purposes, but in the year the supplies are received for GAAP financial reporting purposes.		-		4,956.90
Total expenditures as reported on the statement of revenues, expenditures and changes in fund balance - governmental funds.	[B-2]	\$ 5,329,770.51	[B-2]	233,022.38

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Required Supplementary Information – Part III

TOWNSHIP OF WEYMOUTH SCHOOL DISTRICT
Schedule of the District's Proportionate Share of the Net Pension Liability
Public Employee Retirement System
Last Five Fiscal Years

	2017	2016	2015	2014	2013
District's proportion of the net pension liability (asset)	0.0027287549%	0.0031619230%	0.0032524096%	0.0035030938%	0.0038396529%
District's proportionate of the net pension liability (asset)	\$ 635,211.00	\$ 937,735.00	\$ 730,101.00	\$ 655,875.00	\$ 733,834.00
District's covered payroll	\$ 168,213.00	\$ 202,795.00	\$ 556,004.51	\$ 538,651.43	\$ 467,214.85
District's proportionate share of the net pension liability (asset) as a percentage of its covered-employee payroll	377.62%	462.41%	131.31%	121.76%	157.07%
Plan fiduciary net position as a percentage of the total pension liability	48.10%	40.14%	47.93%	52.08%	48.72%

Source: GASB 68 report on Public Employees' Retirement System; District records

Note: This schedule is required by GASB 68 to be show information for a 10 year period.
However, information is only currently available for two years.
Additional years will be presented as they become available.

TOWNSHIP OF WEYMOUTH SCHOOL DISTRICT
Schedule of District Contributions
Public Employee Retirement System
Last Five Fiscal Years

	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>
Contractually required contribution	\$ 25,279.00	\$ 28,128.00	\$ 27,962.00	\$ 28,879.00	\$ 28,931.00
Contributions in relation to the contractually required contribution	<u>25,279.00</u>	<u>28,128.00</u>	<u>27,962.00</u>	<u>28,879.00</u>	<u>28,931.00</u>
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
District's covered-employee payroll	\$ 168,213.00	\$ 202,795.00	\$ 556,004.51	\$ 538,651.43	\$ 467,214.85
Contributions as a percentage of covered-employee payroll	15.03%	13.87%	5.03%	5.36%	6.19%

Source: GASB 68 report on Public Employees' Retirement System; District records

Note: This schedule is required by GASB 68 to be show information for a 10 year period. However, information is only currently available for two years. Additional years will be presented as they become available.

TOWNSHIP OF WEYMOUTH SCHOOL DISTRICT
Schedule of the District's Proportionate Share of the Net Pension Liability
Teachers' Pension and Annuity Fund
Last Five Fiscal Years

	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>
District's proportion of the net pension liability (asset)	0.00%	0.00%	0.00%	0.00%	0.00%
District's proportionate of the net pension liability (asset)	\$ -	\$ -	\$ -	\$ -	\$ -
State's proportionate share of the net pension liability (asset) associated with the District	<u>8,585,383.00</u>	<u>11,944,855.00</u>	<u>9,629,640.00</u>	<u>7,739,919.00</u>	<u>7,679,618.00</u>
Total	<u>\$ 8,585,383.00</u>	<u>\$ 11,944,855.00</u>	<u>\$ 9,629,640.00</u>	<u>\$ 7,739,919.00</u>	<u>\$ 7,679,618.00</u>
District's covered payroll	\$ 1,161,460.00	\$ 1,170,958.25	\$ 1,277,188.85	\$ 1,325,565.59	\$ 1,524,613.58
District's proportionate share of the net pension liability (asset) as a percentage of its covered-employee payroll	0.00%	0.00%	0.00%	0.00%	0.00%
Plan fiduciary net position as a percentage of the total pension liability	25.41%	22.33%	28.71%	33.64%	33.76%

Source: GASB 68 report on Public Employees' Retirement System; District records

Note: This schedule is required by GASB 68 to be show information for a 10 year period. However, information is only currently available for two years. Additional years will be presented as they become available.

TOWNSHIP OF WEYMOUTH SCHOOL DISTRICT
Schedule of the District's Proportionate Share of the Net OPEB Liability
Public Employee Retirement System and Teachers' Pension and Annuity Fund
Last Two Fiscal Years

	<u>2017</u>	<u>2016</u>
District's proportion of the net OPEB liability (asset)	0.00%	0.00%
District's proportionate of the net OPEB liability (asset)	\$ -	-
State's proportionate share of the net OPEB liability (asset) associated with the District	<u>\$ 8,565,443.00</u>	<u>9,296,355.00</u>
Total	<u>\$ 8,565,443.00</u>	<u>9,296,355.00</u>
District's covered payroll	1,329,673.00	1,373,753.25
District's proportionate share of the net OPEB liability (asset) as a percentage of its covered-employee payroll	0.00%	0.00%
Plan fiduciary net position as a percentage of the total OPEB liability	0.00%	0.00%
State's proportionate share of OPEB associated with the District:		
Service Cost	290,034.00	
Interest Cost	270,508.00	
Changes in Assumptopns	(1,100,365.00)	
Member Contributions	7,305.00	
Penefit Payments	(198,394.00)	
Change in Total Opeb Liability	<u>(730,912.00)</u>	
State's proportionate share of the net OPEB liability (asset) associated with the District - Beginning Balance	<u>9,296,355.00</u>	
Ending Balance	<u>\$ 8,565,443.00</u>	
State's proportionate share of the net OPEB liability associated with the District - as a percentage of its covered-employee payroll	644.18%	

Source: GASB 75 report on State of New Jersey State Health Benefits Program; District records

Note: This schedule is required by GASB 75 to be show information for a 10 year period. However, information is only currently available for two years. Additional years will be presented as they become available.

Other Supplementary Information

SPECIAL REVENUE FUND DETAIL STATEMENTS

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

TOWNSHIP OF WEYMOUTH SCHOOL DISTRICT
Special Revenue Fund
Combining Schedule of Program Revenues and Expenditures - Budgetary Basis
For the Fiscal Year Ended June 30, 2018

	Rural Education Program	Preschool Education Aid	Title I Part A	Title II Part A	IDEA PART B	
					Basic	Preschool
REVENUES:						
State Sources	\$ 24,519.49	54,612.00	56,914.00	10,053.99	67,120.00	2,846.00
Federal Sources						
Total Revenues	<u>24,519.49</u>	<u>54,612.00</u>	<u>56,914.00</u>	<u>10,053.99</u>	<u>67,120.00</u>	<u>2,846.00</u>
EXPENDITURES:						
Instruction:						
Teachers Salaries		61,923.00	44,464.00	4,510.06		
Other Salaries for Instruction		14,541.00				
Purchased Professional - Technical Services				5,543.93		
Other Purchased Services (400-500 series)					67,120.00	2,846.00
Supplies	24,519.49	500.00				
Other Objects		500.00				
Total Instruction	<u>24,519.49</u>	<u>77,464.00</u>	<u>44,464.00</u>	<u>10,053.99</u>	<u>67,120.00</u>	<u>2,846.00</u>
Support Services:						
Other Support Services - Employee Benefits		2,703.00	12,450.00			
Purchased Professional - Technical Services						
Total Support Services	<u>-</u>	<u>2,703.00</u>	<u>12,450.00</u>	<u>-</u>	<u>-</u>	<u>-</u>
Other Financing Sources (Uses)						
General Fund - Preschool Education		25,555.00				
		25,555.00				
Total Outflows	<u>24,519.49</u>	<u>54,612.00</u>	<u>56,914.00</u>	<u>10,053.99</u>	<u>67,120.00</u>	<u>2,846.00</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures and Other Financing Sources (Uses)	<u>\$ -</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>

TOWNSHIP OF WEYMOUTH SCHOOL DISTRICT
Special Revenue Fund
Combining Schedule of Program Revenues and Expenditures - Budgetary Basis
For the Fiscal Year Ended June 30, 2018

	Title IV	Race to the Top	Totals
REVENUES:			
State Sources			54,612.00
Federal Sources	10,000.00	2,000.00	173,453.48
Total Revenues	<u>10,000.00</u>	<u>2,000.00</u>	<u>228,065.48</u>
EXPENDITURES:			
Instruction:			
Teachers Salaries			120,897.06
Other Salaries for Instruction	10,000.00		14,541.00
Purchased Professional - Technical Services			5,543.93
Other Purchased Services (400-500 series)			69,966.00
Supplies			25,019.49
Other Objects			500.00
Total Instruction	<u>10,000.00</u>	<u>-</u>	<u>236,467.48</u>
Support Services:			
Other Support Services - Employee Benefits			15,153.00
Purchased Professional - Technical Services		2,000.00	2,000.00
Total Support Services	<u>-</u>	<u>2,000.00</u>	<u>17,153.00</u>
Other Financing Sources (Uses)			
None			25,555.00
		<u>-</u>	<u>25,555.00</u>
Total Outflows	<u>10,000.00</u>	<u>2,000.00</u>	<u>228,065.48</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures and Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>-</u>

TOWNSHIP OF WEYMOUTH SCHOOL DISTRICT
Special Revenue Fund
Schedule of Preschool Education Aid
Budgetary Basis
For the Fiscal Year Ended June 30, 2018

<u>District-Wide Total</u>	<u>Total</u>		
	<u>Budgeted</u>	<u>Actual</u>	<u>Variance</u>
EXPENDITURES:			
Instruction:			
Salaries of Teaches	\$ 61,923.00	61,923.00	-
Other Salaries for Instruction	14,541.00	14,541.00	-
General Supplies	500.00	500.00	-
Other Objects	500.00	500.00	-
Total Instruction	<u>77,464.00</u>	<u>77,464.00</u>	<u>-</u>
Support Services:			
Personal Services - Employee Benefits	2,703.00	2,703.00	-
Total Support Services	<u>2,703.00</u>	<u>2,703.00</u>	<u>-</u>
Total Expenditures	<u>\$ 80,167.00</u>	<u>80,167.00</u>	<u>-</u>

CALCULATION OF BUDGET & CARRYOVER

Total 2017-18 Preschool Education Aid Allocation	\$ 54,612.00
Add: Actual Carryover June 30, 2017	<u>-</u>
	54,612.00
Add: Budgeted Transfer from the General Fund	<u>25,555.00</u>
Total Preschool Education Aid Funds Available for 2017/2018 Budget	80,167.00
Less: 2017/2018 Budgeted Preschool Education Aid - Prior Year Budget Carryover Available & Unbudgeted Preschool Education Aid Funds, June 30, 2018	<u>(80,167.00)</u>
	-
Add: June 30, 2018 Unexpended Preschool Education Aid	-
2017-2018 Carryover - Preschool Education Aid	<u>\$ -</u>
2017-18 Preschool Education Carryover Budgeted for Preschool Programs 2018-2019	<u>\$ -</u>

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CAPITAL PROJECTS FUND DETAIL STATEMENTS

The capital projects fund is used to account for the acquisition and construction of major capital facilities and equipment purchases other than those financed by proprietary funds.

TOWNSHIP OF WEYMOUTH SCHOOL DISTRICT
Capital Projects Fund
Summary Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budgetary Basis
For the Fiscal Year Ended June 30, 2018

Fund Balance - Beginning	<u>18,947.83</u>
Fund Balance Ending	\$ <u><u>18,947.83</u></u>

TOWNSHIP OF WEYMOUTH SCHOOL DISTRICT
Capital Projects Fund
Schedule of Project Revenue, Expenditures, Project Balance, and Project Status - Budgetary Basis
Mechanical and Electrical Improvements
For the Fiscal Year Ended June 30, 2018

	<u>Prior Periods</u>	<u>Current Year</u>	<u>Totals</u>	<u>Revised Authorized Cost</u>
Revenues and Other Financing Sources				
Bond Proceeds	\$ 1,689,000.00	-	1,689,000.00	1,689,000.00
Total Revenues	<u>1,689,000.00</u>	<u>-</u>	<u>1,689,000.00</u>	<u>1,689,000.00</u>
Expenditures and Other Financing Uses				
Construction Services	1,670,052.17		1,670,052.17	1,689,000.00
Total Expenditures	<u>1,670,052.17</u>	<u>-</u>	<u>1,670,052.17</u>	<u>1,689,000.00</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>\$ 18,947.83</u>	<u>-</u>	<u>18,947.83</u>	<u>-</u>
Additional Project Information:				
Project Number	N/A			
Grant Date	N/A			
Bond Authorization Date	12/10/2013			
Bonds Authorized	\$ 1,689,000.00			
Bonds Issued	1,689,000.00			
Original Authorized Costs	1,689,000.00			
Revised Authorized Cost	1,689,000.00			
Percentage Increase over Original Authorized Cost	0.00%			
Percentage Completion	100.00%			
Original Target Completion Date	9/1/2014			
Revised Target Completion Date	9/1/2016			

PROPRIETARY FUND DETAIL STATEMENTS

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

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

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

FIDUCIARY FUNDS DETAIL STATEMENTS

Fiduciary Funds are used to account for funds received by the school district for a specific purpose.

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

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

Flexible Benefit Trust Fund - This agency fund is used to account for the payroll transactions of the school district.

TOWNSHIP OF WEYMOUTH SCHOOL DISTRICT
Fiduciary Funds
Combining Statement of Fiduciary Net Position
For the Fiscal Year Ended June 30, 2018

	Flexible Benefit Trust	Agency Funds	Totals
ASSETS			
Cash and Cash Equivalents	\$ 240.20	11,086.94	11,327.14
Total Assets	<u>240.20</u>	<u>11,086.94</u>	<u>11,327.14</u>
LIABILITIES			
Payable to Student Groups	-	6,950.52	6,950.52
Payroll Deductions & Withholdings	-	4,136.42	4,136.42
Total Liabilities	<u>-</u>	<u>11,086.94</u>	<u>11,086.94</u>
NET POSITION			
Held in Trust for Unemployment Claims and Other Purposes	\$ <u>240.20</u>		240.20
Total Net Position			<u>240.20</u>
Total Liabilities and Net Position			<u>11,327.14</u>

TOWNSHIP OF WEYMOUTH SCHOOL DISTRICT
Fiduciary Funds
Combining Statement of Changes in Fiduciary Net Position
For the Fiscal Year Ended June 30, 2018

	Flexible Benefits Trust	Totals
ADDITIONS		
Investments Earnings:		
Interest	0.60	0.60
Net Investment Earnings	0.60	0.60
Total Additions	0.60	0.60
Deductions		
To General Fund	0.60	0.60
Total Deductions	0.60	0.60
Change in Net Position	-	-
Net Position - Beginning of the Year	240.20	240.20
Net Position - End of the Year	\$ 240.20	240.20

TOWNSHIP OF WEYMOUTH SCHOOL DISTRICT
Student Activity Agency Fund
Schedule of Receipts and Disbursements
For the Fiscal Year Ended June 30, 2018

	Balance June 30, 2017	Additions	Deletions	Balance June 30, 2018
Elementary School	\$ 11,523.96	11,195.14	16,910.60	5,808.50
Student Council	1,020.25	248.75	126.98	1,142.02
Total Assets	\$ <u>12,544.21</u>	<u>11,443.89</u>	<u>17,037.58</u>	<u>6,950.52</u>

TOWNSHIP OF WEYMOUTH SCHOOL DISTRICT
Payroll Agency Fund
Schedule of Receipts and Disbursements
For the Fiscal Year Ended June 30, 2018

	Balance June 30, 2017	Additions	Deletions	Balance June 30, 2018
ASSETS:				
Cash and Cash Equivalents	\$ 2,759.53	2,103,588.77	2,102,211.88	4,136.42
Total Assets	2,759.53	2,103,588.77	2,102,211.88	4,136.42
LIABILITIES:				
Payroll Deductions & Withholding	2,759.53	854,729.86	853,352.97	4,136.42
Net Pay	-	1,248,858.91	1,248,858.91	-
Total Liabilities	\$ 2,759.53	2,103,588.77	2,102,211.88	4,136.42

LONG-TERM DEBT SCHEDULES

The long-term debt schedules are used to reflect the outstanding principal balance of the general long-term liabilities of the school district. This includes serial bonds outstanding, the outstanding principal balance on capital leases.

TOWNSHIP OF WEYMOUTH SCHOOL DISTRICT
Schedule of General Serial Bonds
For the Fiscal Year Ended June 30, 2018

Improvement Description	Date of Issue	Amount of Original Issue	Maturities of Bonds Outstanding June 30, 2018				Balance June 30, 2017	Refunded	Decreased	Balance June 30, 2018
			Date	Amount	Interest Rate	Balance				
Mechanical and Electrical Upgrades	4/1/2014	\$ 1,689,000.00	10/1/2018	70,000	3.000%	\$ 1,514,000.00	-	70,000.00	1,444,000.00	
			10/1/2019	70,000	3.000%					
			10/1/2020	75,000	3.000%					
			10/1/2021	75,000	3.000%					
			10/1/2022	75,000	3.000%					
			10/1/2023	80,000	3.000%					
			10/1/2024	85,000	3.000%					
			10/1/2025	85,000	3.000%					
			10/1/2026	90,000	3.000%					
			10/1/2027	95,000	3.000%					
			10/1/2028	95,000	3.000%					
			10/1/2029	100,000	3.125%					
			10/1/2030	105,000	3.250%					
		10/1/2031	110,000	3.375%						
		10/1/2032	115,000	3.500%						
		10/1/2033	119,000	3.625%						
						\$ 1,514,000.00	\$ -	70,000.00	1,444,000.00	

TOWNSHIP OF WEYMOUTH SCHOOL DISTRICT
Schedule of Obligations Under Capital Lease
For the Fiscal Year Ended June 30, 2018

Description	Amount of Original Issue	Balance June 30, 2017	Issued Current Year	Retired Current Year	Balance June 30, 2018
Telephone System	\$ 19,341	\$ 3,867.40	-	3,867.40	-
		<u>\$ 3,867.40</u>	<u>-</u>	<u>3,867.40</u>	<u>-</u>

TOWNSHIP OF WEYMOUTH SCHOOL DISTRICT
Budgetary Comparison Schedule
Debt Service Fund
For the Fiscal Year Ended June 30, 2018

	<u>Original Budget</u>	<u>Budget Transfers</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative) Final to Actual</u>
REVENUES:					
Local Sources:					
Local Tax Levy	\$ 74,496.00		74,496.00	74,496.00	-
State Sources:					
Debt Service Aid Type II	41,993.00		41,993.00	41,993.00	-
Total - State Sources	<u>41,993.00</u>	<u>-</u>	<u>41,993.00</u>	<u>41,993.00</u>	<u>-</u>
Total Revenues	<u>116,489.00</u>	<u>-</u>	<u>116,489.00</u>	<u>116,489.00</u>	<u>-</u>
EXPENDITURES:					
Regular Debt Service:					
Interest	46,489.00		46,489.00	46,488.76	0.24
Redemption of Principal	70,000.00		70,000.00	70,000.00	-
Total Regular Debt Service	<u>116,489.00</u>	<u>-</u>	<u>116,489.00</u>	<u>116,488.76</u>	<u>0.24</u>
Total Expenditures	<u>116,489.00</u>	<u>-</u>	<u>116,489.00</u>	<u>116,488.76</u>	<u>0.24</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>0.24</u>	<u>0.24</u>
Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>0.24</u>	<u>0.24</u>
Fund Balance, July 1	2.68		2.68	2.68	-
Fund Balance, June 30	<u>2.68</u>	<u>-</u>	<u>2.68</u>	<u>2.92</u>	<u>0.24</u>

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Statistical Section

TOWNSHIP OF WEYMOUTH SCHOOL DISTRICT
 Net Assets by Component,
 Last Ten Fiscal Years
(accrual basis of accounting)

	Fiscal Year Ending June 30,									
	2009	2010	2011	2012	2013	2014*	2015	2016	2017	2018
Governmental activities										
Invested in capital assets, net of related debt	\$ 1,532,926.17	\$ 1,598,626.28	\$ 1,643,718.56	\$ 1,718,774.97	\$ 1,799,418.81	\$ 419,120.78	\$ 1,782,515.17	\$ 1,776,849.04	\$ 1,698,951.76	\$ 1,625,138.90
Restricted	120,236.57	441,017.35	401,408.75	526,073.23	378,764.99	1,685,273.62	397,021.31	747,765.43	1,078,528.39	1,139,883.54
Unrestricted	118,227.27	(16,640.60)	(31,984.84)	(4,899.20)	(37,268.14)	(49,977.93)	(755,615.99)	(768,953.62)	(831,974.21)	(851,812.49)
Total governmental activities net assets	\$ 1,771,390.01	\$ 2,023,003.03	\$ 2,013,142.47	\$ 2,239,949.00	\$ 2,140,915.66	\$ 2,054,416.47	\$ 1,423,920.49	\$ 1,755,660.85	\$ 1,945,505.94	\$ 1,913,209.95
Business-type activities										
Invested in capital assets, net of related debt	\$ 6,175.00	\$ 5,812.00	\$ 5,449.00	\$ 15,813.54	\$ 19,814.54	\$ 18,165.54	\$ 16,516.54	\$ 14,867.54	\$ 12,874.54	\$ 7,852.80
Restricted	37,818.97	31,691.26	29,451.15	23,063.16	23,385.33	21,281.70	18,263.06	13,574.88	5,882.55	(3,611.65)
Unrestricted	43,993.97	37,503.26	34,900.15	38,876.70	43,199.87	39,447.24	34,779.60	28,442.42	18,757.09	4,241.15
Total business-type activities net assets	\$ 86,997.94	\$ 73,006.52	\$ 70,740.30	\$ 77,753.40	\$ 86,399.74	\$ 78,894.48	\$ 69,558.20	\$ 56,884.84	\$ 34,714.18	\$ 8,482.30
District-wide										
Invested in capital assets, net of related debt	\$ 1,539,101.17	\$ 1,604,438.28	\$ 1,649,167.56	\$ 1,734,588.51	\$ 1,819,233.35	\$ 437,286.32	\$ 1,799,031.71	\$ 1,791,716.58	\$ 1,711,826.30	\$ 1,632,991.70
Restricted	120,236.57	441,017.35	401,408.75	526,073.23	378,764.99	1,685,273.62	397,021.31	747,765.43	1,078,528.39	1,139,883.54
Unrestricted	156,046.24	15,050.66	(2,533.69)	18,163.96	(13,882.81)	(28,696.23)	(737,352.93)	(755,378.74)	(826,091.66)	(855,424.14)
Total district net assets	\$ 1,815,383.98	\$ 2,060,506.29	\$ 2,048,042.62	\$ 2,278,825.70	\$ 2,184,115.53	\$ 2,093,863.71	\$ 1,458,700.09	\$ 1,784,103.27	\$ 1,964,263.03	\$ 1,917,451.10

* - Restated Unrestricted in 2014 for the effects of GASB 68

Source: CAFR Schedule A-1

TOWNSHIP OF WEYMOUTH SCHOOL DISTRICT
Changes in Net Assets,
Last Ten Fiscal Years
(accrual basis of accounting)

Exhibit J-2

	2009	2010	2011	2012	2013	2014	2015	2016	2017	2018
Expenses										
Governmental activities:										
Instruction:										
Regular	1,739,162.43	1,802,098.38	1,735,322.98	1,784,417.16	1,935,924.48	1,855,259.95	1,894,237.01	2,121,505.32	2,216,686.70	2,070,378.12
Special education	210,986.24	150,403.18	247,433.50	262,109.50	255,147.19	304,821.16	275,970.84	291,962.02	314,775.03	710,746.45
Other special education	44,498.06	50,306.58	29,781.06	19,691.80	22,013.64	19,707.06	20,393.30	7,578.90	-	89,196.23
Support Services:										
Tuition	1,355,971.78	1,364,195.98	1,478,211.90	1,358,731.98	1,424,815.86	1,355,888.52	1,413,440.99	1,224,716.51	1,341,800.65	1,278,344.12
Student & instruction related services	343,277.60	393,764.88	326,910.37	393,450.18	472,191.68	459,223.86	577,185.12	638,734.87	711,806.51	581,778.82
General administrative services	150,189.32	152,790.67	159,787.63	113,155.77	109,294.08	121,588.44	173,055.63	195,783.99	179,479.26	181,779.36
School administrative services	130,512.75	125,940.21	129,569.03	148,624.59	145,745.21	158,618.50	174,061.55	190,503.46	251,997.41	124,518.33
Central services	91,704.14	93,922.86	103,794.74	86,543.40	89,860.53	98,177.09	103,452.74	110,318.39	97,956.12	156,037.97
Plant operations and maintenance	286,918.88	289,031.74	283,035.01	294,136.50	390,834.98	295,296.02	321,358.46	285,957.61	301,166.47	673,462.01
Pupil transportation	261,457.71	208,253.52	204,058.41	253,465.71	249,709.29	285,180.77	285,803.89	272,363.03	320,350.99	305,802.55
Capital Outlay										
Transfer to Charter Schools	21,455.51	17,480.05	15,902.60	10,605.07	10,708.00	70,356.00	100,693.00	67,472.00	71,395.00	81,578.00
Interest on long-term debt	77,325.00	78,837.66	67,962.64	67,381.64	6,753.65	15,354.45	54,408.09	52,304.82	50,240.22	48,112.85
Unallocated Depreciation					67,267.78	65,274.78	66,146.73	135,715.28	147,897.28	-
Total governmental activities expenses	4,683,459.42	4,727,025.71	4,781,859.87	4,792,313.30	5,180,266.37	5,104,848.60	5,460,207.35	5,594,906.20	6,005,553.64	6,303,736.81
Business-type activities:										
Food service	115,684.79	117,562.37	112,392.61	120,465.52	120,287.79	127,554.92	128,805.38	123,268.66	120,334.27	108,816.88
Other	115,684.79	117,562.37	112,392.61	120,465.52	120,287.79	127,554.92	128,805.38	123,268.66	120,334.27	24,088.19
Total business-type activities expenses	4,799,144.21	4,844,588.08	4,894,252.48	4,912,778.82	5,300,554.16	5,232,403.52	5,589,012.73	5,718,174.86	6,125,887.91	132,905.07
Total district expenses										
	115,684.79	117,562.37	112,392.61	120,465.52	120,287.79	127,554.92	128,805.38	123,268.66	120,334.27	108,816.88
	115,684.79	117,562.37	112,392.61	120,465.52	120,287.79	127,554.92	128,805.38	123,268.66	120,334.27	24,088.19
	4,799,144.21	4,844,588.08	4,894,252.48	4,912,778.82	5,300,554.16	5,232,403.52	5,589,012.73	5,718,174.86	6,125,887.91	6,436,641.88

TOWNSHIP OF WEYMOUTH SCHOOL DISTRICT
Changes in Net Assets,
Last Ten Fiscal Years
(accrual basis of accounting)

Exhibit J-2

	Fiscal Year Ending June 30,									
	2009	2010	2011	2012	2013	2014	2015	2016	2017	2018
Program Revenues										
Governmental activities:										
Charges for services:										
Operating grants and contributions	583,880.98	1,253,707.85	783,454.33	831,938.15	907,571.32	856,795.38	1,234,303.89	1,551,096.48	1,501,596.74	1,400,188.61
Capital grants and contributions										
Total governmental activities program revenues	583,880.98	1,253,707.85	783,454.33	831,938.15	907,571.32	873,045.38	1,240,135.89	1,519,893.88	1,555,188.64	1,484,941.61
Business-type activities:										
Charges for services:										
Food service	65,614.76	63,085.63	55,936.32	68,032.70	57,470.57	63,090.46	59,501.33	49,393.82	50,175.61	32,781.91
Other	40,837.85	47,918.45	53,829.30	56,401.50	67,050.56	60,668.37	64,589.17	67,490.67	60,428.68	21,031.80
Operating grants and contributions	106,452.61	111,004.06	109,765.62	124,434.20	124,521.13	123,758.83	124,090.50	116,884.49	110,604.29	64,532.83
Total business-type activities program revenue	690,333.59	1,364,711.93	893,719.95	956,372.35	1,037,092.45	996,804.21	1,364,276.39	1,736,778.37	1,665,792.93	118,346.54
Total district program revenue										
Net (Expense)/Revenue										
Governmental activities:										
Property taxes levied	(4,099,578.44)	(3,473,317.86)	(3,998,405.54)	(3,960,375.15)	(4,272,695.05)	(4,231,803.22)	(4,220,071.46)	(3,975,012.32)	(4,450,365.00)	(4,818,795.20)
Business-type activities	(9,232.18)	(6,558.29)	(2,626.99)	3,968.68	4,233.34	(3,796.09)	(4,714.88)	(6,384.17)	(9,729.98)	(14,558.53)
Total district-wide net expense	(4,108,810.62)	(3,479,876.15)	(4,001,032.53)	(3,956,406.47)	(4,268,461.71)	(4,235,599.31)	(4,224,786.34)	(3,981,396.49)	(4,460,094.98)	(4,833,353.73)
General Revenues and Other Changes in Net Assets										
Governmental activities:										
Property taxes levied	1,727,797.00	1,794,732.00	1,975,222.00	1,988,980.00	2,026,580.00	2,064,940.00	2,120,232.00	2,196,296.00	2,231,457.00	2,273,226.00
Unrestricted grants and contributions	2,323,516.00	1,872,429.18	1,988,497.13	2,159,497.21	2,104,467.20	2,067,528.22	2,016,126.70	2,104,080.10	2,375,694.40	2,440,487.70
Miscellaneous income	4,438.14	57,769.70	24,825.85	38,704.47	42,614.51	12,735.81	158,157.81	6,376.58	33,058.69	72,785.51
Adjustment to Fixed Assets										
Total governmental activities	4,055,751.14	3,724,930.88	3,988,544.98	4,187,181.68	4,173,661.71	4,145,204.03	4,294,516.51	4,306,752.68	4,640,210.09	4,786,499.21
Business-type activities:										
Miscellaneous income	151.48	67.58	24.22	7.53	89.83	43.46	47.24	46.99	44.62	42.59
Total business-type activities	151.48	67.58	24.22	7.53	89.83	43.46	47.24	46.99	44.62	42.59
Total district-wide	4,055,902.62	3,724,998.46	3,988,569.20	4,187,189.21	4,173,751.54	4,145,347.49	4,294,563.75	4,306,799.67	4,640,254.71	4,786,541.80
Changes in Net Assets										
Governmental activities	(43,827.30)	251,613.02	(9,860.56)	226,806.53	(98,033.34)	(86,499.19)	74,445.05	331,740.36	189,845.09	(32,295.99)
Business-type activities	(9,080.70)	(6,490.71)	(2,602.77)	3,976.21	4,323.17	(3,752.63)	(4,667.64)	(6,337.19)	(9,685.36)	(14,515.94)
Total district	(52,908.00)	245,122.31	(12,463.33)	230,782.74	(94,710.17)	(90,251.82)	69,777.41	325,403.18	180,159.73	(46,811.93)

Source: CAFR Schedule A-2

TOWNSHIP OF WEYMOUTH SCHOOL DISTRICT
Fund Balances, Governmental Funds,
Last Ten Fiscal Years
(modified accrual basis of accounting)

Exhibit J-3

	Fiscal Year Ending June 30,									
	2009	2010	2011	2012	2013	2014	2015	2016	2017	2018
General Fund										
Restricted	\$ -	\$ -	\$ 333,073.29	\$ 466,806.71	\$ 354,388.63	\$ 230,613.23	\$ 296,776.33	\$ 595,835.43	\$ 733,043.36	\$ 843,100.10
Assigned			52,334.75	59,266.27	55,540.24	22,901.13	56,245.80	136,055.66	326,534.52	283,296.81
Unassigned			18,999.31	53,319.60	13,338.80	16,369.50	16,927.10	32,487.20	12,428.50	59,537.20
Reserved	107,809.31	422,641.31								
Unreserved	158,917.27	22,967.00								
Total general fund	\$ 266,726.58	\$ 445,608.31	\$ 404,407.35	\$ 579,392.58	\$ 423,267.67	\$ 269,883.86	\$ 369,949.23	\$ 764,378.29	\$ 1,072,006.38	\$ 1,185,934.11
All Other Governmental Funds										
Restricted	\$ -	\$ -	\$ 16,000.71	\$ -	\$ (65,154.68)	\$ 1,431,759.46	\$ 43,999.18	\$ 18,950.27	\$ 18,950.51	\$ 18,949.83
Reserved	1.88	1.14		0.25						
Unreserved, reported in:										
Special revenue fund						(7,281.60)	(6,826.50)	(6,826.50)	(6,371.40)	(5,461.20)
Capital projects fund	12,425.38	18,375.38								
Debt service fund										0.92
Total all other governmental funds	\$ 12,427.26	\$ 18,376.52	\$ 16,000.71	\$ 0.25	\$ (65,154.68)	\$ 1,424,477.86	\$ 37,172.68	\$ 12,123.77	\$ 12,579.11	\$ 13,489.55

Source: CAFR Schedule B-1

TOWNSHIP OF WEYMOUTH SCHOOL DISTRICT
Changes in Fund Balances, Governmental Funds,
Last Ten Fiscal Years

Exhibit J-4

	Fiscal Year Ending June 30,									
	2009	2010	2011	2012	2013	2014	2015	2016	2017	2018
Revenues										
Tax Levy	1,727,797.00	1,794,732.00	1,975,222.00	1,988,980.00	2,026,580.00	2,064,940.00	2,120,232.00	2,196,296.00	2,231,457.00	2,273,226.00
Miscellaneous	4,438.14	57,769.70	25,054.85	39,449.46	44,818.51	1,701,735.30	161,906.80	75,173.98	86,650.59	115,545.51
Federal sources	165,557.90	587,936.23	152,164.19	257,461.28	205,232.36	158,328.51	154,624.04	164,925.82	146,056.41	178,410.38
State sources	2,741,839.08	2,538,200.80	2,619,787.27	2,733,974.08	2,806,806.16	2,766,095.09	2,756,549.57	2,900,765.76	2,833,744.73	2,941,113.93
Total revenue	4,639,632.12	4,978,638.73	4,772,228.31	5,019,864.82	5,083,437.03	6,691,098.90	5,193,312.41	5,337,161.56	5,297,908.73	5,508,265.82
Expenditures										
Instruction:										
Regular instruction	1,285,579.99	1,317,881.23	1,236,097.82	1,229,442.01	1,317,753.57	1,252,545.85	1,110,858.14	1,129,766.63	1,065,307.91	1,073,452.57
Special education instruction	154,623.68	109,440.50	177,608.43	181,525.18	173,175.11	205,574.02	161,469.37	155,942.00	151,595.75	368,509.81
Other special education instruction	44,498.06	50,306.58	29,781.06	19,691.80	22,013.64	19,707.06	20,393.29	7,578.90		46,246.58
Support Services:										
Tuition	1,355,971.78	1,364,195.98	1,478,211.90	1,358,731.98	1,424,815.86	1,355,888.52	1,413,440.99	1,224,716.51	1,341,800.65	1,278,344.12
Student & instruction related services	250,147.30	286,522.03	234,657.14	272,485.79	320,488.92	309,602.96	337,708.57	341,171.10	342,806.23	301,641.46
School administrative services	95,647.76	91,640.08	93,069.60	102,930.67	98,921.11	106,938.60	101,842.68	101,754.70	121,362.03	110,187.18
General administrative services	110,067.96	111,177.75	114,695.99	78,366.57	74,180.77	75,594.89	100,105.22	106,641.47	88,300.29	77,822.16
Business / Central services	91,704.14	93,922.86	103,794.74	86,543.40	89,860.53	95,256.06	103,452.74	110,318.39	97,958.12	95,796.12
Plant operations and maintenance	256,918.88	289,031.74	283,035.01	294,136.50	366,834.98	295,298.02	321,358.46	285,957.61	301,166.47	407,197.56
Pupil transportation	261,457.71	208,253.52	204,058.41	253,465.71	249,709.29	285,180.77	285,803.89	272,363.03	320,350.99	305,802.58
Unallocated employee benefits	691,143.65	717,390.73	729,719.55	827,816.98	939,368.16	942,494.56	100,693.00	960,824.16	967,180.10	1,128,378.78
Charter Schools	1,948.00				10,708.00	70,356.00		67,472.00	71,395.00	81,578.00
Debt Service	131,488.07	129,994.74	128,554.43	127,107.46	125,719.35	124,318.94	52,788.76	156,213.76	118,588.76	116,488.76
Capital Outlay	33,614.22	24,050.00	2,521.00	28,636.00	110,508.58	216,093.92	1,419,829.52	27,061.15	2,013.00	2,012.00
Total Expenditures	4,764,811.20	4,793,807.74	4,815,805.08	4,860,880.05	5,324,057.87	5,354,850.17	6,480,552.22	4,967,781.41	4,989,825.30	5,393,457.65
Excess (Deficiency) of revenues over (under) expenditures	(125,179.08)	184,830.99	(43,576.77)	158,984.77	(240,620.84)	1,336,248.73	(1,287,239.81)	369,580.15	308,083.43	114,838.17
Other Financing Sources (Uses)										
Transfers Out										
Transfers In					19,341.00					
Capital Leases / Bond Proceeds										
Total other financing sources (uses)										
Net change in fund balances	(125,179.08)	184,830.99	(43,576.77)	158,984.77	(221,279.84)	1,336,248.73	(1,287,239.81)	369,580.15	308,083.43	114,838.17
Debt service as a percentage of noncapital expenditures	2.78%	2.73%	2.67%	2.63%	2.41%	2.42%	1.04%	3.16%	2.38%	2.16%

Source: CAFR Schedule B-2

TOWNSHIP OF WEYMOUTH SCHOOL DISTRICT
General Fund Other Local Revenue by Source,
Last Ten Fiscal Years
 Unaudited

Exhibit J-5

Fiscal Year Ended June 30,	Interest on Investments	Transportation	Miscellaneous	Totals
2009	3,552.30	-	885.84	4,438.14
2010	5,998.18	-	51,771.52	57,769.70
2011	3,212.81	-	21,842.04	25,054.85
2012	1,170.40	-	38,279.06	39,449.46
2013	1,204.77	-	43,613.74	44,818.51
2014	2,483.79	-	1,699,251.51	1,701,735.30
2015	3,011.58	-	158,895.22	161,906.80
2016	2,606.03	-	72,567.95	75,173.98
2017	3,438.61	-	83,211.98	86,650.59
2018	3,990.27	42,760.00	68,795.24	115,545.51

Source: District Records

TOWNSHIP OF WEYMOUTH SCHOOL DISTRICT
 Assessed Value and Actual Value of Taxable Property,
 Last Ten Fiscal Years

Exhibit J-6

Fiscal Year Ended June 30,	Vacant Land	Improvements	Total Taxable Value of Land & Improvements	Total Partial Exemptions & Abatements	Net Total Taxable Value of Land & Improvements	Taxable Value of Locally Assessed Personal Property	Net Valuation Taxable	Total District School Tax Rate	Estimated County Equalized Value
2009	29,220,700	67,427,100	96,647,800	-	96,647,800	372,148	97,019,948	1.850	189,088,108
2010	29,212,700	68,080,000	97,292,700	-	97,292,700	402,659	97,695,359	2.022	181,152,158
2011	29,274,000	68,292,200	97,566,200	-	97,566,200	327,200	97,893,400	2.031	180,994,744
2012	29,343,900	68,344,600	97,688,500	-	97,688,500	335,149	98,023,649	2.068	170,114,549
2013	29,340,700	68,489,900	97,830,600	-	97,830,600	320,371	98,150,971	2.104	161,113,197
2014	29,337,000	68,718,600	98,055,600	-	98,055,600	238,034	98,293,634	2.158	159,095,377
2015	59,205,200	101,824,500	161,029,700	-	161,029,700	467,642	161,497,342	1.359	162,252,261
2016	59,307,700	101,989,800	161,297,500	-	161,297,500	-	161,297,500	1.379	178,305,724
2017	59,317,800	101,814,300	161,132,100	-	161,132,100	-	161,132,100	1.407	183,834,985
2018	59,692,800	102,589,500	162,282,300	-	162,282,300	435,490	162,717,790	1.424	177,662,892

R = Revaluation

Source: County Abstract of Rates & Municipal Tax Assessor

TOWNSHIP OF WEYMOUTH SCHOOL DISTRICT
Direct and Overlapping Property Tax Rates,
Last Ten Fiscal Years
(rate per \$100 of assessed value)

Exhibit J-7

Fiscal Year Ended June 30,	TOWNSHIP OF WEYMOUTH SCHOOL DISTRICT			Overlapping Rates		Total Direct and Overlapping Tax Rate
	Basic Rate	General Obligation Debt Service	Total Direct	County General	Municipal Local Purpose	
2009	1.850	Not Available	1.850	0.594	0.581	3.025
2010	2.022	Not Available	2.022	0.602	0.605	3.229
2011	1.958	0.073	2.031	0.671	0.613	3.315
2012	1.996	0.072	2.068	0.651	0.633	3.352
2013	2.033	0.071	2.104	0.772	0.651	3.527
2014	2.088	0.070	2.158	0.773	0.662	3.593
2015 R	1.326	0.033	1.359	0.502	0.406	2.267
2016	1.329	0.050	1.379	0.567	0.423	2.369
2017	1.360	0.047	1.407	0.634	0.434	2.475
2018	1.378	0.046	1.424	0.606	0.432	2.462

R = Revaluation

Source: District Records and Municipal Tax Collector

TOWNSHIP OF WEYMOUTH SCHOOL DISTRICT
Principal Property Tax Payers,
Current Year and Ten Years Ago

Exhibit J-8

Taxpayer	2018			2008		
	Taxable Assessed Value	Rank	% of Total District Net Assessed Value	Taxable Assessed Value	Rank	% of Total District Net Assessed Value
Hometown Oaks of Weymouth LLC	\$ 16,464,600.00	1	10.12%	\$ 1,300,400.00	2	1.34%
Lenape Landing Associates	2,014,500.00	2	1.24%	588,400.00	4	0.61%
Individual Property Owner #1	987,400.00	3	0.61%			
Individual Property Owner #2	958,100.00	4	0.59%			
US Bank	919,600.00	5	0.57%			
Country Oaks	894,000.00	6	0.55%			
Individual Property Owner #3	829,000.00	7	0.51%	587,200.00	5	0.61%
Ratori Inc and Reiner	787,800.00	8	0.48%	622,200.00	3	0.64%
Individual Property Owner #4	784,500.00	9	0.48%	534,400.00	7	0.55%
Individual Property Owner #5	765,300.00	10	0.47%	530,800.00	8	0.55%
Soco Enterprises				5,026,900.00	1	5.18%
Votsano Inc.				580,600.00	6	0.60%
Individual Property Owner #6				528,900.00	9	0.55%
Individual Property Owner #7				512,600.00	10	0.53%
Totals	\$ 25,404,800.00		15.61%	\$ 10,812,400.00		11.14%
	District Assessed Value		\$ 162,717,790.00			\$ 97,019,948.00

Source: District CAFR & Municipal Tax Assessor

TOWNSHIP OF WEYMOUTH SCHOOL DISTRICT
Property Tax Levies and Collections,
Last Ten Fiscal Years

Exhibit J-9

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	
2009	1,727,797.00	1,727,797.00	100%	-
2010	1,794,732.00	1,794,732.00	100%	-
2011	1,975,222.00	1,975,222.00	100%	-
2012	1,988,980.00	1,988,980.00	100%	-
2013	2,026,580.00	2,026,580.00	100%	-
2014	2,064,940.00	2,064,940.00	100%	-
2015	2,120,232.00	2,120,232.00	100%	-
2016	2,196,296.00	2,196,296.00	100%	-
2017	2,231,457.00	2,231,457.00	100%	-
2018	2,273,226.00	2,273,226.00	100%	-

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

TOWNSHIP OF WEYMOUTH SCHOOL DISTRICT
Ratios of Outstanding Debt by Type,
Last Ten Fiscal Years

Fiscal Year Ended June 30,	Governmental Activities			Business-Type Activities		Total District	Percentage of Personal Income	Per Capita Personal Income
	General Obligation Bonds	Capital Leases	Bond / Grant Anticipation Notes (BANs)	Capital Leases				
2009	580,972.00	-	-	-	-	580,972.00	0.68%	38,110
2010	470,283.00	-	-	-	-	470,283.00	0.53%	39,106
2011	357,000.00	-	-	-	-	357,000.00	0.34%	39,153
2012	240,986.00	-	-	-	-	240,986.00	0.22%	39,545
2013	122,036.00	19,341.00	-	-	-	141,377.00	0.13%	41,338
2014	1,689,000.00	15,473.00	-	-	-	1,704,473.00	1.48%	41,927
2015	1,689,000.00	11,604.00	-	-	-	1,700,604.00	1.49%	41,659
2016	1,584,000.00	7,736.00	-	-	-	1,591,736.00	1.33%	43,336
2017	1,514,000.00	3,867.40	-	-	-	1,517,867.40	1.25%	43,695
2018	1,444,000.00	-	-	-	-	1,444,000.00	1.16%	44,254

Source: District CAFR Schedules I-1, I-2

TOWNSHIP OF WEYMOUTH SCHOOL DISTRICT
Ratios of Net General Bonded Debt Outstanding,
Last Ten Fiscal Years

Exhibit J-11

Fiscal Year Ended June 30,	Governmental Activities		Net General Bonded Debt Outstanding	Percentage of Actual Taxable Value of Property	Per Capita Personal Income
	General Obligation Bonds	Deductions			
2009	580,972.00	-	580,972.00	0.60%	38,110
2010	470,283.00	-	470,283.00	0.48%	39,106
2011	357,000.00	-	357,000.00	0.36%	39,153
2012	240,986.00	-	240,986.00	0.25%	39,545
2013	122,036.00	-	122,036.00	0.12%	41,338
2014	1,689,000.00	-	1,689,000.00	1.72%	41,927
2015	1,689,000.00	-	1,689,000.00	1.05%	41,659
2016	1,584,000.00	-	1,584,000.00	0.98%	43,336
2017	1,514,000.00	-	1,514,000.00	0.94%	43,695
2018	1,444,000.00	-	1,444,000.00	0.89%	44,254

TOWNSHIP OF WEYMOUTH SCHOOL DISTRICT
Direct and Overlapping Governmental Activities Debt,
12/31/17

Exhibit J-12

<u>Governmental Unit</u>	<u>Debt Outstanding</u>	<u>Estimated Percentage Applicable</u>	<u>Estimated Share of Overlapping Debt</u>
Debt Repaid with Property Taxes			
Local Municipality	\$ 546,200.00	100.00%	\$ 546,200.00
Other Debt			
County of Atlantic	155,902,988.00	0.51%	795,808.43
Subtotal, Overlapping Debt			<u>1,342,008.43</u>
TOWNSHIP OF WEYMOUTH School District Direct Debt	1,444,000.00	100.00%	<u>1,444,000.00</u>
Total Direct and Overlapping Debt			<u><u>\$ 2,786,008.43</u></u>

Sources: Annual Debt Statement

TOWNSHIP OF WEYMOUTH SCHOOL DISTRICT
 Legal Debt Margin Information,
 Last Ten Years

Exhibit J-13

	Average equalized valuation of taxable property										Equalized valuation basis		
	2008	2009	2010	2011	2012	2013	2014	2015	2016	2017	2017	2016	2015
Debt limit	\$ 3,632,608.00	\$ 3,773,851.00	\$ 4,982,106.00	\$ 5,114,790.00	\$ 5,290,765.00	\$ 5,088,836.00	\$ 4,873,083.00	\$ 4,795,448.00	\$ 4,966,349.00	\$ 5,360,007.50	\$ 175,582,543.00	183,209,337.00	177,208,870.00
Total net debt applicable to limit	689,252.00	580,972.00	470,283.00	357,000.00	240,986.00	122,036.00	1,689,000.00	1,689,000.00	1,584,000.00	1,444,000.00	536,000,750.00	536,000,750.00	536,000,750.00
Legal debt margin	\$ 2,943,356.00	\$ 3,192,879.00	\$ 4,521,823.00	\$ 4,757,790.00	\$ 5,049,779.00	\$ 4,966,800.00	\$ 3,184,083.00	\$ 3,106,448.00	\$ 3,382,349.00	\$ 3,916,007.50	\$ 178,666,916.67	\$ 178,666,916.67	\$ 178,666,916.67
Total net debt applicable to the limit as a percentage of debt limit	18.97%	15.39%	9.42%	6.98%	4.55%	2.40%	34.66%	35.22%	31.89%	26.94%			

Source: Abstract of Ratables and District Records CAFR Schedule J-7

TOWNSHIP OF WEYMOUTH SCHOOL DISTRICT
Demographic and Economic Statistics,
Last Ten Fiscal Years

Exhibit J-14

<u>Fiscal Year Ended June 30,</u>	<u>Population</u>	<u>Personal Income (thousands of dollars)</u>	<u>Per Capita Personal Income</u>	<u>Unemployment Rate</u>
2009	2,253	85,861.83	38,110	4.20%
2010	2,254	88,144.92	39,106	8.00%
2011	2,714	106,261.24	39,153	8.00%
2012	2,730	107,957.85	39,545	8.30%
2013	2,736	113,100.77	41,338	12.00%
2014	2,742	114,963.83	41,927	9.10%
2015	2,747	114,437.27	41,659	8.80%
2016	2,763	119,737.37	43,336	7.00%
2017	2,788	121,821.66	43,695	7.00%
2018	2,820	124,796.28	44,254	7.20%

Source : New Jersey Department of Labor

TOWNSHIP OF WEYMOUTH SCHOOL DISTRICT
Principal Employers,
Current Year and Nine Years Ago

Exhibit J-15

Employer	2018			2009		
	Employees	Rank	Percentage of Total Employment	Employees	Rank	Percentage of Total Employment
Totals	-		Not Available	-		Not Available

DATA NOT AVAILABLE

TOWNSHIP OF WEYMOUTH SCHOOL DISTRICT
Full-Time Equivalent District Employees by Function/Program,
Last Ten Fiscal Years

Exhibit J-16

<u>Function/Program</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>
Instruction:										
Regular instruction	19.2	19.8	18.8	17.4	17.4	19.0	15.8	15.8	14.4	13.6
Special education instruction	6.0	6.0	4.0	3.8	2.8	3.0	3.0	3.0	3.4	3.7
Other	1.0	5.0	8.0	7.0	7.0	7.0	7.0	7.0	6.3	6.7
Support Services:										
Student & instruction related services	2.0	2.0	1.7	1.8	2.6	2.8	2.0	2.0	1.2	1.0
General administrative services	0.5	0.5	0.5	0.5	0.5	0.5	0.5	0.5	0.5	0.5
School administrative services	0.5	0.5	1.5	1.5	1.5	1.5	2.5	2.5	2.5	2.5
Business administrative services	1.0	1.0	1.5	1.5	1.5	1.5	1.5	1.5	1.5	1.3
Plant operations and maintenance / Security	3.2	3.2	3.0	3.0	3.0	2.8	2.8	2.8	2.8	2.8
Other	3.0	3.0	0.7	1.0	2.8	3.0	4.3	4.3	4.5	5.3
Total	36.4	41.0	39.7	37.5	39.1	41.1	39.4	39.4	37.1	37.3

Source: District Personnel Records

Exhibit J-17

TOWNSHIP OF WEYMOUTH SCHOOL DISTRICT
 Operating Statistics,
 Last Ten Fiscal Years

Fiscal Year Ended June 30,	Enrollment	Operating Expenditures	Cost per Pupil	% Change	Teaching Staff	Average Daily Enrollment (ADE)	Average Daily Attendance (ADE)	% Change in Average Daily Enrollment	Student Attendance Percentage
2009	344	4,599,708.91	13,371	9.09%	26	244	231	-3.75%	94.67%
2010	317	4,639,763.00	14,636	9.46%	31	224	216	-8.20%	96.43%
2011	316	4,694,729.65	14,825	1.29%	31	219	208	-2.23%	94.98%
2012	300	4,705,136.59	15,684	5.79%	28	209	197	-4.57%	94.26%
2013	296	5,087,829.94	17,189	9.59%	27	203	191	-2.87%	94.09%
2014	272	5,014,437.31	18,435	7.25%	29	193	182	-4.93%	94.30%
2015	253	5,007,933.94	19,794	7.37%	26	182	172	-5.70%	94.51%
2016	235	4,794,506.50	20,360	2.86%	26	168	159	-7.69%	94.64%
2017	221	4,869,223.54	22,033	8.22%	24	155	146	-7.74%	94.19%
2018	240	5,586,335.89	23,276	5.64%	24	155	146	-0.06%	94.00%

Source: District records

TOWNSHIP OF WEYMOUTH SCHOOL DISTRICT
School Building Information,
Last Ten Fiscal Years

Exhibit J-18

	2009	2010	2011	2012	2013	2014	2015	2016	2017	2018
<u>District Buildings</u>										
<u>Elementary School</u>										
Square Feet	40,632	40,632	40,632	40,632	40,632	40,632	40,632	40,632	40,632	40,632
Capacity (students)	276	276	276	276	276	276	276	276	276	276
Enrollment	244	224	219	209	203	193	182	168	155	156

Number of Schools at June 30, 2018
 Elementary & Middle - 1

Source: District Records, ASSA

TOWNSHIP OF WEYMOUTH SCHOOL DISTRICT
 General Fund
 Schedule of Required Maintenance for School Facilities,
 Last Ten Fiscal Years
 (Unaudited)

Undistributed Expenditures - Required Maintenance for School Facilities

School Facilities	Project # (s)	2009	2010	2011	2012	2013	2014	2015	2016	2017	2018
Weymouth Elementary School	N/A	\$ 67,465.00	\$ 79,263.00	\$ 81,956.00	\$ 86,543.00	\$ 142,384.00	\$ 76,840.00	\$ 70,175.00	\$ 87,736.00	\$ 79,978.00	\$ 121,358.80

Source: District Records

TOWNSHIP OF WEYMOUTH SCHOOL DISTRICT
Insurance Schedule
For the Fiscal Year Ended June 30, 2018
(Unaudited)

Exhibit J-20

Atlantic and Cape May Counties School Business Officials Joint Insurance Fund	Property, Island Marine and Automobile Physical Damages		
	Limit of Liability - Per Occurrence	\$ 175,000,000.00	
	ACCASBOJIF Self Insured Retention -	250,000.00	
	Member District Deductable		50.00
	Property Valuation		
	Building and Contents	Replacement Cost	
	Contractors Equipment	Actual Cash Value	
	Automobiles	Replacement Cost	
	Boiler and Machinery		
	Limit of Liability	125,000,000.00	
	ACCASBOJIF Self Insured Retention -	None	
	Member District Deductable		1,000.00
	Crime		
	Limit of Liability	500,000.00	
	ACCASBOJIF Self Insured Retention -	250,000.00	
	Member District Deductable		500.00
	General and Automobile Liability		
	Limit of Liability	20,000,000.00	
	ACCASBOJIF Self Insured Retention -	250,000.00	
	Member District Deductable		500.00
Workers Compensation			
Limit of Liability	Statutory		
ACCASBOJIF Self Insured Retention -	250,000.00		
Member District Deductable		-	
Educator's Legal Liability			
Limit of Liability	20,000,000.00		
ACCASBOJIF Self Insured Retention -	175,000.00		
Member District Deductable		-	
Pollution Legal Liability			
Limit of Liability	3,000,000.00		
ACCASBOJIF Self Insured Retention -	None		
Member District Deductable - Pollution		25,000.00	
Member District Deductable - Mold		100,000.00	
Cyber Liability			
Limit of Liability	1,000,000.00		
ACCASBOJIF Self Insured Retention -	None		
Member District Deductable		25,000.00	
Violent Malicious Acts			
Limit of Liability	1,000,000.00		
ACCASBOJIF Self Insured Retention -	None		
Member District Deductable		15,000.00	
Surety Bonds			
Treasurer	200,000.00		
Board Secretary/Business Administrator	5,000.00		

Source: District Records

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Single Audit Section



FORD - SCOTT

& ASSOCIATES, L.L.C.

CERTIFIED PUBLIC ACCOUNTANTS

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Independent Auditor's Report

The Honorable President and
Members of the Board of Education
Weymouth Township School District
County of Atlantic, New Jersey

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in Government Auditing Standards issued by the Comptroller General of the United States and audit requirements as prescribed by the Office of School Finance, Department of Education, State of New Jersey, the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Weymouth Township School District, as of and for the year ended June 30, 2018, and the related notes to the financial statements, which collectively comprise the Weymouth Township School District's basic financial statements, and have issued our report thereon dated February 1, 2019.

Internal Control over Financial Reporting

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

Purpose of this Report

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

Ford, Scott & Associates, L.L.C.
FORD, SCOTT & ASSOCIATES, L.L.C.
CERTIFIED PUBLIC ACCOUNTANTS

Michael S. Garcia

Michael S. Garcia
Certified Public Accountant
Licensed Public School Accountant
No. 2080

February 1, 2019



FORD - SCOTT

& ASSOCIATES, L.L.C.

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Independent Auditor's Report

Honorable President and
Members of the Board of Education
Weymouth Township School District
County of Atlantic, New Jersey

Report on Compliance for Each Major State Program

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

Management's Responsibility

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

Auditor's Responsibility

Our responsibility is to express an opinion on compliance for each of the Weymouth Township School District's major 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; OMB Uniform Guidance and New Jersey 15-08 *State Aid/Grant Compliance Supplement*. Those standards and the Uniform Guidance require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major state program occurred. An audit includes examining, on a test basis, evidence about the Weymouth Township 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 state program. However, our audit does not provide a legal determination of the Weymouth Township School District's compliance.

Opinion on Each Major State Program

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

Report on Internal Control Over Compliance

Management of the Weymouth Township School District's 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 Weymouth Township School District's internal control over compliance with the types of requirements that could have a direct and material effect on each major 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 state program and to test and report on internal control over compliance in accordance with Uniform Guidance and NJ OMB 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 Weymouth Township 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 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 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 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 NJ OMB 15-08. Accordingly, this report is not suitable for any other purpose.

Ford, Scott & Associates, L.L.C.
FORD, SCOTT & ASSOCIATES, L.L.C.
CERTIFIED PUBLIC ACCOUNTANTS

Michael S. Garcia

Michael S. Garcia
Certified Public Accountant
Licensed Public School Accountant
No. 2080

February 1, 2019

TEACHERS AND ASSISTANTS SCHEDULE OF EXPENDITURES OF FEDERAL FUNDS
For the Fiscal Year Ended June 30, 2018

Federal Grantor/Pass-Through Grantor/ Program Title	Federal CFDA Number	Federal FAN Number	Grant or Project Number	Grant Period		Prizes or Award Amount	Balance at June 30, 2017		Cash Received	Budgetary Expenditures		Repayment for Years' Balance	(Accounts Receivable) at June 30, 2018	Due to Grantor at June 30, 2018
				From	To		Account Receivable	Deleted Revenue		Pass Through Source	Direct			
U.S. Department of Education														
Pass-Through State Department of Education:														
Special Revenue Fund:														
Title I	84-010A	S010A170030	NCLB 18	7/1/2017	6/30/2018	56,914.00	-	-	14,113.00	(56,914.00)	-	-	(42,801.00)	-
Title I	84-010A	S010A160030	NCLB 17	7/1/2016	6/30/2017	57,513.00	(42,801.00)	42,801.00	-	-	-	-	-	-
Title IV	84-424A	S424A170031	N/A	7/1/2017	6/30/2018	10,000.00	-	10,000.00	-	(10,000.00)	-	-	-	-
J.D.E.A. Part B, Basic Regular	84-027A	H027A171000	FT 18	7/1/2017	6/30/2018	67,120.00	-	64,513.00	-	(67,120.00)	-	-	(2,607.00)	-
J.D.E.A. Part B, Preschool	84-173A	H173A171014	FT 18	7/1/2017	6/30/2018	2,846.00	-	2,846.00	-	(2,846.00)	-	-	-	-
Race to the Top	84-412	S412A130049	N/A	7/1/2017	6/30/2018	2,000.00	-	2,000.00	-	(2,000.00)	-	-	-	-
Title IA	84-387A	S387A160039	NCLB 18	7/1/2017	6/30/2018	10,653.89	-	5,444.00	-	(10,653.89)	-	-	(4,659.89)	-
Title IA	84-387A	S387A180029	NCLB 17	7/1/2016	6/30/2017	10,187.00	(6,917.00)	6,917.00	-	-	-	-	-	-
Title VI REAP	84-388	S388A160030	N/A	7/1/2017	6/30/2018	45,442.59	(7,738.45)	13,357.45	-	(24,513.49)	-	-	(11,324.3)	-
Title VI REAP	84-388	S388A160030	N/A	7/1/2016	6/30/2017	35,333.68	-	7,738.45	-	-	-	-	-	-
Total Special Revenue Fund						(57,456.45)	-	162,759.51	-	(173,453.48)	-	-	(61,150.12)	-
U.S. Department of Education														
Pass-Through State Department of Education:														
Enterprise Fund:														
National School Lunch Program	10-255	15N1025N1009	N/A	7/1/2017	6/30/2018	45,352.53	-	30,051.61	-	(42,385.03)	-	-	(3,387.22)	-
National School Lunch Program	10-255	17N1025N1009	N/A	7/1/2016	6/30/2017	37,397.04	(2,136.38)	2,136.38	-	-	-	-	-	-
National School Breakfast Program	10-253	15N1025N1009	N/A	7/1/2017	6/30/2018	12,350.10	-	11,504.46	-	(12,350.10)	-	-	(846.64)	-
National School Breakfast Program	10-253	17N1025N1009	N/A	7/1/2016	6/30/2017	11,619.93	(61.34)	61.34	-	-	-	-	-	-
Food Distribution Program	10-265	181767367798005	N/A	7/1/2017	6/30/2018	8,912.92	-	8,912.92	-	(8,912.92)	-	-	-	-
Total Enterprise Fund						(2,758.32)	-	61,772.51	-	(63,652.05)	-	-	(4,228.86)	-
Total Federal Financial Aids						(60,214.77)	-	231,892.02	-	(237,105.53)	-	-	(65,383.98)	-

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

TOWNSHIP OF WEYMOUTH SCHOOL DISTRICT
 Financial Assistance
 For the Fiscal Year Ended June 30, 2018

State Grant/Program Title	Grant or State Project Number	Program or Award Amount	Grant Period		Balance at June 30, 2017			Carryover (Walkover) Amount	Cash Received	Budgetary Expenditures	Adjustments / Repayment of Prior Years' Balances	Balance at June 30, 2018		Due to Grantor	MEMO	
			From	To	(Accounts Receivable)	Deferred Revenue	(Accounts Receivable)					Deferred Revenue	Budgetary Receivable		Cumulative Total Expenditures	
State Department of Education																
General Fund:																
Equalization Aid	18-495-034-5120-078	\$ 1,748,871.00	7/1/2017	6/30/2018	\$ -	\$ -	\$ -	\$ 1,598,622.06	\$ (1,748,871.00)	-	-	\$ -	\$ -	-	\$ (160,248.94)	\$ 1,748,871.00
Categorical Special Education Aid	18-495-034-5120-089	165,399.00	7/1/2017	6/30/2018	-	-	-	150,243.50	(165,399.00)	-	-	-	-	-	(15,155.50)	165,399.00
Categorical Security Aid	18-495-034-5120-084	51,597.00	7/1/2017	6/30/2018	-	-	-	46,869.17	(51,597.00)	-	-	-	-	-	(4,727.83)	51,597.00
PARCC Readiness	18-495-034-5120-088	2,460.00	7/1/2017	6/30/2018	-	-	-	2,234.59	(2,460.00)	-	-	-	-	-	(225.41)	2,460.00
Per Pupil Growth Aid	18-495-034-5120-097	2,460.00	7/1/2017	6/30/2018	-	-	-	2,234.59	(2,460.00)	-	-	-	-	-	(225.41)	2,460.00
Professional Learning Community Aid	18-495-034-5120-101	2,980.00	7/1/2017	6/30/2018	-	-	-	1,893.41	(2,980.00)	-	-	-	-	-	(1,086.59)	2,980.00
Additional Adjustment Aid	18-495-034-5120-085	193,979.00	7/1/2017	6/30/2018	-	-	-	176,204.72	(193,979.00)	-	-	-	-	-	(17,774.28)	193,979.00
Restored State Aid	18-495-034-5120-085	2,167.00	7/1/2017	6/30/2018	-	-	-	1,989.44	(2,167.00)	-	-	-	-	-	(178.56)	2,167.00
Subtotal State Aid - Public																
Transportation Aid	18-495-034-5120-014	157,335.00	7/1/2017	6/30/2018	-	-	-	142,756.73	(157,335.00)	-	-	-	-	-	(14,578.27)	157,335.00
On-Behalf Teachers' Pension and Annuity Fund	18-495-034-5094-002	193,088.00	7/1/2017	6/30/2018	-	-	-	193,088.00	(193,088.00)	-	-	-	-	-	-	193,088.00
On-Behalf Post Retirement Medical	18-495-034-5094-001	124,718.00	7/1/2017	6/30/2018	-	-	-	124,718.00	(124,718.00)	-	-	-	-	-	-	124,718.00
On-Behalf Teachers' Pension & Annuity Fund - Non-contributory Insurance	18-495-034-5094-004	464.00	7/1/2017	6/30/2018	-	-	-	464.00	(464.00)	-	-	-	-	-	-	464.00
Non Public Transportation Aid	17-495-034-506-8001	3,654.00	7/1/2016	6/30/2017	(3,654.00)	-	-	3,654.00	(4,060.00)	-	-	(4,060.00)	-	-	-	3,654.00
Non Public Transportation Aid	18-495-034-506-8001	4,060.00	7/1/2017	6/30/2018	-	-	-	3,654.00	(4,060.00)	-	-	-	-	-	(4,060.00)	4,060.00
Extraordinary Aid	17-495-034-5120-044	19,759.00	7/1/2016	6/30/2017	-	-	-	19,759.00	(19,622.00)	-	-	(18,622.00)	-	-	-	19,759.00
Extraordinary Aid	18-495-034-5120-044	18,622.00	7/1/2017	6/30/2018	-	-	-	-	-	-	-	-	-	-	-	18,622.00
Reimbursed TPAF Social Security Contributions	17-495-034-5095-002	86,836.33	7/1/2016	6/30/2017	(4,233.88)	-	-	80,109.24	(84,831.03)	-	-	(4,721.79)	-	-	(4,721.79)	86,836.33
Reimbursed TPAF Social Security Contributions	18-495-034-5095-002	84,831.03	7/1/2017	6/30/2018	-	-	-	2,534,895.45	(2,751,941.03)	-	-	(27,403.79)	-	-	(240,546.58)	84,831.03
Total General Fund					(7,887.88)	-	-	2,534,895.45	(2,751,941.03)	-	-	(27,403.79)	-	-	(240,546.58)	2,862,190.36
Special Revenue Fund:																
Preschool Educational Aid	18-495-034-5120-086	54,612.00	7/1/2017	6/30/2018	-	-	-	49,150.80	(54,612.00)	-	-	(5,461.20)	-	-	(5,461.20)	54,612.00
Total Special Revenue Fund					-	-	-	49,150.80	(54,612.00)	-	-	(5,461.20)	-	-	(5,461.20)	54,612.00
Debt Service Fund:																
Debt Service Aid	18-495-034-5120-017	41,993.00	7/1/2017	6/30/2018	-	-	-	41,993.00	(41,993.00)	-	-	-	-	-	-	41,993.00
Total Debt Service Fund					-	-	-	41,993.00	(41,993.00)	-	-	-	-	-	-	41,993.00
State Department of Agriculture:																
Enterprise Fund:																
National School Lunch Program (State Share)	17-109-010-0350-003	895.48	7/1/2016	6/30/2017	(46.23)	-	-	46.23	(890.78)	-	-	(71.41)	-	-	(71.41)	895.48
National School Lunch Program (State Share)	18-109-010-3350-003	890.78	7/1/2017	6/30/2018	-	-	-	893.37	(890.78)	-	-	-	-	-	-	890.78
Total Enterprise Fund					(46.23)	-	-	939.60	(981.56)	-	-	(71.41)	-	-	(71.41)	1,686.26
Total State Financial Assistance					\$ (7,934.09)	-	-	2,636,894.65	(2,849,436.61)	-	-	(32,806.40)	-	-	(246,081.19)	2,860,461.62
Less: On-Behalf TPAF Pension System Contributions and Commercial Valuation Stabilization Aid:																
Total for State Financial Assistance-Major Program Determination																
(2,531,146.81)																

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

WEYMOUTH TOWNSHIP SCHOOL DISTRICT
NOTES TO THE SCHEDULES OF EXPENDITURES OF AWARDS
AND FINANCIAL ASSISTANCE
JUNE 30, 2018

NOTE 1 GENERAL

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

NOTE 2 BASIS OF ACCOUNTING

The accompanying schedules of federal awards and state financial assistance are presented on the budgetary basis of accounting with the exception of programs recorded in the enterprise fund, which are presented using the accrual basis of accounting and those in the special revenue fund, which are presented using the budgetary basis of accounting. These bases of accounting are described in Notes 1 (C) and 1 (D) to the Board's basic financial statements. The information included in this schedule is presented in accordance with the requirements of OMB Uniform Guidance and NJ OMB 15-08. Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of, the basic financial statements. The District has elected not to use the 10% de minimis indirect cost rate.

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 last two state aid payments in the current budget year, which is mandated pursuant to N.J.S.A. 18A:22-44.2. For GAAP purposes that payment is not recognized until the subsequent budget year due to the state deferral and recording of the last two 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 net adjustment to reconcile from the budgetary basis to the GAAP basis is \$24,426.70, for the general fund and \$5,867.10 for the special revenue fund. See the Notes to Required Supplementary Information for a reconciliation of the budgetary basis to the GAAP basis of accounting for the general and special revenue funds. Awards and financial assistance revenues are reported in the Board's basic financial statements on a GAAP basis as follows:

	<u>Federal</u>	<u>State</u>	<u>TPAF Pension</u>	<u>Total</u>
General Fund	\$ -	\$ 2,843,598.73	\$ (318,280.00)	\$ 2,525,318.73
Special Revenue Fund	178,410.38	55,522.20	-	233,932.58
Capital Projects Fund	-	-	-	-
Debt Service Fund	-	41,993.00	-	41,993.00
Food Service Fund	63,652.05	880.78	-	64,532.83
	<u>\$ 242,062.43</u>	<u>\$ 2,941,994.71</u>	<u>\$ (318,280.00)</u>	<u>\$ 2,865,777.14</u>

The On-Behalf Pension Contributions made for the district by the State of New Jersey are recognized as revenue in the basic financial statements but are not considered in the major program determination.

WEYMOUTH TOWNSHIP SCHOOL DISTRICT
NOTES TO THE SCHEDULES OF EXPENDITURES OF AWARDS
AND FINANCIAL ASSISTANCE
JUNE 30, 2018
(CONTINUED)

NOTE 4 RELATIONSHIP TO FEDERAL AND STATE FINANCIAL REPORTS

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

NOTE 5 OTHER

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

NOTE 6 ADJUSTMENTS

The District has instances where a grant period overlaps fiscal years and the grant has not closed out at the end of the current fiscal year.

WEYMOUTH TOWNSHIP SCHOOL DISTRICT
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDING JUNE 30, 2018

I. SUMMARY OF AUDITORS RESULTS

Financial Statements

Type of auditor's report issued: Unmodified Opinion issued on the Basic Financial Statements

Internal control over financial reporting:

1) Material weakness identified? None noted

2) Significant deficiencies identified? None noted

Noncompliance material to the Basic Financial Statements noted? None noted

Federal Awards

Internal control over major programs:

1) Material weakness identified? None noted

2) Significant deficiencies identified? None noted

Type of auditor's report issued on compliance for major programs: An Unmodified Opinion was issued on compliance for major programs

Any audit findings disclosed that are required to be reported in accordance with Uniform Guidance? None noted

Identification of major programs:

<u>CFDA Numbers</u>	<u>FAIN#</u>	<u>Name of Federal Program or Cluster</u>
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None

Dollar threshold used to distinguish between type A and type B programs: \$750,000.00

Auditee qualified as low-risk auditee? Yes

WEYMOUTH TOWNSHIP SCHOOL DISTRICT
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDING JUNE 30, 2018

I. SUMMARY OF AUDITORS RESULTS - Continued

State Awards

Dollar threshold used to distinguish between type A and Type B Programs:	\$750,000.00
Auditee qualified as low-risk auditee?	Yes
Type of auditor's report issued on compliance for major programs:	An Unmodified Opinion was issued on compliance for major programs
Internal Control over major programs:	
1) Material weakness identified?	None noted
2) Significant deficiencies identified?	None noted
Any audit findings disclosed that are required to be reported in accordance with NJ OMB Circular Letter 15-08?	No
Identification of major programs:	

GMIS Numbers

Name of State Program

State Aid Public Cluster of Programs

495-034-5120-078	Equalization Aid
495-034-5120-068	School Choice Aid
495-034-5120-089	Categorical Special Education Aid
495-034-5120-085	Additional Adjustment Aid
495-034-5120-084	Categorical Security Aid
495-034-5120-097	Per Pupil Growth Aid
495-034-5120-098	PARCC Readiness
495-034-5120-101	Professional Learning Community Aid

WEYMOUTH TOWNSHIP SCHOOL DISTRICT
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDING JUNE 30, 2018

II. FINDINGS RELATING TO THE FINANCIAL STATEMENTS WHICH ARE REQUIRED TO BE REPORTED IN ACCORDANCE WITH GENERALLY ACCEPTED GOVERNMENTAL AUDITING STANDARDS

In accordance with Government Auditing Standards, our audit disclosed no findings relating to the financial statements that are required to be reported under this section.

III. FEDERAL AWARDS AND STATE FINANCIAL ASSISTANCE FINDINGS AND QUESTIONED COSTS

Federal:

Our audit disclosed no material Findings or Questioned Costs.

State:

Our audit disclosed no material Findings or Questioned Costs.

STATUS OF PRIOR YEAR FINDINGS

Finding 2017-1

Condition:

The Business Office inadvertently overlooked the recording of purchase orders as accounts payable during the year-end close.

Corrective action was taken in 2017-2018.

Finding 2017-2

Condition:

The District incorrectly misclassified expenditures.

Corrective action was taken in 2017-2018.

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