

***SCHOOL DISTRICT
OF
TOWNSHIP OF WOODBRIDGE***

***TOWNSHIP OF WOODBRIDGE
BOARD OF EDUCATION***

***COUNTY OF MIDDLESEX
WOODBRIDGE, NEW JERSEY***

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

**WOODBIDGE TOWNSHIP SCHOOL DISTRICT
COUNTY OF MIDDLESEX, NEW JERSEY**

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

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INTRODUCTORY SECTION



WOODBIDGE TOWNSHIP SCHOOL DISTRICT

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Email: brian.wolferman@woodbridge.k12.nj.us

BRIAN WOLFERMAN
BUSINESS ADMINISTRATOR/BOARD SECRETARY

January 25, 2019

Honorable President and Members
of the Board of Education
Woodbridge School District
County of Middlesex, New Jersey

Dear Board Members:

The comprehensive annual financial report (CAFR) of the Woodbridge Township School District for the fiscal year ended June 30, 2018, is hereby submitted. Responsibility for both the accuracy of the data and completeness and fairness of the presentation, including all disclosures, rests with the management of the Board of Education. 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 the various funds and account groups of the District. All disclosures necessary to enable the reader to gain an understanding of the District's financial activities have been included.

The comprehensive annual financial report is presented in four sections: introductory, financial, statistical, and single audit. The introductory section includes this transmittal letter, the District's organizational chart, and a list of principal officials. The financial section includes the independent auditor's report, management's discussion and analysis, the basic financial statements, and schedules. The statistical section includes selected financial and demographic information, generally presented on a multi-year basis. The District is required to undergo an annual single audit in conformity with the provisions of Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, and the 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 section of this report.

1. Reporting Entity and its Services: Woodbridge School District is an independent reporting entity within the criteria adopted by the GASB in codification section 2100. All funds and account groups of the District are included in this report. The Woodbridge Township 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 K through 12. These include regular as well as special education for handicapped youngsters. The District operated during the 2017-2018 fiscal year with an average daily enrollment (ADE) of 13,655 students. The following details the changes in the student enrollment of the district over the last four years.

<u>Fiscal Year</u>	<u>Average Daily Enrollment</u>	
	<u>Student Enrollment</u>	<u>Percent Change</u>
2017-2018	13,655	(0.52%)
2016-2017	13,727	0.22%
2015-2016	13,697	0.82%
2014-2015	13,585	1.19%

Major Initiatives:

1.) Curriculum: The Woodbridge Township School District continues to provide a challenging curriculum that prepares our students for success and significance in college and careers. We have supplemented our curriculum by expanding our Syracuse University dual-enrollment course offerings. We have expanded our course offerings in STEM classes. We refreshed our elementary math curriculum to align with the Common Core State Standards. We also expanded our technology offerings at the middle and high school levels. We continue to expand our iTunes University courses to effectively engage students and improve learning. We are also proud of our commitment to our arts programs by providing additional funding to our fine arts and marching band programs at our three high schools.

2. Technology: We remain committed to expanding our schools and curriculum to provide technology infused learning. Our district-wide fiber optic infrastructure project is nearing completion. Our goal is to connect all of our schools to our servers via district owned, high-speed fiber optics. We will be increasing our bandwidth exponentially while abandoning costly, inefficient copper phone lines. We continue to expand our technology in academic, non-academic and technology based courses. We are especially proud of our new CAD lab at John F. Kennedy Memorial High School.

3. School Safety: Realizing that our most important responsibility is to provide a safe learning environment for our students and staff, we have expanded and upgraded our security at all locations. These upgrades include; increasing police contact with schools, increasing the number of security cameras district-wide, improving our building screening capabilities, and increasing our security staff. Our school/police cooperation continues to ensure cutting edge student safety practices.

2. Management's Responsibility for Financial Reporting: The management of the school district is responsible for the preparation of the financial statements included within the CAFR and for their integrity and objectivity. In order to enable the District to fulfill its obligation for accurate and fair financial reporting, management is also responsible for establishing and maintaining an internal control structure designed 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 generally accepted accounting principles (GAAP). The internal control structure is designed to provide reasonable, but not absolute, assurance that these objectives are met. The concept of reasonable assurance recognized 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 judgments by management.

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

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

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

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

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

5. Financial Information at Fiscal Year-End: 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. Information related to the District's financial statements and condition is found in the Financial Section and Statistical Section of this report.

The following schedule presents a summary of the general fund and special revenue fund for the fiscal year ended June 30, 2018 based on the budgetary basis and the percentages of increases in relation to prior year revenues.

	<u>Revenue</u> <u>2017-2018</u>	<u>Percentage</u> <u>of Total</u>	<u>Increase/</u> <u>(Decrease)</u> <u>from 2016-2017</u>	<u>Percentage</u> <u>Change</u>	
Local Sources	\$ 178,679,139	72.18%	\$ 3,986,548	2.28%	(1)
State Sources	63,022,055	25.46%	8,541,149	15.68%	(2)
Federal Sources	<u>5,833,190</u>	<u>2.36%</u>	<u>40,474</u>	0.70%	(3)
Total	<u><u>247,534,385</u></u>	<u><u>100.00%</u></u>	<u><u>5,916,278</u></u>		

The following schedule presents a summary of general fund and special revenue fund expenditures on a budgetary basis for the fiscal year ended June 30, 2018 as reported on schedules C-1 and C-2 and the percentages of increase or decrease in relation to prior year expenditures.

	<u>Expenditures</u> <u>2017-2018</u>	<u>Percentage</u> <u>of Total</u>	<u>Increase/</u> <u>(Decrease)</u> <u>from 2016-2017</u>	<u>Percentage</u> <u>Change</u>
Instruction	\$ 98,204,141	40.42%	\$ 322,745	0.33%
Undistributed	137,446,039	56.57%	9,134,176	7.12%
Capital	6,682,239	2.75%	3,527,896	111.84%
Special Schools	<u>623,587</u>	<u>0.26%</u>	<u>52,679</u>	9.23%
Total	<u><u>242,956,007</u></u>	<u><u>100.00%</u></u>	<u><u>13,037,497</u></u>	

6. Cash Management: The Business Administrator/Board Secretary is authorized by Board of Education Policy #604 to periodically invest funds in order to earn the maximum legal amount of interest. It is the responsibility of the Business Administrator/Board Secretary to prepare a monthly interest and investment report that is approved by the Board of Education at its regular public meeting.

The Board of Education, as required by the Governmental Unit Deposit Protection Act ("GUDPA"), only deposits funds in public depositories located in New Jersey. Prior to doing business with any banking institution, the institution provides a Notification of Eligibility which states that they are eligible to act as a depository of public funds.

7. 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 fidelity bonds, health insurance benefit plan and workers' compensation fund. See Exhibit J-20 in the statistical section for details of the forms of insurance carried by the Board of Education for the 2017-2018 school year.

North American Insurance Management Corporation, 6 Dickinson Drive, Building 300, Suite 302, Chadds Ford, Pennsylvania, provided consultant services to the Board of Education for the following insurance: property and casualty, general liability, boiler, errors and omissions, vehicle, surety bonds, worker's compensation, and employee benefits liability. Additionally, North American Insurance Management Corporation assists the district's administration in the areas of casualty loss control, property loss control, and administration.

8. Other Information: State statute 18A:23-1 requires that the Board of Education has an annual audit performed at the end of each fiscal year. The audit shall include an audit of the books, accounts, and monies, as well as a verification of all cash and bank balances. The audit also includes monies derived from athletic events and the activities of any organization of public school pupils conducted under the auspices of the Board.

This audit also includes a determination of the compliance and extent to which the school board has used contracts entered into by the State Division of Purchase and Property for the purchase of materials, supplies, or equipment for the school district. The annual audit shall only be performed by a registered municipal accountant or a certified public accountant who holds an uncanceled registration license as a public school accountant for the State of New Jersey.

For the fiscal year ending June 30, 2018, the annual audit was performed by the accounting firm of Hodulik & Morrison, P.A., Certified Public Accountants.

9. Acknowledgments: We would like to express our appreciation to the members of the Woodbridge 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 the School Accountant and Board of Education office staff. We would also like to acknowledge the cooperation of Hodulik & Morrison, P.A.

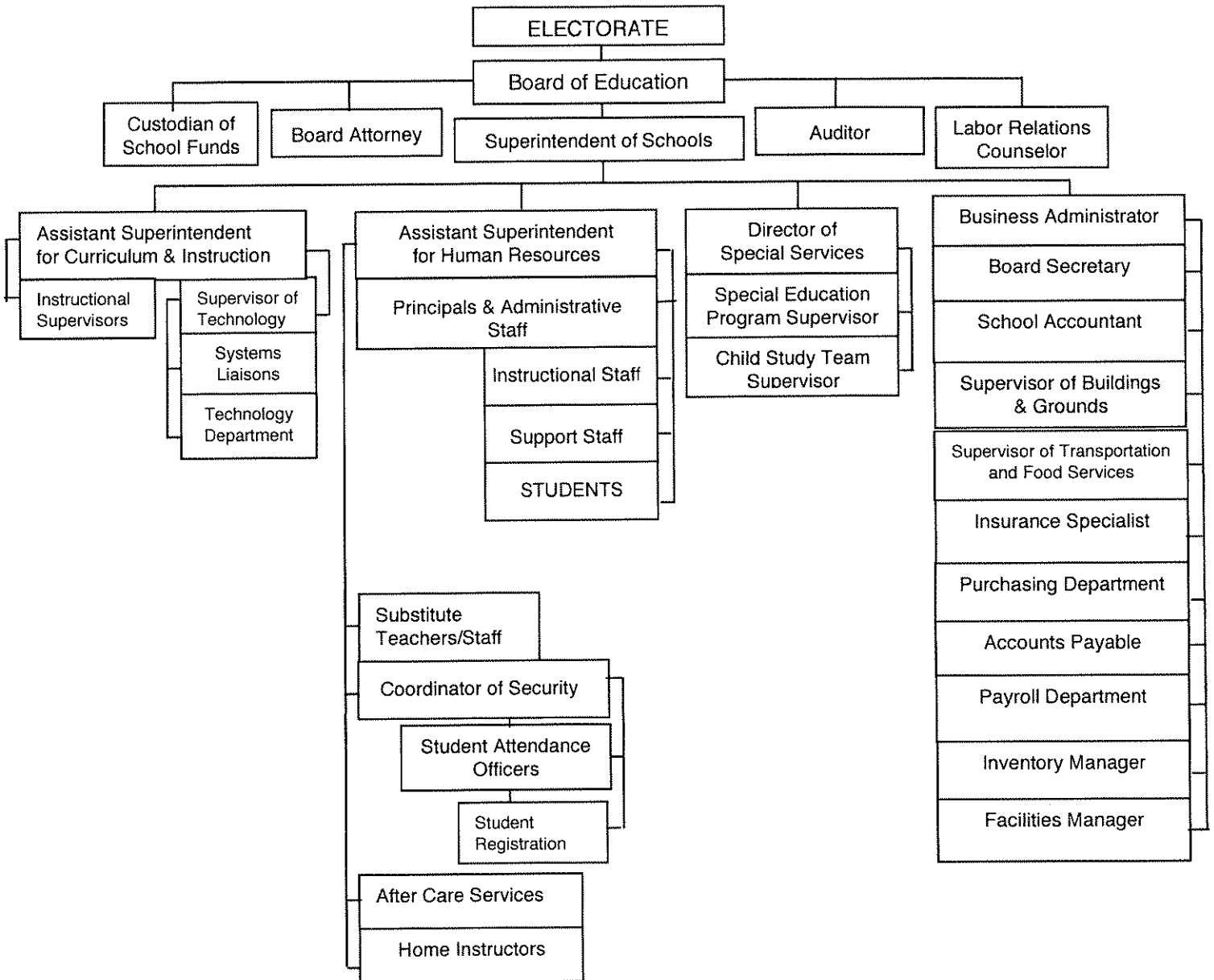
Respectfully submitted,



Brian Wolferman
Business Administrator/Board Secretary

Regulation

WOODBIDGE TOWNSHIP SCHOOL DISTRICT
 TABLE OF ORGANIZATION



Adopted: 4/23/2015

Revised: 6/28/2018

WOODBIDGE TOWNSHIP SCHOOL DISTRICT
WOODBIDGE, NEW JERSEY 07095

ROSTER OF OFFICIALS

AS OF JUNE 30, 2018

<u>Members of the Board of Education</u>	<u>Term Expires</u>
Jonathan Triebwasser, President	2019
Frank DellaPietro, Vice-President	2020
Marie Anderson	2020
Susan Bourdin	2018
Daniel Harris	2018
Brian Molnar	2020
Akshar Sidana	2019
Ezio Tamburello	2018
Joseph Velez	2019

Other Officials

Robert Zega, Ed.D., Superintendent of Schools

John Bader, Assistant Superintendent for Curriculum and Instruction

Julie Bair, Director of Special Services

Joanne Shafer, Director of Personnel

Brian Wolferman, Business Administrator / Board Secretary

Jonathan Busch, Board Attorney, Busch Law Group, LLC

**TOWNSHIP OF WOODBRIDGE SCHOOL DISTRICT
CONSULTANTS AND ADVISORS**

ARCHITECT

LAN Associates
445 Godwin Avenue Ste. 9
Midland Park, NJ 07432

Parette Somjen Architects
439 Route 46 East
Rockaway, NJ 07866

ATTORNEY

Jonathan M. Busch, Esq.
Busch Law Group
450 Main Street
Metuchen, NJ 08840

AUDIT FIRM

Hodulik and Morrison, P.A.
1102 Raritan Avenue
Highland Park, N.J. 08904

OFFICIAL DEPOSITORY

TD Bank
900 Saint Georges Avenue
Woodbridge, NJ 07095

INSURANCE CONSULTANTS

North American Insurance Management Corporation
1460 U.S. 9 North
Suite 310
Woodbridge, NJ 07095

FINANCIAL SECTION

HODULIK & MORRISON, P.A.
CERTIFIED PUBLIC ACCOUNTANTS
REGISTERED MUNICIPAL ACCOUNTANTS
PUBLIC SCHOOL ACCOUNTANTS
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ANDREW G. HODULIK, CPA, RMA, PSA
ROBERT S. MORRISON, CPA, RMA, PSA

MEMBERS OF:
AMERICAN INSTITUTE OF CPAs
NEW JERSEY SOCIETY OF CPAs
REGISTERED MUNICIPAL ACCOUNTANTS OF NJ

INDEPENDENT AUDITOR'S REPORT

Honorable President and Members
of the Board of Education
Woodbridge School District
Woodbridge, New Jersey

Report on 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 Board of Education of the Woodbridge School District, in the County of Middlesex, State of New Jersey, as of and for the fiscal year ended June 30, 2018, and the related notes to the financial statements, which collectively comprise the 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 error or fraud.

Auditor's Responsibility

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

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

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

Opinions

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

Emphasis of Matter

As discussed in Notes 1 and 6 to the financial statements, during the fiscal year ending June 30, 2018, the Woodbridge School District implemented the provisions of Statement Number 75 of the Governmental Accounting Standards Board (GASB 75). GASB 75 changed the measurement criteria and reporting provisions relating to the District's proportionate share (if any), of the annual expense and net liability of the post-retirement employee benefits other than pensions (OPEB) of plans in which its employees are enrolled. As the State of New Jersey is solely responsible for the funding of all local education agency OPEB plans for the provisions of health benefits, and the Woodbridge School District offers no additional OPEB plans, no additional disclosures were required to the accompanying statement of net position. The accompanying statement of activities discloses the allocated expense of the OPEB plan, and an equal revenue to reflect the existing Special Funding Situation, for the year based upon GASB 75 implementation. Note 6 of the Notes to the Financial Statements also discloses the District's proportionate share, for information purposes only, of the state sponsored OPEB Plan. Our opinion is not modified with respect to this matter.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and budgetary comparison information as listed in the table of contents be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by 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 Woodbridge Board of Education's basic financial statements taken as a whole. The accompanying other supplementary information, consisting of the combining and individual fund financial statements and long-term debt schedules as listed in the table of contents, the schedule of expenditures of federal awards as required by the audit requirements of *Title 2 U.S. Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Award (Uniform Guidance)*; the schedule of expenditures of state financial assistance as required by New Jersey OMB's Circular 15-08, and the other information including the introductory section and the statistical section are presented for purposes of additional analysis and are not a required part of the financial statements.

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

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

Other Reporting Required by Governmental Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated January 25, 2019 on our consideration of the Woodbridge School District's internal control over financial reporting and 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 the internal control over financial reporting or on compliance. That report is an integral part of our audit performed in accordance with *Government Auditing Standards* in considering the Woodbridge School District's internal control over financial reporting and compliance.



HODULIK & MORRISON, P.A.
Certified Public Accountants
Public School Accountants



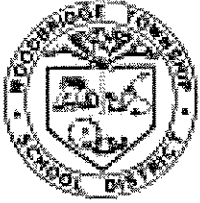
Andrew G. Hodulik
Public School Accountant
PSA # 841

Highland Park, New Jersey
January 25, 2019

HODULIK & MORRISON, P.A.

**REQUIRED SUPPLEMENTARY
INFORMATION**

PART I



WOODBIDGE TOWNSHIP SCHOOL DISTRICT

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BRIAN WOLFERMAN
BUSINESS ADMINISTRATOR/BOARD SECRETARY

January 25, 2019

Honorable President and Members
of the Board of Education
Woodbridge Township School District
County of Middlesex, New Jersey 07095

Dear Board Members:

Management's Discussions and Analysis for the Fiscal Year Ended June 30, 2018

The discussion and analysis of Woodbridge Local 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 notes to the basic financial statements and financial statements to enhance their understandings of the School District's financial performance.

Using this Generally Accepted Accounting Principals Report (GAAP) Along with Government Accounting Standards Board

This annual report consists of a series of financial statements and notes to those statements. These statements are organized so the reader can understand Woodbridge Local 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. In the case of Woodbridge Local School District, the General fund is by far the most significant.

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 asks 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 companies. The basis of accounting takes into accounts all of the current year's revenues and expenses regardless of when cash is received or paid.

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

Reporting the School District as a Whole (Cont'd.)

Statement of Net Position and the Statement of Activities (Cont'd.)

In the Statement of Net Position and the Statement of Activities, the School District reports governmental activities. Governmental activities are the activities where most of the School District's programs and services are reported including, but not limited to, instruction, support services, operation and maintenance of plant, pupil transportation and extracurricular activities. The School District maintains two businesses like activities, the Food Service Program and an After School Program.

Reporting the School District's Most Significant Funds

Fund Financial Statements

Fund financial reports provide detailed information about the School District's major funds. The School District uses many funds to account for a multitude of financial transactions. However, these fund financial statements focus on the School District's most significant funds. The School District's major governmental funds are the General Fund, the Special Revenue Fund, Debt Service Fund, and the Permanent 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 periods. 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 you 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.

The School District as a Whole

Recall that the Statement of Net Position provides the perspective of the School District as a whole.

Figure A-3 provides a summary of the School District's net position for 2018.

**Figure A-3
Net Position**

	<u>Year Ended 2018</u>	<u>Year Ended 2017</u>	<u>Increase/ (Decrease)</u>
Assets			
Current and other assets	\$ 62,802,342	\$ 36,712,034	\$ 26,090,308
Capital assets	<u>115,094,224</u>	<u>111,547,490</u>	<u>\$ 3,546,734</u>
Total assets	<u>177,896,566</u>	<u>148,259,524</u>	<u>\$ 29,637,042</u>
Deferred outflow of resources	<u>15,732,819</u>	<u>20,656,960</u>	<u>\$ (4,924,141)</u>
Liabilities			
Current and other liabilities	9,138,166	9,075,804	\$ 62,362
Long-term liabilities	<u>140,903,453</u>	<u>130,808,551</u>	<u>\$ 13,099,902</u>
Total liabilities	<u>150,041,618</u>	<u>139,884,354</u>	<u>\$ 13,162,264</u>
Deferred inflows of resources	<u>9,999,235</u>	<u>0</u>	<u>\$ 9,999,235</u>
Net position			
Net position invested in capital assets net of debt	24,778,760	44,443,698	\$ (22,669,938)
Restricted	60,860,932	33,983,816	\$ 26,877,116
Unrestricted	<u>(52,051,160)</u>	<u>(49,395,385)</u>	<u>\$ (2,655,775)</u>
Total net position	<u>\$ 30,583,532</u>	<u>\$ 29,032,129</u>	<u>\$ 1,551,402</u>

Due to the requirement that the Woodbridge School District prepares its financial statements following GASB Statement 34, compensated absences, obligations under capital leases, loans and bonds payable along with capital assets (net of accumulated depreciation) are now shown on the Statement of Net position.

The amount recorded under noncurrent liabilities is detailed below:

Bond Payable	\$ 81,640,000
Bond Premium	3,132,620
Compensated Absences	6,019,193
Capital Leases	296,524
Net Pension Liability	<u>49,815,115</u>
Total Noncurrent Liabilities	<u>\$140,903,453</u>

The reporting of noncurrent liabilities is the reason why there is a reported unrestricted net asset deficit of \$(52,051,160).

Following is the table depicting the District's change in net position (Figure A-4).

FINANCIAL ANALYSIS OF THE DISTRICT AS A WHOLE (Continued)

Figure A-4
Change in Net Position

	Government Activities		Business Type Activities		Total Primary Government	
	2018	2017	2018	2017	2018	2017
Revenues:						
Program revenue						
Charges for Services			\$ 2,793,016	\$ 2,641,160	2,793,016	2,641,160
State grants & entitlements	\$ 80,397,532	\$ 74,846,341	3,141,459	3,055,459	83,538,991	77,901,800
General revenue						
Local tax levy	181,603,377	178,123,056			181,603,377	178,123,056
Federal and state aid	37,026,962	32,162,751			37,026,962	32,162,751
Miscellaneous revenues (Incl. special items & transfers)	1,167,638	1,934,616			1,167,638	1,934,616
Total general revenues	219,797,977	212,220,423	-	-	219,797,977	212,220,423
Total revenues	\$ 300,195,509	\$ 287,066,764	\$ 5,934,475	\$ 5,696,619	306,129,984	292,763,383
Function/program expense:						
Instruction						
Regular programs	84,846,740	84,583,482			84,846,740	84,583,482
Special programs	17,384,536	17,441,959			17,384,536	17,441,959
Other Instructional programs	2,519,133	2,506,993			2,519,133	2,506,993
Support services						
Student services	21,964,021	19,924,951			21,964,021	19,924,951
Tuition	9,709,182	9,791,482			9,709,182	9,791,482
Instructional staff support						
General administration and business services	7,677,059	7,889,847			7,677,059	7,889,847
School administration	9,299,680	9,113,601			9,299,680	9,113,601
Plant services	12,820,474	11,811,110			12,820,474	11,811,110
Student transportation	11,895,596	11,543,928			11,895,596	11,543,928
Unallocated benefits	115,145,901	110,216,203			115,145,901	110,216,203
Unallocated depreciation and amortization	1,170,312	1,105,848			1,170,312	1,105,848
Community service	603,974	570,908			603,974	570,908
Interest on long-term debt	1,978,456	1,855,276			1,978,456	1,855,276
Other related capital assets and debt (net)	(1,375,960)	-			(1,375,960)	-
Depreciation			176,744	189,901	176,744	189,901
Cost of Sales			2,115,183	2,069,373	2,115,183	2,069,373
Salaries & Benefits			2,078,848	1,866,126	2,078,848	1,866,126
Other			1,608,547	1,400,574	1,608,547	1,400,574
Total expenses	\$ 295,639,107	\$ 288,355,588	\$ 5,979,323	\$ 5,525,974	\$ 301,618,429.32	\$ 293,881,562.81
Increase (Decrease) net position	4,556,402	(1,288,824)	(44,848)	170,644	4,511,554	(1,118,180)

The School District as a Whole (Cont'd.)

It must be noted that compensated absences due to retirements or other circumstances have always been paid through general fund budget appropriations and will continue to be paid. The School District has never failed to meet its contractual obligations. Serial bonds payable are funded through a separate tax levy, which is guaranteed, and not subject to voter approval.

Governmental Activities

A majority of all revenue for the Woodbridge School District is collected through property taxes. Property taxes made up 85.57% of revenues for governmental activities for the Woodbridge School District.

State aid decreased in the fiscal year. Operating grants and contributions decreased due to the state contributing less to the pension plan for pension contributions and for a decrease in federal aid.

The increase in expenses came about because of increased state aid and increase in the use of surplus funds. The district decided to put the additional aid into the instructional line accounts, which benefits the education of its students and into the cost of plant and maintenance.

Instruction comprises 48.67% of district expense, support services 49.87%, depreciation expense 0.54%, and interest on long-term debt 0.92%. Total program expenses, excluding depreciation expenses increased by 0.39%.

The district was able to increase its net position while maintaining a small increase in its expenses.

The Statement of Activities shows the cost of program services and the charges for services and grants offsetting those services. Figure A-5 shows the net cost of services. That is, it identifies the cost of these services supported by tax revenue and unrestricted State entitlements for the governmental activities.

Figure A-5

Governmental Activities

Total Cost of Services

	<u>Year Ended</u> <u>2018</u>	<u>Year Ended</u> <u>2017</u>
Instruction	\$104,750,410	\$104,532,433
Support Services:		
Tuition	9,709,182	9,791,482
Student & Instruction Related Service	21,964,021	19,924,951
Bd of Ed Adm & Business	16,976,739	17,003,449
Operating & Maintenance of Plant	12,820,474	11,811,110
Transportation	11,895,596	11,543,928
Special Schools	603,974	570,908
Interest on Long Term Debt	1,978,456	1,855,276
Depreciation	1,170,312	1,105,848
Other	33,372,409	35,369,862
Total Cost of Services	<u>\$215,241,574</u>	<u>\$213,509,247</u>

Governmental Activities (Cont'd.)

A description of each service provided by School District is detailed as follows:

Instruction expenditures include activities directly dealing with the teaching of pupils and the interaction between teacher and pupils.

Tuition expenditures are for Education Services for pupils residing in the School District and include placements in Private, County and State Facilities.

Student and Instructional Related Services expenditures include the activities involved with assisting staff with the content and process of teaching to pupils. Also included are Attendance and Social Work Services, Health Services and Guidance, Child Study and Educational Media Services.

Board of Education, Administration, Fiscal and Business expenditures are associated with administration and financial supervision of the District.

Operation and Maintenance of Plant expenditures involve keeping the school grounds, buildings and equipment in an effective working condition.

Pupil Transportation expenditures include activities involved in the conveyance of students to and from school, as well as to and from school activities, as provided by state law.

Employee Benefits expenditures include health insurance benefits, social security contributions, unemployment and worker's compensations and tuition reimbursement.

Special Schools expenditures include the Extended School Year program.

Interest on Long-Term Debt includes serial bonds.

Business Type Activities

The School District operates business type activities for the Food Service Program and After School Program. The Food Service Program was outsourced to Chartwells, Inc. There was no subsidy provided to the food service company during the fiscal year.

For the current school year, the food service had a decrease in net assets of \$45,713. Ending net assets for the food service shows a balance of \$780,846. This amount is shown as follows:

Invested in Capital Assets	
Net of Related Debt	\$758,798
Unrestricted	22,049
Total	<u>\$780,846</u>

The After School Programs had an increase in net assets of \$865 for the school year. This program has always remained self-supporting and does not require any board contribution.

General Fund Budgetary Highlights

The School District 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 fund is General Fund. The district in 2017-2018 was able to increase expenditures for classroom instruction, while at the same time increasing its fund balance. The district was able to appropriate \$14,724,907 in fund balance for the 2018-2019 school year budget.

Capital Assets

At June 30, 2018, the school district had \$217,885,783 invested in a broad range of capital assets, including land, buildings, building improvements, other improvements and furniture and equipment.

Amount expended under the capital outlay section of the general fund budget have to do with the purchase of equipment, both instructional and support services.

Figure A-6

Capital Assets at Year-End

Governmental Activities	<u>Year Ended</u>	<u>Year Ended</u>
	<u>2018</u>	<u>2017</u>
Land	\$ 5,868,569	\$ 5,868,569
Construction in Progress	14,034,661	7,130,935
Buildings and Improvements	168,320,926	168,123,816
Furniture, Equipment and Vehicles	29,661,628	25,413,649
Total Capital Assets	\$ 217,885,783	\$ 206,536,968

Debt Administration

As of June 30, 2018 the outstanding serial bond debt of the district was \$84,830,000.

The district continues to look for ways to reduce costs.

Figure A-7

Outstanding Debt, at Year-End

Governmental Activities	<u>Year Ended</u>	<u>Year Ended</u>
	<u>2018</u>	<u>2017</u>
Lease Obligations	\$ 2,070,845	\$ 3,432,613
General Obligation Bonds	84,830,000	60,515,000
Total Outstanding Debt	\$ 86,900,845	\$ 63,947,613

For the Future

The Board of Education and Administration are again committed to keeping the school budget at or below the 2% cap. This goal helps ensure that school based taxes are kept at a minimum.

The Administration and the Board are proud to announce that they kept the annual School Budget at a 2% increase without eliminating staff or services in the 2017-2018 school year.

The "District Wide" Solar Initiative continues to prove its success by lowering our annual electric bills and generating solar renewable energy certificates (SRECs).

The District continues to save money annually with their Voice Over Internet Protocol phone system that was implemented several years ago.

The Board of Education and Administration will continue to work with the Municipality on improving our Community use/School use of athletic fields. The Township and School District recently completed new upgrades at our athletic fields.

For the Future (Cont'd.)

The District will continue to budget monies to add security cameras and other security related items at all schools to enhance and ensure the safety of students and staff at all schools.

The District will continue the implementation of new technology across both curriculum and security avenues while taking advantage of e-rate financing.

The Administration and Board of Education will continue to provide a quality education that is both fair and equitable to both the students and taxpayers in Woodbridge Township.

CONTACTING THE SCHOOL DISTRICT'S FINANCIAL MANAGEMENT

Our financial report is designed to provide our citizens, taxpayers, parents, students, 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 received. If you have questions about this report or wish to request additional financial information, contact Brian Wolferman, Business Administrator/Board Secretary, at Woodbridge Township Board of Education, P.O Box 428 School Street, Woodbridge, New Jersey 07095.

Respectfully submitted,



Brian Wolferman
Business Administrator / Board Secretary

BASIC FINANCIAL STATEMENTS

DISTRICT-WIDE FINANCIAL STATEMENTS

SECTION – A

WOODBRIIDGE TOWNSHIP SCHOOL DISTRICT
STATEMENT OF NET POSITION
JUNE 30, 2018

	<u>Governmental</u> <u>Activities</u>	<u>Business-type</u> <u>Activities</u>	<u>Total</u>
ASSETS			
Cash and cash equivalents	\$ 60,831,700.61	\$ 345,835.80	\$ 61,177,536.41
Receivables, net	1,847,563.69	257,815.37	2,105,379.06
Receivables from other funds	-	-	-
Inventory	-	56,270.37	56,270.37
Other assets	-	-	-
Restricted assets - cash and cash equivalents	123,077.65	-	123,077.65
Capital assets:			
Nondepreciable assets	19,903,229.76	-	19,903,229.76
Depreciable assets, net	95,190,994.33	758,797.50	95,949,791.83
Total assets	<u>177,896,566.04</u>	<u>1,418,719.04</u>	<u>179,315,285.08</u>
DEFERRED OUTFLOWS OF RESOURCES			
Change in Pension Assumptions	10,036,029.00	-	10,036,029.00
Change in Pension Proportion	2,018,236.00	-	2,018,236.00
Pension Payment Subsequent to Measurement Date	2,118,182.00	-	2,118,182.00
Difference between expected and actual experience	1,172,974.00	-	1,172,974.00
Difference in Pension Earnings	339,207.00	-	339,207.00
Deferred amount on refinancing	48,190.82	-	48,190.82
Total deferred outflows of resources	<u>15,732,818.82</u>	<u>-</u>	<u>15,732,818.82</u>
Total assets and deferred outflows of resources	<u>\$ 193,629,384.86</u>	<u>\$ 1,418,719.04</u>	<u>\$ 195,048,103.90</u>
LIABILITIES			
Accounts payable	2,496,457.01	379,274.34	2,875,731.35
Accrued interest payable	1,165,095.57	-	1,165,095.57
Interfund payable	-	-	-
Claims payable	-	-	-
Deferred revenue	230,293.56	91,132.14	321,425.70
Noncurrent liabilities:			
Due within one year	5,246,319.66	-	5,246,319.66
Due beyond one year	91,088,337.55	-	91,088,337.55
Net Pension Liability	49,815,115.00	-	49,815,115.00
Total liabilities	<u>150,041,618.35</u>	<u>470,406.48</u>	<u>150,512,024.83</u>
DEFERRED INFLOWS OF RESOURCES			
Change in Pension Assumptions	9,999,235.00	-	9,999,235.00
Total deferred inflows of resources	<u>9,999,235.00</u>	<u>-</u>	<u>9,999,235.00</u>
NET POSITION			
Invested in capital assets, net of related debt	24,778,760.20	758,797.50	25,537,557.70
Restricted for:			
Capital projects, maintenance and emergency	21,995,391.92	-	21,995,391.92
Debt Service	25.74	-	25.74
Other Purposes	38,865,513.93	-	38,865,513.93
Unrestricted (Deficit)	(52,051,160.28)	189,515.06	(51,861,645.22)
Total net position	<u>\$ 33,588,531.51</u>	<u>\$ 948,312.56</u>	<u>\$ 34,536,844.07</u>
Total liabilities, deferred inflows of resources and net position	<u>\$ 193,629,384.86</u>	<u>\$ 1,418,719.04</u>	<u>\$ 195,048,103.90</u>

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

WOODBRIIDGE TOWNSHIP SCHOOL DISTRICT
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2018

Functions/Programs	Expenses	Program Revenues			Net (Expense) Revenue and Changes in Net Assets	
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business-type Activities
Governmental activities:						
Instruction:						
Regular	\$ 84,846,740.16	\$	\$	\$	\$(84,846,740.16)	\$ (84,846,740.16)
Special education	15,815,052.34				(15,815,052.34)	(15,815,052.34)
Other special instruction	1,569,484.00				(1,569,484.00)	(1,569,484.00)
Other Instruction	2,519,133.38				(2,519,133.38)	(2,519,133.38)
Support services:						
Tuition	9,709,181.70				(9,709,181.70)	(9,709,181.70)
Student & instruction related services	20,588,061.26				(20,588,061.26)	(20,588,061.26)
School administrative services	9,299,680.16				(9,299,680.16)	(9,299,680.16)
General and business administrative services	7,677,059.19				(7,677,059.19)	(7,677,059.19)
Plant operations and maintenance	12,820,474.47				(12,820,474.47)	(12,820,474.47)
Pupil transportation	11,895,595.75				(11,895,595.75)	(11,895,595.75)
Unallocated benefits	115,145,901.20		80,397,532.21		(34,748,368.99)	(34,748,368.99)
Special schools	603,974.46				(603,974.46)	(603,974.46)
Interest on long-term debt	1,978,456.20				(1,978,456.20)	(1,978,456.20)
Other related capital assets and debt (net)	-				-	-
Unallocated depreciation and amortization	1,170,312.23				(1,170,312.23)	(1,170,312.23)
Total governmental activities	295,639,106.50	-	80,397,532.21	-	(215,241,574.29)	(215,241,574.29)
Business-type activities:						
Food Service	5,527,407.75	2,340,235.26	3,141,459.11		(45,713.38)	(45,713.38)
Latchkey Program	451,915.07	452,780.40			865.33	865.33
Total business-type activities	5,979,322.82	2,793,015.66	3,141,459.11	-	(44,848.05)	(44,848.05)
Total primary government	\$ 301,618,429.32	\$ 2,793,015.66	\$ 83,538,991.32	\$ -	\$(215,241,574.29)	\$ (215,286,422.34)
General revenues:						
Taxes:						
Property taxes, levied for general purposes, net				\$ 176,416,871.00	\$ -	\$ 176,416,871.00
Taxes levied for debt service				5,186,506.00	-	5,186,506.00
Federal and State aid not restricted				31,084,704.30	-	31,084,704.30
Federal and State aid restricted				5,942,257.69	-	5,942,257.69
Tuition received				80,821.53	-	80,821.53
Miscellaneous Income				2,181,683.68	-	2,181,683.68
Other item(s)—Charges and Adjustments				(1,075,254.52)	-	(1,075,254.52)
Transfers in (out)				(19,613.00)	-	(19,613.00)
Total general revenues, special items, extraordinary items and transfers				219,797,976.68	-	219,797,976.68
Change in Net Position				4,556,402.39	(44,848.05)	4,511,554.34
Net Position—beginning				29,032,129.12	993,160.61	30,025,289.73
Net Position—ending				\$ 33,588,531.51	\$ 948,312.56	\$ 34,536,844.07

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

FUND FINANCIAL STATEMENTS

SECTION – B

GOVERNMENTAL FUNDS

WOODBIDGE TOWNSHIP SCHOOL DISTRICT
BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2018

	General Fund	Special Revenue Fund	Capital Projects Fund	Debt Service Fund	Permanent Fund	Total Governmental Funds
ASSETS						
Cash and cash equivalents	\$ 40,256,637.08	\$ -	\$ 21,995,391.92	\$ 25.74	\$ -	\$ 62,252,054.74
Cash - Trustee						-
Due from other funds	-	-				-
Receivables from other governments	116,033.00	1,691,392.07				1,807,425.07
Other receivables	24,000.00	16,138.62				40,138.62
Restricted - Cash and cash equivalents	-				123,077.65	123,077.65
Total assets	40,396,670.08	1,707,530.69	21,995,391.92	25.74	123,077.65	64,222,696.08
LIABILITIES AND FUND BALANCES						
Liabilities:						
Cash overdraft		1,420,354.13				1,420,354.13
Accounts payable	147,873.01	1,287.00				149,160.01
Payables to state government		55,596.00				55,596.00
Other liabilities	173,519.00					173,519.00
Interfund payable						-
Deferred revenue		230,293.56				230,293.56
Total liabilities	321,392.01	1,707,530.69	-	-	-	2,028,922.70
Fund Balances:						
Restricted for:						
Encumbrances	509,213.60					509,213.60
Debt Service				25.74		25.74
Excess surplus - prior year	14,724,907.26					14,724,907.26
Excess surplus - current year	23,508,315.42					23,508,315.42
Other purposes					123,077.65	123,077.65
Committed for:						
Capital projects			21,995,391.92			21,995,391.92
Assigned:						
Designated for Subsequent Years Expenditures						-
Unassigned	1,332,841.79					1,332,841.79
Total Fund balances	40,075,278.07	-	21,995,391.92	25.74	123,077.65	62,193,773.38
Total liabilities and fund balances	\$ 40,396,670.08	\$ 1,707,530.69	\$ 21,995,391.92	\$ 25.74	\$ 123,077.65	\$ 64,222,696.08

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

WOODBIDGE TOWNSHIP SCHOOL DISTRICT
BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2018

Amounts reported for <i>governmental activities</i> in the statement of net assets (A-1) are different because:	\$ 62,193,773.38
Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds. The cost of the assets is \$217,885,783.49 and the accumulated depreciation is \$102,791,559.40.	115,094,224.09
Long-term liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported as liabilities in the funds (see Illustrative Note 4).	(92,920,038.35)
Short-term Liabilities, including accrued interest on long-term debt, are not due payable in the current period and therefore are not reported as liabilities in the funds.	(1,165,095.57)
Transactions related to a current refunding of a long-term debt, refinancing of lease agreement are not reported in the funds.	
Deferred amount on refunding, net of amortization	48,190.82
Issuance premium, net of amortization	(3,414,618.86)
The Net Pension Liability, and associated Deferred Inflows and Outflows of Resources of the District relating to its participation in the PERS system are not recognized in the funds using the current financial resources measurement focus, but are recognized in the statement of net position using the economic resources measurement focus. The decrease in net position is \$37,811,450.00. The carrying amounts of the individual components are as follows:	
Deferred Outflows of Resources:	
Change in pension assumptions	10,036,029.00
Change in pension proportion	2,018,236.00
Pension payment subsequent to measurement date	2,118,182.00
Accounts payable for pension expense	(2,118,182.00)
Difference between expected and actual experience	1,172,974.00
Difference in pension earnings	339,207.00
Net pension liability	(49,815,115.00)
Deferred Inflows of Resources:	
Change in pension assumptions	(9,999,235.00)
	<hr/>
Net assets of governmental activities	\$ <u><u>33,588,531.51</u></u>

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

WOODBRIIDGE TOWNSHIP SCHOOL DISTRICT
STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND BALANCE
GOVERNMENTAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2018

	General Fund	Special Revenue Fund	Capital Projects Fund	Debt Service Fund	Permanent Fund	Total Governmental Funds
REVENUES						
Local Tax Levy	\$ 176,416,871.00			\$ 5,186,506.00		\$ 181,603,377.00
Tuition Charges	80,821.53					80,821.53
Miscellaneous	2,004,419.91				236.89	2,004,656.80
Local Sources		177,026.88				177,026.88
State Sources	62,401,824.21	362,725.62				62,764,549.83
Federal Sources	253,658.30	5,579,532.07				5,833,190.37
Total Revenues	<u>241,157,594.95</u>	<u>6,119,284.57</u>	-	<u>5,186,506.00</u>	<u>236.89</u>	<u>252,463,622.41</u>
EXPENDITURES						
Current:						
Regular Instruction	73,374,084.25	4,926,386.71			75,479.64	78,375,950.60
Special Education Instruction	15,815,052.34					15,815,052.34
Other Special Instruction	1,569,484.00					1,569,484.00
Other Instruction	2,519,133.38					2,519,133.38
Support Services and Undistributed Costs:						
Tuition	9,709,181.70					9,709,181.70
Student & Instruction Related Services	20,771,122.95	1,192,897.86				21,964,020.81
School Administrative Services	9,299,680.16					9,299,680.16
General & Other Administrative Services	7,677,059.19					7,677,059.19
Plant Operations and Maintenance	12,820,474.47					12,820,474.47
Pupil Transportation	11,895,595.75					11,895,595.75
Unallocated Benefits	64,080,027.20					64,080,027.20
Special Schools	603,974.46					603,974.46
Debt Service:						
Principal				3,130,000.00		3,130,000.00
Interest and Other Charges				2,056,506.26		2,056,506.26
Capital Outlay	5,320,471.06		6,903,726.16			12,224,197.22
Total Expenditures	<u>235,455,340.91</u>	<u>6,119,284.57</u>	<u>6,903,726.16</u>	<u>5,186,506.26</u>	<u>75,479.64</u>	<u>253,740,337.54</u>
Excess (Deficiency) of Revenues over Expenditures	<u>5,702,254.04</u>	<u>-</u>	<u>(6,903,726.16)</u>	<u>(0.26)</u>	<u>(75,242.75)</u>	<u>(1,276,715.13)</u>
OTHER FINANCING SOURCES (USES)						
Bond Proceeds and Transfers			27,445,000.00			27,445,000.00
Bond Sale Premiums			539,041.20			539,041.20
State Sources Adjusted			(1,075,254.52)			(1,075,254.52)
Capital Leases (non-budgeted)	889,573.14					889,573.14
Transfers out - Charter School	(19,613.00)					(19,613.00)
Total Other Financing Sources and Uses	<u>869,960.14</u>	<u>-</u>	<u>26,908,786.68</u>	<u>-</u>	<u>-</u>	<u>27,778,746.82</u>
Net change in Fund Balances	6,572,214.18	-	20,005,060.52	(0.26)	(75,242.75)	26,502,031.69
Fund Balance—July 1	33,503,063.89		1,990,331.40	26.00	198,320.40	35,691,741.69
Fund Balance—June 30	<u>\$ 40,075,278.07</u>	<u>\$ -</u>	<u>\$ 21,995,391.92</u>	<u>\$ 25.74</u>	<u>\$ 123,077.65</u>	<u>\$ 62,193,773.38</u>

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

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

Total net change in fund balances - governmental funds (from B-2) **\$ 26,502,031.69**

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

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

This is the amount of difference between capital outlays and depreciation in the period.

Depreciation expense	(7,802,081.53)	
Capital outlays	<u>11,348,815.56</u>	3,546,734.03

Repayment of bond and lease obligation (long-term debt) 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.

5,381,341.21

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

Proceeds of long-term debt	(27,445,000.00)	
Premium on sale of bonds	(539,041.20)	
Proceeds of refunding bonds		
Defeasance of refunded bonds		
Lease purchase agreements	-	
Capital lease proceeds		(889,573.14)

In the statement of activities, only the gain on the disposal of capital assets is reported, whereas in the governmental funds, the proceeds from a sale increase financial resources. Thus, the change in net assets will differ from the change in fund balance by the cost of the asset removed. (-)

-

In the statement of activities, interest on long-term debt in the statement of activities is accrued, regardless of when due. In the governmental funds, interest is reported when due. The difference in accrued interest is an addition/subtraction in the reconciliation.

(198,169.79)

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

160,979.74

Transactions related to the refunding of long-term debt, refinancing of lease obligations (discounts and premium on refinancing, deferred amount on refinancing)
Amortization adjustment - net

276,219.85

Pension expenditures in the governmental funds are recognized when paid or payable from expendable available financial resources. In the statement of activities, pension costs are recognized on a full accrual basis utilizing actuarial valuations. The amount by which actuarially calculated pension expense differs from the expenditure reported in the funds is as recorded.

(2,239,120.00)

Change in net assets of governmental activities

\$ 4,556,402.39

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

PROPRIETARY FUNDS

WOODBRIDGE TOWNSHIP SCHOOL DISTRICT
STATEMENT OF NET POSITION
PROPRIETARY FUNDS
JUNE 30, 2018

	Business-type Activities Enterprise Funds		
	<u>Food Service</u>	<u>Latchkey Program</u>	<u>Total Enterprise</u>
ASSETS			
Current assets:			
Cash and cash equivalents	\$ 178,369.45	\$ 167,466.35	\$ 345,835.80
Accounts receivable	257,815.37	-	257,815.37
Inventories	56,270.37	-	56,270.37
Total current assets	492,455.19	167,466.35	659,921.54
Noncurrent assets:			
Furniture, machinery & equipment	2,049,971.15		2,049,971.15
Less accumulated depreciation	(1,291,173.65)	-	(1,291,173.65)
Total noncurrent assets	758,797.50	-	758,797.50
Total assets	1,251,252.69	167,466.35	1,418,719.04
LIABILITIES			
Current liabilities:			
Accounts payable	379,274.34		379,274.34
Deferred revenues	91,132.14	-	91,132.14
Total current liabilities	470,406.48	-	470,406.48
NET POSITION			
Invested in capital assets net of Related debt	758,797.50	-	758,797.50
Unrestricted	22,048.71	167,466.35	189,515.06
Total net position	780,846.21	167,466.35	948,312.56
Total liabilities and net position	\$ 1,251,252.69	\$ 167,466.35	\$ 1,418,719.04

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

WOODBRIIDGE TOWNSHIP SCHOOL DISTRICT
 PROPRIETARY FUNDS
 COMBINING STATEMENT OF REVENUES, EXPENSES
 AND CHANGES IN FUND NET POSITION
FOR THE FISCAL YEAR ENDED JUNE 30, 2018

	Business-Type Activities		
	Enterprise Funds		
	<u>Food</u>	<u>Latchkey</u>	<u>Total</u>
	<u>Service</u>	<u>Program</u>	<u>Enterprise</u>
<u>OPERATING REVENUES</u>			
Charges for services:			
Daily sales - reimbursable programs	\$ 2,125,245.91	\$ -	\$ 2,125,245.91
Daily sales - non-reimbursable programs	214,989.35	-	214,989.35
Community service activities	-	452,780.40	452,780.40
	<hr/>	<hr/>	<hr/>
Total operating revenues	2,340,235.26	452,780.40	2,793,015.66
<u>OPERATING EXPENSES</u>			
Cost of sales:			
Reimbursable Program Food Cost	1,718,674.17	-	1,718,674.17
Nonreimbursable Program Food Cost	279,784.17	-	279,784.17
Nonreimbursable Paper Supplies	116,724.80	-	116,724.80
Total Cost of Sales	<hr/> 2,115,183.14	<hr/> -	<hr/> 2,115,183.14
Food costs - food distribution program	355,094.37	-	355,094.37
District direct costs	74,180.34	438,183.58	512,363.92
General Supplies	-	6,977.50	6,977.50
Miscellaneous costs	448,616.46	6,753.99	455,370.45
General & Administrative - Fees	278,740.92	-	278,740.92
Salaries	2,078,848.14	-	2,078,848.14
Depreciation	176,744.38	-	176,744.38
	<hr/> 3,412,224.61	<hr/> 451,915.07	<hr/> 3,864,139.68
Total operating expenses	<hr/> 5,527,407.75	<hr/> 451,915.07	<hr/> 5,979,322.82
Operating income (loss)	<hr/> (3,187,172.49)	<hr/> 865.33	<hr/> (3,186,307.16)
Non-operating revenues:			
State sources:			
State school lunch program	58,207.49	-	58,207.49
Miscellaneous reimbursement	5,176.22	-	5,176.22
Federal sources:			
National school lunch program	2,062,820.73	-	2,062,820.73
National school lunch program - performance based	66,287.58	-	66,287.58
National school breakfast program	588,639.72	-	588,639.72
After School Snack Program	5,233.00	-	5,233.00
Food distribution program	<hr/> 355,094.37	<hr/> -	<hr/> 355,094.37
Total non-operating revenues	<hr/> 3,141,459.11	<hr/> -	<hr/> 3,141,459.11
Excess/(Deficit) of revenues over expenditures	(45,713.38)	865.33	(44,848.05)
Net position - beginning of the year	<hr/> 826,559.59	<hr/> 166,601.02	<hr/> 993,160.61
Net position - end of the year	<hr/> <u>\$ 780,846.21</u>	<hr/> <u>\$ 167,466.35</u>	<hr/> <u>\$ 948,312.56</u>

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

WOODBRIDGE TOWNSHIP SCHOOL DISTRICT
 PROPRIETARY FUNDS
 COMBINING STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED JUNE 30, 2018

	Business - Type Activities Enterprise Funds		
	<u>Food Service</u>	<u>Latchkey Program</u>	<u>Total Enterprise</u>
<u>Cash Flows from Operating Activities:</u>			
Receipts from customers	\$ 2,372,260.45	\$ 452,780.40	\$ 2,825,040.85
Payments for direct expenses	<u>(5,000,489.84)</u>	<u>(451,915.07)</u>	<u>(5,452,404.91)</u>
Net cash provided by (used for) operating activities	<u>(2,628,229.39)</u>	<u>865.33</u>	<u>(2,627,364.06)</u>
<u>Cash Flows from Non-Capital Financing Activities</u>			
Federal and state sources	<u>2,799,102.95</u>	<u> </u>	<u>2,799,102.95</u>
Net cash provided by (used for) non-capital financing activities	<u>2,799,102.95</u>	<u>-</u>	<u>2,799,102.95</u>
<u>Cash Flows from Capital and Related Financing Activities</u>			
Purchase of capital assets	<u>(131,995.25)</u>	<u> </u>	<u>(131,995.25)</u>
Net increase (decrease) in cash and cash equivalents	38,878.31	865.33	39,743.64
Balances - beginning of year	<u>139,491.14</u>	<u>\$ 166,601.02</u>	<u>\$ 306,092.16</u>
Balances - end of year	<u>\$ 178,369.45</u>	<u>\$ 167,466.35</u>	<u>\$ 345,835.80</u>
 <u>Reconciliation of Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities:</u>			
Operating gain (loss)	\$ <u>(3,187,172.49)</u>	\$ <u>865.33</u>	\$ <u>(3,186,307.16)</u>
Adjust. to reconcile operating income (loss) to cash provided (used) by oper. activities:			
Depreciation	176,744.38		176,744.38
Federal commodities	355,094.37		355,094.37
(Increase)/Decrease in Accounts Receivable	32,025.19		32,025.19
(Increase) decrease in inventory	(8,406.17)		(8,406.17)
Increase (Decrease) in deferred revenues	1,481.83		1,481.83
Increase (Decrease) in deferred commodities	(4,393.75)		(4,393.75)
Increase (decrease) in accounts payable	<u>6,397.25</u>		<u>6,397.25</u>
Net cash provided (used) by operating activities	<u>\$ (2,628,229.39)</u>	<u>\$ 865.33</u>	<u>\$ (2,627,364.06)</u>

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

FIDUCIARY FUNDS

WOODBRIDGE SCHOOL DISTRICT
 FIDUCIARY FUNDS
 COMBINING STATEMENT OF FIDUCIARY NET ASSETS
JUNE 30, 2018

	TRUST		AGENCY		TOTALS
	UNEMPLOYMENT COMPENSATION TRUST	SCHOLARSHIP FUND	STUDENT ACTIVITY	PAYROLL	2018
<u>ASSETS</u>					
Cash and Cash Equivalents	\$ 2,397,602.32	\$ 846,699.07	\$ 553,913.18	\$ 10,944,242.96	\$ 14,742,457.53
Total Assets	\$ 2,397,602.32	\$ 846,699.07	\$ 553,913.18	\$ 10,944,242.96	\$ 14,742,457.53
<u>LIABILITIES AND NET ASSETS</u>					
Accounts Payable	\$ 42,356.26	\$	\$	\$	42,356.26
Payable to Student Groups			553,913.18		553,913.18
Payroll Deductions and Withholdings				10,944,242.96	10,944,242.96
Total Liabilities	\$ 42,356.26	-	\$ 553,913.18	\$ 10,944,242.96	\$ 11,540,512.40
Net Assets:					
Held Trust for Unemployment Claims and Other Purposes	\$ 2,355,246.06	\$			\$ 2,355,246.06
Reserved for Scholarships		846,699.07			846,699.07
Total Net Assets	2,355,246.06	846,699.07	-	-	3,201,945.13
Total Liabilities and Net Assets	\$ 2,397,602.32	\$ 846,699.07	\$ 553,913.18	\$ 10,944,242.96	\$ 14,742,457.53

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

WOODBRIDGE SCHOOL DISTRICT
 COMBINING STATEMENT OF CHANGES IN FIDUCIARY NET ASSETS
FOR THE FISCAL YEAR ENDED JUNE 30, 2018

	Unemployment Compensation <u>Trust</u>	Private Purpose Scholarship <u>Trust</u>
ADDITIONS		
Contributions:		
District/Plan member	\$ 310,726.05	\$ -
Donations		4,255.00
	<hr/>	<hr/>
Total Contributions	310,726.05	4,255.00
	<hr/>	<hr/>
Investment earnings:		
Interest	-	1,300.20
	<hr/>	<hr/>
Total additions	310,726.05	5,555.20
	<hr/>	<hr/>
DEDUCTIONS		
Quarterly Contribution Reports	260,610.24	
Unemployment Claims		
Scholarships Awarded		23,600.00
	<hr/>	<hr/>
Total deductions	260,610.24	23,600.00
	<hr/>	<hr/>
Excess (Deficit) of Additions Over Deductions	50,115.81	(18,044.80)
	<hr/>	<hr/>
Change in Net Position	50,115.81	(18,044.80)
Total Net Position - Beginning of Year	2,305,130.25	864,743.87
	<hr/>	<hr/>
Total Net Position - End of year	\$ <u>2,355,246.06</u>	\$ <u>846,699.07</u>

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

**WOODBRIIDGE SCHOOL DISTRICT
COUNTY OF MIDDLESEX, NEW JERSEY**

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

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. Description of Government-Wide Financial Statements

The financial statements of the Board of Education (Board) of Woodbridge Township School District (District) have been prepared in conformity with generally accepted accounting principles (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 GASB has issued codification and subsequent GASB pronouncements are recognized as U.S. generally accepted accounting principles for state and local governments. This financial report has been prepared in conformity with GASB Statement No. 34, Basic Financial Statements – and Management’s Discussion and Analysis – for State and Local Governments, issued in June 1999. The government-wide financial statements (i.e., the statement of net position and the statement of activities) of the District report information on all of the nonfiduciary activities of the primary government only. All fiduciary activities are reported only in the fund financial statements. Governmental activities, which normally are supported by taxes, intergovernmental revenues, and other nonexchange transactions, are reported separately from business-type activities, which rely to a significant extent on fees and charges to external customers for support. The District is not financially accountable for any legally separate component units, and no component units have been included in the government-wide financial statements.

The more significant of the Board's accounting policies are described below.

B. Reporting Entity

The Woodbridge Township School District is a Type II district located in the County of Middlesex, State of New Jersey, serving students domiciled in the Town of Woodbridge. As a Type II district, the School District functions independently through a Board of Education. The Board is comprised of nine members elected to staggered three-year terms. The purpose of the district is to educate students in grades K-12. The Woodbridge School District had an approximate enrollment at June 30, 2018 of 13,670 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

Based on the aforementioned criteria, the District has no component units. Furthermore, the District is not includable in any other reporting entity on the basis of such criteria.

NOTES TO FINANCIAL STATEMENTS

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont'd)

C. Basis of Presentation – Government-Wide Financial Statements

While separate government-wide and fund financial statements are presented, they are interrelated. The governmental activities column incorporates data from governmental funds and internal service funds, while business-type activities incorporate data from the government's enterprise funds. Separate financial statements are provided for governmental funds, proprietary funds and fiduciary funds, even though the latter are excluded from the government-wide financial statements. As a general rule, the effect of interfund activity has been eliminated from the government-wide financial statements.

D. Basis of Presentation - Fund Financial Statements

The fund financial statements provide information about the District's funds, including its fiduciary funds. Separate statements for each category – governmental, proprietary and fiduciary – are presented. The emphasis of fund financial statements is on major governmental and enterprise funds, with each displayed in a separate column. Any remaining governmental and enterprise funds are aggregated and reported as nonmajor funds. Major individual governmental and enterprise funds are reported as separate columns in the fund financial statements.

The District reports the following major governmental funds:

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

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 from State and Federal Government, (other than major capital projects, Debt Service or the Enterprise Funds) and local appropriations that are legally restricted to expenditures for specified purposes.

Capital Projects Fund - The Capital Projects Fund is used to account for all financial resources to be used for the acquisition or construction of major capital facilities (other than those financed by Proprietary Funds). 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. State Aid in the form of Economic Development Authority Grants under EFCFA are also financial resources of this fund.

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.

Permanent Fund - The Permanent Fund is used to report resources that are legally restricted to the extent that only earnings, and not principal, may be used for purposes that support the District's programs.

NOTES TO FINANCIAL STATEMENTS

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont'd)

D. Basis of Presentation - Fund Financial Statements (Cont'd)

The District reports the following proprietary funds:

Food Service Fund – The Food Service Enterprise Fund is used to account for the activities of the cafeteria operations of the District. The Food Service Fund is considered a major fund of the District

The District also reports the following fiduciary fund types:

Food Service Fund:	
Equipment	12 Years
Light Trucks and Vehicles	4 Years
Heavy Trucks and Vehicles	6 Years

Agency Fund – The Agency Fund is 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. Agency funds are custodial in nature and do not involve measurement of results of operations. Agency funds include payroll and student activities funds.

Employee Benefit Trust (Unemployment Insurance) – Employee Benefit Trust should be used to report resources that are required to be held in trust for members and beneficiaries of employee benefit plans.

Private Purposes – The Private Purpose Scholarship Trust is used to report the trust arrangement under which principal and/or income benefit individuals, private organizations, or the governments.

During the course of its normal operations, the District will have activity between funds (interfund activity) for various purposes. Any residual interfund balances at year-end are reported as interfund accounts receivable/payable. While these balances are reported in fund financial statements, certain eliminations are made in the preparation of the government-wide financial statements. Balances between funds included within governmental activities (the governmental and internal service funds) are eliminated so that only the net amount is included as internal balances in the governmental activities column. Similarly, any interfund balances between business-type (enterprise) funds are eliminated so that only the net amount is included as internal balances in the business-type activities columns.

Further, interfund activity may occur during the year involving transfers of resources between funds. In fund financial statements, these amounts are reported at gross amounts as transfers in/out. In the preparation of the government-wide financial statements, transfers between funds included as governmental activities are eliminated so that only net amounts of resources transferred from or to the governmental activities are reported. A similar treatment is afforded transfers of resources between enterprise funds for the preparation of business-type activity financial statements.

E. Measurement Focus and Basis of Accounting

The accounting and financial reporting treatment applied is determined by its measurement focus and basis of accounting. Measurement focus indicates the type of resources being measured, such as current financial resources or economic resources. The basis of accounting refers to the timing of transactions or events for recognition in the financial statements.

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of the related cash flows. Property taxes are recognized as revenues in the fiscal period that the taxes are levied by the municipality(s) within which the District is domiciled. Ad Valorem (Property) Taxes are susceptible to accrual and under New Jersey State Statute a municipality is required to remit to its school district the entire balance of taxes in the amount voted upon or certified, prior to the end of the school year.

NOTES TO FINANCIAL STATEMENTS

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont'd)

E. Measurement Focus and Basis of Accounting (Cont'd)

The District recognizes the entire approved tax levy as revenue in the fiscal period for which they were levied. The District is entitled to receive moneys under an established payment schedule and any unpaid amount is considered to be an "accounts receivable".

Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met. State categorical aid revenues are recognized as District revenue during the fiscal period in which they are appropriated.

The governmental funds financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenue is recognized when it becomes measurable and available. "Measurable" means the amount of the transaction can be determined and "available" means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period.

For this purpose, the District generally considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures are generally recorded when a liability is incurred, as under accrual basis accounting. Exceptions to this general rule include debt service, for which interest and principal expenditures in the Debt Service Fund are recognized on their due dates, and expenditures relating to compensated absences, claims and judgments, which are recorded in the period when payment becomes due. General capital asset acquisitions are recorded as expenditures in the governmental funds and are not capitalized. The issuance of long-term debt for capital purposes and capital lease obligations incurred to acquire general capital assets are reported as "other financing sources".

The District records the entire approved tax levy as revenue (accrued) at the start of the fiscal year, since the revenue is both measurable and available. Entitlements are recorded as revenue when all eligibility requirements, including timing of funding appropriations, are met, subject to the availability requirement for collection. Interest and tuition revenues are considered susceptible to accrual and have been recognized as revenues of the current fiscal period, subject to availability. Expenditure driven grant revenues are recorded as qualifying expenditures as incurred and all other eligibility requirements have been met, subject to availability requirements. All other revenue items are considered measurable and available only when cash is received by the District.

The District's proprietary funds, employee benefit trust fund and private purpose scholarship trust funds are reported using the economic resources measurement focus and the accrual basis of accounting. The agency fund has no measurement focus but utilizes the accrual basis of accounting for reporting its assets and liabilities.

F. Budgets/Budgetary Control

Annual budgets are adopted for the general, special revenue and debt service funds using a regulatory basis of accounting which differs from generally accepted accounting principles in one material respect; Budgetary revenues for certain nonexchange state aid transactions are recognized for budgetary purposes in the fiscal period prior to the period in which the state recognizes expenditures/expenses.

The amounts of the adjustments needed to reconcile the budgetary basis to the GAAP based fund financial statements are set forth in the explanation of differences schedules which follow.

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.

Pursuant to changes in the Local District School Budget Law, statutorily conforming base budgets of Districts with annual school elections held in November (The District has chosen this option) are no longer required to be presented to the voters for approval on the third Tuesday in April. Budgets are prepared using the modified accrual basis of accounting, except for the special revenue fund as described later. The legal level of budgetary control is established at line item accounts within each fund.

NOTES TO FINANCIAL STATEMENTS

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

F. Budgets/Budgetary Control (Cont'd)

Line item accounts are defined as the lowest (most specific) level of detail as established pursuant to the minimum chart of accounts referenced in N.J.A.C. 6:20-2A.2(m)1. Transfers of appropriations may be made by School Board resolution at any time during the fiscal year.

New Jersey statutes place limits on the Board's ability to increase budgeted expenditures through the appropriation of previously undesignated fund balance and requires the District to obtain additional approvals when budgetary transfers, measured using the advertised budgetary account totals rather than line-item totals, exceed certain thresholds.

The Board of Education did not make any supplemental budgetary appropriations during the fiscal year that required additional approvals from oversight agencies.

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 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.

Appropriations in the general and debt service funds lapse at the end of the fiscal year even if they have related encumbrances. Encumbrances are commitments related to unperformed (executory) contracts for goods and services. Encumbrance accounting is utilized to the extent necessary to assure effective budgetary control and accountability and to facilitate effective cash planning and control. While all appropriations and encumbrances lapse at year-end, valid outstanding encumbrances, for which the contracted performance is expected during the subsequent budget cycle, are legally restricted at year-end and are automatically re-appropriated and become part of the subsequent years' budget pursuant to state regulations.

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 statements.

The following presents a reconciliation of the general fund revenues and special revenue fund revenues and expenditures from the budgetary basis of accounting as presented in the Budgetary Comparison Schedules – General and Special Revenue Funds to the GAAP basis of accounting as presented in the Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds.

NOTES TO FINANCIAL STATEMENTS

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

F. Budgets/Budgetary Control (Cont'd)

Explanation of differences between Budgetary Inflows and Outflows and GAAP Revenues and Expenditures:

		<u>General Fund</u>		<u>Special Revenue Fund</u>
Sources/Inflows of Resources:				
Actual amounts (budgetary basis) "revenue" from the budgetary comparison schedule	(C-1)	\$241,415,100	(C-2)	\$6,119,285
Difference – Budget to GAAP:				
Grant accounting budgetary basis differs from GAAP in that encumbrances are recognized as expenditures and the related revenue is recognized.				
2016-2017 State aid payment recognized in 2017-2018 for GAAP statements.		4,542,495		
State aid payment recognized for budgetary purposes not recognized for GAAP statements.		<u>(4,800,000)</u>		
Total revenues as reported on the statement of revenues, expenditures and changes in fund balance governmental funds	(B-2)	<u>\$241,157,595</u>	(B-2)	<u>\$6,119,285</u>
Uses/Outflows of Resources:				
Actual amounts (budgetary basis) "total expenditures" from the budgetary comparison schedule	(C-1)	\$236,817,109	(C-2)	\$6,119,285
Difference - Budget-to-GAAP:				
The district budgets for claims and compensated absences only to the extent expected to paid, rather than on the modified accrual basis				
Encumbrances for supplies and equipment ordered but not received are reported in the year the order is placed for budgetary purposes, but in the year the supplies are received for financial reporting purpose.				
Transfers to and from other funds are presented as outflows of budgetary resources but are not expenditures for financial reporting purposes				
Transfers to capital reserves are recorded as an expenditure for budgetary resources but are not expenditures for financial reporting purposes.				
Total expenditures as reported on the statement of revenues, expenditures, and changes in fund expenditures. and changes in fund balances	(B-2)	<u>\$236,817,109</u>	(B-2)	<u>\$6,119,285</u>

NOTES TO FINANCIAL STATEMENTS

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

G. Encumbrances

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

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

H. Cash, Cash Equivalents and Investments

Cash and cash equivalents include petty cash, change funds, cash in banks and all highly liquid investments with 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.

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. GUDPA was amended, effective July 1, 2010, by P.L. 2009, c. 326. The amendments provide a greater level of security protection for covered deposits by increasing collateralization requirements and revising the enforcement protocol to allow for timely response in the event that a member bank shows signs of stress.

Under the amended law, collateralization of GUDPA deposits up to 75% of New Jersey capital is based on a sliding scale that requires the minimum of 5% collateral for Well Capitalized institutions to a maximum of 120% collateral for Critically Undercapitalized institutions. All uninsured GUDPA deposits in excess of 75% of New Jersey capital require 100% collateral. 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.

I. Tuition Revenue

Tuition revenues for the fiscal year 2017-2018 were based on contractual per pupil rates established by and between the sending and receiving districts. These rates are not subject to change except through amendatory contracts.

NOTES TO FINANCIAL STATEMENTS

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

J. Inventories and Prepaid Expenses

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

Inventories in the Proprietary Funds are valued at cost, which approximates market, using the first-in-first-out (FIFO) method. The cost of such inventories is recorded as expenses when consumed rather than when purchased

Prepaid expenses in the Enterprise Fund represent payments made to vendors for services that will benefit periods beyond June 30, 2018.

K. Short-Term Interfund Receivables/Payables

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

L. Capital Assets

Capital assets are capitalized at historical cost, or estimated historical cost for assets where actual historical cost is not available. Donated assets are recorded as capital assets at their estimated fair market value at the date of donation. The District maintains a threshold level of \$2,000 or more for capitalizing capital assets. The system for accumulation of fixed assets cost data does not provide the means for determining the percentage of assets valued at actual and those valued at estimated cost.

Capital assets are recorded in the District-wide financial statement, but are not reported in the Fund financial statements. Capital assets are depreciated using the straight-line method over their estimated useful lives. Since surplus assets are sold for an immaterial amount when declared as no longer needed for public school purpose by the District, no salvage value is taken into consideration for depreciation purposes.

Useful lives vary from 50 to 100 years for building and improvements, 18 years for vehicles, and 5 to 20 years for furniture and equipment.

Capital assets not being depreciated include land and construction in progress.

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.

Depreciation of all exhaustive fixed assets used by proprietary funds is charged as an expense against their operations. Accumulated depreciation is reported on proprietary fund statement of net position. Depreciation has been provided over the estimated useful lives using the straight-line method. The estimated useful lives are as follows:

Food Service Fund	
Equipment	12 Years
Light Trucks and Vehicles	4 Years
Heavy Trucks and Vehicles	6 Years

M. Accounts Receivable State – Capital Projects Fund

The District recognizes SDA grant revenue as earned, i.e., as eligible expenditures are incurred. At June 30, 2018, the District has recorded accounts receivable as reported in Exhibit B-1.

NOTES TO FINANCIAL STATEMENTS

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

N. Compensated Absences

Compensated absences are those absences for which employees will be paid, such as vacation, sick leave, and sabbatical leave. A liability for compensated absences that are attributable to services already rendered, and that are not contingent on a specific event that is outside the control of the District and its employees, is accrued in the government-wide financial statements as the employees earn the rights to the benefits. Compensated absences that related to future services, or that are contingent on a specific event that is outside the control of the District and its employees, are accounted for in the period in which such services are rendered or in which such events take place. The School District reports compensated absences in accordance with the provisions of GASB No. 16, "Accounting for Compensated Absences".

In the governmental and similar trust funds, compensated absences that are expected to be liquidated with expendable available financial resources are reported as a fund liability and expenditure in the fund that will pay for the compensated absence. The noncurrent portion for governmental funds is maintained separately and is a reconciling item between the fund and government-wide presentations.

O. Pensions

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

P. Other Post-Employment Benefits

Pursuant to State Statute, the State Health Benefits Local Education Retirees Employees Plan was established to oversee the funding and payment of post-employment medical benefits for eligible LEA employees. This plan is a multi-employer defined benefit OPEB Plan that is administered on a pay-as-you-go basis. No assets are accumulated in a trust that meets the criteria of paragraph 4 of GASB Statement No. 75. The Plan is a "Special Funding Situation" as defined in GASB Statement No. 75 as the State of New Jersey is solely responsible for funding the Plan's obligations (net of employee contributions). Accordingly, no net OPEB liability is reported on the District's Statement of Net Position. In the Statement of Activities, the District reports an annual OPEB expense and a corresponding revenue, equal to the allocated expense of the District as reported by the State.

Q. Deferred Outflows/Inflows of Resources

In addition to assets, the statement of financial position may report a separate section for deferred outflows of resources. This separate financial statement element represents a consumption of net position that applies to a future period(s) and will not be recorded as an outflow of resources (expenditure/expense) until that time. The District is reporting six items in this category; The Deferred Amount on Refunding and Pension related items including the Change in Pension Assumption, difference between expected and actual, and the amounts of pension payments made by the District subsequent to the pension measurement date, and the Difference in Pension Earnings and the Change in Pension Proportion. A deferred charge on refunding results from the difference in the carrying value of refunded debt and its reacquisition price. This amount is amortized over the shorter of the life of the refunded or refunding bonds. Deferred Outflows for Changes in Pension Assumptions future outflows of resources resulting from changes in actuarial assumptions used in the valuation of the pension liability. Deferred outflows for subsequent pension payments reflects payments made by the District to the pension system subsequent to the date of the most recent measurement date of June 30, 2017, which is utilized in the June 30, 2018 valuation.

NOTES TO FINANCIAL STATEMENTS

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

Q. Deferred Outflows/Inflows of Resources (Con't)

In addition to liabilities, the statement of financial position may report a separate section for deferred inflows of resources. This separate financial statement element represents an acquisition of net position that applies to a future period(s) and will not be recorded as an inflow of resources (revenue) until that time. The District is reporting one item in this category. Deferred inflows for the Difference in Pension Earnings represents the favorable impact of a decline in the District's proportionate share of system wide net pension liability.

R. Unearned Revenue/Advances from Grantors

Unearned revenue represents cash advances received relating to services (expenditures/expenses) that will be provided in a subsequent fiscal period. Similarly, for expenditure-driven grants, amounts advanced to the District in excess of the amounts expended and earned are recorded as advances from grantors.

S. Net Position Flow Assumption (District-Wide and Proprietary Fund Financial Statements)

Periodically, the District may fund outlays for a particular purpose from both restricted resources, such as bond referendum proceeds and/or grant proceeds, and unrestricted resources. To determine the amounts of net position- restricted and unrestricted that should be reported in the government-wide and proprietary fund, financial statements, a flow assumption must be made to establish the order in which resources are considered to be applied. In the absence of specific grant compliance requirements to the contrary, the District policy is to utilize all amounts of available restricted net position prior to applying unrestricted net position to fund acquisition costs.

T. Fund Balance Flow Assumption (Governmental Fund Financial Statements)

Periodically, the District may fund outlays for a particular purpose from both restricted resources and unrestricted resources (the total of the committed, assigned and unassigned fund balance). To determine the amounts to report as restricted, committed, assigned and unassigned fund balance in the governmental fund financial statements, a flow assumption must be made to establish the order in which resources are considered to be applied. In the absence of specific grant compliance requirements to the contrary, the District policy is to utilize all amounts of available restricted fund balance prior to applying any component of unrestricted fund balance. Further, when the components of unrestricted fund balance can be used for the same purpose, committed fund balance is depleted first, followed by assigned fund balance, with unassigned fund balance applied last.

U. Fund Balance Policies

Fund balance of the governmental funds is reported in various categories based upon the nature of any limitations requiring the use of resources for specific purposes. The District itself can establish limitations on the use of resources through actions to transfer amounts to legally restricted reserve accounts (capital, maintenance and emergency reserves), or actions to commit or assign fund balance.

The committed fund balance includes amounts that can only be used for the specific purposes determined by a formal action of the Board of Education. Commitments of fund balance remain in place until the committed fund balance is fully depleted or an amendatory action is taken by the Board of Education.

Assignments of fund balance are made by the Board of Education for specific purposes that do not the criteria to be classified as committed. The Board of education also assigns fund balance when it appropriates unrestricted/unassigned fund balance to bridge a gap between estimated revenue and appropriations in the subsequent year budget. Unlike commitments, assignments are generally temporary in nature, and additional actions of the Board are generally not required to remove an assignment, whereas an action of the Board is essential to the modification or elimination of an unexpended committed fund balance.

NOTES TO FINANCIAL STATEMENTS

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

V. District-Wide Financial Statement Classifications

1. Program Revenues – Amounts reported as program revenues include a) charges to customers or applicants who purchase, use or benefit from goods services or privileges provided by a given function or segment and b) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment.
2. General Revenues – All taxes, including those designated for specific purposes such as debt service, are reported as general revenues. All other resources, including internally dedicated resources, unrestricted entitlements, and investment income are reported as general revenues.
3. Capital Assets – In the statement of net position, capital assets are reported, net of accumulated depreciation as assets of the governmental activities and business-type activities.
4. Long-term Debt - In the statement of net position, long-term debt is reported as a component of long-term liabilities of the governmental activities and business-type activities.
5. Net Investment in Fixed Assets – In the statement of Net Position, the net undepreciated value of capital assets, less the value of outstanding debt issued to purchase acquire or build those capital assets, is reported as Net Investment in Fixed assets as a component of net position for the governmental activities and business-type activities.

Proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services and products in connection with the primary purpose or function for which the fund was established. The District's Food Service proprietary fund reports operating revenues from the sales of lunches and a la carte items, and operating expenses include the costs of sales (food, supplies and labor), administrative costs and depreciation on capital assets. Revenues earned through the District's participation in the National School Lunch Program are classified as nonoperating revenues, notwithstanding the limitations on the pricing of Type A student lunches that is required for program participation.

W. Reconciliation of District-Wide and Fund Financial Statements

Differences between governmental fund balance sheet and District-wide statement of net position and the differences between governmental fund statement of revenues, expenditures and changes in fund balances and District-wide statement of activities are set forth in Exhibits B-1 and B-3, respectively.

X. Estimates

The preparation of the financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the amounts reported in the financial statements and accompanying notes. Actual results may differ from those estimates

NOTE 2. CASH AND CASH EQUIVALENTS AND INVESTMENTS

State statutes set forth deposit requirements and investments that may be purchased by local units and the District deposits and invests its funds pursuant to statutory requirements, its policies and an adopted cash management plan.

Deposits

New Jersey statutes permit the deposit of public funds in institutions located in New Jersey that are insured by the Federal Deposit Insurance Corporation (FDIC), New Jersey's Governmental Unit Deposit Protection Act, by any other agencies of the United States that insures deposits or the State of New Jersey Cash Management Fund. The New Jersey Governmental Deposit Protection Act requires all banks doing business in the State of New Jersey to maintain collateral in the amount of 5% of the average public deposits and deposit these amounts with the Federal Reserve Bank for all deposits not covered by the FDIC.

NOTES TO FINANCIAL STATEMENTS

NOTE 2. CASH AND CASH EQUIVALENTS AND INVESTMENTS (CONT'D)

Cash on deposit is partially insured by federal deposit insurance in the amount of \$250,000.00 in each depository. Balances above the federal deposit insurance amount are insured by the Government Unit Deposit Protection Act (GUDPA), N.J.S.A. 17:941, et seq., which insures all New Jersey governmental units' deposits in excess of the federal deposit insurance maximums.

Based upon GASB criteria, the District considers cash and cash equivalents to include petty cash, change funds, demand deposits, money market accounts and short-term investments and are either any direct and general obligation of the United States of America or certificates of deposit issued by any bank, savings and bank or national banking association if qualified to serve as a depository for public funds under the provisions of the Governmental Unit Depository Protection Act.

At June 30, 2018, the book value of the District's cash, cash equivalents and investments were \$76,043,071.59. At year-end, of the cash and cash equivalents on deposit, \$1,808,301.80 was covered by federal depository insurance and \$76,284,222.89 was covered under the provisions of NJGUDPA.

The Woodbridge Board of Education had the following depository accounts. All deposits are carried at cost plus accrued interest. The government does not have a deposit policy.

<u>Depository Account</u>	<u>Bank Balance</u>
Insured--FDIC	\$1,808,301.80
Insured—NJGUDPA (N.J.S.A. 17:941)	76,284,222.89
Total	<u><u>\$78,092,524.69</u></u>

Custodial Credit Risk – Deposits – Custodial credit risk is the risk that in the event of a bank failure, the board's deposits may not be returned to it. The government does not have a deposit policy for custodial credit risk. As of June 30, 2018, based upon the insured balances as provided by FDIC and NJGUDPA coverage, none of the Board's bank balance of \$78,092,524.69 was considered exposed to custodial credit risk. (See Note 1-H relating to statutory mitigations of custodial risk in the event of a bank failure.) Based upon existing deposit and investment policies, the District is generally not exposed to credit risk, concentration of credit risk and interest rate risk nor is it exposed to foreign currency risk for its deposits and investments.

Concentration of Credit Risk – This is the risk associated with the amount of investments that the Board has with any one issuer that exceeds 5 percent or more of its total investments. Investments issued or explicitly guaranteed by the U.S. government and investments in mutual funds, external investment pools, and other pooled investments are excluded from this requirement.

Credit Risk – GASB 40 requires that disclosure be made as to the credit rating of all debt security investments except for obligations of the U.S. government or obligations explicitly guaranteed by the U.S. government. This is the risk that an issuer or other counterparty to an investment will not fulfill its obligation. In general, the Board does not have an investment policy regarding Credit Risk except to the extent outlined under the Board's investment policy.

New Jersey Cash Management Fund – All investments in the Fund are governed by the regulations of the Investment Council, which prescribe specific standards designed to insure the quality of investments and to minimize the risks related to investments. In all the years of the Division of Investment's existence, the Division has never suffered a default of principal or interest on any short-term security held by it due to the bankruptcy of a securities issuer; nevertheless, the possibility always exists, and for this reason a reserve is being accumulated as additional protection for the "Other-than-State" participants. In addition to the Council regulations, the Division sets further standards for specific investments and monitors the credit of all eligible securities issuers on a regular basis. The District had no funds on deposit with the New Jersey Cash Management Fund at June 30, 2018.

NOTES TO FINANCIAL STATEMENTS

Note 3: CAPITAL ASSETS NOTE DISCLOSURE

The following is disclosure of information about capital assets. Capital asset activity for the year ended June 30, 2018 was as follows:

	Beginning <u>Balance</u>	<u>Additions</u>	Adjustments/ <u>Retirements</u>	Ending <u>Balance</u>
Governmental Activities:				
Capital Assets That Are Not Being Depreciated:				
Land	\$ 5,868,569.00	\$	\$	\$ 5,868,569.00
Construction in Progress	<u>7,130,934.60</u>	<u>6,903,726.16</u>		<u>14,034,660.76</u>
Total Capital Assets Not Being Depreciated	<u>12,999,503.60</u>	<u>6,903,726.16</u>	<u>-</u>	<u>19,903,229.76</u>
Capital Assets That Are Being Depreciated:				
Building and Building Improvements	168,123,815.65	197,110.36		168,320,926.01
Equipment	<u>25,413,648.68</u>	<u>3,871,778.56</u>	<u>(376,200.48)</u>	<u>29,661,627.72</u>
Totals at Historical Cost	<u>193,537,464.33</u>	<u>4,068,888.92</u>	<u>(376,200.48)</u>	<u>197,982,553.73</u>
Less Accumulated Depreciation For:				
Building, Improvements and Equipment	<u>94,989,477.87</u>	<u>7,802,081.53</u>		<u>102,791,559.40</u>
Total Accumulated Depreciation*	<u>94,989,477.87</u>	<u>7,802,081.53</u>	<u>-</u>	<u>102,791,559.40</u>
Total Capital Assets Being Depreciated (Net of Accumulated Depreciation)	<u>98,547,986.46</u>	<u>(3,733,192.61)</u>	<u>(376,200.48)</u>	<u>95,190,994.33</u>
Government Activities Capital Assets, Net	<u>\$ 111,547,490.06</u>	<u>\$ 3,170,533.55</u>	<u>\$ (376,200.48)</u>	<u>\$ 115,094,224.09</u>
Business-type Activities				
Equipment	1,917,975.90	350,712.04		2,268,687.94
Less Accumulated Depreciation for: Equipment	<u>1,114,429.27</u>	<u>189,901.31</u>		<u>1,304,330.58</u>
Business-type Activities Capital Assets, Net	<u>\$ 803,546.63</u>	<u>\$ 160,810.73</u>	<u>\$ -</u>	<u>\$ 964,357.36</u>

* Depreciation expense was charged to governmental functions as follows:

Instruction	\$ 6,241,665.22
Direct Expense of various functions	<u>1,560,416.31</u>
Total Depreciation expense	<u>\$ 7,802,081.53</u>

NOTES TO FINANCIAL STATEMENTS

Note 4: LONG TERM DEBT DISCLOSURE

The following is disclosure of information about long term liabilities. Long-term liability activity for the year ended June 30, 2018 was as follows:

	<u>Beginning Balance</u>	<u>Additions/ Adjustments</u>	<u>Reductions</u>	<u>Ending Balance</u>	<u>Amounts Due Within One Year</u>
Governmental Activities:					
Bonds Payable:					
General Obligation Debt	\$ 60,515,000.00	\$ 27,445,000.00	\$ 3,130,000.00	\$ 84,830,000.00	\$ 3,190,000.00
Total Bonds Payable	<u>60,515,000.00</u>	<u>27,445,000.00</u>	<u>3,130,000.00</u>	<u>84,830,000.00</u>	<u>3,190,000.00</u>
Other Liabilities:					
Obligations Under Capital Lease	3,432,613.10	889,573.14	2,251,341.21	2,070,845.03	1,774,320.65
Compensated Absences Payable	<u>6,180,173.06</u>	<u>342,488.00</u>	<u>503,467.74</u>	<u>6,019,193.32</u>	
Total Other Liabilities	<u>9,612,786.16</u>	<u>1,232,061.14</u>	<u>2,754,808.95</u>	<u>8,090,038.35</u>	<u>1,774,320.65</u>
Subtotal Bonds and Other Liabilities	70,127,786.16	28,677,061.14	5,884,808.95	92,920,038.35	4,964,320.65
Bond Premiums/(Discount)	3,156,178.49	539,041.20	280,600.83	3,414,618.86	281,999.01
Net Pension Liability (PERS)	<u>62,609,403.00</u>		<u>12,794,288.00</u>	<u>49,815,115.00</u>	
Total Liabilities	<u>\$ 135,893,367.65</u>	<u>\$ 29,216,102.34</u>	<u>\$ 18,959,697.78</u>	<u>\$ 146,149,772.21</u>	<u>\$ 5,246,319.66</u>

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

As of June 30, 2018, the Board's long-term debt is as follows:

\$41,460,000, Refunding Bonds of 2014 due in annual installments of \$15,000 to \$3,565,000 through July 15, 2029, interest at rates from 3.00% to 4.50%	\$ 34,555,000.00
\$27,000,000 General Improvement Bonds issued November 2013 due in annual installments of \$825,000 to \$1,260,000 interest at rates from 2.00% to 3.00%	22,830,000.00
\$10,000,000, General Improvement Bonds issued September 2017 due in annual installments of \$260,000 to \$520,000 interest at rates from 3.000% to 3.375%	10,000,000.00
\$17,445,000 General Improvement Bonds issued January 2018 due in annual installments of \$340,000 to \$680,000 interest at rates from 3.125% to 3.500%	<u>17,445,000.00</u>
	<u>\$ 84,830,000.00</u>

Note 4: LONG TERM DEBT DISCLOSURE (CONT'D.)

Year ending June 30,	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2019	\$ 3,190,000.00	\$ 3,120,878.34	\$ 6,310,878.34
2020	3,925,000.00	2,710,787.50	6,635,787.50
2021	4,090,000.00	2,575,625.00	6,665,625.00
2022	4,270,000.00	2,434,475.00	6,704,475.00
2023	4,445,000.00	2,287,175.00	6,732,175.00
2024	4,625,000.00	2,130,387.50	6,755,387.50
2025	4,840,000.00	1,962,540.63	6,802,540.63
2026	5,045,000.00	1,789,606.25	6,834,606.25
2027	5,265,000.00	1,604,218.75	6,869,218.75
2028	5,500,000.00	1,400,768.75	6,900,768.75
2029	5,460,000.00	1,198,043.75	6,658,043.75
2030	5,685,000.00	998,293.75	6,683,293.75
2031	2,225,000.00	863,631.25	3,088,631.25
2032	2,385,000.00	795,693.75	3,180,693.75
2033	2,435,000.00	723,181.25	3,158,181.25
2034	2,335,000.00	649,609.38	2,984,609.38
2035	2,385,000.00	576,465.63	2,961,465.63
2036	2,435,000.00	501,500.00	2,936,500.00
2037	2,450,000.00	425,237.50	2,875,237.50
2038	2,455,000.00	348,675.00	2,803,675.00
2039	1,195,000.00	290,937.50	1,485,937.50
2040	1,195,000.00	252,100.00	1,447,100.00
2041	1,195,000.00	212,940.63	1,407,940.63
2042	1,200,000.00	173,375.00	1,373,375.00
2043	1,200,000.00	133,725.00	1,333,725.00
2044	680,000.00	102,850.00	782,850.00
2045	680,000.00	80,750.00	760,750.00
2046	680,000.00	58,650.00	738,650.00
2047	680,000.00	35,700.00	715,700.00
2048	680,000.00	11,900.00	691,900.00
	<u>\$ 84,830,000.00</u>	<u>\$ 30,449,722.09</u>	<u>\$ 115,279,722.09</u>

B. Capital Leases:

The District is leasing a copier, telephone, computer and other equipment under capital leases. All capital leases are for the terms of three to five years. The following is a schedule of the future minimum lease payments under this capital lease and including principal and interest payments.

Year ending June 30,	<u>Total</u>
2019	\$ 1,789,122.75
2020	<u>296,524.38</u>
Total Minimum Lease Payments	<u>2,085,647.13</u>
Less: Amount of Representing Interest	<u>14,802.10</u>
Present Value of Net Minimum Lease Payment	<u>\$ 2,070,845.03</u>

C. Bond Referendum:

On March 28, 2017, the voters of the District approved a bond referendum for various school projects in an amount not to exceed \$59,218,113, which expenditure shall be funded with bonds of the School District in the amount not to exceed \$57,688,113 for the St. Cecelia School, the Ross Elementary School and the Woodbridge Middle School projects. The technology and security upgrades in the amount of \$1,550,000 are to be funded from the District capital funds.

D. School Bonds, Series 2017 and Series 2018

The Board authorized the issuance of School Bonds, Series 2017, dated August 15, 2017 in the amount of \$10,000,000. The Bonds mature September 1, 2019 through 2042 in principal amounts ranging between \$260,000 - \$520,000, at interest rates ranging from 3.000% to 3.375%. The Bonds were issued pursuant to the approved special election held March 28, 2017 which received voter approval.

The Board also authorized the issuance of School Bonds, Series 2018, dated December 14, 2017 in the amount of \$17,445,000. The Bonds mature October 1, 2019 through 2047 in principal amounts ranging between \$340,000 - \$680,000, at interest rates ranging from 3.125% to 3.500%. The Bonds were issued pursuant to the approved special election held March 28, 2017 which received voter approval.

NOTES TO FINANCIAL STATEMENTS

NOTE 5. PENSION PLANS

Description of Plans

The State of New Jersey, Division of Pension and Benefits (the Division) was created and exists pursuant to N.J.S.A. 52:18A to oversee and administer the pension trust and other postemployment benefit plans sponsored by the State of New Jersey (the State). 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 plans terminate. Each defined benefit pension plan's designated purpose is to provide retirement, death and disability benefits to its members. The authority to amend the provision of plan rests with new legislation passed by the State of New Jersey. Pension reforms enacted pursuant to Chapter 78, P.L. 2011 included provisions creating special Pension Plan Design Committees for the public Employees Retirement System (PERS) and the Teachers' Pension and Annuity Fund (TPAF), once a Target Funded Ratio (TFR) is met, that will have the discretionary authority to modify certain plan design features, including member contribution rate; formula for calculation of final compensation or final salary; fraction used to calculate a retirement allowance; age at which a member may be eligible and the benefits for service or early retirement; and benefits provided for disability retirement. The committee will also have the authority to reactivate the cost of living adjustment (COLA) on pensions.

However, modifications can only be made to the extent that the resulting impact does not cause the funded ratio to drop below the TFR in any one year of a projection period. The Division issues a publicly available financial report that includes the financial statements and required supplementary information for each of the plans. This report may be accessed via the Division of Pensions and Benefits website, at www.state.nj.us/treasury/pensions, or may be obtained by writing to the Division of Pensions and Benefits, PO Box 295, Trenton, New Jersey, 08625.

A. PUBLIC EMPLOYEES RETIREMENT SYSTEM

The Public Employee Retirement System is a cost-sharing, multiple employer defined benefit pension plan as defined in GASB Statement No. 68. The Plan is administered by The New Jersey Division of Pensions and Benefits (Division). The more significant aspects of the PERS Plan are as follows:

Plan Membership and Contributing Employers- Substantially all full-time employees of the State of New Jersey or any county, municipality, school district or public agency are enrolled in PERS, provided the employee is not required to be a member of another state-administered retirement system or other state pension fund or other jurisdiction's pension fund. Membership and contributing employers of the defined benefit pension plans consisted of the following at June 30, 2017:

Inactive plan members or beneficiaries currently receiving benefits	170,124
Inactive plan members entitled to but not yet receiving benefits	650
Active plan members	<u>254,685</u>

Total	<u>425,459</u>
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Contributing Employers – 1,705.

Significant Legislation – Chapter 19, P.L. 2009, effective March 17, 2009, provided an option for local employers of PERS to contribute 50% of the normal and accrued liability contribution amounts certified for payments due in State Fiscal Year 2009. Such an employer will be credited with the full payment and any such amounts will not be included in their unfunded liability. The actuaries will determine the unfunded liability of PERS, by employer, for the reduced normal and accrued liability contributions provided under this law. This unfunded liability will be paid by the employer in level annual payments over a period of 15 years beginning with the payments due in the fiscal year ended June 30, 2012 and will be adjusted by the rate of return on the actuarial value of assets.

Pursuant to the provision of Chapter 78, P.L. 2011, COLA increases were suspended for all current and future retirees of PERS.

NOTES TO FINANCIAL STATEMENTS

NOTE 5. PENSION PLANS (CONT'D)

A. PUBLIC EMPLOYEES RETIREMENT SYSTEM (Cont'd)

For the year ended June 30, 2018 the Board's total payroll for all employees was \$131,166,398. Total PERS covered payroll was \$15,391,079. Covered payroll refers to all compensation paid by the Board to active employees covered by the Plan.

Specific Contribution Requirements and benefit provisions – The contribution policy is set by N.J.S.A 43:15 and requires contributions by active members and contributing employers. Members contribute at a uniform rate. Pursuant to the provisions of Chapter 78, P.L. 2011, the active member contribution rate increased from 5.5% of annual compensation to 6.5% plus an additional 1% phased-in over 7 years beginning in July 2012. The member contribution rate was 7.20% in State fiscal year 2017 and increased to 7.34% for State fiscal year 2018, commencing July 1, 2017. The phase-in of the additional incremental member contribution rate takes place in July of each subsequent State fiscal year. Employers contribution amounts are based on an actuarially determined rate. The annual employer contributions include funding for basic retirement allowances and noncontributory death benefits. The School Board's contributions to the Plan for the years ended June 30, 2017 and 2018 were \$1,885,069 and \$2,003,769, respectively. School Board contributions are due and payable in the fiscal period subsequent to plan year for which the contributions requirements were calculated.

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

The following represents the membership tiers for PERS:

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

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

Pension Liabilities, Pension Expense, Deferred Outflows of Resources, and Deferred Inflows of Resources Related to Pensions – At June 30, 2018, the School Board reported a liability of \$49,815,115 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 Board's proportion of the net pension liability was based on a projection of the Boards long-term share of contributions to the pension plan relative to the projected contributions of all participating entities, actuarially determined. At June 30, 2017, the Boards proportion was 0.2139971448%, which was an increase of 0.0026012428% from its proportion measure as of June 30, 2016.

NOTES TO FINANCIAL STATEMENTS

NOTE 5. PENSION PLANS (CONT'D)

A. PUBLIC EMPLOYEES RETIREMENT SYSTEM (Cont'd)

For the year ended June 30, 2018, the Board recognized pension expenses of \$4,222,297. At June 30, 2018, the Board reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	<u>Deferred Outflows Of Resources</u>	<u>Deferred Inflows Of Resources</u>
Changes in assumptions	\$ 10,036,029	\$9,999,235
Net difference between projected and actual earnings on Plan investments	339,207	
Change in Pension Proportion	2,018,236	
Difference between expected and actual Experience	1,172,974	
Board Contributions subsequent to the measurement date	2,118,182	
	<hr/>	<hr/>
Total	<u>\$15,684,628</u>	<u>\$9,999,235</u>

The \$2,118,182 of deferred outflows of resources resulting from the Boards contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ending June 30, 2018. Other amounts reported as deferred outflows of resources and deferred inflows of resources will be recognized in pension expense as follows:

Year ending June 30,	
2018	\$1,794,038
2019	2,356,907
2020	1,555,351
2021	(1,162,668)
2022	(976,417)

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

Inflation	2.25%
Salary Increases (Through 2026)	1.65-4.15% Based on age
Thereafter	2.65-5.15% Based on age
Investment rate of return	7.00%

NOTES TO FINANCIAL STATEMENTS

NOTE 5. PENSION PLANS (CONT'D)

A. PUBLIC EMPLOYEES RETIREMENT SYSTEM (Cont'd)

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 the experience deviates, the larger the impact on future financial statements.

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

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

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-Term Expected Real Rate of Return</u>
Absolute return/risk mitigation	5.00%	5.51%
Cash equivalents	5.50%	1.00%
U.S. Treasuries	3.00%	1.87%
Investment grade credit	10.00%	3.78%
Public high yield	2.50%	6.82%
Global diversified credit	5.00%	7.10%
Credit oriented hedge funds	1.00%	6.60%
Debt related private equity	2.00%	10.63%
Debt related real estate	1.00%	6.61%
Private real estate	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%

NOTES TO FINANCIAL STATEMENTS

NOTE 5. PENSION PLANS (CONT'D)

A. PUBLIC EMPLOYEES RETIREMENT SYSTEM (Cont'd)

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 their actuarially determined contributions. Based on those assumptions, the plan's fiduciary net position was projected to be available to make projected future benefit payments of current plan members through 2040. Therefore, the long-term expected rate of return on plan investments was applied to projected benefit payments through 2040 and the municipal bond rate was applied to projected benefit payments after that date in determining the total pension liability.

Sensitivity of Net Pension Liability – the following presents the net pension liability of PERS participating employers as of June 30, 2017, calculated using the discount rates as disclosed above as well as what the net pension liability would be if it were calculated using a discount rate that is 1 percentage point lower or 1 percentage rate higher than the current rate:

	<u>At 1% Decrease</u> <u>(4.00%)</u>	<u>At current discount rate</u> <u>(5.00%)</u>	<u>At 1% increase</u> <u>(6.00%)</u>
State	\$29,818,581,732	\$25,645,622,797	\$22,179,578,513
Local	<u>28,878,437,027</u>	<u>23,278,401,588</u>	<u>18,612,878,069</u>
PERS Plan Total	<u>\$58,697,018,759</u>	<u>\$48,924,024,385</u>	<u>\$40,792,456,582</u>
District's Proportionate Share of Net Pension Liability	<u>\$61,799,031</u>	<u>\$49,815,115</u>	<u>\$39,831,028</u>

Components of Net Pension Liability – The components of the net pension liability for PERS, including the State of New Jersey, at June 30, 2017 is as follows:

	<u>State</u>	<u>Local</u>	<u>Total</u>
Total Pension Liability	\$32,535,896,852	\$44,852,367,051	\$77,388,263,903
Plan Fiduciary Net Position	<u>6,890,274,055</u>	<u>21,573,965,463</u>	<u>28,464,239,518</u>
Net Pension Liability	<u>\$25,645,622,797</u>	<u>\$23,278,401,588</u>	<u>\$48,924,024,385</u>

B. TEACHERS PENSION AND ANNUITY FUND

The Teachers' Pension and Annuity Fund is a cost-sharing, multiple employer defined benefit pension plan with a special funding situation as defined in GASB Statement No. 68. The Plan is administered by The New Jersey Division of Pensions and Benefits (Division). The more significant aspects of the TPAF Plan are as follows:

NOTES TO FINANCIAL STATEMENTS

NOTE 5. PENSION PLANS (CONT'D)

B. TEACHERS PENSION AND ANNUITY FUND (Cont'd)

Plan Membership and Contributing Employers- Substantially all teachers or members of the professional staff of Local Education Agencies that are certified by the State Board of Examiners, and Employees of the Department of Education who have titles that are unclassified, professional and certified are enrolled in the TPAF. Membership and contributing employers of the defined benefit pension plans consisted of the following at June 30, 2017:

Inactive plan members or beneficiaries currently receiving benefits	101,246
Inactive plan members entitled to but not yet receiving benefits	222
Active plan members	<u>140,563</u>
Total	<u>242,031</u>

In addition to the State, who is the sole payer of regular employer contributions to the fund, TPAF's contributing employers include boards of education who elected to participate in the Early Retirement Incentive Program (ERIP) and are legally responsible to continue to pay towards their incurred liability. The current number of ERIP Contributing Employers is 24.

Significant Legislation – Pursuant to the provision of Chapter 78, P.L. 2011, COLA increases were suspended for all current and future retirees of TPAF.

For the year ended June 30, 2018 the Board's total payroll for all employees was \$131,166,398. Total TPAF covered payroll was \$107,107,633. Covered payroll refers to all compensation paid by the Board to active employees covered by the Plan.

Specific Contribution Requirements and benefit provisions – The contribution policy is set by N.J.S.A. 18A:66 and requires contributions by active members and contributing employers. Pursuant to the provisions of Chapter 78, P.L. 2011, the active member contributions rate increased from 5.5% of annual compensation to 6.5% plus an additional 1% phased-in over 7 years beginning in July 2012. The member contribution rate was 7.20% in State fiscal year 2017 and increased to 7.34% for State fiscal year 2018, commencing July 1, 2017. The phase-in of the additional incremental member contribution rate takes place in July of each subsequent State fiscal year. The State of New Jersey contribution amount is based on an actuarially determined amount, which includes the normal cost and unfunded accrued liability. For fiscal year 2018, the State's pension contribution was less than the actuarially determined amount.

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

The following represents the membership tiers for TPAF:

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

NOTES TO FINANCIAL STATEMENTS

NOTE 5. PENSION PLANS (CONT'D):

B. TEACHERS PENSION AND ANNUITY FUND (Cont'd)

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

Pension Liabilities, Pension Expense, Deferred Outflows of Resources, and Deferred Inflows of Resources Related to Pensions – The State of New Jersey is solely responsible for funding the normal pension obligations of the TPAF, including 100% of the obligations of LEAs within the State. Accordingly, the District does not report TPAF pension liabilities or deferred inflows and outflows of financial resources in its financial statements. Payments made by the State to the TPAF “on-behalf” of the LEAs are reported to the LEAs and reported as TPAF pension expenditures/expenses as made.

Three-Year Trend Information for TPAF (Paid on-behalf of the District, excluding post-retirement medical benefits which are reported in Note 6)

<u>Year Funding</u>	<u>Annual Pension Cost (APC)</u>	<u>Percentage of APC Contributed</u>	<u>Net Pension Obligation</u>
6/30/18	\$ 15,025,521	Unknown	\$ -0-
6/30/17	11,124,009	Unknown	-0-
6/30/16	7,869,982	Unknown	-0-

At June 30, 2017, the TPAF reported a net pension liability of \$67,423,605,859 for its Non-State Employer Member Group. The proportionate share of the State of New Jersey’s the net pension liability for the Non-State Employer Member Group that is attributable to the District was \$666,801,824 or 0.9889738%.

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

Inflation	2.25%
Salary Increases (2012-2021)	Varies based on experience
Thereafter	Varies based on experience
Investment rate of return	7.00%

Pre-retirement, post-retirement and disabled mortality rates were based on the experience of TPAF members reflecting mortality improvement on 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.

NOTES TO FINANCIAL STATEMENTS

NOTE 5. PENSION PLANS (CONT'D):

B. TEACHERS PENSION AND ANNUITY FUND (Cont'd)

The long-term expected rate of return on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plans 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:

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-Term Expected Real Rate of Return</u>
Absolute return/risk mitigation	5.00%	5.51%
Cash equivalents	5.50%	1.00%
U.S. Treasuries	3.00%	1.87%
Investment grade credit	10.00%	3.78%
Public high yield	2.50%	6.82%
Global diversified credit	5.00%	7.10%
Credit oriented hedge funds	1.00%	6.60%
Debt related private equity	2.00%	10.63%
Debt related real estate	1.00%	6.61%
Private real estate	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 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 Net Pension Liability to Changes in the Discount Rate the following presents the net pension liability of TPAF as of June 30, 2017 calculated using the discount rates as disclosed above as well as what the net pension liability would be if it were calculated using a discount rate that is 1 percentage point lower or 1 percentage rate higher than the current rate:

	<u>At 1% Decrease (3.25%)</u>	<u>At current Discount rate (4.25%)</u>	<u>At 1% Increase (5.25%)</u>
TPAF	\$80,394,331,171	\$67,670,209,171	\$57,188,022,171

NOTES TO FINANCIAL STATEMENTS

NOTE 5. PENSION PLANS (CONT'D):

B. TEACHERS PENSION AND ANNUITY FUND (Cont'd)

Components of Net Pension Liability – The components of the net pension liability for TPAF, including the State of New Jersey, at June 30, 2017 is as follows:

Total Pension Liability	\$ 90,726,371,000
Plan Fiduciary Net Position	<u>23,056,161,829</u>
Net Pension Liability	\$ <u>67,670,209,171</u>
Plan Fiduciary Net Position as a percentage of the total pension liability	25.41%

Additional Information – Collective balances at June 30, 2017 were as follows:

Collective Deferred Outflows of Resources	\$ 14,160,879,257
Collective Deferred Inflows of Resources	11,800,239,661
State's Total Non-employer Net Pension Liability	67,423,605,859
District's Proportion	0.988973840%

C. Defined Contribution Retirement System (DCRP)

The Defined Contribution Retirement Plan (DCRP) is a multiple employer defined contribution plan as defined in GASB Statement No. 68. The Plan is administered by The New Jersey Division of Pensions and Benefits (Division). The more significant aspects of the DCRP are as follows:

Plan Membership and Contributing Employers- Enrollment in the DCRP is required for state or local officials, elected or appointed on or after July 1, 2007; employees enrolled in TPAF or PERS on or after July 1, 2007, who earn salary in excess of established "maximum compensation" limits; employees otherwise eligible to enroll in TPAF or PERS on or after November 2, 2008, who do not earn the minimum annual salary for tier 3 enrollment but who earn salary of at least \$5,000 annually; and employees otherwise eligible to enroll in TPAF or PERS after May 21, 2010, who do not work the minimum number of hours per week required for tier 4 or tier 5 enrollment, but who earn salary of at least \$5,000 annually. At June 30, 2017, the membership in the DCRP, based on the information within the Division's database, was 43,516.

Contribution Requirement and Benefit Provisions - State and local government employers contribute 3% of the employee's base salary. Active members contribute 5.5% of base salary.

Eligible members are provided with a defined contribution retirement plan intended to qualify for favorable Federal income tax treatment under IRC Section 401(a), a noncontributory group life insurance plan and a noncontributory group disability benefit plan. A participant's interest in that portion of his or her defined contribution retirement plan account attributable to employee contributions shall immediately become and shall at all times remain fully vested and non-forfeitable. A participant's interest in that portion of his or her defined contribution retirement plan account attributable to employer contributions shall be vested and non-forfeitable on the date the participant commences the second year of employment or upon his or her attainment of age 65, while employed by an employer, whichever occurs first.

For the year ended June 30, 2018 the Board's total payroll for all employees was \$131,166,398. Total DCRP covered payroll was \$1,480,218. Covered payroll refers to all compensation paid by the Board to active employees covered by the Plan. The Board and employee contributions to the DCRP for the year ended June 30, 2018 were \$44,406 and \$81,392, respectively.

NOTE 6. POST-EMPLOYMENT BENEFITS

General Information about the OPEB Plan:

Plan Description and Benefits Provided:

P.L. 1987, c.384 and P.L. 1990, c.6. required the Teachers' Pension and Annuity Fund (TPAF) and the Public Employees Retirement System (PERS), respectively, to fund post-retirement medical benefits for those members who retire after accumulating a minimum of 25 years of credited service or on a disability retirement. Pursuant to P.L. 2007, c.103, separate funds outside the pension plans were established for the funding and payment of post-retirement medical benefits for retired state employees and retired educational employees. Pursuant to this Act, the State Health Benefits Local Education Retired Employees Plan (SHBLEREP) was established to oversee the funding and payment of post-employment medical benefits for eligible LEA employees. The SHBLEREP is a multiple employer defined benefit OPEB plan that is administered on a pay-as-you-go basis in accordance with P.L. 1994, c.62. Accordingly, no assets are accumulated in a qualifying trust that meets the criteria set forth in paragraph 4 of GASB Statement No. 75. The SHBLEREP provides medical, prescription drug and Medicare Part B reimbursement to retirees and retiree dependents of local education employers.

Coverage is provided at no cost to members of the TPAF and PERS that had retired on a disability retirement or retired after accumulating 25 years of creditable service prior to June 28, 2011 and to those who had a minimum of 20 years of creditable service on June 28, 2011 and who subsequently retire after accumulating 25 years of credited service or on a disability retirement. Employees who had less than 20 years of creditable service on June 28, 2011 and subsequently retire after accumulating a minimum of 25 years of creditable service are required by Chapter 78, P.L. 2011 to contribute a percentage of the cost of their health care coverage in retirement. The percentage of the premium that will be the responsibility of the retiree is determined based upon the retiree's annual retirement benefit and level of coverage. Chapter 78 retirees opting for single will make contributions that escalate from 4.5% for annual retirement allowance under \$20,000 to 35.0% for annual retirement allowances exceeding \$110,000 per annum. Chapter 78 retirees opting for family coverage will range from 3.43% for annual retirement allowances under \$25,000 per annum to 35.0% for annual retirement allowances exceeding \$110,000 per annum.

The State is also responsible for the costs 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 or on a disability retirement if the member's employer does not provide this coverage.

Covered Retirees and State Contributions:

At June 30, 2017, there were approximately 112,966 TPAF retirees receiving State paid post-employment health benefits, and the State contributed \$1.39 billion on their behalf.

The State paid \$238.9 million toward Chapter 126 post-employment benefits for 20,913 eligible PERS 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 contributions to OPEB for qualified retired SHBLEREP participants. The State of New Jersey's Total Non-employer OPEB Liability for the SHBLEREP was \$53,639,841,858 and \$57,831,784,184 at June 30, 2017 and 2016, respectively. The amounts of the State's Non-employer OPEB Liability that are attributable to employees and retirees of the Woodbridge Township School District was \$466,974,014 and \$505,583,741 at June 30, 2017 and 2016, respectively. These allocated liabilities represent 0.87% of the State's Total Non-employer OPEB Liability for each of the years reported. However, the Woodbridge Township School District's proportionate share percentage as determined in accordance with the provisions of paragraphs 193 and 203 to 205 of GASB Statement 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. Based upon the preceding, the OPEB liability information that follows is reported at the State's level and does not reflect expenses and liabilities of the District that are required to be funded through annual District budgets.

NOTES TO FINANCIAL STATEMENTS

NOTE 6. POST-EMPLOYMENT BENEFITS (CONT'D)

Actuarial Assumptions and Other Inputs:

The total non-employer OPEB liability as of June 30, 2017 was determined by an actuarial valuation as of June 30, 2016 that was rolled forward to June 30, 2017. The total non-employer OPEB liability as of June 30, 2016 was determined by an actuarial valuation as of June 30, 2016. The actuarial assumptions vary for each plan member depending upon the pension plan the member is enrolled in. This actuarial valuation used the following actuarial assumptions, applied to all periods included in the measurement unless otherwise specified:

Inflation	2.50%	
	<u>TPAF/ABP</u>	<u>PERS</u>
Salary Increases:		
Through 2026	1.55-4.55% Based on Years of Service	2.15-4.15% Based on Age
Thereafter	2.00-5.45% Based on Years of Service	3.15-5.15% Based on Age

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

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

Healthcare Trend Assumptions:

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

Discount Rate:

The discount rates for June 30, 2017 and 2016 were 3.58% and 2.85%, respectively. The source is the Bond Buyer G.O. 20-Bond Municipal Bond Index, which includes tax-exempt general obligation municipal bonds with an average rating of Aa/AA or higher.

NOTES TO FINANCIAL STATEMENTS

NOTE 6. POST-EMPLOYMENT BENEFITS (CONT'D)

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

Changes to the State's Total Non-employer OPEB Liability and the District's Allocation during the fiscal year ended June 30, 2017 were as follows:

	<u>State Totals</u>	<u>District Allocation</u>
Non-employer OPEB Liability Balance-June 30, 2016	\$57,831,784,184	\$505,583,741
Changes During the Current Year:		
Service Cost	2,391,878,884	19,232,050
Interest on the Total OPEB Liability	1,699,441,736	14,809,839
Changes in Assumptions	(7,086,599,129)	(62,233,783)
Gross Benefit Payments	(1,242,412,566)	(10,816,109)
Employee Contributions	45,748,749	398,276
	<hr/>	<hr/>
Net Changes	(4,191,942,326)	(38,609,727)
	<hr/>	<hr/>
Non-employer OPEB Liability Balance-June 30, 2017	\$53,639,841,858	\$466,974,014

Changes in Assumptions-Reflects a change in the discount rate from 2.85% as of June 30, 2016 to 3.58% as of June 30, 2017.

Sensitivity of the State's Total Non-employer OPEB Liability to Changes in the Discount Rate:

The following table sets forth the State's Total Non-employer OPEB Liability as of June 30, 2017, calculated using the discount rate as disclosed above, as well as what the State's Total Non-employer OPEB Liability would be if it was calculated using a discount rate that is one percentage point (1%) higher and lower than the actual discount rate that was utilized in the current period:

	1% Decrease <u>(2.58%)</u>	At Discount Rate <u>(3.58%)</u>	1% Increase <u>(4.58%)</u>
Total Non-employer OPEB Liability (New Jersey LEA Retirees)	\$63,674,362,200	\$53,639,841,858	\$45,680,364,953

Sensitivity of the State's Total OPEB Liability to Changes in the Healthcare Cost Trend Rates:

The following table sets forth the State's Total Non-employer OPEB Liability as of June 30, 2017, calculated using the healthcare trend rates rate as disclosed above, as well as what the State's Total Non-employer OPEB Liability would be if it was calculated using a healthcare trend rate that is one percentage point (1%) higher and lower than the actual healthcare trend rate that was utilized in the current period:

	1% Decrease	Healthcare Cost <u>Trent Rate</u>	1% Increase
Total Non-employer OPEB Liability (New Jersey LEA Retirees)	\$44,113,584,560	\$53,639,841,858	\$66,290,599,457

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

For the year ended June 30, 2018, in the Statement of Activities, the School District recognized OPEB expense of \$27,364,285. This amount was determined by the State of New Jersey as the District's allocated special funding share of the State's \$3,348,490,523 Total OPEB Non-employer Expense for the year ended June 30, 2017. These expense amounts represent calculations in accordance with GASB Statement No. 75 for the defined benefit OPEB Plan that is not operated through a trust that meets the criteria of paragraph 4 of the Statement and in which there is a special funding situation. As the State of New Jersey is the only entity with a legal responsibility to fund SHBLEREP OPEB obligations, the District's recognized OPEB expense is offset by Program Revenues/Operating Contributions in an equal amount in the Statement of Activities. Due to this special funding situation, there is no recognition of the allocation of the proportionate shares of deferred outflows of resources and deferred inflows of resources in the District's financial statements.

NOTES TO FINANCIAL STATEMENTS

NOTE 6. POST-EMPLOYMENT BENEFITS (CONT'D)

On-behalf Payments by the State of New Jersey for Retiree Health Benefits Costs:

As noted above, the State of New Jersey, pursuant to P.L. 1994, c. 62, administers the OPEB Plan on a pay-as-you-go basis. The following table sets forth the amounts of State contributions to the SHBLEREP allocated to the District for the last three years for post-employment medical costs. These amounts are reported in the governmental funds and budgetary comparison schedules as revenues and expenditures.

Three-Year Trend Information for TPAF Retiree Health Benefits (Paid on-behalf of the District)

<u>Year Funding</u>	Annual Post- Retirement Medical <u>Cost (APC)</u>	Percentage of APC <u>Contributed</u>
6/30/18	\$ 9,704,664	100%
6/30/17	9,268,829	100%
6/30/16	9,370,975	100%

Additional Information:

Collective balances of the SHBLEREP at June 30, 2017 were as follows:

Deferred Outflows of Resources	\$	0
Deferred Inflows of Resources		56,899,006
State's Total Non-employer OPEB Liability		53,639,841,858
District's Proportion		0.870573063%

NOTE 7. 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 vacation and sick leave in varying amounts under the District's personnel policies. In the event of termination, an employee is reimbursed for accumulated vacation. Sick leave benefits provide for ordinary sick pay and accumulate for use in future years. Upon the attainment of specified years of service or upon reaching normal retirement age, employees become eligible to receive compensation for unused accumulated sick leave. The specific terms for eligibility and compensation are governed by the various collective bargaining agreements and employment contracts.

In the district-wide *Statement of Net Assets*, the liabilities whose average maturities are greater than one year should be reported in two components – the amount due within one year and the amount due in more than one year.

NOTES TO FINANCIAL STATEMENTS

NOTE 8. DEFERRED COMPENSATION

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

- The Variable Annuity Life Insurance Company First
- Investors Corporation MetLife Investors Group, Inc.
- The Copeland Companies
- Paul Revere Company
- Lincoln Investment Planning Inc.
- The Equitable Financial Companies
- Vanguard Fiduciary Group
- Thomas Seely Agency, Inc.
- Metropolitan Life & Affiliated Companies
- Prudential Insurance Company of America
- Fidelity Investments
- Primerica Financial Services

NOTE 9. 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 - During the school year ended June 30, 2018, the District continued to transfer its insurable risks through the purchase of commercial insurance policies.

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

<u>Fiscal</u> <u>Year</u>	<u>District/ Employee</u> <u>Contributions</u>	<u>Amount</u> <u>Reimbursed</u>	<u>Ending</u> <u>Balance</u>
2017-2018	\$ 310,726	\$ 260,610	\$ 2,355,246
2016-2017	\$ 301,398	\$ 176,281	\$ 2,305,130
2015-2016	\$ 285,166	\$ 254,930	\$ 2,180,014

In prior years, the Board instituted a risk management program, which combines risk retention and reinsurance coverage for claims relating to statutory worker's compensation. The Board also obtained specific excess workers' compensation insurance coverage. Effective for the fiscal year beginning July 1, 2011, the Board has obtained workers' compensation insurance through a premium based risk transfer policy.

NOTE 10. INTERFUND RECEIVABLES AND PAYABLES

No interfund balances remained on the balance sheet at June 30, 2018.

NOTES TO FINANCIAL STATEMENTS

NOTE 11. INVENTORY

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

The value of Federal donated commodities as reflected on Schedule A (required by the Single Audit Act of 1984) is the difference between market value and cost of the commodities at the date of purchase and has been included as an item of non-operating revenue in the financial statements.

Food & Supplies	\$ 32,951.60
USDA Commodities	\$ 23,318.77

NOTE 12. CAPITAL RESERVE/CAPITAL OUTLAY

A capital reserve account was originally established by the Woodbridge Township Board of Education in the amount of \$1.00 on October 19, 2000. The capital reserve account is for the accumulation of funds for use as capital outlay expenditures in subsequent fiscal years. The capital reserve account is maintained in the general fund and its activity is included in the general fund annual budget; however, no fund balance currently exists with the capital reserve account.

Funds placed in the capital reserve account are restricted to capital projects in the district's approved Long Range Facilities Plan (LRFP). Upon submissions of the LRFP to the department, a district may increase the balance in the capital reserve by appropriating funds in the annual general fund budget certified for taxes or by transfer by board resolution at year end of any anticipated revenue or unexpended line-item appropriation amounts, or both. A district may also appropriate additional amounts when the express approval of the voters has been obtained either by a separate proposal at budget time or by a special question at one of the four special elections authorized pursuant to N.J.S.A. 19:60-2. Pursuant to N.J.A.C. 6A:26-9(d)1, the balance in the account cannot at any time exceed the local support costs of uncompleted capital projects in its approved LRFP. There is no balance at June 30, 2018.

NOTE 13. FUND BALANCE APPROPRIATED

General Fund - Of the \$40,075,278.07 General Fund balance at June 30, 2018, \$509,213.60 is reserved for encumbrances; \$14,724,907.26 is designated for subsequent year's expenditures; \$23,508,315.42 is excess surplus and \$1,332,841.79 is unreserved and undesignated.

Capital Projects Fund - The Capital Projects Fund reports a fund balance of \$21,995,391.92. The entire amount of the \$21,995,391.92 is committed to District Capital Projects.

Debt Service Fund - The Debt Service Fund reports a fund balance of \$25.74 at June 30, 2018 as restricted. Of the fund balance at June 30, 2018, the full amount has been appropriated as revenue in the 2017-2018 school budget.

NOTE 14. CALCULATION OF EXCESS SURPLUS

In accordance with N.J.S.A. 18A:7F-7, as amended by P.L. 2004, c.73 (S1701), the designation for Reserved Fund Balance -- Excess Surplus is a required calculation pursuant to the New Jersey Comprehensive Educational Improvement and Financing Act of 1996 (CEIFA). 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. Based upon the reduction in the maximum undesignated surplus permitted as a result of the enactment of S1701, the District had current year excess surplus at June 30, 2018 in the amount of \$23,508,315.42. This amount is required to be utilized as tax relief in the 2018-2019 budget.

NOTES TO FINANCIAL STATEMENTS

NOTE 15. DEFICIT FUND BALANCES

The District did not have a deficit total governmental fund balances at June 30, 2018 reported in the fund statements (modified accrual basis). P.L. 2003 c.97 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, ie., if one government recognizes an asset, the other government recognizes a liability. Since the District is not recording the last state aid payment on the GAAP financial statements until the year the State records the payable, it is possible that a positive fund balance could be reported on a mandated budgetary basis while a deficit is reported on a GAAP basis based upon nonrecognition of revenue on the GAAP basis for the final state aid payment.

Pursuant to *N.J.S.A. 18A:22-44.2* any negative unreserved, undesignated general fund balance that is reported as a direct result from a delay in the payment of state aid until the following fiscal year, is not considered in violation of New Jersey statute and regulation nor in need of corrective action.

NOTE 16. PENDING LITIGATION AND CONTINGENT LIABILITIES

Federal and State Assistance Programs

The Board participates in several federal and state financial assistance grant programs. Entitlement to the funds is generally conditioned upon compliance with terms and conditions of the grant agreements and applicable regulations, including the expenditures of funds for eligible purposes. These programs are also subject to compliance and financial audits by the grantors or their representatives. As of June 30, 2018, the Board does not believe that any material liabilities will result from such audits.

Contingencies

The District is involved in several claims and lawsuits incidental to its operation, which are generally defended through the Board's insurance carriers. Certain claims are in their discovery stage and the potential financial exposure to the Board, if any, cannot currently be ascertained. Except as follows, management indicates there was no litigation pending which, in the event of an adverse or unfavorable outcome, would materially impair the financial position of the Township of Woodbridge School District.

NOTE 17. TAX ABATEMENTS

The Township of Woodbridge participates in long-term tax exemption programs for redevelopment, as authorized and permitted by New Jersey State Statutes. *N.J.S.A. 40A:20-1* et seq. sets forth the criteria and mechanism by which property taxes can and are abated. Taxes abated by other governments include local, school, county, and, in some cases, fire district taxes. The tax-exempt project makes payments to the municipalities in lieu of taxes (PILOT payments). School districts are not authorized by New Jersey statute to enter into tax abatement agreements. A municipal or county tax abatement agreement will not directly affect the school district's local tax revenue as *N.J.S.A. 54:4-75* and *N.J.S.A. 54:4-76* require that amounts so forgiven must effectively be raised by the tax base. The most recent Township information indicates PILOT billings for 2018 were \$12,367,570; whereas the amount of property taxes that otherwise may have been billed based upon the assessed valuations of these projects is calculated to be \$17,836,783. The Township also indicates that in most cases these redevelopment projects would not have taken place without the benefit of the tax abatement program.

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

NOTES TO FINANCIAL STATEMENTS

NOTE 15. DEFICIT FUND BALANCES

The District did not have a deficit total governmental fund balances at June 30, 2018 reported in the fund statements (modified accrual basis). P.L. 2003 c.97 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, ie., if one government recognizes an asset, the other government recognizes a liability. Since the District is not recording the last state aid payment on the GAAP financial statements until the year the State records the payable, it is possible that a positive fund balance could be reported on a mandated budgetary basis while a deficit is reported on a GAAP basis based upon nonrecognition of revenue on the GAAP basis for the final state aid payment.

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The Board participates in several federal and state financial assistance grant programs. Entitlement to the funds is generally conditioned upon compliance with terms and conditions of the grant agreements and applicable regulations, including the expenditures of funds for eligible purposes. These programs are also subject to compliance and financial audits by the grantors or their representatives. As of June 30, 2018, the Board does not believe that any material liabilities will result from such audits.

Contingencies

The District is involved in several claims and lawsuits incidental to its operation, which are generally defended through the Board's insurance carriers. Certain claims are in their discovery stage and the potential financial exposure to the Board, if any, cannot currently be ascertained. Management indicates there was no litigation pending which, in the event of an adverse or unfavorable outcome, would materially impair the financial position of the Township of Woodbridge School District.

NOTE 17. TAX ABATEMENTS

The Township of Woodbridge participates in long-term tax exemption programs for redevelopment, as authorized and permitted by New Jersey State Statutes. *N.J.S.A.* 40A:20-1 et seq. sets forth the criteria and mechanism by which property taxes can and are abated. Taxes abated by other governments include local, school, county, and, in some cases, fire district taxes. The tax-exempt project makes payments to the municipalities in lieu of taxes (PILOT payments). School districts are not authorized by New Jersey statute to enter into tax abatement agreements. A municipal or county tax abatement agreement will not directly affect the school district's local tax revenue as *N.J.S.A.* 54:4-75 and *N.J.S.A.* 54:4-76 require that amounts so forgiven must effectively be raised by the tax base. The most recent Township information indicates PILOT billings for 2018 were \$12,367,570; whereas the amount of property taxes that otherwise may have been billed based upon the assessed valuations of these projects is calculated to be \$17,836,783. The Township also indicates that in most cases these redevelopment projects would not have taken place without the benefit of the tax abatement program.

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

NOTES TO FINANCIAL STATEMENTS

NOTE 18. SUBSEQUENT EVENTS

As at the date of the audit report, no events have occurred that would have a material effect on the financial statements.

**REQUIRED SUPPLEMENTARY
INFORMATION**

PART II

BUDGETARY COMPARISON SCHEDULES

SECTION – C

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

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
REVENUES					
Local Sources:					
Local Tax Levy	\$ 176,416,871.00	\$	\$ 176,416,871.00	\$ 176,416,871.00	\$ -
Tuition - Individuals				12,283.00	12,283.00
Tuition - Other than Individuals				68,538.53	68,538.53
Miscellaneous	500,000.00		500,000.00	1,531,277.88	1,031,277.88
Interest on Investments			-	203,616.53	203,616.53
Interest - Custodial			-	269,525.50	269,525.50
Total - Local Sources	176,916,871.00	-	176,916,871.00	178,502,112.44	1,585,241.44
State Sources:					
Categorical Special Education Aid	7,858,506.00		7,858,506.00	7,858,506.00	-
Equalization Aid	13,851,438.00	5,063,216.00	18,914,654.00	18,914,654.00	-
Categorical Security Aid	841,063.00		841,063.00	841,063.00	-
Categorical Transportation Aid	911,488.00		911,488.00	911,488.00	-
Adequacy Aid	71,504.00		71,504.00	71,504.00	-
PARCC Readiness Aid	132,265.00		132,265.00	132,265.00	-
Per Pupil Growth Aid	132,265.00		132,265.00	132,265.00	-
Professional Learning Community Aid	135,310.00		135,310.00	135,310.00	-
Host District Support Aid	621.00		621.00	621.00	-
Lead Testing for Schools Aid				17,933.00	17,933.00
Extraordinary Aid				1,956,909.00	1,956,909.00
Non-Public Transportation Aid				116,033.00	116,033.00
On-Behalf T.P.A.F. Pension Contributions (non-budgeted)				15,025,521.00	15,025,521.00
On-Behalf T.P.A.F. Post-Retirement Medical (non-budgeted)				9,704,664.00	9,704,664.00
On-Behalf T.P.A.F. LTDI Contributions (non-budgeted)				21,980.00	21,980.00
Reimbursed T.P.A.F. Social Security Contributions (non-budgeted)				6,818,613.21	6,818,613.21
Total - State Sources	23,934,460.00	5,063,216.00	28,997,676.00	62,659,329.21	33,661,653.21
Federal Sources:					
Special Education Medicaid Initiative (SEMI)	196,163.00		196,163.00	213,442.85	17,279.85
Medicaid Admin. Claiming (MAC) - Random Moment in Time Aid				40,215.45	40,215.45
Total - Federal Sources	196,163.00	-	196,163.00	253,658.30	57,495.30
Total Revenues	\$ 201,047,494.00	\$ 5,063,216.00	\$ 206,110,710.00	\$ 241,415,099.95	\$ 35,304,389.95

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

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
EXPENDITURES					
Current Expense:					
Regular Programs - Instruction					
Preschool/Kinderg-Salaries	\$ 2,069,798.00	\$	\$ 2,069,798.00	\$ 1,804,447.98	\$ 265,350.02
Grades 1-5 Salaries of Teacher	25,343,990.00		25,343,990.00	24,268,149.07	1,075,840.93
Grades 6-8 Salaries of Teacher	18,952,321.00	30,421.85	18,982,742.85	18,734,587.35	248,155.50
Grades 9-12 Salaries of Teacher	25,082,704.00	(135,714.85)	24,946,989.15	23,800,443.42	1,146,545.73
Regular Programs - Home Instruction					
Salaries of Teachers	145,000.00		145,000.00	141,225.00	3,775.00
Purch Professional - Educational Services	45,000.00		45,000.00	32,683.38	12,316.62
Regular Programs - Undistributed Instruction					
Purch Professional - Educational Services	3,250,000.00		3,250,000.00	2,017,956.58	1,232,043.42
General Supplies	1,639,925.00	389,606.20	2,029,531.20	1,923,793.89	105,737.31
Textbooks	871,372.00	(213,376.49)	657,995.51	650,797.58	7,197.93
Total Regular Programs	77,400,110.00	70,936.71	77,471,046.71	73,374,084.25	4,096,962.46
Special Education-Instruction:					
Special Education - Cognitive Mild					
Salaries of Teachers	799,692.00		799,692.00	682,292.70	117,399.30
General Supplies	5,000.00		5,000.00	3,437.90	1,562.10
Total Cognitive Mild	804,692.00	-	804,692.00	685,730.60	118,961.40
Special Education - Learning/Language Disabilities					
Salaries of Teachers	2,995,049.00		2,995,049.00	2,602,485.07	392,563.93
General Supplies	5,000.00		5,000.00	2,916.71	2,083.29
Total Learning/Language Disabilities	3,000,049.00	-	3,000,049.00	2,605,401.78	394,647.22
Special Education Instruction - Auditory Impairments					
General Supplies	3,000.00		3,000.00	2,319.99	680.01
Total Auditory Impairments	3,000.00	-	3,000.00	2,319.99	680.01
Special Education-Instruction - Behavioral Disabilities					
Salaries of Teachers	158,156.00		158,156.00	98,156.00	60,000.00
Total Behavioral Disabilities	158,156.00	-	158,156.00	98,156.00	60,000.00

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WOODBIDGE SCHOOL DISTRICT
 BUDGETARY COMPARISON SCHEDULE
 GENERAL 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 Final to Actual</u>
Special Education-Instruction - Multiple Disabilities					
Salaries of Teachers	99,217.00	98,931.00	198,148.00	197,192.00	956.00
General Supplies	2,000.00		2,000.00	1,838.01	161.99
Total Multiple Disabilities	101,217.00	98,931.00	200,148.00	199,030.01	1,117.99
Special Education-Instruction - Resource Room/Resource Center					
Salaries of Teachers	10,960,761.00	(204,318.00)	10,756,443.00	10,193,779.42	562,663.58
General Supplies	2,000.00		2,000.00	989.81	1,010.19
Total Resource Room/Resource Center	10,962,761.00	(204,318.00)	10,758,443.00	10,194,769.23	563,673.77
Special Education Instruction - Autism					
Salaries of Teachers	1,111,469.00	14,893.00	1,126,362.00	1,103,904.58	22,457.42
General Supplies	5,000.00	675.00	5,675.00	5,629.41	45.59
Total Instruction - Autism	1,116,469.00	15,568.00	1,132,037.00	1,109,533.99	22,503.01
Special Education Instruction -Preschool Disabilities-Full Time					
Salaries of Teachers	881,836.00		881,836.00	791,567.94	90,268.06
General Supplies	3,000.00		3,000.00	2,973.25	26.75
Total Preschool Disabilities-Full Time	884,836.00	-	884,836.00	794,541.19	90,294.81
Special Education-Instruction - Home Instruction					
Salaries of Teachers	83,000.00	(15,000.00)	68,000.00	44,738.75	23,261.25
Purch Professional - Educational Services	70,000.00	15,000.00	85,000.00	80,830.80	4,169.20
Total Home Instruction	153,000.00	-	153,000.00	125,569.55	27,430.45
Total Special Education - Instruction	17,184,180.00	(89,819.00)	17,094,361.00	15,815,052.34	1,279,308.66
Bilingual Education-Instruction					
Salaries of Teachers	1,640,749.00	4,494.00	1,645,243.00	1,569,484.00	75,759.00
Total Bilingual Education	1,640,749.00	4,494.00	1,645,243.00	1,569,484.00	75,759.00

WOODBRIDGE SCHOOL DISTRICT
 BUDGETARY COMPARISON SCHEDULE
 GENERAL 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 Final to Actual</u>
School Sponsored Co/Extracurricular Activities - Instruction					
Salaries	566,750.00	14,332.49	581,082.49	568,607.97	12,474.52
Purchased Services	7,300.00	(2,347.50)	4,952.50	3,794.95	1,157.55
Supplies and Materials	33,510.00	2,196.45	35,706.45	35,262.96	443.49
Other Objects	12,760.00		12,760.00	10,861.40	1,898.60
Total School Sponsored Co/Extracurricular Activities - Instruction	620,320.00	14,181.44	634,501.44	618,527.28	15,974.16
School - Sponsored Athletics - Instruction					
Salaries	1,534,587.00	(7,419.72)	1,527,167.28	1,465,621.45	61,545.83
Purchased Services	74,900.00	9,492.57	84,392.57	84,094.66	297.91
Supplies and Materials	210,500.00	14,905.73	225,405.73	218,793.96	6,611.77
Other Objects	62,000.00	2,410.43	64,410.43	59,342.28	5,068.15
Total School - Sponsored Athletics - Instruction	1,881,987.00	19,389.01	1,901,376.01	1,827,852.35	73,523.66
Summer School - Instruction					
Salaries	15,000.00		15,000.00	13,340.00	1,660.00
Total Summer School - Instruction	15,000.00	-	15,000.00	13,340.00	1,660.00
Instructional Alternative Ed Program - Instruction					
Salaries	95,000.00		95,000.00	59,413.75	35,586.25
Total Instructional Alternative Ed Program - Instruction	95,000.00	-	95,000.00	59,413.75	35,586.25
Total Instruction	98,837,346.00	19,182.16	98,856,528.16	93,277,753.97	5,578,774.19
Undistributed Expenditures: Instruction					
Tuition to Other LEA's within the State - Regular	26,010.00	25,745.24	51,755.24	51,755.24	-
Tuition to Other LEA's within the State - Special	2,595,424.00	(75,000.00)	2,520,424.00	2,109,154.49	411,269.51
Tuition to County Vocational Schools - Regular	7,283.00	35,000.00	42,283.00	41,935.00	348.00
Tuition to County Spec. Serv. & Reg. Day Schools	2,560,750.00	(157,000.00)	2,403,750.00	2,240,716.75	163,033.25
Tuition to Private Schools for the Handicapped - within State	5,518,464.00	(27,760.00)	5,490,704.00	5,122,653.82	368,050.18
Tuition-State Facilities	22,199.00		22,199.00	4,500.00	17,699.00
Tuition-Other	312,773.00	(12,545.24)	300,227.76	138,466.40	161,761.36
Total Undistributed Expenditures-Instruction	11,042,903.00	(211,560.00)	10,831,343.00	9,709,181.70	1,122,161.30

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

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Undistributed Expenditures-Attendance and Social Work Salaries	150,790.00	49,747.00	200,537.00	200,536.60	0.40
Total Undistributed Expenditures Attend. & Social Work	150,790.00	49,747.00	200,537.00	200,536.60	0.40
Undistributed Expenditures-Health Services					
Salaries	2,103,940.00	15,839.98	2,119,779.98	2,118,136.09	1,643.89
Purchased Professional and Tech Services	270,520.00	(15,839.98)	254,680.02	189,890.59	64,789.43
Supplies and Materials	107,600.00	(3,240.87)	104,359.13	67,551.60	36,807.53
Total Undistributed Expenditures-Health Services	2,482,060.00	(3,240.87)	2,478,819.13	2,375,578.28	103,240.85
Undistributed Expenditures-Speech, OT, PT & Related Services					
Salaries	1,816,851.00		1,816,851.00	1,785,614.40	31,236.60
Purchased Professional- Educational Services	1,190,000.00	169,617.79	1,359,617.79	1,317,967.77	41,650.02
Supplies and Materials	7,000.00		7,000.00	6,703.94	296.06
Total Undistributed Expenditures-Speech, OT, PT & Related Services	3,013,851.00	169,617.79	3,183,468.79	3,110,286.11	73,182.68
Undistributed Expenditures-Other Support Services Students-Extra. Serv.					
Salaries	5,352,019.00	78,382.21	5,430,401.21	5,430,401.21	-
Total Undistributed Expenditures-Other Support Services Students-Extra. Serv.	5,352,019.00	78,382.21	5,430,401.21	5,430,401.21	-
Undistributed Expenditures-Guidance					
Salaries of Other Professional Staff	3,312,228.00	149,536.31	3,461,764.31	3,416,558.25	45,206.06
Purchased Professional - Educational Services	50,000.00	463.69	50,463.69	50,223.69	240.00
Total Undistributed Expenditures-Guidance	3,362,228.00	150,000.00	3,512,228.00	3,466,781.94	45,446.06
Undistributed Expenditures-Child Study Teams					
Salaries of Other Professional Staff	4,049,087.00	85,200.00	4,134,287.00	4,114,720.08	19,566.92
Salaries of Secretarial and Clerical Assistants	160,434.00	800.00	161,234.00	160,747.45	486.55
Supplies and Materials	26,000.00	(2,001.27)	23,998.73	19,837.96	4,160.77
Total Undistributed Expenditures-Child Study Teams	4,235,521.00	83,998.73	4,319,519.73	4,295,305.49	24,214.24

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

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Undistributed Expenditures-Improvement of Instruction Services					
Salaries of Supervisor of Instruction	1,565,534.00	(3,057.00)	1,562,477.00	1,540,913.88	21,563.12
Salaries of Other Professional Staff	210,825.00	27,667.00	238,492.00	227,224.00	11,268.00
Total Undistributed Expenditures-Improvement of Instruction Services	1,776,359.00	24,610.00	1,800,969.00	1,768,137.88	32,831.12
Undistributed Expenditures-Educa. Media Serv./School Library					
Salaries	-	105,293.00	105,293.00	105,293.00	-
Supplies and Materials	31,271.00	(3,593.61)	27,677.39	18,802.44	8,874.95
Total Undistributed Expenditures-Educa. Media Serv./School Library	31,271.00	101,699.39	132,970.39	124,095.44	8,874.95
Undistributed Expenditures-Support Services-Gen Admin.					
Salaries	459,351.00	10,516.18	469,867.18	465,423.06	4,444.12
Legal Services	350,000.00	-	350,000.00	292,755.51	57,244.49
Audit Fees	81,200.00	-	81,200.00	71,054.00	10,146.00
Architectural/Engineering Services	55,000.00	37,100.00	92,100.00	11,753.52	80,346.48
Communication / Telephone	601,100.00	(10,515.68)	590,584.32	221,521.07	369,063.25
Conferences and Workshops - Administration	900.00	-	900.00	890.00	10.00
Misc Purchase Services	1,462,437.00	0.18	1,462,437.18	1,293,298.75	169,138.43
General Supplies	20,337.00	1,078.86	21,415.86	14,865.91	6,549.95
Judgment Against District	50,000.00	(2,563.63)	47,436.37	3,913.34	43,523.03
Misc. Expenditures	14,451.00	2,563.30	17,014.30	16,689.79	324.51
Board of Ed Membership Dues and Fees	31,747.00	(0.35)	31,746.65	26,662.70	5,083.95
Total Undistributed Expenditures-Support Services-Gen. Admin.	3,126,523.00	38,178.86	3,164,701.86	2,418,827.65	745,874.21
Undistributed Expenditures-Support Serv-School Admin:					
Salaries of Principals/Asst. Pr/Prog Dir	5,427,450.00	-	5,427,450.00	5,346,837.42	80,612.58
Salaries of Department Heads	1,141,668.00	-	1,141,668.00	1,112,267.88	29,400.12
Salaries of Secretarial and Clerical Assistants	2,938,275.00	(16,806.60)	2,921,468.40	2,827,286.41	94,181.99
Supplies and Materials	16,500.00	-	16,500.00	8,788.45	7,711.55
Other Objects	4,600.00	-	4,600.00	4,500.00	100.00
Total Undistributed Expenditures-Support Serv-School Admin	9,528,493.00	(16,806.60)	9,511,686.40	9,299,680.16	212,006.24

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

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Undistributed Expenditures-Central Services					
Salaries	2,835,664.00	8,095.75	2,843,759.75	2,807,902.36	35,857.39
Purchased Professional Services	70,000.00	1,000.00	71,000.00	28,057.04	42,942.96
Emergency Notification	26,000.00	-	26,000.00	23,200.00	2,800.00
Misc. Purchased Services	114,140.00	10,500.00	124,640.00	67,713.98	56,926.02
Supplies and Materials	28,611.00	-	28,611.00	9,943.40	18,667.60
Interest on Lease Purchase Agreements	38,885.00	(0.10)	38,884.90	38,883.99	0.91
Miscellaneous Expenditures	3,250.00	-	3,250.00	2,189.00	1,061.00
Total Undistributed Expenditures-Central Services	3,116,550.00	19,595.65	3,136,145.65	2,977,889.77	158,255.88
Undistributed Expenditures-Admin. Info. Tech					
Salaries	593,540.00	3,711.85	597,251.85	575,814.75	21,437.10
Purchased Professional Services	156,580.00	1.00	156,581.00	156,579.96	1.04
Purchased Technical Services	547,130.00	11,599.10	558,729.10	515,312.66	43,416.44
Other Purchased Services	506,819.00	(102,930.07)	403,888.93	394,899.13	8,989.80
Supplies and Materials	126,612.00	(40,000.00)	86,612.00	86,557.29	54.71
Total Undistributed Expenditures-Admin. Info. Tech	1,930,681.00	(127,618.12)	1,803,062.88	1,729,163.79	73,899.09
Undistributed Expenditures-Required Maint for School Facilities					
Cleaning, Repair, and Maintenance Services	935,000.00	71,454.37	1,006,454.37	970,913.72	35,540.65
Lead Testing of Drinking Water	-	17,933.00	17,933.00	17,933.00	-
Total Undistributed Expenditures-Required Maint for School Facilities	935,000.00	89,387.37	1,024,387.37	988,846.72	35,540.65
Undistributed Expenditures-Custodial Services					
Salaries	1,065,579.00	-	1,065,579.00	971,506.95	94,072.05
Salaries of Non-Instructional Aides	988,719.00	-	988,719.00	855,636.01	133,082.99
Purchased Technical Services	75,000.00	12,100.00	87,100.00	75,355.20	11,744.80
Cleaning, Repair, and Maintenance Services	6,090,092.00	565,130.00	6,655,222.00	6,631,934.73	23,287.27
Building Rental	227,000.00	-	227,000.00	204,001.00	22,999.00
Other Purchased Property Services	423,705.00	(0.46)	423,704.54	422,880.37	824.17
Insurance	689,604.00	(4,999.70)	684,604.30	556,926.59	127,677.71
Conferences, Workshops, Rentals	13,000.00	5,000.00	18,000.00	15,158.36	2,841.64
General Supplies	430,200.00	6,307.07	436,507.07	269,367.43	167,139.64
Energy (Natural Gas)	1,425,153.00	(0.20)	1,425,152.80	889,909.54	535,243.26
Energy (Electricity)	1,478,661.00	(5,971.10)	1,472,689.90	916,979.57	555,710.33
Other Objects	70,500.00	-	70,500.00	17,972.00	52,528.00
Total Undistributed Expenditures-Custodial Services	12,977,213.00	577,565.61	13,554,778.61	11,827,627.75	1,727,150.86

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

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Undistributed Expenditures- Care & Upkeep of Grounds					
Cleaning, Repair, and Maintenance Services	12,500.00	-	12,500.00	4,000.00	8,500.00
Total Undistributed Expenditures- Care & Upkeep of Grounds	12,500.00	-	12,500.00	4,000.00	8,500.00
Undistributed Expenditures- Security					
Salaries	139,500.00	(43,584.00)	95,916.00	95,248.98	667.02
Purchased Professional and Technical Services	438,736.00	1,439.00	440,175.00	413,033.50	27,141.50
General Supplies	55,000.00	6,933.00	61,933.00	42,895.50	19,037.50
Total Undistributed Expenditures- Security	633,236.00	(35,212.00)	598,024.00	551,177.98	46,846.02
Total Undist. Expenditures - Oper & Maint of Plant Serv.	14,557,949.00	631,740.98	15,189,689.98	13,371,652.45	1,818,037.53
Undistributed Expenditures-Student Transportation Services					
Salaries of Non-Instructional Aides	984,040.00	223,752.16	1,207,792.16	1,207,792.16	-
Salaries for Pupil Trans (Bet Home & Sch) - Reg.	4,475,982.00	83,917.78	4,559,899.78	4,558,369.63	1,530.15
Fingerprinting/Testing	14,000.00	-	14,000.00	9,241.00	4,759.00
Cleaning, Repair, and Maintenance Services	177,000.00	(16,923.49)	160,076.51	152,198.41	7,878.10
Contracted Services (Bet. Home and Sch) - Vendors	2,500,000.00	(284,978.25)	2,215,021.75	2,159,194.61	55,827.14
Contracted Services (Oth. than Bet. Home and Sch) - Vendors	571,000.00	-	571,000.00	393,241.09	177,758.91
Contracted Services (Special Ed Stds) - Vendors	2,925,000.00	4,800.00	2,929,800.00	2,744,830.99	184,969.01
General Supplies	584,000.00	-	584,000.00	383,121.06	200,878.94
Transportation Supplies	6,450.00	-	6,450.00	-	6,450.00
Other Objects	298,000.00	(5,768.20)	292,231.80	287,606.80	4,625.00
Total Undistributed Expenditures-Student Transportation Serv.	12,535,472.00	4,800.00	12,540,272.00	11,895,595.75	644,676.25
Unallocated Benefits:					
Social Security Contributions	3,070,628.00	(21,807.44)	3,048,820.56	1,785,458.82	1,263,361.74
T.P.A.F. Contributions - ERIP	3,266.00	-	3,266.00	2,111.13	1,154.87
Other Retirement Contributions - PERS	2,468,222.00	-	2,468,222.00	2,003,768.97	464,453.03
Other Retirement Contributions - DCRP	44,135.00	21,807.44	65,942.44	56,199.74	9,742.70
Worker's Compensation	1,354,228.00	-	1,354,228.00	834,023.79	520,204.21
Health Benefits	30,730,246.00	-	30,730,246.00	27,166,132.60	3,564,113.40
Tuition Reimbursement	195,000.00	-	195,000.00	122,749.65	72,250.35
Other Employee Benefits	1,343,350.00	-	1,343,350.00	538,804.29	804,545.71
Total Unallocated Benefits	39,209,075.00	0.00	39,209,075.00	32,509,248.99	6,699,826.01

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

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
On-Behalf T.P.A.F. Pension Contrib. (non-budgeted)				15,025,521.00	(15,025,521.00)
On-Behalf T.P.A.F. Post-Retirement Medical Contrib. (non-budgeted)				9,704,664.00	(9,704,664.00)
On-Behalf T.P.A.F. LTDI Contributions (non-budgeted)				21,980.00	(21,980.00)
Reimbursed TPAF SS Contributions (non-budgeted)				6,818,613.21	(6,818,613.21)
Total On-behalf Contributions	-	-	-	31,570,778.21	(31,570,778.21)
Total Undistributed Expenditures	115,451,745.00	1,028,357.02	116,444,890.02	136,253,141.42	(19,808,251.40)
Total Current Expense	214,289,091.00	1,047,539.18	215,301,418.18	229,530,895.39	(14,229,477.21)
Capital Outlay:					
Equipment:					
Grades 6-8	-	8,486.95	8,486.95	8,436.75	50.20
Grades 9-12	27,500.00	(13,161.00)	14,339.00	7,294.00	7,045.00
Undistributed Expenditures:					
Instructional Equipment-Undistributed	508,000.00	8,363.99	516,363.99	51,588.99	464,775.00
School Buses - Regular	773,000.00	1,138,000.00	1,911,000.00	1,464,255.51	446,744.49
Total Equipment	1,308,500.00	1,141,689.94	2,450,189.94	1,531,575.25	918,614.69
Facilities Acquisition and Construction Services:					
Construction Services	207,195.00	386,200.48	593,395.48	582,496.84	10,898.64
Lease Purchase Agreements - Principal	1,954,818.00	-	1,954,818.00	1,954,816.83	1.17
Assessment for Debt Service on SDA Funding	362,009.00	-	362,009.00	362,009.00	-
Total Facilities Acquisition and Construction Services	2,524,022.00	386,200.48	2,910,222.48	2,899,322.67	10,899.81
Assets Acquired Under Capital Leases - (Non-Budgeted)					
Undistributed Expenditures - School Administration	-		-	889,573.14	(889,573.14)
Total Capital Outlay	3,832,522.00	1,527,890.42	5,360,412.42	5,320,471.06	39,941.36
Other Special Schools - Instruction					
Salaries of Teachers	293,500.00	-	293,500.00	268,175.25	25,324.75
General Supplies	8,000.00	-	8,000.00	8,000.00	-
Total Other Special Schools - Instruction	301,500.00	-	301,500.00	276,175.25	25,324.75

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WOODBRIDGE SCHOOL DISTRICT
 BUDGETARY COMPARISON SCHEDULE
 GENERAL 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 Final to Actual</u>
Other Special Schools- Support Services					
Salaries	335,000.00	(34.14)	334,965.86	322,704.46	12,261.40
Supplies and Materials	6,000.00	34.14	6,034.14	5,094.75	939.39
Total Other Special Services- Support Services	341,000.00	(0.00)	341,000.00	327,799.21	13,200.79
Total Other Special Schools	642,500.00	(0.00)	642,500.00	603,974.46	38,525.54
Total Special Schools	642,500.00	(0.00)	642,500.00	603,974.46	38,525.54
Total Expenditures	\$ 218,764,113.00	\$ 2,575,429.60	\$ 221,304,330.60	\$ 235,455,340.91	\$ (14,151,010.31)
Excess (Deficiency) of Revenues Over (Under) Expenditures	\$ (17,716,619.00)	\$ 2,487,786.40	\$ (15,193,620.60)	\$ 5,959,759.04	\$ 21,153,379.64
Other Financing Sources (Uses):					
Operating Transfers In/(Out):					
Transfer of Funds to Charter Schools	(21,392.00)	-	(21,392.00)	(19,613.00)	(1,779.00)
Capital Leases (non-budgeted)			-	889,573.14	889,573.14
Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses	(17,738,011.00)	2,487,786.40	(15,215,012.60)	6,829,719.18	22,041,173.78
Fund Balances, July 1	38,045,558.89		38,045,558.89	38,045,558.89	-
Fund Balances, June 30	\$ 20,307,547.89	\$ 2,487,786.40	\$ 22,795,334.29	\$ 44,875,278.07	\$ (22,079,943.78)
Recapitulation:					
Restricted Fund Balance:				<u>Unassigned Fund Balance</u>	
Reserve for Excess Surplus - (Prior Year 2016-2017) - Designated for Subsequent Year's Expenditures			\$ 14,724,907.26		
Reserve for Excess Surplus - (Current Year 2017-2018)			23,508,315.42		
Committed Fund Balances:					
Year-End Encumbrances			509,213.60		
Unassigned Fund Balance			6,132,841.79	\$ 6,132,841.79	
			44,875,278.07	6,132,841.79	
<u>Reconciliation to Governmental Funds Statements (GAAP):</u>					
Less:					
Last Two (2) State Aid Payments not recognized on GAAP basis	\$ (2,843,091.00)				
Special Education Extraordinary Aid (2017-18)	(1,956,909.00)		(4,800,000.00)	(4,800,000.00)	
Fund Balance per Governmental Funds (GAAP)			\$ 40,075,278.07	\$ 1,332,841.79	

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WOODBRIDGE SCHOOL DISTRICT
SPECIAL REVENUE FUND
COMBINING SCHEDULE OF REVENUES AND EXPENDITURES - BUDGETARY BASIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2018

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Positive (Negative) Final to Actual
REVENUES:					
Local Sources:					
Revenue from Local Sources	\$ -	\$ 406,323.75	\$ 406,323.75	\$ 177,026.88	\$ (229,296.87)
Total - Local Sources	-	406,323.75	406,323.75	177,026.88	(229,296.87)
State Sources:					
NJ Nonpublic	419,559.00	(2,524.00)	417,035.00	362,725.62	(54,309.38)
Home Instruction	-	1,287.00	1,287.00	-	(1,287.00)
Total - State Sources	419,559.00	(1,237.00)	418,322.00	362,725.62	(55,596.38)
Federal Sources:					
Title I	1,662,105.00	61,374.00	1,723,479.00	1,638,783.16	(84,695.84)
I.D.E.A., Part B; Basic	3,302,293.00	33,360.00	3,335,653.00	3,228,661.63	(106,991.37)
I.D.E.A., Part B; PreSchool		192,901.00	192,901.00	192,900.00	(1.00)
Title II	209,688.00	276,855.00	486,543.00	141,723.37	(344,819.63)
Title II - IKE Math/Science - Kean University 2007		996.69	996.69	-	(996.69)
Title III	214,149.00	52,343.00	266,492.00	198,022.36	(68,469.64)
Title IV	-	21,800.00	21,800.00	8,416.17	(13,383.83)
Perkins Vocational Spending	76,400.00	15,209.00	91,609.00	80,775.38	(10,833.62)
Temporary Impact Aid		90,250.00	90,250.00	90,250.00	-
Total - Federal Sources	5,464,635.00	745,088.69	6,209,723.69	5,579,532.07	(630,191.62)
Total Revenues	5,884,194.00	1,150,175.44	7,034,369.44	6,119,284.57	(915,084.87)
EXPENDITURES:					
Instruction:					
Salaries of Teachers	5,884,194.00	(4,449,163.00)	1,435,031.00	1,368,992.59	66,038.41
Other Salaries for Instruc.	-	176,700.00	176,700.00	176,342.32	357.68
Purch. Prof. & Tech. Services	-	183,658.00	183,658.00	180,698.00	2,960.00
Other Purch. Services	-	2,846,810.00	2,846,810.00	2,753,831.74	92,978.26
General Supplies	-	642,402.44	642,402.44	411,562.06	230,840.38
Textbooks	-	37,251.00	37,251.00	34,960.00	2,291.00
Total Instruction	5,884,194.00	(562,341.56)	5,321,852.44	4,926,386.71	395,465.73

WOODBRIDGE SCHOOL DISTRICT
SPECIAL REVENUE FUND
COMBINING SCHEDULE OF REVENUES AND EXPENDITURES - BUDGETARY BASIS
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>
Support Services:					
Salaries of Supervisors of Instruc.	-	19,080.00	19,080.00	9,230.00	9,850.00
Salaries of Sec. & Clerical Asst.	-	49,178.00	49,178.00	48,402.74	775.26
Personal Services- Empl. Benefits	-	424,326.00	424,326.00	395,927.00	28,399.00
Purchased Prof. & Tech. Svcs.	-	629,841.00	629,841.00	280,758.37	349,082.63
Other Purch. Services	-	410,796.00	410,796.00	349,660.62	61,135.38
Supplies and Materials	-	179,296.00	179,296.00	108,919.13	70,376.87
Total Support Services	<u>-</u>	<u>1,712,517.00</u>	<u>1,712,517.00</u>	<u>1,192,897.86</u>	<u>519,619.14</u>
Total Expenditures	<u>5,884,194.00</u>	<u>1,150,175.44</u>	<u>7,034,369.44</u>	<u>6,119,284.57</u>	<u>915,084.87</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

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

WOODBIDGE SCHOOL DISTRICT
 REQUIRED SUPPLEMENTARY INFORMATION
 BUDGETARY COMPARISON SCHEDULE
 NOTE TO RSI
 FOR THE FISCAL YEAR ENDED JUNE 30, 2018

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

		General Fund		Special Revenue Fund
Sources/inflows of resources				
Actual amounts (budgetary basis) "revenue"				
from the budgetary comparison schedule	(C-1)	\$ 241,415,099.95	(C-2)	\$ 6,119,284.57
Difference - budget to GAAP:				
Grant accounting budgetary basis differs from GAAP in that encumbrances are recognized as expenditures, and the related revenue is recognized				
Year end 6/30/17 encumb. paid during 6/30/18 year				-
Encumbrances at year end 6/30/18				-
State aid payment recognized for GAAP statements in the current year, previously recognized for budgetary purposes		4,542,495.00		-
State aid payment recognized for budgetary purposes, not recognized for GAAP statements		(4,800,000.00)		-
Total revenues as reported on the statement of revenues, expenditures and change in fund balances - governmental funds				
	(B-2)	241,157,594.95	(B-2)	6,119,284.57
Uses/outflows of resources				
Actual amounts (budgetary basis) "total outflows" from the budgetary comparison schedule	(C-1)	236,817,108.98	(C-2)	6,119,284.57
Difference - budget to GAAP:				
The district budgets for claims and compensated absences only to the extent expected to paid, rather than on the modified accrual basis.				
		-		-
Encumbrances for supplies and equipment ordered but not received are reported in the year the order is placed for budgetary purposes, but in the year the supplies are received for financial reporting purposes.				
		-		-
Transfers to and from other funds are presented as outflows of budgetary resources but are not expenditures for financial reporting purposes.				
Transfers to capital reserves are recorded as an expenditure for budgetary resources but are not expenditures for financial reporting purposes.				
		-		-
Net transfers (outflows) to general fund				
		-		-
Total expenditures as reported on the statement of revenues, expenditures, and changes in fund balances - governmental funds				
	(B-2)	\$ 236,817,108.98	(B-2)	\$ 6,119,284.57

**REQUIRED SUPPLEMENTARY
INFORMATION**

PART III

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

SECTION – L

**(Section numbering as per N.J. Department of Education
2014-2015 Audit Program)**

WOODBRIDGE TOWNSHIP SCHOOL DISTRICT
 SCHEDULE OF THE DISTRICT'S SHARE OF THE NET PENSION LIABILITY
PUBLIC EMPLOYEES RETIREMENT SYSTEM (Local Group)

Last 10 Fiscal Years*

	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>
District's Proportion of the Net Pension Liability	0.1953941%	0.2017872%	0.2054657%	0.2113959%	0.2139971%
District's Proportionate Share of the Net Pension Liability	\$37,343,704	\$37,780,092	\$46,122,933	\$62,609,403	\$49,815,115
District's Covered-Employee Payroll	\$16,352,749	\$16,679,804	\$16,615,197	\$16,946,682	\$17,539,129
District's Proportionate Share of the Net Pension Liability as a percentage of the Covered-Employee Payroll	228.36%	226.50%	277.59%	369.45%	284.02%
Plan Fiduciary Net Position as a percentage of the Total Pension Liability	48.72%	52.08%	47.93%	40.14%	48.10%

* Amounts presented for each fiscal year were determined as of June 30. Additional years will be included in future periods.

WOODBRIIDGE TOWNSHIP SCHOOL DISTRICT
 SCHEDULE OF THE DISTRICT'S CONTRIBUTIONS
PUBLIC EMPLOYEES RETIREMENT SYSTEM (Local Group)

Last 10 Fiscal Years*

	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>
Contractually Required Contribution	\$ 1,472,255	\$ 1,663,505	\$ 1,766,454	\$ 1,885,069	\$ 2,003,769
Contribution in Relation to Contractually Required Contribution	<u>\$ (1,472,255)</u>	<u>\$ (1,663,505)</u>	<u>\$ (1,766,454)</u>	<u>\$ (1,885,069)</u>	<u>\$ (2,003,769)</u>
Contribution deficiency (excess)	\$ -	\$ -	\$ -	\$ -	\$ -
District's Proportionate Share of the Payroll	\$ 16,352,749	\$ 16,679,804	\$ 16,615,197	\$ 16,946,682	\$ 17,539,129
Contributions as a percentage of Covered Employee Payroll	9.00%	9.97%	10.63%	11.12%	11.42%

* Amounts presented for each fiscal year were determined as of June 30. Additional years will be included in future periods.

WOODBRIDGE TOWNSHIP SCHOOL DISTRICT
 SCHEDULE OF THE DISTRICT'S SHARE OF THE NET PENSION LIABILITY
TEACHERS PENSION AND ANNUITY FUND (Non-State Employer Group)

Last 10 Fiscal Years*

	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>
District's Proportion of the Net Pension Liability	0.9052328%	0.9495447%	0.9504083%	0.9829629%	0.9889738%
District's Proportionate Share of the Net Pension Liability	\$457,497,527	\$507,500,713	\$604,249,318	\$773,261,192	\$666,801,824
District's Covered-Employee Payroll	\$103,298,124	\$105,364,087	\$106,755,078	\$108,828,953	\$110,159,354
District's Proportionate Share of the Net Pension Liability as a percentage of the Covered-Employee Payroll	442.89%	481.66%	566.01%	710.53%	605.31%
Plan Fiduciary Net Position as a percentage of the Total Pension Liability	33.76%	33.64%	28.71%	22.33%	25.41%

* Amounts presented for each fiscal year were determined as of June 30. Additional years will be included in future periods.

Note: Percentages shown are Plan-wide, and include NPL and PFPN data that include employees of the State of New Jersey.

WOODBRIAGE TOWNSHIP SCHOOL DISTRICT
COUNTY OF MIDDLESEX, NEW JERSEY

NOTES TO REQUIRED SUPPLEMENTARY PENSION INFORMATION
JUNE 30, 2018

NOTE 1. CHANGES IN ASSUMPTIONS

The following information is as abstracted from the State of New Jersey, Division of Pension and Benefits, Financial Statements and Supplementary Schedules report as of June 30, 2017, dated March 29, 2018. This information pertains to the RSI schedules of changes in net pension liability contained in that report.

PERS

Changes in benefit terms - None

Changes in assumptions - For 2017, the discount rate changed to 5.00% and the long-term rate of return changed to 7.00%. For 2016, the discount rate changed to 3.98%, the long-term expected rate of return changed to 7.65% from 7.90%, demographic assumptions were revised in accordance with the results of the July 1, 2011 - June 30, 2014 experience study and the mortality improvement scale incorporated the plan actuary's modified MP-2014 projection scale. Further, salary increases were assumed to increase between 1.65% and 4.15% (based on age) through fiscal year 2026 and 2.65% and 5.15% (based on age) for each fiscal year thereafter. For 2015, the discount rate changed to 4.90%. In addition, the social security wage base was set at \$118,500 for 2015, increasing 4.00% per annum, compounded annually and the 401(a)(17) pay limit was set at \$265,000 for 2015, increasing 3.00% per annum, compounded annually. For 2014, the discount rate was 5.39%.

TPAF

Changes in benefit terms - None

Changes in assumptions - For 2017, the discount rate changed to 4.25% and the long-term expected rate of return changed to 7.00%. For 2016, the discount rate changed to 3.22% and the long-term expected rate of return changed to 7.65% from 7.90%. Further, the demographic assumptions were revised to reflect those recommended on the basis of the July 1, 2012 - June 30, 2015 experience study. For 2015, the discount rate changed to 4.13%. For 2014, the discount rate was at 4.68%.

**SCHEDULES RELATED TO ACCOUNTING AND
REPORTING FOR OPEB (GASB 75) (NEW)**

SECTION – M

**(Section numbering as per N.J. Department of Education 2017-2018
Audit Program)**

WOODBRIDGE TOWNSHIP SCHOOL DISTRICT
 SCHEDULE OF THE DISTRICT'S SHARE OF THE NET OPEB LIABILITY
STATE HEALTH BENEFITS LOCAL EDUCATION RETIRED EMPLOYEES PLAN

	<u>2016</u>	<u>2017</u>
District's Proportion of the Net OPEB Liability	0.8742316%	0.8705731%
District's Proportionate Share of the Net OPEB Liability	\$ 505,583,741	\$ 466,974,014
District's Covered Employee Payroll	\$ 128,650,577	\$ 129,178,701
District's Proportionate Share of the Net OPEB Liability as a percentage of its Covered Employee Payroll	392.99%	361.49%
Plan Fiduciary Net Position as a Percentage of the Total OPEB Liability	0.00%	0.00%

Note: The State of New Jersey is solely responsible for the funding and payment of the OPEB costs of the State Health Benefits Local Education Retired Employees Plan.

WOODBRIAGE TOWNSHIP SCHOOL DISTRICT
COUNTY OF MIDDLESEX, NEW JERSEY

NOTES TO REQUIRED SUPPLEMENTARY OPEB INFORMATION
JUNE 30, 2018

NOTE 1. SPECIAL FUNDING SITUATION

The State of New Jersey, a non-employer contributing entity, is the only entity that has a legal obligation to make contributions to OPEB for qualified retired SHBLEREP participants. Accordingly, proportionate share information of the Net OPEB Liability is not reflected in the District's financial statements.

NOTE 2. CHANGES IN ASSUMPTIONS

For 2017, the discount rate changed to 3.58% from 2.85%. Demographic assumptions remained unchanged and are consistent with the assumptions used in the pension plan valuations.

OTHER SUPPLEMENTARY INFORMATION

SCHOOL LEVEL SCHEDULES

SECTION – D

SPECIAL REVENUE FUND

SECTION – E

WOODBIDGE TOWNSHIP SCHOOL DISTRICT
SPECIAL REVENUE FUND
COMBINING SCHEDULE OF PROGRAM REVENUES AND EXPENDITURES - BUDGETARY BASIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2018

	Total Brought Forward (Ex. E-1a)	Non-Public Chapter 192		Non-Public Chapter 193			Non-Public Ch. 192/193	Totals
		Transportation	Compensatory Education	Supplementary Instruction	Examination & Classification	Corrective Speech	Home Instruction	
REVENUES:								
State Sources	\$ 165,520.62	\$ 15,176.00	\$ 88,584.00	\$ 30,132.00	\$ 41,492.00	\$ 20,534.00	\$ 1,287.00	\$ 362,725.62
Federal Sources	5,579,532.07	-	-	-	-	-	-	5,579,532.07
Local Sources	177,026.88	-	-	-	-	-	-	177,026.88
Total Revenues	5,922,079.57	15,176.00	88,584.00	30,132.00	41,492.00	20,534.00	1,287.00	6,119,284.57
EXPENDITURES:								
Instruction:								
Salaries of Teachers	1,368,992.59	-	-	-	-	-	-	1,368,992.59
Other Salaries for Instruc.	176,342.32	-	-	-	-	-	-	176,342.32
Purch. Prof. & Tech. Services	180,698.00	-	-	-	-	-	-	180,698.00
Other Purch. Services	2,753,831.74	-	-	-	-	-	-	2,753,831.74
General Supplies	411,562.06	-	-	-	-	-	-	411,562.06
Textbooks	34,960.00	-	-	-	-	-	-	34,960.00
Total Instruction	4,926,386.71	-	-	-	-	-	-	4,926,386.71
Support Services:								
Salaries of Supervisors of Instruc.	9,230.00	-	-	-	-	-	-	9,230.00
Salaries of Sec. & Clerical Asst.	48,402.74	-	-	-	-	-	-	48,402.74
Personal Services - Empl. Benefits	395,927.00	-	-	-	-	-	-	395,927.00
Purch. Prof. & Tech. Services	280,758.37	-	-	-	-	-	-	280,758.37
Other Purch. Services	152,455.62	15,176.00	88,584.00	30,132.00	41,492.00	20,534.00	1,287.00	349,660.62
Supplies and Materials	108,919.13	-	-	-	-	-	-	108,919.13
Total Support Services	995,692.86	15,176.00	88,584.00	30,132.00	41,492.00	20,534.00	1,287.00	1,192,897.86
Total Expenditures	\$ 5,922,079.57	\$ 15,176.00	\$ 88,584.00	\$ 30,132.00	\$ 41,492.00	\$ 20,534.00	\$ 1,287.00	\$ 6,119,284.57

WOODBRIDGE TOWNSHIP SCHOOL DISTRICT
SPECIAL REVENUE FUND
COMBINING SCHEDULE OF PROGRAM REVENUES AND EXPENDITURES - BUDGETARY BASIS (CONT'D)
FOR THE FISCAL YEAR ENDED JUNE 30, 2018

	Total Brought Forward (Ex. E-1b)	Non-Public Technology	Non-Public Nursing	Chapter 194 Non-Public Textbooks	Non-Public Security	Perkins	Total Carried Forward
<u>REVENUES:</u>							
State Sources	\$ -	\$ 23,659.62	\$ 62,008.00	\$ 34,960.00	\$ 44,893.00	\$ -	\$ 165,520.62
Federal Sources	5,498,756.69	-	-	-	-	80,775.38	5,579,532.07
Local Sources	177,026.88	-	-	-	-	-	177,026.88
Total Revenues	5,675,783.57	23,659.62	62,008.00	34,960.00	44,893.00	80,775.38	5,922,079.57
<u>EXPENDITURES:</u>							
Instruction:							
Salaries of Teachers	1,353,192.59	-	-	-	-	15,800.00	1,368,992.59
Other Salaries for Instruc.	176,342.32	-	-	-	-	-	176,342.32
Purch. Prof. & Tech. Services	178,198.00	-	-	-	-	2,500.00	180,698.00
Other Purch. Services	2,753,831.74	-	-	-	-	-	2,753,831.74
General Supplies	367,496.53	-	-	-	-	44,065.53	411,562.06
Textbooks	-	-	-	34,960.00	-	-	34,960.00
Total Instruction	4,829,061.18	-	-	34,960.00	-	62,365.53	4,926,386.71
Support Services:							
Salaries of Supervisors of Instruc.	1,150.00	-	-	-	-	8,080.00	9,230.00
Salaries of Sec. & Clerical Asst.	48,402.74	-	-	-	-	-	48,402.74
Personal Services - Empl. Benefits	395,927.00	-	-	-	-	-	395,927.00
Purch. Prof. & Tech. Services	280,758.37	-	-	-	-	-	280,758.37
Other Purch. Services	17,170.00	23,659.62	62,008.00	-	44,893.00	4,725.00	152,455.62
Supplies and Materials	103,314.28	-	-	-	-	5,604.85	108,919.13
Total Support Services	846,722.39	23,659.62	62,008.00	-	44,893.00	18,409.85	995,692.86
Total Expenditures	\$ 5,675,783.57	\$ 23,659.62	\$ 62,008.00	\$ 34,960.00	\$ 44,893.00	\$ 80,775.38	\$ 5,922,079.57

WOODBRIDGE TOWNSHIP SCHOOL DISTRICT
SPECIAL REVENUE FUND
COMBINING SCHEDULE OF PROGRAM REVENUES AND EXPENDITURES - BUDGETARY BASIS (CONT'D)
FOR THE FISCAL YEAR ENDED JUNE 30, 2018

	Total Brought Forward (Ex. E-1c)	Title I Grant	Title II A Grant	Title III Grant	Title III Immigrant	Title IV Grant	Temporary Impact Aid	IDEA-B	IDEA-B Preschool	Total Carried Forward
REVENUES:										
State Sources	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Federal Sources	-	1,638,783.16	141,723.37	148,898.95	49,123.41	8,416.17	90,250.00	3,228,661.63	192,900.00	5,498,756.69
Local Sources	<u>177,026.88</u>	-	-	-	-	-	-	-	-	<u>177,026.88</u>
Total Revenues	<u>177,026.88</u>	<u>1,638,783.16</u>	<u>141,723.37</u>	<u>148,898.95</u>	<u>49,123.41</u>	<u>8,416.17</u>	<u>90,250.00</u>	<u>3,228,661.63</u>	<u>192,900.00</u>	<u>5,675,783.57</u>
EXPENDITURES:										
Instruction:										
Salaries of Teachers	16,700.00	1,208,546.51	-	79,582.75	48,363.33	-	-	-	-	1,353,192.59
Other Salaries for Instruc.	-	-	-	29,875.32	-	-	90,250.00	56,217.00	-	176,342.32
Purch. Prof. & Tech. Services	-	-	-	-	-	-	-	178,198.00	-	178,198.00
Other Purch. Services	-	-	-	-	-	-	-	2,623,628.74	130,203.00	2,753,831.74
General Supplies	159,923.02	42,520.70	-	15,798.50	485.89	7,773.42	-	88,298.00	52,697.00	367,496.53
Textbooks	-	-	-	-	-	-	-	-	-	-
Total Instruction	<u>176,623.02</u>	<u>1,251,067.21</u>	<u>-</u>	<u>125,256.57</u>	<u>48,849.22</u>	<u>7,773.42</u>	<u>90,250.00</u>	<u>2,946,341.74</u>	<u>182,900.00</u>	<u>4,829,061.18</u>
Support Services:										
Salaries of Supervisors of Instruc.	-	1,150.00	-	-	-	-	-	-	-	1,150.00
Salaries of Sec. & Clerical Asst.	-	5,494.99	-	-	-	-	-	42,907.75	-	48,402.74
Personal Services - Empl. Benefits	-	376,130.00	-	19,797.00	-	-	-	-	-	395,927.00
Purch. Prof. & Tech. Services	-	(495.00)	141,723.37	1,530.00	-	-	-	128,000.00	10,000.00	280,758.37
Other Purch. Services	-	1,170.00	-	-	-	-	-	16,000.00	-	17,170.00
Supplies and Materials	403.86	4,265.96	-	2,315.38	274.19	642.75	-	95,412.14	-	103,314.28
Total Support Services	<u>403.86</u>	<u>387,715.95</u>	<u>141,723.37</u>	<u>23,642.38</u>	<u>274.19</u>	<u>642.75</u>	<u>-</u>	<u>282,319.89</u>	<u>10,000.00</u>	<u>846,722.39</u>
Total Expenditures	<u>\$ 177,026.88</u>	<u>\$ 1,638,783.16</u>	<u>\$ 141,723.37</u>	<u>\$ 148,898.95</u>	<u>\$ 49,123.41</u>	<u>\$ 8,416.17</u>	<u>\$ 90,250.00</u>	<u>\$ 3,228,661.63</u>	<u>\$ 192,900.00</u>	<u>\$ 5,675,783.57</u>

WOODBIDGE TOWNSHIP SCHOOL DISTRICT
SPECIAL REVENUE FUND
COMBINING SCHEDULE OF PROGRAM REVENUES AND EXPENDITURES - BUDGETARY BASIS (CONT'D)
FOR THE FISCAL YEAR ENDED JUNE 30, 2018

	Total Brought Forward <u>(Ex. E-1d)</u>	Teacher <u>Mentoring</u>	Merck <u>Grant</u>	Ponte Science <u>Grant</u>	Safety <u>Grant</u>	BASF <u>Grant</u>	JROTC	Fidelity Charitable <u>Grant</u>	Total Carried Forward
REVENUES:									
State Sources	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Federal Sources	-	-	-	-	-	-	-	-	-
Local Sources	<u>69,038.89</u>	<u>11,409.96</u>	<u>2,500.00</u>	<u>16,491.16</u>	<u>55,206.92</u>	<u>4,402.51</u>	<u>16,894.62</u>	<u>1,082.82</u>	<u>177,026.88</u>
Total Revenues	<u>69,038.89</u>	<u>11,409.96</u>	<u>2,500.00</u>	<u>16,491.16</u>	<u>55,206.92</u>	<u>4,402.51</u>	<u>16,894.62</u>	<u>1,082.82</u>	<u>177,026.88</u>
EXPENDITURES:									
Instruction:									
Salaries of Teachers	16,700.00	-	-	-	-	-	-	-	16,700.00
Other Salaries for Instruc.	-	-	-	-	-	-	-	-	-
Purch. Prof. & Tech. Services	-	-	-	-	-	-	-	-	-
Other Purch. Services	-	-	-	-	-	-	-	-	-
General Supplies	51,935.03	11,409.96	2,500.00	16,491.16	55,206.92	4,402.51	16,894.62	1,082.82	159,923.02
Textbooks	-	-	-	-	-	-	-	-	-
Total Instruction	<u>68,635.03</u>	<u>11,409.96</u>	<u>2,500.00</u>	<u>16,491.16</u>	<u>55,206.92</u>	<u>4,402.51</u>	<u>16,894.62</u>	<u>1,082.82</u>	<u>176,623.02</u>
Support Services:									
Salaries of Supervisors of Instruc.	-	-	-	-	-	-	-	-	-
Salaries of Sec. & Clerical Asst.	-	-	-	-	-	-	-	-	-
Personal Services - Empl. Benefits	-	-	-	-	-	-	-	-	-
Purch. Prof. & Tech. Services	-	-	-	-	-	-	-	-	-
Other Purch. Services	-	-	-	-	-	-	-	-	-
Supplies and Materials	403.86	-	-	-	-	-	-	-	403.86
Total Support Services	<u>403.86</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>403.86</u>
Total Expenditures	<u>\$ 69,038.89</u>	<u>\$ 11,409.96</u>	<u>\$ 2,500.00</u>	<u>\$ 16,491.16</u>	<u>\$ 55,206.92</u>	<u>\$ 4,402.51</u>	<u>\$ 16,894.62</u>	<u>\$ 1,082.82</u>	<u>\$ 177,026.88</u>

WOODBRIDGE TOWNSHIP SCHOOL DISTRICT
SPECIAL REVENUE FUND
COMBINING SCHEDULE OF PROGRAM REVENUES AND EXPENDITURES - BUDGETARY BASIS (CONT'D)
FOR THE FISCAL YEAR ENDED JUNE 30, 2018

	Total Brought Forward (Ex. E-1e)	Project Graduation Grant	Garden Club Grant	Granhill Grant	School #25 PTO Grant	School #19 PBSIS Grant	Strengthening Families	IMS PTO Grant	Distinguished Conference	School #19 YMCA Grant	Total Carried Forward
REVENUES:											
State Sources	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Federal Sources	-	-	-	-	-	-	-	-	-	-	-
Local Sources	<u>11,730.10</u>	<u>8,262.50</u>	<u>73.89</u>	<u>3,802.62</u>	<u>11,689.00</u>	<u>929.92</u>	<u>20,321.80</u>	<u>7,058.70</u>	<u>4,050.00</u>	<u>1,120.36</u>	<u>69,038.89</u>
Total Revenues	<u>11,730.10</u>	<u>8,262.50</u>	<u>73.89</u>	<u>3,802.62</u>	<u>11,689.00</u>	<u>929.92</u>	<u>20,321.80</u>	<u>7,058.70</u>	<u>4,050.00</u>	<u>1,120.36</u>	<u>69,038.89</u>
EXPENDITURES:											
Instruction:											
Salaries of Teachers	-	-	-	-	-	-	16,700.00	-	-	-	16,700.00
Other Salaries for Instruc.	-	-	-	-	-	-	-	-	-	-	-
Purch. Prof. & Tech. Services	-	-	-	-	-	-	-	-	-	-	-
Other Purch. Services	-	-	-	-	-	-	-	-	-	-	-
General Supplies	11,326.24	8,262.50	73.89	3,802.62	11,689.00	929.92	3,621.80	7,058.70	4,050.00	1,120.36	51,935.03
Textbooks	-	-	-	-	-	-	-	-	-	-	-
Total Instruction	<u>11,326.24</u>	<u>8,262.50</u>	<u>73.89</u>	<u>3,802.62</u>	<u>11,689.00</u>	<u>929.92</u>	<u>20,321.80</u>	<u>7,058.70</u>	<u>4,050.00</u>	<u>1,120.36</u>	<u>68,635.03</u>
Support Services:											
Salaries of Supervisors of Instruc.	-	-	-	-	-	-	-	-	-	-	-
Salaries of Sec. & Clerical Asst.	-	-	-	-	-	-	-	-	-	-	-
Personal Services - Empl. Benefits	-	-	-	-	-	-	-	-	-	-	-
Purch. Prof. & Tech. Services	-	-	-	-	-	-	-	-	-	-	-
Other Purch. Services	-	-	-	-	-	-	-	-	-	-	-
Supplies and Materials	403.86	-	-	-	-	-	-	-	-	-	403.86
Total Support Services	<u>403.86</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>403.86</u>
Total Expenditures	<u>\$ 11,730.10</u>	<u>\$ 8,262.50</u>	<u>\$ 73.89</u>	<u>\$ 3,802.62</u>	<u>\$ 11,689.00</u>	<u>\$ 929.92</u>	<u>\$ 20,321.80</u>	<u>\$ 7,058.70</u>	<u>\$ 4,050.00</u>	<u>\$ 1,120.36</u>	<u>\$ 69,038.89</u>

WOODBRIDGE TOWNSHIP SCHOOL DISTRICT
 SPECIAL REVENUE FUND
 COMBINING SCHEDULE OF PROGRAM REVENUES AND EXPENDITURES - BUDGETARY BASIS (CONT'D)
 FOR THE FISCAL YEAR ENDED JUNE 30, 2018

	Rise Account <u>Grant</u>	Spelling Bee <u>Grant</u>	Colonial Pipeline <u>Grant</u>	M-Pact <u>Grant</u>	Barnes & Noble <u>Grant</u>	CHS Athletics <u>Award</u>	George Link <u>Grant</u>	Total Carried Forward
REVENUES:								
State Sources	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Federal Sources	-	-	-	-	-	-	-	-
Local Sources	<u>2,569.48</u>	<u>1,413.95</u>	<u>1,298.86</u>	<u>4,102.00</u>	<u>658.42</u>	<u>595.00</u>	<u>1,092.39</u>	<u>11,730.10</u>
Total Revenues	<u>2,569.48</u>	<u>1,413.95</u>	<u>1,298.86</u>	<u>4,102.00</u>	<u>658.42</u>	<u>595.00</u>	<u>1,092.39</u>	<u>11,730.10</u>
EXPENDITURES:								
Instruction:								
Salaries of Teachers	-	-	-	-	-	-	-	-
Other Salaries for Instruc.	-	-	-	-	-	-	-	-
Purch. Prof. & Tech. Services	-	-	-	-	-	-	-	-
Other Purch. Services	-	-	-	-	-	-	-	-
General Supplies	2,569.48	1,413.95	895.00	4,102.00	658.42	595.00	1,092.39	11,326.24
Textbooks	-	-	-	-	-	-	-	-
Total Instruction	<u>2,569.48</u>	<u>1,413.95</u>	<u>895.00</u>	<u>4,102.00</u>	<u>658.42</u>	<u>595.00</u>	<u>1,092.39</u>	<u>11,326.24</u>
Support Services:								
Salaries of Supervisors of Instruc.	-	-	-	-	-	-	-	-
Salaries of Sec. & Clerical Asst.	-	-	-	-	-	-	-	-
Personal Services - Empl. Benefits	-	-	-	-	-	-	-	-
Purch. Prof. & Tech. Services	-	-	-	-	-	-	-	-
Other Purch. Services	-	-	-	-	-	-	-	-
Supplies and Materials	-	-	403.86	-	-	-	-	403.86
Total Support Services	<u>-</u>	<u>-</u>	<u>403.86</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>403.86</u>
Total Expenditures	<u>\$ 2,569.48</u>	<u>\$ 1,413.95</u>	<u>\$ 1,298.86</u>	<u>\$ 4,102.00</u>	<u>\$ 658.42</u>	<u>\$ 595.00</u>	<u>\$ 1,092.39</u>	<u>\$ 11,730.10</u>

CAPITAL PROJECTS FUND

SECTION – F

WOODBRIDGE SCHOOL DISTRICT
 CAPITAL PROJECTS FUND
 SUMMARY STATEMENT OF PROJECT EXPENDITURES
YEAR ENDED JUNE 30, 2018

<u>ISSUE/PROJECT TITLE</u>	<u>APPROPRIATIONS</u>	<u>EXPENDITURES TO DATE</u>		<u>TRANSFERS/ CANCELLATIONS</u>	<u>UNEXPENDED BALANCE</u>
		<u>PRIOR YEARS</u>	<u>CURRENT YEAR</u>		
Unit Ventilator Project	\$ 735,615.00	\$ 128,517.98	\$	\$	\$ 607,097.02
Boiler Replacement	5,823,956.48	5,065,839.12		(140,000.00)	618,117.36
Roof Top Unit	716,250.00	850,150.82		140,000.00	6,099.18
Interior Window Replacement	540,420.00	431,984.62			108,435.38
Upgrades to Existing Schools and New Elementary School*	28,213,811.20	654,442.06	6,903,726.16		20,655,642.98
TOTALS	\$ <u>36,030,052.68</u>	\$ <u>7,130,934.60</u>	\$ <u>6,903,726.16</u>	\$ <u>-</u>	\$ <u>21,995,391.92</u>

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

Unexpended Project Balances - June 30, 2018	\$ 21,995,391.92
Less:	
Unearned Additional State School Aid	-
Total Fund Balance - June 30, 2018	\$ <u>21,995,391.92</u>

*Total Appropriation is \$75,361,803.00, which includes \$57,668,113.00 of authorized debt, of which \$27,445,000.00 has been sold as of June 30, 2018.

WOODBRIDGE SCHOOL DISTRICT
 CAPITAL PROJECTS FUND
 SUMMARY SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGE
 IN FUND BALANCE - BUDGETARY BASIS
 FOR THE YEAR ENDED JUNE 30, 2018

Revenues and Other Financing Sources	
State Sources	\$ -
Bond proceeds and transfers	27,445,000.00
Bond sale premiums	539,041.20
Lease purchase agreement	-
Proceeds from other sources	-
Transfer from capital reserve	-
Transfer from capital outlay	-
	<hr/>
Total revenues	<u>27,984,041.20</u>
Expenditures and Other Financing Uses	
Purchased professional and technical services	713,247.51
Other salaries	-
Land and Improvements	-
Construction services	6,190,478.65
Equipment purchases	-
Cost of issuance	-
State sources adjusted	1,075,254.52
Transfer to debt service fund	-
Transfer to general fund	-
	<hr/>
Total expenditures	<u>7,978,980.68</u>
Excess (deficiency) of revenues over (under) expenditures	20,005,060.52
Less: Deferred Revenue adjustment	<hr/> -
Subtotal	20,005,060.52
Fund balance - beginning	1,990,331.40
Fund balance - ending	<u>\$ <u>21,995,391.92</u></u>

Woodbridge Township School District
 Capital Projects Fund
 Schedule of Project Revenues, Expenditures,
 Project Balance and Project Status -
 Budgetary Basis
 From Inception and for the Year Ended June 30, 2018

Project Name:	Totals	Unit Ventilator System	Boiler Replacement Various 15 Schools	Roof Top Unit 5850-050-14-1021	Interior Window Replacement 5850-020-13-1001	Upgrades to Existing Schools and New Elementary School
Revenues and Other Financing						
Sources - as Revised:						
State sources - NJSDA Grant	\$ 2,406,505.48	\$ -	\$ 1,903,837.48	\$ 286,500.00	\$ 216,168.00	\$ -
Bond proceeds and transfers	27,984,041.20					27,984,041.20
Lease purchase agreement	5,409,736.00	735,615.00	3,920,119.00	429,750.00	324,252.00	
Proceeds from other sources	229,770.00					229,770.00
Transfer from capital reserve	-					
Transfer from capital outlay	-					
Transfer (from)/to other projects including prior years	-		(140,000.00)	140,000.00		
Total revenues	\$ 36,030,052.68	735,615.00	5,683,956.48	856,250.00	540,420.00	28,213,811.20
Expenditures and Other Financing						
Uses - Prior Periods:						
Purchased professional and technical services	674,657.94	75,829.90	401,044.27	64,051.13	31,476.78	102,255.86
Land and Improvements	-					
Construction services	6,456,276.66	52,688.08	4,664,794.85	786,099.69	400,507.84	552,186.20
Equipment purchases	-					
Total expenditures - Prior Periods	\$ 7,130,934.60	\$ 128,517.98	\$ 5,065,839.12	\$ 850,150.82	\$ 431,984.62	\$ 654,442.06
Expenditures and Other Financing						
Uses - Current Year:						
Purchased professional and technical services	713,247.51					713,247.51
Land and Improvements	-					
Construction services	6,190,478.65					6,190,478.65
Equipment purchases	-					
Total expenditures - Current Year	6,903,726.16	-	-	-	-	6,903,726.16
Total expenditures - from inception to June 30, 2017	14,034,660.76	128,517.98	5,065,839.12	850,150.82	431,984.62	7,558,168.22
Excess (deficiency) or revenues over (under) expenditures	\$ 21,995,391.92	\$ 607,097.02	\$ 618,117.36	\$ 6,099.18	\$ 108,435.38	\$ 20,655,642.98
Additional project information:						
Grant date		1/6/14	1/6/14	1/6/14	1/6/14	
Bond authorization date		NA	NA	NA	NA	3/28/17
Bonds authorized		NA	NA	NA	NA	\$ 57,668,113.00
Bonds Issued		NA	NA	NA	NA	-
Original authorized cost		1,226,023.00	6,221,711.00	716,250.00	540,420.00	75,361,803.00
Increase/Decrease local authorized cost		-	-	-	-	-
Revised authorized cost		1,226,023.00	6,221,711.00	716,250.00	540,420.00	75,361,803.00
Percentage increase over original authorized cost						
Percentage completion						
Original target completion date		9/1/15	9/1/15	9/1/15	9/1/15	
Original target completion date - Oak Tree						9/1/18
Original target completion date - WMS						9/1/19
Original target completion date - New Ross Street						9/1/19
Original target completion date - New Ross Street Gym						9/1/20
Revised target completion date						

PROPRIETARY FUNDS

SECTION – G

ENTERPRISE FUND

WOODBIDGE TOWNSHIP SCHOOL DISTRICT
 PROPRIETARY FUNDS
 COMBINING STATEMENT OF NET POSITION
JUNE 30, 2018

	Business-Type Activities Enterprise Funds		
	Food Service	Latchkey Program	Totals
<u>ASSETS</u>			
Current assets:			
Cash and cash equivalents	\$ 178,369.45	\$ 167,466.35	\$ 345,835.80
Accounts receivable:			
State	3,715.35		3,715.35
Federal	182,291.74		182,291.74
Other Sources	71,808.28		71,808.28
Inventories	56,270.37		56,270.37
Total current assets	492,455.19	167,466.35	659,921.54
Noncurrent Assets:			
Furniture, machinery and equipment	2,049,971.15		2,049,971.15
Less: accumulated depreciation	(1,291,173.65)		(1,291,173.65)
Total noncurrent assets	758,797.50	-	758,797.50
Total assets	\$ 1,251,252.69	167,466.35	1,418,719.04
<u>LIABILITIES AND NET POSITION</u>			
Current liabilities			
Accounts payable	\$ 379,274.34	\$	\$ 379,274.34
Deferred revenue - prepaid lunch fees	67,813.37		67,813.37
Deferred revenue - USDA commodities	23,318.77		23,318.77
Total current liabilities	470,406.48	-	470,406.48
<u>NET POSITION</u>			
Invested in capital assets net of			
Related debt	758,797.50		758,797.50
Unrestricted	22,048.71	167,466.35	189,515.06
Total net position	780,846.21	167,466.35	948,312.56
Total liabilities and net position	\$ 1,251,252.69	167,466.35	1,418,719.04

WOODBRIIDGE TOWNSHIP SCHOOL DISTRICT
 PROPRIETARY FUNDS
 COMBINING STATEMENT OF REVENUES, EXPENSES
 AND CHANGES IN FUND NET POSITION
 FOR THE FISCAL YEAR ENDED JUNE 30, 2018

	Business-Type Activities Enterprise Funds		
	Food Service	Latchkey Program	Total Enterprise
<u>OPERATING REVENUES</u>			
Charges for services:			
Daily sales - reimbursable programs	\$ 2,125,245.91	\$	\$ 2,125,245.91
Daily sales - non-reimbursable programs	214,989.35		214,989.35
Community service activities		452,780.40	452,780.40
Total operating revenues	<u>2,340,235.26</u>	<u>452,780.40</u>	<u>2,793,015.66</u>
<u>OPERATING EXPENSES</u>			
Cost of sales:			
Reimbursable Program Food Cost	1,718,674.17		1,718,674.17
Nonreimbursable Program Food Cost	279,784.17		279,784.17
Nonreimbursable Paper Supplies	<u>116,724.80</u>		<u>116,724.80</u>
Total Cost of Sales	2,115,183.14		2,115,183.14
Food costs - food distribution program	355,094.37		355,094.37
District direct costs	74,180.34	438,183.58	512,363.92
General Supplies		6,977.50	6,977.50
Miscellaneous costs	448,616.46	6,753.99	455,370.45
General & Administrative - Fees	278,740.92		278,740.92
Salaries	2,078,848.14		2,078,848.14
Depreciation	<u>176,744.38</u>		<u>176,744.38</u>
	3,412,224.61	451,915.07	3,864,139.68
Total operating expenses	<u>5,527,407.75</u>	<u>451,915.07</u>	<u>5,979,322.82</u>
Operating income (loss)	<u>(3,187,172.49)</u>	<u>865.33</u>	<u>(3,186,307.16)</u>
Non-operating revenues:			
State sources:			
State school lunch program	58,207.49		58,207.49
Miscellaneous reimbursement	5,176.22		5,176.22
Federal sources:			
National school lunch program	2,062,820.73		2,062,820.73
National school lunch program - performance based	66,287.58		66,287.58
National school breakfast program	588,639.72		588,639.72
After School Snack Program	5,233.00		5,233.00
Food distribution program	<u>355,094.37</u>		<u>355,094.37</u>
Total non-operating revenues	<u>3,141,459.11</u>	<u>-</u>	<u>3,141,459.11</u>
Excess/(Deficit) of revenues over expenditures	(45,713.38)	865.33	(44,848.05)
Net position - beginning of the year	<u>826,559.59</u>	<u>166,601.02</u>	<u>993,160.61</u>
Net position - end of the year	<u>\$ 780,846.21</u>	<u>\$ 167,466.35</u>	<u>\$ 948,312.56</u>

WOODBRIDGE TOWNSHIP SCHOOL DISTRICT
 PROPRIETARY FUNDS
 COMBINING STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED JUNE 30, 2018

	Business - Type Activities Enterprise Funds		
	<u>Food Service</u>	<u>Latchkey Program</u>	<u>Total Enterprise</u>
<u>Cash Flows from Operating Activities:</u>			
Receipts from Customers	\$ 2,372,260.45	\$ 452,780.40	\$ 2,825,040.85
Payments for Direct Expenses	<u>(5,000,489.84)</u>	<u>(451,915.07)</u>	<u>(5,452,404.91)</u>
Net Cash Provided by (Used for) Operating Activities	<u>(2,628,229.39)</u>	<u>865.33</u>	<u>(2,627,364.06)</u>
<u>Cash Flows from Non-Capital Financing Activities</u>			
Federal and State Sources	<u>2,799,102.95</u>	<u> </u>	<u>2,799,102.95</u>
Net Cash Provided by (Used for) Non-Capital Financing Activities	<u>2,799,102.95</u>	<u>-</u>	<u>2,799,102.95</u>
<u>Cash Flows from Capital and Related Financing Activities</u>			
Purchase of Capital Assets	<u>(131,995.25)</u>	<u> </u>	<u>(131,995.25)</u>
Net Increase (Decrease) in Cash and Cash Equivalents	38,878.31	865.33	39,743.64
Balances - Beginning of Year	<u>139,491.14</u>	<u>\$ 166,601.02</u>	<u>\$ 306,092.16</u>
Balances - End of Year	<u>\$ 178,369.45</u>	<u>\$ 167,466.35</u>	<u>\$ 345,835.80</u>
<u>Reconciliation of Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities:</u>			
Operating Gain (Loss)	\$ (3,187,172.49)	\$ 865.33	\$ (3,186,307.16)
Adjustments to Reconcile Operating Income (Loss) to Cash Provided (Used) by Operating Activities:			
Depreciation	176,744.38		176,744.38
Federal Commodities	355,094.37		355,094.37
(Increase) Decrease in Accounts Receivable	32,025.19		32,025.19
(Increase) Decrease in Inventory	(8,406.17)		(8,406.17)
Increase (Decrease) in Deferred Revenues	1,481.83		1,481.83
Increase (Decrease) in Deferred Commodities	(4,393.75)		(4,393.75)
Increase (Decrease) in Accounts Payable	<u>6,397.25</u>		<u>6,397.25</u>
Net Cash Provided (Used) by Operating Activities	<u>\$ (2,628,229.39)</u>	<u>\$ 865.33</u>	<u>\$ (2,627,364.06)</u>

INTERNAL SERVICE FUND

FIDUCIARY FUNDS

SECTION - H

WOODBRIDGE SCHOOL DISTRICT
 FIDUCIARY FUNDS
 COMBINING STATEMENT OF FIDUCIARY NET ASSETS
JUNE 30, 2018

	TRUST		AGENCY		TOTALS
	UNEMPLOYMENT COMPENSATION TRUST	SCHOLARSHIP FUND	STUDENT ACTIVITY	PAYROLL	2018
<u>ASSETS</u>					
Cash and Cash Equivalents	\$ 2,397,602.32	\$ 846,699.07	\$ 553,913.18	\$ 10,944,242.96	\$ 14,742,457.53
Total Assets	\$ 2,397,602.32	\$ 846,699.07	\$ 553,913.18	\$ 10,944,242.96	\$ 14,742,457.53
<u>LIABILITIES AND NET ASSETS</u>					
Accounts Payable	\$ 42,356.26	\$	\$	\$	42,356.26
Payable to Student Groups			553,913.18		553,913.18
Payroll Deductions and Withholdings				10,944,242.96	10,944,242.96
Total Liabilities	42,356.26	-	\$ 553,913.18	\$ 10,944,242.96	\$ 11,540,512.40
Net Assets:					
Held Trust for Unemployment Claims and Other Purposes	\$ 2,355,246.06	\$			\$ 2,355,246.06
Reserved for Scholarships		846,699.07			846,699.07
Total Net Assets	2,355,246.06	846,699.07	-	-	3,201,945.13
Total Liabilities and Net Assets	\$ 2,397,602.32	\$ 846,699.07	\$ 553,913.18	\$ 10,944,242.96	\$ 14,742,457.53

WOODBIDGE SCHOOL DISTRICT
 COMBINING STATEMENT OF CHANGES IN FIDUCIARY NET ASSETS
FOR THE FISCAL YEAR ENDED JUNE 30, 2018

	Unemployment Compensation <u>Trust</u>	Private Purpose Scholarship <u>Trust</u>	
ADDITIONS			
Contributions:			
District/Plan member	\$ 310,726.05	\$ -	
Donations		4,255.00	
	<u>310,726.05</u>	<u>4,255.00</u>	
Total Contributions			
	<u>310,726.05</u>	<u>4,255.00</u>	
Investment earnings:			
Interest	-	1,300.20	
	<u>-</u>	<u>1,300.20</u>	
Total additions			
	<u>310,726.05</u>	<u>5,555.20</u>	
DEDUCTIONS			
Quarterly Contribution Reports	260,610.24		
Unemployment Claims			
Scholarships Awarded		23,600.00	
	<u>260,610.24</u>	<u>23,600.00</u>	
Total deductions			
	<u>260,610.24</u>	<u>23,600.00</u>	
Excess (Deficit) of Additions Over Deductions	<u>50,115.81</u>	<u>(18,044.80)</u>	
Change in Net Position	50,115.81	(18,044.80)	
Total Net Position - Beginning of Year	<u>2,305,130.25</u>	<u>864,743.87</u>	
Total Net Position - End of year	<u>\$ 2,355,246.06</u>	<u>\$ 846,699.07</u>	

WOODBRIDGE SCHOOL DISTRICT
STUDENT ACTIVITY AGENCY FUND
SCHEDULE OF RECEIPTS AND DISBURSEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2018

	BALANCE JULY 1, <u>2017</u>	CASH <u>RECEIPTS</u>	CASH <u>DISBURSEMENTS</u>	BALANCE JUNE 30, <u>2018</u>
<u>MIDDLE SCHOOLS</u>				
Avenel	\$ 28,689.14	\$ 68,093.32	\$ 65,414.00	\$ 31,368.46
Colonia	13,317.54	58,390.45	57,248.07	14,459.92
Fords	31,970.43	66,218.98	72,189.55	25,999.86
Iselin	3,783.58	52,448.47	49,155.81	7,076.24
Woodbridge	<u>22,095.66</u>	<u>20,505.91</u>	<u>23,360.84</u>	<u>19,240.73</u>
Total Middle Schools	<u>\$ 99,856.35</u>	<u>\$ 265,657.13</u>	<u>\$ 267,368.27</u>	<u>\$ 98,145.21</u>
<u>SENIOR HIGH SCHOOLS</u>				
Colonia	\$ 140,360.81	\$ 295,121.88	\$ 277,812.99	\$ 157,669.70
John F. Kennedy	213,563.08	370,083.19	391,214.70	192,431.57
Woodbridge	<u>102,855.08</u>	<u>220,707.68</u>	<u>221,452.77</u>	<u>102,109.99</u>
Total Senior High Schools	<u>\$ 456,778.97</u>	<u>\$ 885,912.75</u>	<u>\$ 890,480.46</u>	<u>\$ 452,211.26</u>
<u>OTHER STUDENT ACCOUNTS</u>				
Pace Program	<u>\$ 4,669.22</u>	<u>\$ 8,002.21</u>	<u>\$ 9,114.72</u>	<u>\$ 3,556.71</u>
Total Other Accounts	<u>\$ 4,669.22</u>	<u>\$ 8,002.21</u>	<u>\$ 9,114.72</u>	<u>\$ 3,556.71</u>
Total All Schools	<u>\$ 561,304.54</u>	<u>\$ 1,159,572.09</u>	<u>\$ 1,166,963.45</u>	<u>\$ 553,913.18</u>

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

	BALANCE JULY 1, <u>2017</u>	CASH <u>RECEIPTS</u>	CASH <u>DISBURSEMENTS</u>	BALANCE JUNE 30, <u>2018</u>
<u>ASSETS</u>				
Cash and Cash Equivalents				
Payroll	\$ 3,518,254.44	\$ 149,275,592.78	\$ 149,094,610.51	\$ 3,699,236.71
Employee Flex Fund	62,353.36	109,925.01	116,513.41	55,764.96
Summer Pay	<u>6,594,506.43</u>	<u>7,194,770.89</u>	<u>6,600,036.03</u>	<u>7,189,241.29</u>
 Total Assets	 <u>\$ 10,175,114.23</u>	 <u>\$ 156,580,288.68</u>	 <u>\$ 155,811,159.95</u>	 <u>\$ 10,944,242.96</u>
 <u>LIABILITIES</u>				
Payroll Deductions and Withholdings	<u>\$ 10,175,114.23</u>	<u>\$ 156,580,288.68</u>	<u>\$ 155,811,159.95</u>	<u>\$ 10,944,242.96</u>

LONG-TERM DEBT

SECTION - I

WOODBIDGE SCHOOL DISTRICT
 SCHEDULE OF SERIAL BONDS PAYABLE
JUNE 30, 2018

<u>ISSUE</u>	<u>DATE OF ISSUE</u>	<u>AMOUNT OF ISSUE</u>	<u>MATURITIES</u>		<u>INTEREST RATES</u>	<u>BALANCE JUNE 30, 2017</u>	<u>ISSUED</u>	<u>RETIRED</u>	<u>BALANCE JUNE 30, 2018</u>							
			<u>YEAR ENDED</u>	<u>AMOUNT</u>												
Refunding Bonds	1/15/12	\$ 41,460,000.00	07/15/18	2,280,000.00	4.00%	\$ 36,740,000.00		\$ 2,185,000.00	\$ 34,555,000.00							
			07/15/19	2,375,000.00	4.00%											
			07/15/20	2,470,000.00	4.00%											
			07/15/21	2,575,000.00	4.00%											
			07/15/22	2,675,000.00	4.00%											
			07/15/23	2,790,000.00	4.25%											
			07/15/24	2,910,000.00	4.25%											
			07/15/25	3,030,000.00	4.00%											
			07/15/26	3,155,000.00	4.50%											
			07/15/27	3,300,000.00	4.50%											
			07/15/28	3,430,000.00	4.00%											
			07/15/29	3,565,000.00	4.00%											
			General Improvements	11/01/12	27,000,000.00					07/15/18	910,000.00	2.000%	23,775,000.00		945,000.00	22,830,000.00
										07/15/19	950,000.00	2.000%				
07/15/20	995,000.00	2.000%														
07/15/21	1,040,000.00	2.000%														
07/15/22	1,090,000.00	2.000%														
07/15/23	1,130,000.00	2.000%														
07/15/24	1,185,000.00	2.125%														
07/15/25	1,235,000.00	2.250%														
07/15/26	1,250,000.00	2.250%														
07/15/27	1,260,000.00	2.500%														
07/15/28	1,040,000.00	2.625%														
07/15/29	1,090,000.00	2.625%														
07/15/30	1,140,000.00	2.750%														
07/15/31	1,190,000.00	2.750%														
07/15/32	1,240,000.00	3.000%														
07/15/33	1,140,000.00	3.000%														
07/15/34	1,190,000.00	3.000%														
07/15/35	1,240,000.00	3.000%														
07/15/36	1,255,000.00	3.000%														
07/15/37	1,260,000.00	3.000%														

WOODBIDGE SCHOOL DISTRICT
 SCHEDULE OF SERIAL BONDS PAYABLE
JUNE 30, 2018

<u>ISSUE</u>	<u>DATE OF ISSUE</u>	<u>AMOUNT OF ISSUE</u>	<u>MATURITIES</u>		<u>INTEREST RATES</u>	<u>BALANCE JUNE 30, 2017</u>	<u>ISSUED</u>	<u>RETIRED</u>	<u>BALANCE JUNE 30, 2018</u>
			<u>YEAR ENDED</u>	<u>AMOUNT</u>					
General Improvements	8/15/17	10,000,000.00	09/01/19	260,000.00	3.000%				
			09/01/20	265,000.00	3.000%				
			09/01/21	275,000.00	3.000%				
			09/01/22	280,000.00	3.000%				
			09/01/23	285,000.00	3.000%				
			09/01/24	300,000.00	3.000%				
			09/01/25	315,000.00	3.000%				
			09/01/26	330,000.00	3.000%				
			09/01/27	350,000.00	3.000%				
			09/01/28	360,000.00	3.000%				
			09/01/29	385,000.00	3.000%				
			09/01/30	405,000.00	3.000%				
			09/01/31	515,000.00	3.000%				
			09/01/32	515,000.00	3.000%				
			09/01/33	515,000.00	3.125%				
			09/01/34	515,000.00	3.125%				
			09/01/35	515,000.00	3.250%				
			09/01/36	515,000.00	3.250%				
			09/01/37	515,000.00	3.250%				
			09/01/38	515,000.00	3.250%				
			09/01/39	515,000.00	3.250%				
			09/01/40	515,000.00	3.375%				
			09/01/41	520,000.00	3.375%				
			09/01/42	520,000.00	3.375%				10,000,000.00

WOODBRIAGE SCHOOL DISTRICT
 SCHEDULE OF SERIAL BONDS PAYABLE
JUNE 30, 2018

<u>ISSUE</u>	<u>DATE OF ISSUE</u>	<u>AMOUNT OF ISSUE</u>	<u>MATURITIES</u>		<u>INTEREST RATES</u>	<u>BALANCE JUNE 30, 2017</u>	<u>ISSUED</u>	<u>RETIRED</u>	<u>BALANCE JUNE 30, 2018</u>
			<u>YEAR ENDED</u>	<u>AMOUNT</u>					
General Improvements	12/14/17	17,445,000.00	10/01/19	340,000.00	3.125%				
			10/01/20	360,000.00	3.125%				
			10/01/21	380,000.00	3.250%				
			10/01/22	400,000.00	3.250%				
			10/01/23	420,000.00	3.250%				
			10/01/24	445,000.00	3.250%				
			10/01/25	465,000.00	3.250%				
			10/01/26	530,000.00	3.250%				
			10/01/27	590,000.00	3.250%				
			10/01/28	630,000.00	3.250%				
			10/01/29	645,000.00	3.250%				
			10/01/30	680,000.00	3.250%				
			10/01/31	680,000.00	3.250%				
			10/01/32	680,000.00	3.250%				
			10/01/33	680,000.00	3.250%				
			10/01/34	680,000.00	3.250%				
			10/01/35	680,000.00	3.250%				
			10/01/36	680,000.00	3.250%				
			10/01/37	680,000.00	3.250%				
			10/01/38	680,000.00	3.250%				
			10/01/39	680,000.00	3.250%				
			10/01/40	680,000.00	3.250%				
			10/01/41	680,000.00	3.250%				
			10/01/42	680,000.00	3.250%				
			10/01/43	680,000.00	3.250%				
			10/01/44	680,000.00	3.250%				
10/01/45	680,000.00	3.250%							
10/01/46	680,000.00	3.500%							
10/01/47	680,000.00	3.500%							
							17,445,000.00		17,445,000.00
						\$ 60,515,000.00	\$ 27,445,000.00	\$ 3,130,000.00	\$ 84,830,000.00

WOODBIDGE SCHOOL DISTRICT
LONG-TERM DEBT
STATEMENT OF OBLIGATIONS UNDER CAPITAL LEASES
JUNE 30, 2018

<u>SERIES</u>	<u>INTEREST RATE PAYABLE</u>	<u>AMOUNT OF ORIGINAL ISSUE</u>	<u>AMOUNT OUTSTANDING JUNE 30, 2017</u>	<u>CURRENT YEAR ADJUSTMENTS</u>	<u>RETIRED CURRENT YEAR</u>	<u>AMOUNT OUTSTANDING JUNE 30, 2018</u>
Construction Services	1.333%	\$ 5,409,736	\$ 2,926,474.55		\$ 1,448,678.28	\$ 1,477,796.27
Fiber Optic Equipment	1.229%	1,500,000	506,138.55		506,138.55	-
Computers	0.000%	889,573		889,573.14	296,524.38	593,048.76
			<u>\$ 3,432,613.10</u>	<u>\$ 889,573.14</u>	<u>\$ 2,251,341.21</u>	<u>\$ 2,070,845.03</u>

WOODBIDGE SCHOOL DISTRICT
 BUDGETARY COMPARISON SCHEDULE
 DEBT SERVICE FUND
 FOR THE FISCAL YEAR ENDED JUNE 30, 2018

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Positive (Negative) Final to Actual
REVENUES:					
Local Sources:					
Local Tax Levy	\$ 5,186,506.00	\$ -	\$ 5,186,506.00	\$ 5,186,506.00	\$ -
Total - Local Sources	5,186,506.00	-	5,186,506.00	5,186,506.00	-
Total Revenues	5,186,506.00	-	5,186,506.00	5,186,506.00	-
EXPENDITURES:					
Regular Debt Service:					
Redemption of Bond Principal	3,130,000.00		3,130,000.00	3,130,000.00	-
Bond Interest	2,056,506.00		2,056,506.00	2,056,506.26	0.26
Total Regular Debt Service	5,186,506.00	-	5,186,506.00	5,186,506.26	0.26
Total expenditures	5,186,506.00	-	5,186,506.00	5,186,506.26	0.26
Excess (Deficiency) of Revenues Over (Under) Expenditures	-	-	-	(0.26)	(0.26)
Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures	-	-	-	(0.26)	(0.26)
Fund Balance, July 1	0.42	-	0.42	26.00	25.58
Fund Balance, June 30	0.42	-	0.42	25.74	25.32
Recapitulation of Excess (Deficiency) of Revenues Over (Under) Expenditures					
Budgeted Fund Balance	\$ -	\$ -	\$ -	\$ (0.26)	\$ (0.26)

STATISTICAL SECTION

SECTION – J

Financial Trends

WOODBRIDGE BOARD OF EDUCATION
NET POSITION BY COMPONENTS
LAST TEN FISCAL YEARS
UNAUDITED

Exhibit J-1

	2009	2010	2011	2012	2013	2014	2015	2016	2017	2018
Governmental activities										
Invested in capital assets, net of related debt	\$ 38,790,724	\$ 42,019,590	\$ 42,720,283	\$ 68,816,519	\$ 48,108,665	\$ 45,759,545	\$ 37,617,738	\$ 43,445,353	\$ 44,443,698	\$ 24,778,760
Restricted	4,684,411	6,360,861	18,628,183	(3,966,501)	22,053,039	31,550,462	28,776,598	31,429,375	33,983,816	60,860,932
Unrestricted	(8,775,162)	(9,237,473)	(7,273,497)	(9,191,856)	(9,311,871)	(12,379,583)	(43,288,439)	(44,553,774)	(49,395,385)	(52,051,160)
Total governmental activities net assets	\$ 34,699,972	\$ 39,142,979	\$ 54,074,970	\$ 55,658,161	\$ 60,849,832	\$ 64,930,423	\$ 23,105,898	\$ 30,320,953	\$ 29,032,129	\$ 33,588,532
Business-type activities										
Invested in capital assets, net of related debt	\$ 45,377	\$ 38,980	\$ 137,050	\$ 229,035	\$ 392,024	\$ 490,638	\$ 627,826	\$ 652,736	\$ 803,547	\$ 758,798
Restricted	-	-	-	-	-	-	-	-	-	-
Unrestricted	(615,990)	(24,044)	(62,577)	(241,444)	(396,104)	(268,294)	(131,927)	169,780	189,614	189,515
Total business-type activities net assets	\$ (570,613)	\$ 14,936	\$ 74,473	\$ (12,409)	\$ (4,080)	\$ 222,344	\$ 495,899	\$ 822,516	\$ 993,161	\$ 948,313
District-wide										
Invested in capital assets, net of related debt	\$ 38,836,100	\$ 42,058,571	\$ 42,857,333	\$ 69,045,554	\$ 48,500,689	\$ 46,250,183	\$ 38,245,564	\$ 44,098,089	\$ 45,247,245	\$ 25,537,558
Restricted	4,684,411	6,360,861	18,628,183	(3,966,501)	22,053,039	31,550,462	28,776,598	31,429,375	33,983,816	60,860,932
Unrestricted	(9,391,152)	(9,261,517)	(7,336,073)	(9,433,301)	(9,707,975)	(12,647,877)	(43,420,366)	(44,383,994)	(49,205,771)	(51,861,645)
Total district net position	\$ 34,129,360	\$ 39,157,915	\$ 54,149,443	\$ 55,645,752	\$ 60,845,753	\$ 65,152,767	\$ 23,601,796	\$ 31,143,469	\$ 30,025,290	\$ 34,536,844

Source: CAFR Schedule A-1

**WOODBIDGE BOARD OF EDUCATION
CHANGES IN NET POSITION
LAST TEN FISCAL YEARS
UNAUDITED**

Exhibit J-2

	2009	2010	2011	2012	2013	2014	2015	2016	2017	2018
EXPENSES										
Governmental Activities										
Instruction										
Regular	\$ 83,828,822	\$ 87,537,721	\$ 86,563,103	\$ 94,461,524	\$ 95,805,391	\$ 95,434,742	\$ 79,205,953	\$ 81,619,337	\$ 84,583,482	\$ 84,846,740
Special Education	17,795,543	18,107,658	18,950,919	20,099,535	19,618,549	23,143,132	15,240,846	15,721,747	15,923,002	15,815,052
Other Special Instruction	3,038,282	2,932,997	3,044,519	3,291,928	3,344,009	2,068,106	1,512,067	1,550,146	1,518,957	1,569,484
Other Instruction	2,564,385	2,697,394	2,480,414	2,728,544	2,828,350	2,906,848	2,308,883	2,437,644	2,506,993	2,519,133
Support Services										
Tuition	9,440,331	8,223,498	8,150,547	7,901,753	8,432,047	8,840,969	9,113,699	8,713,728	9,791,482	9,709,182
Student & Instruction Related Services	25,284,127	24,195,593	22,544,327	25,362,034	26,311,516	27,883,770	23,551,499	19,860,457	19,924,951	21,964,021
School Administrative Services	13,932,722	14,343,035	14,709,212	15,324,124	15,181,191	14,901,464	8,801,270	8,925,546	9,113,601	9,299,680
General & Business Administrative Services	5,582,845	5,278,580	4,987,423	4,987,010	5,412,327	5,572,111	5,026,154	7,437,182	7,889,847	7,677,059
Plant Operations and Maintenance	15,650,287	15,162,570	12,106,181	12,079,820	13,446,193	13,662,231	12,139,672	11,604,012	11,811,110	12,820,474
Pupil Transportation	11,374,434	11,474,669	10,890,023	11,539,990	12,054,524	12,340,526	10,894,032	11,129,475	11,543,928	11,895,596
Unallocated benefits	-	-	-	-	-	-	50,784,417	53,954,567	110,216,203	115,145,901
Special Schools	636,483	540,245	489,793	541,791	590,277	668,157	494,951	501,760	570,908	603,974
Transfer to Charter Schools	-	13,056	37,633	32,819	69,233	57,608	-	-	-	-
Other	-	-	300,594	254,491	290,505	362,009	-	-	-	-
Interest on Long-Term Debt	2,270,627	2,960,892	2,115,950	2,679,047	1,891,215	2,508,844	2,055,137	1,957,202	1,855,276	1,978,456
Other related capital assets and debt (net)	-	-	-	-	-	-	-	-	-	(1,375,960)
Unallocated Depreciation & Amortization	4,918,945	1,512,296	4,984,031	5,161,110	5,504,365	6,644,224	1,332,665	1,070,120	1,105,848	1,170,312
Total Governmental Activities	196,317,833	194,980,204	192,354,689	206,445,520	210,779,692	216,994,741	222,461,244	226,482,922	288,355,588	295,639,107
Business-Type Activities:										
Food Service	4,596,863	3,708,313	3,378,032	3,684,380	3,628,851	3,589,611	4,229,199	4,603,120	5,161,900	5,527,408
Latchkey Program	366,943	285,458	219,130	255,878	297,546	356,851	350,152	381,606	364,074	451,915
Total Business-Type Activities	4,963,806	3,993,771	3,597,162	3,940,258	3,926,397	3,946,462	4,579,351	4,984,726	5,525,974	5,979,323
Total District Expenses	\$ 201,281,639	\$ 198,973,975	\$ 195,951,851	\$ 210,385,778	\$ 214,706,089	\$ 220,941,203	\$ 227,040,595	\$ 231,467,648	\$ 293,881,563	\$ 301,618,429
Program Revenues										
Governmental Activities										
Operating Grants and Contributions	18,125,488	20,908,956	18,526,362	21,492,005	25,440,236	23,292,753	20,665,144	24,590,890	74,846,341	80,397,532
Total Governmental Activities Program Revenues	\$ 18,125,488	\$ 20,908,956	\$ 18,526,362	\$ 21,492,005	\$ 25,440,236	\$ 23,292,753	\$ 20,665,144	\$ 24,590,890	\$ 74,846,341	\$ 80,397,532
Business-Type Activities										
Charges for Services										
Food Service	\$ 1,664,927.00	\$ 1,488,449.00	\$ 1,494,595.00	\$ 1,458,005.00	\$ 1,271,441.00	\$ 1,320,048.00	\$ 1,657,965.02	\$ 1,931,738.00	\$ 2,239,216.52	\$ 2,340,235.26
Latchkey Program	363,873	300,369	250,489	276,290	299,225	352,068	391,315	405,593	401,943	452,780
Operating Grants and Contributions	1,521,324	1,882,866	1,909,652	2,300,890	2,363,899	2,500,582	2,803,625	2,974,012	3,055,459	3,141,459
Total Business Type Activities Program Revenues	3,550,124	3,671,684	3,654,736	4,035,185	3,934,565	4,172,698	4,852,905	5,311,343	5,696,619	5,934,475
Total District Program Revenues	\$ 21,675,612	\$ 24,580,640	\$ 22,181,098	\$ 25,527,190	\$ 29,374,801	\$ 27,465,451	\$ 25,518,049	\$ 29,902,233	\$ 80,542,960	\$ 86,332,007
Net (Expense)/Revenue										
Governmental Activities	\$ (178,192,345)	\$ (174,071,248)	\$ (173,828,327)	\$ (184,953,515)	\$ (185,339,456)	\$ (193,701,988)	\$ (201,796,100)	\$ (201,892,032)	\$ (213,509,247)	\$ (215,241,574)
Business-Type Activities	(1,413,683)	(322,087)	57,575	94,927	8,169	226,236	273,554	326,617	170,644	(44,848)
Total District-Wide Net Expense	\$ (179,606,028)	\$ (174,393,335)	\$ (173,770,752)	\$ (184,858,588)	\$ (185,331,287)	\$ (193,475,752)	\$ (201,522,546)	\$ (201,565,415)	\$ (213,338,603)	\$ (215,286,422)
General Revenues and Other Changes in Net Assets										
Governmental Activities										
Property Taxes, Levied for General Purposes, Net	142,652,450	148,358,548	153,258,156	156,323,319	159,449,785	162,638,782	166,241,558	\$ 169,566,389	\$ 172,957,716	\$ 176,416,871
Taxes Levied for Debt Service	4,379,255	3,926,203	3,765,457	4,451,162	4,420,838	5,030,600	5,110,630	3,920,347	5,165,340	5,186,506
Federal and State Aid Not Restricted	25,587,895	27,640,274	20,842,832	24,220,928	25,361,937	25,704,852	24,059,080	26,153,772	26,164,892	31,084,704
Federal and State Aid Restricted	205,819	378,602	9,228,120	85,992	414,178	3,644,356	5,724,691	6,687,564	5,997,859	5,942,258

**WOODBIDGE BOARD OF EDUCATION
CHANGES IN NET POSITION
LAST TEN FISCAL YEARS
UNAUDITED**

Exhibit J-2

	2009	2010	2011	2012	2013	2014	2015	2016	2017	2018
Tuition Received	-	-	-	-	-	-	22,580	72,607	260,087	80,822
Miscellaneous Income	2,949,870	756,177	1,665,753	1,455,303	904,191	1,304,420	716,793	2,719,743	1,704,844	2,181,684
Special Item(s) - Prior Year Adjustments - Net	-	-	-	-	-	-	(595,463)	-	-	(1,075,255)
Transfers	(1,441,511)	(2,545,550)	-	-	-	(540,231)	(85,082)	(13,334)	(30,315)	(19,613)
Total Governmental Activities	\$ 174,333,778	\$ 178,514,254	\$ 188,760,318	\$ 186,536,704	\$ 190,550,929	\$ 197,782,779	\$ 201,194,787	\$ 209,107,087	\$ 212,220,423	\$ 219,797,977
Business-Type Activities										
Miscellaneous Income	\$ 5,225	\$ 4,660	\$ 1,962	\$ 191	\$ 160	\$ 188	\$ -	\$ -	\$ -	\$ -
Cancellation of Accounts Receivable	-	-	-	(182,000)	-	-	-	-	-	-
Transfers	1,441,511	902,876	-	-	-	-	-	-	-	-
Total Business-Type Activities	1,446,736	907,536	1,962	(181,809)	160	188	-	-	-	-
Total District-Wide	\$ 175,780,515	\$ 179,421,790	\$ 188,762,280	\$ 186,354,895	\$ 190,551,089	\$ 197,782,967	\$ 201,194,787	\$ 209,107,087	\$ 212,220,423	\$ 219,797,977
Change in Net Position										
Governmental Activities	\$ (3,858,566)	\$ 4,443,006	\$ 14,931,991	\$ 1,583,189	\$ 5,211,474	\$ 4,080,791	\$ (601,313)	\$ 7,215,056	\$ (1,288,824)	\$ 4,556,402
Business-Type Activities	33,053	585,449	59,537	(86,882)	8,329	226,424	273,554	326,617	170,644	(44,848)
Total District	\$ (3,825,513)	\$ 5,028,455	\$ 14,991,528	\$ 1,496,307	\$ 5,219,803	\$ 4,307,215	\$ (327,759)	\$ 7,541,673	\$ (1,118,180)	\$ 4,511,554

Source: School District Financial Reports

WOODBIDGE BOARD OF EDUCATION
FUND BALANCES, GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
UNAUDITED
(modified accrual basis of accounting)

Exhibit J-3

Fiscal Year Ending June 30,

	<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>
General Fund										
Reserved for:										
Encumbrances	\$ 1,883,636	\$ 469,692	\$ 1,305,613	\$ 374,228	\$ 589,769	\$ 346,311	\$ 409,795	\$ 763,475	\$ 540,218	\$ 509,214
Capital Reserves Account	17,941	17,941								
Excess Surplus - Designated for Subsequent Expenditures			965,582	5,186,540	7,005,619	10,765,389	10,055,368	11,390,338	16,530,013	14,724,907
Excess Surplus Designated for Subsequent Year's Expenditures		965,582	5,186,540	7,005,619	10,765,389	10,055,368	11,390,338	16,530,013	14,724,907	23,508,315
Unreserved:	<u>2,180,594</u>	<u>2,365,936</u>	<u>3,703,779</u>	<u>3,077,687</u>	<u>2,713,328</u>	<u>3,676,487</u>	<u>1,617,418</u>	<u>1,622,699</u>	<u>1,707,926</u>	<u>1,332,842</u>
Total General Fund	<u>\$ 4,082,171</u>	<u>\$ 6,697,520</u>	<u>\$ 14,195,932</u>	<u>\$ 17,457,534</u>	<u>\$ 22,329,002</u>	<u>\$ 24,843,555</u>	<u>\$ 23,472,918</u>	<u>\$ 30,306,525</u>	<u>\$ 33,503,064</u>	<u>\$ 40,075,278</u>
All Other Governmental Funds										
Reserved:										
Designated for Subsequent Year Expenditure	\$ 3,380,996.20	\$ -	\$ 7,615,824.27	\$ 232,174.00	\$ -	\$ 13,408.00	\$ 367.42	\$ 392.26	\$ 26.00	\$ 25.74
Capital Projects Revenue Fund				-20,796,355	2,145,072	8,873,270	5,427,962	2,507,267	1,990,331	21,995,392
Other Purposes	301,837	290,951	288,031	283,831	278,885	276,337	272,410	237,889	198,320	123,078
Unreserved, Reported In:										
Special Revenue Fund	-	-	-	-	-	-	-	-	-	-
Debt Service Fund	3	1,738,325	232,175	1,934,002	13,408	1,220,358	1,220,359	-	-	-
Total All Other Governmental Funds	<u>\$ 3,682,836</u>	<u>\$ 2,029,276</u>	<u>\$ 8,136,030</u>	<u>\$ (18,346,348)</u>	<u>\$ 2,437,365</u>	<u>\$ 10,383,374</u>	<u>\$ 6,921,098</u>	<u>\$ 2,745,548</u>	<u>\$ 2,188,678</u>	<u>\$ 22,118,495</u>
Total Fund Balances	<u>\$ 7,765,007</u>	<u>\$ 8,726,796</u>	<u>\$ 22,331,962</u>	<u>\$ (888,814)</u>	<u>\$ 24,766,367</u>	<u>\$ 35,226,929</u>	<u>\$ 30,394,016</u>	<u>\$ 33,052,073</u>	<u>\$ 35,691,742</u>	<u>\$ 62,193,773</u>

Source: School District Financial Reports

WOODBRIE BOARD OF EDUCATION
CHANGES IN FUND BALANCES, GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
UNAUDITED
(modified accrual basis of accounting)

Exhibit J-4

	2009	2010	2011	2012	2013	2014	2015	2016	2017	2018
Revenues										
Tax Levy	\$ 147,031,705	\$ 152,284,751	\$ 157,023,613	\$ 160,774,481	\$ 163,870,623	\$ 167,669,382	\$ 171,352,188	\$ 173,486,736	\$ 178,123,056	\$ 181,603,377
Tuition charges							22,580	72,607	260,087	80,822
Local Sources							191,394	112,506	419,369	2,004,657
Miscellaneous	3,231,273	753,243	1,088,828	1,113,131	904,191	1,304,420	525,399	2,606,934	1,285,474	177,027
State Sources	38,761,645	40,659,377	42,911,374	39,057,123	45,127,755	47,399,837	44,708,473	51,503,377	54,240,566	62,764,550
Federal Sources	5,157,558	8,268,455	5,685,940	6,241,804	5,918,667	5,170,546	5,740,442	6,006,707	5,792,716	5,833,190
Total Revenue	\$ 194,187,124	\$ 201,968,760	\$ 207,293,474	\$ 207,965,657	\$ 215,980,768	\$ 221,615,763	\$ 222,540,476	\$ 233,788,867	\$ 240,121,269	\$ 252,463,622
Expenditures										
Instruction										
Regular Instruction	\$ 63,318,421	\$ 65,320,950	\$ 62,565,496	\$ 66,946,807	\$ 70,500,796	\$ 71,464,266	\$ 75,946,356	\$ 75,817,006	\$ 77,972,298	\$ 78,375,951
Special Education instruction	13,133,930	12,139,790	13,412,956	13,755,277	13,899,299	17,446,972	15,240,846	15,721,747	15,923,002	15,815,052
Other special instruction	2,237,787	2,122,060	2,145,922	2,248,128	2,366,130	1,496,260	1,512,067	1,550,146	1,518,957	1,569,484
Other instruction	1,978,821	2,043,327	1,853,455	1,964,466	2,113,421	2,206,756	2,308,883	2,437,644	2,506,993	2,519,133
Support Services:										
Tuition	9,440,331	8,223,498	8,150,547	7,901,753	8,432,047	8,840,959	9,113,699	8,713,728	9,791,482	9,709,182
Student & inst. related services	19,405,899	19,547,133	17,243,177	18,502,925	19,698,451	21,558,087	22,993,343	22,184,774	21,126,554	21,964,021
School administrative services	10,828,945	10,961,781	10,895,717	11,179,350	11,511,325	11,422,813	8,801,270	8,925,546	9,113,601	9,299,680
General & Other administrative services	4,954,828	4,397,760	3,910,477	3,672,511	4,199,547	4,399,884	5,026,154	7,437,182	7,889,847	7,677,059
Plant operations and maintenance	13,173,348	12,539,355	11,393,355	11,411,649	12,800,189	13,035,816	12,139,672	11,604,012	11,811,110	12,820,474
Pupil transportation	9,770,559	9,528,697	9,042,960	9,366,191	10,155,637	10,458,036	10,894,032	11,129,475	11,543,928	11,895,596
Unallocated Benefits							50,316,671	52,381,775	58,615,851	64,080,027
Special Schools	479,324	396,003	358,304	380,114	415,628	488,933	494,951	501,760	570,908	603,974
Charter Schools		12,056	37,553	32,819	69,233	57,608				
Debt service:										
Principal	2,161,395	1,550,000	1,620,000	1,690,000	2,345,000	2,480,000	2,765,000	2,880,000	3,005,000	3,130,000
Interest and other charges	2,284,235	2,376,203	2,145,455	2,761,160	1,631,972	2,550,598	2,359,038	2,260,706	2,160,706	2,056,506
Capital Outlay:										
Lease Principal Repayment			300,594	251,771	518,251	529,548				
Other	3,001,880	2,969,593	4,064,723	29,647,344	9,742,019	2,177,113	8,280,862	7,571,976	3,901,049	12,224,197
Total expenditures	\$ 196,584,745	\$ 198,461,421	\$ 193,681,515	\$ 232,409,154	\$ 218,555,637	\$ 216,144,706	\$ 228,192,844	\$ 231,117,475	\$ 237,451,286	\$ 253,740,338
Excess (Deficiency) of revenues over (under) expenditures	(2,397,621)	3,507,339	13,611,960	(24,443,497)	(2,574,869)	5,471,056	(5,652,368)	2,671,392	2,669,983	(1,276,715)
Other Financing sources (uses)										
Bonds proceeds and transfers	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$ 27,445,000
Bonds Premium										539,041
State Sources Adjusted										(1,075,255)
Capital leases (non-budgeted)				1,159,669	1,219,653	5,529,736	1,500,000			889,573
Spec. Education Extraordinary Aid Recovery			32,491,623		27,000,000					
Debt Service Aid Adjustment				63,052	10,397					
Prior Year Accounts Receivable/ Payables Adjusted - Net		(1,642,674)	(6,794)							
Transfers in	2,058	1,743,589	232,469			(540,231)				
Transfers out	(1,443,569)	(2,646,465)	(232,469)	151,094	2,610,042	1,217,932	(85,082)	(13,334)	(30,315)	(19,613)
Adjustments (net) - Special Rev. Fund				(151,094)	(2,610,042)	(1,217,932)	(595,463)			
Total other financing sources (uses)	\$ (1,441,511)	\$ (2,545,550)	\$ 32,484,829	\$ 1,222,722	\$ 28,230,050	\$ 4,989,505	\$ 819,455	\$ (13,334)	\$ (30,315)	\$ 27,778,747
Special Item										
Cancellation of Accrued Liability	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Deferred Revenue Adjustment	-	-	-	-	-	-	-	-	-	-
Total special item	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Net change in fund balances	(3,839,132)	961,789	46,096,789	(23,220,776)	25,655,181	10,460,562	(4,832,913)	2,658,058	2,639,668	26,502,032
Debt service as a percentage of noncapital expenditures	2.26%	1.98%	1.94%	1.92%	1.82%	2.33%	2.25%	2.22%	2.18%	2.04%
Source: District records										

Note: Noncapital expenditures are total expenditures less capital outlay.

Central Service and Administrative Information Technology account classifications were added beginning with year end June 30, 2006.

Prior to June 30, 2006, Central Service and Administrative Information Technology were combined in Other Support Services as Business and Other Support Services.

WOODBRIDGE BOARD OF EDUCATION
GENERAL FUND OTHER LOCAL REVENUE BY SOURCE
LAST TEN FISCAL YEARS
UNAUDITED

Exhibit J-5

(modified accrual basis of accounting)

	<u>June 30, 2018</u>	<u>June 30, 2017</u>	<u>June 30, 2016</u>	<u>June 30, 2015</u>	<u>June 30, 2014</u>	<u>June 30, 2013</u>	<u>June 30, 2012</u>	<u>June 30, 2011</u>	<u>June 30, 2010</u>	<u>June 30, 2009</u>
Interest Earned	\$ 473,142.03	\$ 203,257.65	\$ 184,615.04	\$ 124,078.44	\$ 50,790.28	\$ 69,671.40	\$ 84,540.70	\$ 125,203.97	\$ 115,179.62	\$ 234,221.73
Interest Earned - Capital Projects Fund								298	5,267	2,058
Insurance Reimbursement						31,205				
Medco Buyout of Insurance Carrier						186,431				
Reimbursement for Use of School Buses					6,701			19,040		
Refund of Prior Year Expenditures							13,285			
Sale of Custodial Supplies								5,862		
Field Trips	31,997	39,600	45,859	23,885	15,828	11,590	9,510	12,575	22,980	24,607
Athletic Activities	26,596	25,070	35,999	31,993	31,966	31,585	31,088	34,124	28,415	19,292
Telephone Commissions/Verizon E Rate	121,207	490,802	213,501	264,036	318,521	326,359	360,505	363,721		
Sale of S-Recs	1,015,229	389,135	1,929,007		628,448					
Clean Energy		34,896	40,250							
Fines								447	2,168	19,347
Restitution			2,875		324	200	1,243	1,437	356	
Legal Settlement							171,056			
Copies and Specifications							13		587	58
Other	451	3,590	40,633	6,138	12,947	12,009	39,976	15,867	28,166	50,003
Prior Year Checks Voided	18,627	16,018	16,148	10,077	76,817	101,435	17,626	8,876		
Sale of School Property						14,500		28,550		2,371,860
Utility Rebates									334,869	298,983
Homeless Aid						10,269				
Deferred Revenue Realized										70,590
Medicare Administrative Costs				-	19,523			35,761	18,179	18,377
Jury Duty					150		1,215	321		10
Middlesex Regional Educational Service Refund							18,343			
Donations										2,100
Use of Facilities	101,698	68,532	103,606	58,113	57,251	33,847	129,658	121,146	33,659	38,788
Tuition	80,822	260,087	72,607	22,580	78,655	61,127	39,396	83,427	25,177	33,798
FEMA						3,597				
Scrap Metal Sales	3,456	1,640	233	1,811						
Easement Acquisitions			244	2,225						
Training Fees			1,920	100						
Business Advertising			7,260	2,160						
Sandy Settlement	161,355									
Bus Repair Income	500									
Lead Testing Reimbursement	17,933									
Photographies	2,075									
Replacement iPads	48,086									
Sale of Buses		12,650								
Total	\$ 2,103,174	\$ 1,545,276	\$ 2,694,758	\$ 547,197	\$ 1,301,518	\$ 890,227	\$ 917,453	\$ 856,658	\$ 615,003	\$ 3,184,093

Revenue Capacity

**WOODBIDGE BOARD OF EDUCATION
 ASSESSED VALUE AND ACTUAL VALUE OF TAXABLE PROPERTY
 LAST TEN FISCAL YEARS
 UNAUDITED**

Exhibit J-6

Fiscal Year Ended June 30,	Vacant Land	Residential	Commercial	Industrial	Apartment	Total Assessed Value	Less: Tax-Exempt Property	Public Utilities ^a	Net Valuation Taxable	Estimated Actual (County Equalized Value)	Total Direct School Tax Rate ^b
2009	\$ 58,122,900	\$ 1,992,918,100	\$ 670,202,100	\$ 270,145,600	\$ 161,712,200	\$ 3,153,100,900	\$ 416,493,800	\$ 16,694,618	\$ 3,169,795,518	\$ 3,177,720,007	4.760
2010	59,507,200	2,000,568,800	653,808,600	268,840,738	161,708,800	3,144,434,138	444,217,300	15,960,861	3,160,394,999	3,160,000,000	4.890
2011	58,836,800	2,002,653,100	645,025,000	262,819,638	159,501,900	3,128,836,438	463,227,500	16,972,358	3,145,808,796	3,145,808,796	5.050
2012	59,712,500	2,014,911,400	635,886,300	263,237,900	159,383,800	3,133,131,900	464,284,500	7,557,376	3,140,689,276	3,140,689,276	5.169
2013	58,714,800	2,007,181,700	631,497,000	247,252,900	158,249,800	3,102,896,200	463,204,400	16,167,867	3,119,064,067	3,119,064,067	5.311
2014	55,310,100	2,012,063,300	645,007,000	245,421,800	163,584,400	3,121,386,600	462,494,100	13,844,967	3,135,231,567	3,135,231,567	5.407
2015	52,398,600	2,011,176,800	645,369,750	258,157,400	167,742,600	3,134,845,150	504,912,460	4,125,792	3,138,970,942	3,138,970,942	5.512
2016	47,813,500	2,015,946,300	649,157,500	263,505,900	169,787,900	3,146,211,100	498,679,860	3,843,695	3,150,054,795	3,150,054,795	5.562
2017	44,612,900	2,024,183,700	653,468,500	260,789,700	191,713,600	3,174,768,400	532,789,760	4,183,132	3,178,951,532	3,711,741,292	5.548
2018	42,625,600	2,040,128,100	644,046,700	255,761,300	190,342,500	3,172,904,200	553,079,360	4,196,310	3,177,100,510	3,730,179,870	5.746

Source: Municipal Tax Assessor

Note: Real property is required to be assessed at some percentage of true value (fair or market value) established by each county board of taxation.

Reassessment occurs when ordered by the County Board of Taxation

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

b Tax rates are per \$100

**WOODBRIAGE BOARD OF EDUCATION
 DIRECT AND OVERLAPPING PROPERTY TAX RATES
 LAST TEN FISCAL YEARS
 UNAUDITED**

Exhibit J-7

(rate per \$100 of assessed value)

Fiscal Year Ended June 30	WOODBRIAGE SCHOOL DISTRICT DIRECT RATE			OVERLAPPING RATE		Total Direct and Overlapping Tax Rate
	Basic Rate	General Obligation Debt Service	Total Direct School Tax Rate	Woodbridge Township	Middlesex County	
2009	4.650	0.110	4.760	1.890	1.610	8.260
2010	4.780	0.110	4.890	2.550	1.260	8.700
2011	4.940	0.110	5.050	2.780	1.330	9.160
2012	5.059	0.110	5.169	2.973	1.347	9.489
2013	5.205	0.110	5.315	3.096	1.354	9.765
2014	5.297	0.110	5.407	3.399	1.324	10.130
2015	5.402	0.110	5.512	3.241	1.368	10.121
2016	5.452	0.110	5.562	2.941	1.427	9.930
2017	5.658	0.110	5.548	3.667	1.340	10.555
2018	5.746	0.110	5.636	3.198	1.358	10.192

Source: Municipal Tax Collector and Business Administrator

Notes:

NJSA 18A:7F-5d limits the amount that the district can submit for a general fund tax levy. The levy when added to other components of the district's net budget may not exceed the prebudget year net budget by more than the spending growth limitation calculation.

The District's basic tax rate is calculated from the A4F form which is submitted with the budget and Net Valuation Taxable.

Rates for debt service are based on each year's requirements.

**WOODBIDGE BOARD OF EDUCATION
 PRINCIPAL PROPERTY TAXPAYERS
 CURRENT AND TEN YEARS AGO
 UNAUDITED**

Exhibit J-8

Taxpayer	YEAR ENDED JUNE 30, 2018			YEAR ENDED JUNE 30, 2009		
	Taxable Assessed Value	Rank [Optional]	% of Total District Net Assessed Value	Taxable Assessed Value	Rank [Optional]	% of Total District Net Assessed Value
Atlantic Realty	\$ 120,075,100		3.78%	\$ 78,404,300	1	2.47%
Woodbridge Center	74,425,600		2.34%	77,608,300	2	2.45%
Metro Park Office	35,161,400		1.11%	36,111,300	4	1.14%
Buckeye Terminals	31,982,200		1.01%			
Crossing Apartments	26,155,600		0.82%			
Colonial Pipeline	25,253,900		0.79%	23,208,200	8	0.73%
Public Service	25,040,500		0.79%	32,151,900	5	1.01%
Shell Oil	23,995,400		0.76%	24,779,400	6	0.78%
SMII Woodbridge Plaza	20,589,900		0.65%	24,000,000	7	0.76%
Realty Associates	20,360,700		0.64%			
Crosspointe Developers	17,507,700		0.55%	18,358,100	9	0.58%
A & R Woodbridge LLC	15,000,000		0.47%			
Regency Wood South	14,490,400		0.46%			
Federal Business Centers	13,665,300		0.43%			
101 Wood Metro Park LLC	13,013,500		0.41%			
St Georges Crossing Shopping Ctr	12,024,400		0.38%			
Woodbridge Developers LLC	11,948,100		0.38%			
Goldberg Realty	11,903,700		0.37%			
KTR NJ Urban Renewal	10,372,400		0.33%			
Route One Car Dealerships	10,000,000		0.31%			
TOTAL	\$ 532,965,800		16.78%	\$ 314,621,500		9.92%

**WOODBRIAGE BOARD OF EDUCATION
PROPERTY TAX LEVIES AND COLLECTIONS
LAST TEN FISCAL YEARS
UNAUDITED**

Exhibit J-9

<u>Fiscal Year Ended June 30,</u>	<u>Taxes Levied for the Fiscal Year</u>	<u>Collected within the Fiscal Year of the Levy^a</u>		<u>Percentage of Levy</u>	<u>Collections in Subsequent Years</u>
		<u>Amount</u>			
2009	\$ 151,027,561	\$ 151,027,561		100%	-
2010	152,284,751	152,284,751		100%	-
2011	157,023,613	157,023,613		100%	-
2012	160,774,481	160,774,481		100%	-
2013	163,870,623	163,870,623		100%	-
2014	167,669,382	167,669,382		100%	-
2015	171,365,596	171,365,596		100%	-
2016	173,473,328	173,473,328		100%	-
2017	178,123,056	178,123,056		100%	-
2018	179,863,217	179,863,217		100%	-

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

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

Debt Capacity

**WOODBRIAGE BOARD OF EDUCATION
RATIOS OF OUTSTANDING DEBT BY TYPE
LAST TEN FISCAL YEARS
UNAUDITED**

Exhibit J-10

Fiscal Year Ended June 30,	Governmental Activities			Bond Anticipation Notes (BANs)	Total District	Percentage of Personal Income	Per Capita
	General Obligation Bonds	Loans	Capital Leases *				
2009	\$ 51,775,000	\$ -	\$ 221,565	\$ 4,475,000	\$ 56,471,565	1.330%	574
2010	50,225,000	-	-	-	50,225,000	1.180%	512
2011	48,605,000	-	-	41,459,238	90,064,238	2.110%	904
2012	46,990,000	-	1,082,389	34,424,238	82,496,627	2.570%	824
2013	71,645,000	-	1,783,791	1,398,000	74,826,791	2.320%	747
2014	69,165,000	-	6,793,980	-	75,958,980	2.340%	755
2015	66,400,000	-	4,944,449	-	71,344,449	2.160%	699
2016	63,520,000	-	5,235,606	-	68,755,606	2.190%	673
2017	60,515,000	-	3,333,613	-	63,848,613	1.770%	620
2018	85,459,370	-	2,070,845	-	87,530,215	2.650%	858

Source: District CAFR Schedules I-1

* Includes Principal and interest requirements

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

**WOODBRIIDGE BOARD OF EDUCATION
RATIOS OF NET GENERAL BONDED DEBT OUTSTANDING
LAST TEN FISCAL YEARS
UNAUDITED**

Exhibit J-11

<u>Fiscal Year Ended June 30,</u>	<u>General Obligation Bonds</u>	<u>Deductions</u>	<u>Net General Bonded Debt Outstanding</u>	<u>Percentage of Actual Taxable Value ^a of Property</u>	<u>Per Capita ^b</u>
2009	\$ 51,775,000	\$ -	\$ 51,775,000	1.63%	529
2010	50,225,000	-	50,225,000	1.59%	505
2011	90,064,738	-	90,064,738	2.86%	901
2012	82,496,627	-	82,496,627	2.63%	820
2013	74,826,791	-	74,826,791	2.40%	739
2014	69,165,000	-	69,165,000	2.21%	680
2015	66,400,000	-	66,400,000	2.12%	650
2016	63,520,000	-	63,520,000	2.02%	673
2017	63,848,613	-	63,848,613	2.01%	620
2018	87,530,215	-	87,530,215	2.76%	858

Source: School District Financial Reports

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

**WOODBRIIDGE BOARD OF EDUCATION
RATIOS OF OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT
AS OF JUNE 30, 2018
UNAUDITED**

Exhibit J-12

<u>Governmental Unit</u>	<u>Debt Outstanding</u>	<u>Estimated Percentage Applicable ^a</u>	<u>Estimated Share of Overlapping Debt</u>
Debt Repaid with Property Taxes			
Township of Woodbridge	\$ 154,837,200	100.00%	\$ 154,837,200
Other Debt			
County of Middlesex - Statutory Debt Township's Share	476,938,580	10.34%	49,338,342
Middlesex County Utilities Authority Township's Share	132,306,637	5.24%	6,929,214
Rahway Valley Sewage Authority	153,764,535	26.02%	<u>40,009,532</u>
Subtotal Overlapping Debt			251,114,288
Net Direct Debt of School District			
Woodbridge Township School District Direct Debt			<u>85,459,370</u>
Total Direct and Overlapping Debt			<u><u>\$ 336,573,658</u></u>

Sources: Assessed value data used to estimate applicable percentages provided by the Middlesex County Board of Taxation; debt outstanding data provided by each governmental unit.

Note: Overlapping governments are those that coincide, at least in part, with the geographic boundaries of the District. This schedule estimates the portion of the outstanding debt of those overlapping governments that is borne by the residents and the businesses of Woodbridge. This process recognizes that when considering the District's ability to issue and repay long-term debt, the entire debt burden borne by the residents and businesses should be taken into account. However this does not imply that every taxpayer is a resident, and therefore responsible for repaying the debt, of each overlapping government.

**WOODBIDGE BOARD OF EDUCATION
LEGAL DEBT MARGIN INFORMATION
LAST TEN FISCAL YEARS
UNAUDITED**

Exhibit J-13

Legal Debt Margin Calculation for Fiscal Year 2018		Equalized Valuation Basis
2015	\$ 11,395,293,166	
2016	12,126,677,267	
2017	<u>12,905,209,948</u>	
[A]	<u>\$ 23,521,970,433</u>	
Avg Equalized Valuation of Taxable Property		[A/B] \$ 7,840,656,811
School Borrowing Margin (4%)		[B] 313,626,272
Net Bonded School Debt and Authorized but Not Issued		[C] <u>85,459,370</u>
Legal Debt Margin		[B-C] <u>\$ 228,166,902</u>

	2009	2010	2011	2012	2013	2014	2015	2016	2017	2018
Debt Limit	\$ 524,458,048	\$ 553,837,506	\$ 540,011,369	\$ 514,257,690	\$ 472,181,090	\$ 455,445,997	\$ 439,386,751	\$ 435,863,785	\$ 456,399,816	\$ 313,626,272
Total Net Debt Applicable to Limit	<u>51,775,000</u>	<u>50,225,000</u>	<u>90,064,238</u>	<u>81,404,238</u>	<u>74,826,791</u>	<u>69,165,000</u>	<u>66,400,000</u>	<u>63,520,000</u>	<u>118,183,113</u>	<u>85,459,370</u>
Legal Debt Margin	<u>\$ 472,683,048</u>	<u>\$ 503,612,506</u>	<u>\$ 449,947,131</u>	<u>\$ 432,853,452</u>	<u>\$ 397,354,299</u>	<u>\$ 386,280,997</u>	<u>\$ 372,986,751</u>	<u>\$ 372,343,785</u>	<u>\$ 338,216,703</u>	<u>\$ 228,166,902</u>
Total Net Debt Applicable To The Limit As A Percentage Of Debt Limit	9.87%	9.07%	16.68%	15.83%	15.85%	15.19%	15.11%	14.57%	25.89%	27.25%

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

Limit set by N.J.S.A. 18A:24-19 for a K through 12 district, other % limits would be applicable for other districts.

Demographic and Economic Information

**WOODBIDGE BOARD OF EDUCATION
 DEMOGRAPHIC AND ECONOMIC STATISTICS
 LAST TEN FISCAL YEARS
 UNAUDITED**

Exhibit J-14

<u>Year</u>	<u>Population</u>	<u>Personal Income</u>	<u>Per Capita Personal Income</u>	<u>Unemployment Rate</u>
2009	98,450	\$ 2,915,990,550	\$ 29,619	8.00%
2010	98,181	2,463,066,747	25,087	8.70%
2011	99,585	3,055,466,970	30,682	8.90%
2012	100,074	3,207,671,922	32,053	9.50%
2013	100,228	3,221,728,832	32,144	8.20%
2014	100,629	3,234,719,205	32,145	5.60%
2015	102,105	3,309,807,600	32,868	5.40%
2016	102,105	3,260,825,280	31,936	5.40%
2017	103,000	3,600,777,000	34,959	4.20%
2018 *	101,965	3,304,073,860	32,404	4.50%

Source:

Population information provided by US Bureau of Census and New Jersey Department of Labor

* Data not yet available

WOODBRIDGE BOARD OF EDUCATION
 PRINCIPAL EMPLOYERS
 CURRENT AND TEN YEARS AGO
 UNAUDITED

Exhibit J-15

Employer	2018			2009		
	Employees	Rank (Optional)	Percentage of Total Employment	Employees	Rank (Optional)	Percentage of Total Employment
	N/A		N/A	N/A		N/A
	N/A		N/A	N/A		N/A
	N/A		N/A	N/A		N/A
	N/A		N/A	N/A		N/A
	N/A		N/A	N/A		N/A
	N/A		N/A	N/A		N/A
	N/A		N/A	N/A		N/A
	N/A		N/A	N/A		N/A
	-		-	-		-

Source: Township of Woodbridge

N/A - Data Not Available

Operating Information

**WOODBRIAGE BOARD OF EDUCATION
 FULL-TIME EQUIVALENT DISTRICT EMPLOYEES BY FUNCTION/PROGRAM
 LAST TEN FISCAL YEARS
 UNAUDITED**

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	831	823	797	828	854	862	863	896	898	893
Special Education	239	234	223	239	236	209	213	215	214	217
School Sponsored Activities	3	3	3	3	3	3	3	3	3	3
Support Services:										
Student & Instruction Related Services	290	261	246	263	288	310	290	301	301	295
General Administrative Services	2	4	4	4	4	4	4	4	4	4
School Administrative Services	128	127	98	97	97	104	106	108	108	108
Other Administrative Services										
Central Administrative Services	46	41	38	37	37	38	35	34	34	34
Admin Info Technology Services	5	6	6	6	7	8	8	8	8	8
Plant Operations and Maintenance	227	232	137	139	144	148	145	169	169	169
Pupil Transportation	123	129	129	122	123	128	130	138	138	137
Other Support Services										
Special Schools										
Food Service	52	60	7	4						1
Child Care	1	1	1	1	1	1	1	1	1	1
Total	1,947	1,921	1,689	1,743	1,794	1,815	1,798	1,877	1,878	1,870

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Source: District Personnel Records

**WOODBIDGE BOARD OF EDUCATION
OPERATING STATISTICS
LAST TEN FISCAL YEARS
UNAUDITED**

Exhibit J-17

Fiscal Year	Enrollment	Operating Expenditures ^a	Cost Per Pupil	Percentage Change	Teaching Staff ^b	Pupil/Teacher Ratio			Average Daily Enrollment (ADE) ^c	Average Daily Attendance (ADA) ^c	% Change in Average Daily Enrollment	Student Attendance Percentage
						Elementary	Middle School	High School				
2008-09	13,173	\$ 172,338,413	\$ 13,083	6.70%	1,272	1:14	1:11	1:11	13,110	12,109	-1.19%	92.37%
2009-10	13,163	171,545,718	13,032	-0.38%	1,266	1:15	1:11	1:11	13,090	12,355	-0.15%	94.39%
2010-11	13,003	166,235,422	12,784	-1.90%	1,210	1:15	1:11	1:12	12,973	12,264	-0.89%	94.53%
2011-12	13,178	178,263,151	13,527	5.81%	1,263	1:15	1:11	1:11	13,112	12,403	1.07%	94.59%
2012-13	13,310	178,801,046	13,434	-0.69%	1,298	1:15	1:11	1:11	13,235	12,391	0.94%	93.62%
2013-14	13,410	187,148,711	13,956	3.89%	1,304	1:15	1:11	1:11	13,425	12,623	1.43%	94.03%
2014-15	13,569	192,291,109	14,171	1.54%	1,286	1:15	1:11	1:11	13,585	12,635	1.19%	93.01%
2015-16	13,719	191,511,879	13,960	-1.49%	1,317	1:15	1:11	1:11	13,650	13,021	0.48%	95.39%
2016-17	13,734	193,715,780	14,105	1.04%	1,318	1:14	1:11	1:11	13,758	12,718	0.80%	92.44%
2017-18	13,580	203,104,853	14,956	6.03%	1,312	1:14	1:11	1:11	14,232	12,602	3.44%	88.54%

Sources: District Records

Note: Enrollment based on annual October district count.

a Operating expenditures equal total expenditures less debt service and capital outlay

b Teaching staff includes only full-time equivalents of certificated staff.

c Average daily enrollment and average daily attendance are obtained from the School Register Summary (SRS).

**WOODBIDGE BOARD OF EDUCATION
SCHOOL BUILDING INFORMATION
LAST TEN FISCAL YEARS
UNAUDITED**

Exhibit J-18

	2009	2010	2011	2012	2013	2014	2015	2016	2017	2018
<u>BUILDING</u>										
ELEMENTARY										
Mawbey Street										
Square Feet	40,765	40,765	40,765	40,765	40,765	40,765	40,765	40,765	40,765	40,765
Capacity (Students)	580	580	580	580	580	580	580	580	580	580
Enrollment	266	261	301	322	334	358	356	377	387	377
Avenel Street										
Square Feet	42,841	42,841	42,841	42,841	42,841	42,841	42,841	42,841	42,841	42,841
Capacity (Students)	790	790	790	790	790	790	790	790	790	790
Enrollment	430	423	462	447	456	466	467	479	457	444
Port Reading										
Square Feet	31,518	31,518	31,518	31,518	31,518	31,518	31,518	31,518	31,518	31,518
Capacity (Students)	700	700	700	700	700	700	700	700	700	700
Enrollment	429	418	407	402	420	428	393	409	439	435
Ross Street										
Square Feet	48,919	48,919	48,919	48,919	48,919	48,919	48,919	48,919	48,919	48,919
Capacity (Students)	950	950	950	950	950	950	950	950	950	950
Enrollment	412	410	422	412	449	426	446	429	416	408
Ford Avenue										
Square Feet	26,616	26,616	26,616	26,616	26,616	26,616	26,616	26,616	26,616	26,616
Capacity (Students)	390	390	390	390	390	390	390	390	390	390
Enrollment	205	219	219	217	211	221	227	219	238	220
Indiana Avenue										
Square Feet	49,679	49,679	49,679	49,679	49,679	49,679	49,679	49,679	49,679	49,679
Capacity (Students)	482	530	530	530	530	530	530	530	530	530
Enrollment	483	519	504	494	521	541	537	566	545	572
Menlo Park Terrace										
Square Feet	28,492	28,492	28,492	28,492	28,492	28,492	28,492	28,492	28,492	28,492
Capacity (Students)	650	650	650	650	650	650	650	650	650	650
Enrollment	357	343	332	335	362	388	373	378	380	363
Claremont Avenue										
Square Feet	30,842	30,842	30,842	30,842	30,842	30,842	30,842	30,842	30,842	30,842
Capacity (Students)	620	620	620	620	620	620	620	620	620	620
Enrollment	314	339	326	351	322	328	315	322	300	295
Oak Ridge										
Square Feet	30,378	30,378	30,378	30,378	30,378	30,378	30,378	30,378	30,378	30,378
Capacity (Students)	620	620	620	620	620	620	620	620	620	620
Enrollment	300	298	282	262	260	292	314	326	340	309
Lynn Crest										
Square Feet	38,518	38,518	38,518	38,518	38,518	38,518	38,518	38,518	38,518	38,518
Capacity (Students)	940	940	940	940	940	940	940	940	940	940
Enrollment	325	339	355	378	352	349	385	385	372	350
Woodbine Avenue										
Square Feet	37,788	37,788	37,788	37,788	37,788	37,788	37,788	37,788	37,788	37,788
Capacity (Students)	560	560	560	560	560	560	560	560	560	560

**WOODBIDGE BOARD OF EDUCATION
SCHOOL BUILDING INFORMATION
LAST TEN FISCAL YEARS
UNAUDITED**

Exhibit J-18

	2009	2010	2011	2012	2013	2014	2015	2016	2017	2018
Enrollment	364	378	413	459	432	472	502	541	565	523
Kennedy Park										
Square Feet	29,690	29,690	29,690	29,690	29,690	29,690	29,690	29,690	29,690	29,690
Capacity (Students)	440	440	440	440	440	440	440	440	440	440
Enrollment	332	337	366	376	408	432	458	464	442	487
Lafayette Estates										
Square Feet	31,751	31,751	31,751	31,751	31,751	31,751	31,751	31,751	31,751	31,751
Capacity (Students)	700	700	700	700	700	700	700	700	700	700
Enrollment	487	504	502	537	502	528	507	486	493	469
Robert Mascenic										
Square Feet	32,149	32,149	32,149	32,149	32,149	32,149	32,149	32,149	32,149	32,149
Capacity (Students)	660	660	660	660	660	660	660	660	660	660
Enrollment	310	287	277	285	277	282	283	294	310	306
Pennsylvania Avenue										
Square Feet	29,503	29,503	29,503	29,503	29,503	29,503	29,503	29,503	29,503	29,503
Capacity (Students)	660	660	660	660	660	660	660	660	660	660
Enrollment	268	229	240	229	278	287	293	303	327	324
Matthew Jago										
Square Feet	48,188	48,188	48,188	48,188	48,188	48,188	48,188	48,188	48,188	48,188
Capacity (Students)	900	900	900	900	900	900	900	900	900	900
Enrollment	450	467	433	442	438	432	430	434	443	439

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**BUILDING
MIDDLE SCHOOLS**

Avenel										
Square Feet	117,229	117,229	117,229	117,229	117,229	117,229	117,229	117,229	117,229	117,229
Capacity (Students)	1,500	1,500	1,500	1,500	1,500	1,500	1,500	1,500	1,500	1,500
Enrollment	631	604	629	595	618	618	605	597	573	584
Colonia										
Square Feet	100,072	100,072	100,072	100,072	100,072	100,072	100,072	100,072	100,072	100,072
Capacity (Students)	920	920	920	920	920	920	1,000	1,000	1,000	1,000
Enrollment	662	640	623	628	634	629	629	611	613	641
Fords										
Square Feet	90,643	90,643	90,643	90,643	90,643	90,643	90,643	90,643	90,643	90,643
Capacity (Students)	1,000	1,000	1,000	1,000	1,000	1,000	1,000	1,000	1,000	1,000
Enrollment	678	742	698	704	691	692	691	695	671	659
Iselin										
Square Feet	102,250	102,250	102,250	102,250	102,250	102,250	102,250	102,250	102,250	102,250
Capacity (Students)	1,000	1,000	1,000	1,000	1,000	1,000	1,000	1,000	1,000	1,000
Enrollment	673	635	624	635	644	696	693	706	705	710
Woodbridge										
Square Feet	84,181	84,181	84,181	84,181	84,181	84,181	84,181	84,181	84,181	84,181
Capacity (Students)	750	750	750	750	750	750	750	750	750	750
Enrollment	458	445	427	446	455	422	449	470	522	519

**WOODBIDGE BOARD OF EDUCATION
SCHOOL BUILDING INFORMATION
LAST TEN FISCAL YEARS
UNAUDITED**

Exhibit J-18

	2009	2010	2011	2012	2013	2014	2015	2016	2017	2018
BUILDING										
HIGH SCHOOL										
Colonia										
Square Feet	167,141	167,141	167,141	167,141	167,141	167,141	167,141	167,141	167,141	167,141
Capacity (Students)	1,500	1,500	1,500	1,500	1,500	1,500	1,500	1,500	1,500	1,500
Enrollment	1,449	1,498	1,413	1,374	1,371	1,338	1,361	1,379	1,484	1,343
JFK										
Square Feet	151,495	151,495	151,495	151,495	151,495	151,495	151,495	151,495	151,495	151,495
Capacity (Students)	1,500	1,500	1,500	1,500	1,500	1,500	1,500	1,500	1,500	1,500
Enrollment	1,240	1,269	1,357	1,382	1,403	1,376	1,358	1,330	1,331	1,340
Woodbridge										
Square Feet	188,640	188,640	188,640	188,640	188,640	188,640	188,640	188,640	188,640	188,640
Capacity (Students)	1,800	1,800	1,800	1,800	1,800	1,800	1,800	1,800	1,800	1,800
Enrollment	1,589	1,482	1,391	1,402	1,422	1,429	1,497	1,499	1,349	1,435

SOURCE: DISTRICT RECORDS

NOTE: YEAR OF ORIGINAL CONSTRUCTION IS SHOWN IN PARENTHESES FOLLOWING THE NAME OF THE BUILDING. DATES, IF ANY FOR A SUBSEQUENT ADDITION ALSO FOLLOWS IN PARENTHESES.

Number of Schools at June 30, 2018
 Elementary = 16
 Middle = 5
 High School = 3

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**WOODBIDGE BOARD OF EDUCATION
GENERAL FUND
SCHEDULE OF REQUIRED MAINTENANCE FOR SCHOOL FACILITIES
LAST TEN FISCAL YEARS
UNAUDITED**

Exhibit J-19

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

School Facilities	School Number	2018	2017	2016	2015	2014	2013	2012	2011	2010	2009
Mawbey Street Elementary	1	\$ 16,208	\$ 12,732	\$ 11,731	\$ 21,030	\$ 25,876	\$ 28,784	\$ 18,347	\$ 14,738	\$ 14,993	\$ 15,101
Avenel Street Elementary	4 and 5	25,389	19,943	18,376	32,941	40,533	45,088	28,739	23,085	23,486	23,655
Port Reading Elementary	9	18,801	14,769	13,609	24,394	30,017	33,389	21,282	17,096	17,392	17,517
Ross Street Elementary	11	28,718	22,559	20,786	37,261	45,848	51,000	32,507	26,112	26,565	26,757
Ford Avenue Elementary	14	15,579	12,238	11,276	20,214	24,872	27,667	17,635	14,166	14,411	14,515
Indiana Avenue Elementary	18	31,482	24,730	22,787	40,847	50,261	55,909	35,636	28,625	29,122	29,332
Menlo Park Terrace Elementary	19	19,093	14,998	13,819	24,773	30,482	33,907	21,612	17,351	17,662	17,789
Claremont Avenue Elementary	20	19,093	14,998	13,819	24,773	30,482	33,907	21,612	17,351	17,662	17,789
Oak Ridge Heights Elementary	21	20,248	15,905	14,656	26,271	32,326	35,959	22,920	18,411	18,730	18,865
Lynn Crest Elementary	22	22,839	17,940	16,531	29,633	36,463	40,560	25,852	20,767	21,127	21,279
Woodbine Avenue Elementary	23	20,502	16,105	14,839	26,601	32,732	36,410	23,207	18,642	18,965	19,102
Kennedy Park Elementary	24	17,853	14,024	12,922	23,164	28,503	31,705	20,209	16,233	16,515	16,634
Lafayette Estates Elementary	25	18,131	14,242	13,123	23,525	28,947	32,199	20,524	16,486	16,772	16,893
Robert Mascerik Elementary	26	17,569	13,801	12,717	22,796	28,050	31,202	19,888	15,975	16,252	16,370
Pennsylvania Avenue Elementary	27	17,418	13,682	12,607	22,599	27,807	30,932	19,716	15,837	16,113	16,228
Matthew Jago Elementary	28	29,550	23,212	21,388	38,340	47,176	52,477	33,448	26,868	27,335	27,531
Avenel Middle School	AMS	71,768	56,375	51,946	93,117	114,578	127,453	81,237	65,256	66,389	66,866
Colonia Middle School	CMS	62,268	48,913	45,070	80,792	99,412	110,582	70,484	56,618	57,601	58,015
Fords Middle School	FMS	56,586	44,450	40,957	73,419	90,340	100,492	64,052	51,452	52,345	52,721
Iselin Middle School	IMS	59,256	46,547	42,890	76,884	94,603	105,234	67,075	53,880	54,815	55,209
Woodbridge Middle School	WMS	46,722	36,701	33,818	60,621	74,592	82,974	52,887	42,483	43,220	43,531
Colonia High School	CHS	99,063	77,816	71,702	128,532	158,155	175,926	112,134	90,075	91,637	92,297
JFK High School	JFK	90,681	71,231	65,635	117,656	144,772	161,040	102,645	82,453	83,884	84,487
Woodbridge High School	WHS	128,434	100,887	92,961	166,641	205,046	228,087	145,380	116,781	118,807	119,662
Outlook Avenue	2 and 16	13,305	10,451	9,630	17,263	21,242	23,629	15,061	12,098	12,308	12,397
Other Facilities - Administration Bldg	Admin.	22,290	17,510	16,134	28,921	35,587	39,586	25,231	20,288	20,619	20,768
GRAND TOTAL		\$ 988,847	\$ 776,758	\$ 715,730	\$ 1,283,008	\$ 1,578,702	\$ 1,756,098	\$ 1,119,320	\$ 899,127	\$ 914,727	\$ 921,310

SOURCE: DISTRICT RECORDS

**WOODBRIIDGE BOARD OF EDUCATION
INSURANCE SCHEDULE
FOR THE FISCAL YEAR ENDED JUNE 30, 2018
UNAUDITED**

Exhibit J-20

<u>TYPE OF COVERAGE</u>	<u>LIMITS</u>	<u>COMPANY</u>
Comprehensive General Liability - No deductible	\$11,000,000	NJSIG
Student Accident Insurance	\$5,000,000	Bollinger
Property - Blanket Real & Personal Deductible - \$10,000.	\$500,000	NJSIG
EDP - Blanket Hardware, Media, Extra Expense Deductible - \$1,000.	\$4,600,000	
Valuable Papers and Records Deductible - \$10,000.	\$10,000,000	
Crime Coverage - Public Employee Dishonesty Deductible - \$1,000.	\$1,000,000	NJSIG
Deductible - \$1,000 - Forgery or Alterations	\$500,000	
Deductible - \$1,000 - Computer Fraud	\$1,000,000	
Deductible - Money & Securities on or off Premise	\$50,000	
Deductible - Money Orders & Counterfeit Paper	\$50,000	
Boiler & Machinery Deductible - \$5,000.	\$100,000,000	NJSIG
School Leaders Errors and Omissions Policy- Deductible - \$10,000	\$11,000,000	NJSIG
Comprehensive Automobile Liability Comp. and Coll. Deductible - \$1,000/each.	\$11,000,000	NJSIG
Workers Compensation Insurance	\$2,000,000	
Employee Benefits Liability Coverage Deductible - \$1,000 per person.	Part of GL	
Public Official Bonds:		
Board Secretary/Business Administrator	\$730,000	NJSIG
Treasurer of School Monies	\$730,000	
CAP Policy	\$50,000,000	Fireman's Fund

SINGLE AUDIT SECTION

SECTION – K

HODULIK & MORRISON, P.A.
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ANDREW G. HODULIK, CPA, RMA, PSA
ROBERT S. MORRISON, CPA, RMA, PSA

MEMBERS OF:
AMERICAN INSTITUTE OF CPA'S
NEW JERSEY SOCIETY OF CPA'S
REGISTERED MUNICIPAL ACCOUNTANTS OF NJ.

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

Honorable President and Members
of the Board of Education
Woodbridge Township School District
County of Middlesex
Woodbridge, 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 Governmental Auditing Standards issued by the Comptroller General of the United States and audit requirements as prescribed by the Office of School Finance, Department of Education, State of New Jersey, the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Woodbridge Board of Education in the County of Middlesex, State of New Jersey, as of and for the year ended June 30, 2018, and the related notes to the financial statements, which collectively comprise the Woodbridge Board of Education's basic financial statements and have issued our report thereon dated January 25, 2019.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered Woodbridge Board of Education's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of Woodbridge Board of Education's internal control. Accordingly, we do not express an opinion on the effectiveness of the Woodbridge Board of Education'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 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 over financial reporting 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 Woodbridge Board of Education's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grants 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 Division of Finance, Department of Education, State of New Jersey.

We noted other matters involving internal control and internal control over financial reporting that we reported to the Board of Education in a separate report entitled Auditors Management Report on Administrative Findings dated January 25, 2019.

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.



HODULIK & MORRISON, P.A.
Certified Public Accountants
Public School Accountants



Andrew G. Hodulik
Public School Accountant
PSA #841

Highland Park, New Jersey
January 25, 2019

HODULIK & MORRISON, P.A.
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K-2

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NEW JERSEY SOCIETY OF CPA'S
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INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE FOR EACH MAJOR FEDERAL AND STATE PROGRAM; REPORT ON INTERNAL CONTROL OVER COMPLIANCE; AND REPORT ON THE SCHEDULE OF EXPENDITURES OF FEDERAL AND STATE FINANCIAL ASSISTANCE REQUIRED BY UNIFORM GUIDANCE AND NEW JERSEY OMB CIRCULAR 15-08

Honorable President and Members
of the Board of Education
Woodbridge Township School District
County of Middlesex
Woodbridge, New Jersey

Report on Compliance for Each Major Federal and State Program

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

Management's Responsibility

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

Auditor's Responsibility

Our responsibility is to express an opinion on compliance for each of the Woodbridge Board of Education's major federal and state programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards, issued by the Comptroller General of the United States; audit requirements as prescribed by the Division of Finance, Department of Education, State of New Jersey; audit requirements of Title 2 U.S. Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements from Federal Awards* (Uniform Guidance) and *New Jersey OMB Circular 15-08, Single Audit Policy for Recipients of Federal Grants and State Aid*. Those standards and the Uniform Guidance and New Jersey OMB's Circular 15-08, require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal or state program occurred. An audit includes examining, on a test basis, evidence about the Woodbridge Board of Education'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 for each major federal and state program. However, our audit does not provide a legal determination on the Woodbridge Board of Education's compliance.

Opinion on each Major Federal and State Program

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

Report on Internal Control Over Compliance

Management of the Woodbridge Board of Education 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, we considered the Woodbridge Board of Education's internal control over compliance with the types of requirements that could have a direct and material effect on each major federal and state program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing our opinion on compliance for each major federal and state program and to test and report on internal control over compliance in accordance with the Uniform Guidance and New Jersey 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 Woodbridge Board of Education's internal control over compliance.

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

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

Purpose of Report

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



HODULIK & MORRISON, P.A.
Certified Public Accountants
Public School Accountants



Andrew G. Hodulik
Public School Accountant
PSA #841

Highland Park, New Jersey
January 25, 2019

Woodbridge Township School District
 Schedule of Expenditures of Federal Awards
 For the Fiscal Year Ended June 30, 2018

Program Title	Federal CFDA Number	Federal FAIN Number	Program or Award Amount	Grant Period		Def. Revenue/ (Accounts Rec.) at June 30, 2017	Due To Grantor June 30, 2017	Cash Received	Budgetary Expenditures	Repayment of Prior Years' Balances	Balance at June 30, 2018		
				From	To						Accounts Receivable	Deferred Revenue	Due to Grantor
Enterprise Fund													
U.S. Department of Agriculture													
Passed-through NJ State Department of Education:													
Child Nutrition Cluster													
Food Distribution Program - Non-Cash Award/Program	10.555	181NJ304N1099	\$ 355,094.37	9/1/17	6/30/18	\$ -	\$ -	\$ 355,094.37	\$ (355,094.37)	\$ -	\$ -	\$ -	
School Breakfast Program	10.553	181NJ304N1099	588,639.72	9/1/17	6/30/18	(49,598.53)	591,535.92	(588,639.72)			(46,702.33)		
National School Lunch Program	10.555	181NJ304N1099	2,129,108.31	9/1/17	6/30/18	(145,545.00)	2,139,063.90	(2,129,108.31)			(135,589.41)		
After School Snack Program	10.555	181NJ304N1099	5,233.00	9/1/17	6/30/18	-	5,233.00	(5,233.00)			-		
Total Enterprise Fund						(195,143.53)	3,090,927.19	(3,078,075.40)			(182,291.74)		
General Fund													
U.S. Department of Health and Human Services													
Passed-through NJ State Department of Education:													
Medicaid Cluster													
Special Education Medicaid Initiative	93.778	1805NJ5MAP	213,442.85	9/1/17	6/30/18	-	213,442.85	(213,442.85)			-		
Medicaid Admin. Claiming (MAC) - Random Moment in Time Aid	93.778	1805NJ5MAP	40,215.45	9/1/17	6/30/18	-	40,215.45	(40,215.45)			-		
Total General Fund						-	253,658.30	(253,658.30)			-		
Special Revenue Fund													
U.S. Department of Education													
Passed-through NJ State Department of Education:													
Title I, Part A	84.010	S010A170030	1,723,479.00	7/1/17	6/30/18	(820,477.79)	1,779,981.79	(1,638,783.16)			(679,279.16)		
Title IIA	84.367	S367A170029	486,543.00	7/1/17	6/30/18	(98,740.17)	197,567.17	(141,723.37)			(42,896.37)		
Title III - Language	84.365	S365A170030	179,930.00	7/1/17	6/30/18	(47,934.25)	153,133.25	(148,898.95)			(43,699.95)		
Title III - Immigrant	84.365	S365A170030	86,562.00	7/1/17	6/30/18	(17,233.83)	56,933.83	(49,123.41)			(9,423.41)		
Title IV, Part A	84.424	S424A170031	21,800.00	7/1/17	6/30/18	-	7,328.00	(8,416.17)			(1,088.17)		
Temporary Emergency Impact Aid for Displaced Students	84.938C	S938C18005	90,250.00	7/1/17	6/30/18	-	-	(90,250.00)			(90,250.00)		
Special Education Cluster													
I.D.E.A. Part B, Basic Regular	84.027	H027A170100	3,335,652.00	7/1/17	6/30/18	(1,034,043.28)	3,597,987.28	(3,228,661.63)			(664,717.63)		
I.D.E.A. Part B, Preschool Handicapped	84.173	H173A170114	192,901.00	7/1/17	6/30/18	(21,941.23)	76,305.23	(192,900.00)			(138,536.00)		
Vocational Education - Funds Spending	84.048	V048A170030	91,609.00	7/1/17	6/30/18	(18,181.08)	78,742.08	(80,775.38)			(20,214.38)		
Total Special Revenue Fund						(2,058,551.63)	5,947,978.63	(5,579,532.07)			(1,690,105.07)		
Total Federal Financial Awards						\$ (2,253,695.16)	\$ 9,292,564.12	\$ (8,911,265.77)	\$ -	\$ (1,872,396.81)	\$ -	\$ -	

Footnote(s):

N/A - Not Available

Note: See Accompanying Notes to Schedules of Expenditures of Awards/Financial Assistance

Woodbridge Township School District
Schedule of Expenditures of State Financial Assistance
For The Fiscal Year Ended June 30, 2018

Program Title	Grant or State Project Number	Program or Award Amount	Grant Period From To	Balance at June 30, 2017				Balance at June 30, 2018				MEMO	MEMO					
				Deferred Revenue (Accts Receivable)	Due to Grantor	MEMO Budgetary Receivable	Carryover/ (Walkover) Amount	Cash Received	Budgetary Expenditures	Adjustments	Repayment of Prior Years' Balances			Deferred Revenue (Accounts Receivable)	Due to Grantor	Budgetary Receivable	Cumulative Total Expenditures	
State Dept of Education																		
General Fund																		
Categorical Special Education Aid	18-495-034-5120-089	\$ 7,858,506.00	7/1/2017	6/30/2018			\$ (785,850.60)	\$ 7,858,506.00	\$ (7,858,506.00)				\$ (785,850.60)	\$ 7,858,506.00				
Equalization Aid	18-495-034-5120-078	18,914,654.00	7/1/2017	6/30/2018			(1,312,477.80)	18,392,343.00	(18,914,654.00)				(1,834,788.80)	18,914,654.00				
Transportation Aid	18-495-034-5120-014	911,488.00	7/1/2017	6/30/2018			(91,148.80)	911,488.00	(911,488.00)				(91,148.80)	911,488.00				
Categorical Security Aid	18-495-034-5120-084	841,063.00	7/1/2017	6/30/2018			(84,106.30)	841,063.00	(841,063.00)				(84,106.30)	841,063.00				
Adequacy Aid	18-495-034-5120-083	71,504.00	7/1/2017	6/30/2018			(7,150.40)	71,504.00	(71,504.00)				(7,150.40)	71,504.00				
PARCC Readiness Aid	18-495-034-5120-098	132,265.00	7/1/2017	6/30/2018			(13,226.50)	132,265.00	(132,265.00)				(13,226.50)	132,265.00				
Per Pupil Growth Aid	18-495-034-5120-097	132,265.00	7/1/2017	6/30/2018			(13,226.50)	132,265.00	(132,265.00)				(13,226.50)	132,265.00				
Professional Learning Community Aid	18-495-034-5120-101	135,310.00	7/1/2017	6/30/2018			(13,531.00)	135,310.00	(135,310.00)				(13,531.00)	135,310.00				
Host District Support Aid	18-495-034-5120-102	621.00	7/1/2017	6/30/2018			(62.10)	621.00	(621.00)				(62.10)	621.00				
Lead Testing for Schools Aid	18-495-034-5120-104	17,933.00	7/1/2017	6/30/2018				17,933.00	(17,933.00)				-	17,933.00				
Extraordinary Aid	18-495-034-5120-044	1,956,909.00	7/1/2017	6/30/2018			(2,221,715.00)	2,221,715.00	(1,956,909.00)				(1,956,909.00)	1,956,909.00				
T.P.A.F. Social Security Aid	18-495-034-5094-003	7,557,895.00	7/1/2017	6/30/2018		(371,777.84)		7,929,673.11	(7,557,895.27)				-	7,557,895.27				
Non-Public Transportation Aid	18-495-034-5094-078	116,033.00	7/1/2017	6/30/2018		(79,885.00)		79,885.00	(116,033.00)				(116,033.00)	116,033.00				
On-behalf T.P.A.F. Post Retirement Medical	18-495-034-5094-001	9,704,664.00	7/1/2017	6/30/2018				9,704,664.00	(9,704,664.00)					9,704,664.00				
On-behalf T.P.A.F. Pension	18-495-034-5094-002	14,669,528.00	7/1/2017	6/30/2018				15,025,521.00	(15,025,521.00)					15,025,521.00				
On-behalf T.P.A.F. Non-Contributory Insurance	18-495-034-5094-004	377,973.00	7/1/2017	6/30/2018				21,980.00	(21,980.00)					21,980.00				
Total General Fund							(451,662.84)	-	(4,542,495.00)	-	63,476,736.11	(63,398,611.27)	-	-	(116,033.00)	-	(4,800,000.00)	63,398,611.27
Capital Projects Fund																		
School Construction Program	Various	2,849,846.03	7/1/2015	6/30/2016		(2,568,364.79)							(2,568,364.79)					-
Total Capital Projects Fund							(2,568,364.79)	-	-	-	-	-	-	(2,568,364.79)	-	-	-	-
Special Revenue Fund																		
State Department of Education																		
N.J. Nonpublic Aid																		
Textbook Aid	18-100-034-5120-064	37,251.00	7/1/2017	6/30/2018			278.00	37,251.00	(34,960.00)			(278.00)	2,291.00	34,960.00				
Auxiliary Services:																		
Compensatory Education	18-100-034-5120-067	116,045.00	7/1/2017	6/30/2018				116,045.00	(88,584.00)				27,461.00	88,584.00				
Limited English Proficiency	18-100-034-5120-067	-	7/1/2017	6/30/2018				-	-				-	-				
Transportation	18-100-034-5120-068	15,176.00	7/1/2017	6/30/2018				15,176.00	(15,176.00)				-	15,176.00				
Home Instruction	18-100-034-5120-067	606.00	7/1/2017	6/30/2018		(606.00)		606.00	(1,287.00)				(1,287.00)	1,287.00				
Handicapped Services:																		
Examination & Classification	18-100-034-5120-066	41,492.00	7/1/2017	6/30/2018			11,162.00	41,492.00	(41,492.00)			(11,162.00)	-	41,492.00				
Corrective Speech	18-100-034-5120-066	34,819.00	7/1/2017	6/30/2018			19,437.00	34,819.00	(20,534.00)			(19,437.00)	14,285.00	20,534.00				
Supplemental Instruction	18-100-034-5120-066	30,132.00	7/1/2017	6/30/2018			10,986.00	30,132.00	(30,132.00)			(10,986.00)	-	30,132.00				
Nursing Services	18-100-034-5120-070	65,960.00	7/1/2017	6/30/2018			3,199.00	65,960.00	(62,008.00)			(3,199.00)	3,952.00	62,008.00				
Technology	18-100-034-5120-373	25,160.00	7/1/2017	6/30/2018			992.00	25,160.00	(23,660.00)			(992.00)	1,500.00	23,660.00				
Security	18-100-034-5120-509	51,000.00	7/1/2017	6/30/2018			2,856.00	51,000.00	(44,893.00)			(2,856.00)	6,107.00	44,893.00				
Total Special Revenue Fund							(606.00)	48,910.00	-	-	417,641.00	(362,726.00)	-	(48,910.00)	(1,287.00)	55,596.00	-	362,726.00
Enterprise Fund																		
National School Lunch Program	18-000-010-3350-023	58,207.49	7/1/2017	6/30/2018		(3,601.77)		58,093.91	(58,207.49)				(3,715.35)	58,207.49				
Total Enterprise Fund							(3,601.77)	-	-	-	58,093.91	(58,207.49)	-	-	(3,715.35)	-	-	58,207.49
Total State Financial Assistance							\$ (3,024,235.40)	\$ 48,910.00	\$ (4,542,495.00)	\$ -	\$ 63,952,471.02	\$ (63,819,544.76)	\$ -	\$ (48,910.00)	\$ (2,689,400.14)	\$ 55,596.00	\$ (4,800,000.00)	\$ 63,819,544.76

Footnotes(s):

N/A - Not Available

Note: See Accompanying Notes to Schedules of Expenditures of Awards /Financial Assistance.

Pursuant to the directive of the New Jersey State Department of Education, on-behalf payments for T.P.A.F. Pensions, Post-Retirement Medical and Non-Contributory Insurance are excluded from the scope of the State Single Audit and are not considered when determining Type A or Major Programs under NJOMB Circular 15-08.

9,704,664.00 On-Behalf T.P.A.F. Post Retirement Medical
 15,025,521.00 On-Behalf T.P.A.F. Pension
 21,980.00 On-Behalf T.P.A.F. Non-Contributory Insurance
\$ (39,067,379.76)

WOODBIDGE TOWNSHIP SCHOOL DISTRICT
NOTES TO THE SCHEDULES OF EXPENDITURES
OF FEDERAL AND STATE AWARDS
JUNE 30, 2018

NOTE 1. GENERAL

The accompanying schedules of expenditures of federal awards and state financial assistance include the activity of all federal awards and state financial assistance programs of the Board of Education, Woodbridge Township School District. The Board of Education is defined in Note 1 to the Board's basic financial statements (GASB 34 Model – basic financial statements). All federal and state awards received directly from federal and state agencies, as well as federal awards and state financial assistance passed through other government agencies is included on the schedule of expenditures of federal awards and state financial assistance.

NOTE 2. BASIS OF ACCOUNTING

The accompanying schedules of expenditures of awards and financial assistance are presented on the budgetary basis of accounting with the exception of programs recorded in the food service fund, which are presented using the accrual basis of accounting. These bases of accounting are described in Note 1 to the Board's basic financial statements. The information in this schedule is presented in accordance with the requirements of the OMB Uniform Guidance, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*. Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of, the basic financial statements. In addition, the District has not elected to use the 10 percent de minimis indirect cost rate allowed under the Uniform Guidance.

NOTE 3. RELATIONSHIP TO GENERAL PURPOSE 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 state aid payment 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 does not. The special revenue fund also recognizes the last two state aid payments in the current budget year, consistent with N.J.S.A. 18A: 22-4.2.

The net adjustment to reconcile from the budgetary basis to the GAAP basis is (\$257,505.00) for the general fund and \$0.00 for the special revenue fund. See Exhibit "C-3" (the Notes to Required Supplementary Information) for a reconciliation of the budgetary basis to the modified accrual basis of accounting for general and special revenue funds. Awards and financial assistance revenues are reported in the Board's basic financial statements on a GAAP basis as presented on the following page:

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

NOTE 3. RELATIONSHIP TO BASIC FINANCIAL STATEMENTS (cont'd)

	<u>Federal</u>	<u>State</u>	<u>Total</u>
General Fund	\$ 253,658.30	\$ 63,141,106.00	\$ 63,394,764.30
Special Revenue Fund	5,579,532.07	362,726.00	5,942,258.07
Food Service Fund	3,078,075.40	58,207.49	3,136,282.89
Total Awards & Financial Assist.	<u>\$ 8,911,265.77</u>	<u>\$ 63,562,039.49</u>	<u>\$ 72,473,305.26</u>

NOTE 4. RELATIONSHIP TO FEDERAL AND STATE FINANCIAL REPORTS

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

NOTE 5. FEDERAL AND STATE LOANS OUTSTANDING

The Woodbridge Township School District has no loans outstanding as of June 30, 2018.

NOTE 6. OTHER

Revenues and expenditures reported under the Food Distribution Program represent current year value received and current year distributions, respectively. The amount reported as TPAF Pension Contributions, Non-Contributory Insurance, and Post-Retirement Medical represents the amount paid or accrued 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 7. SCHOOL-WIDE PROGRAM FUNDS

School-wide programs are not separate federal programs as defined in OMB Uniform Guidance; amounts use in School-wide programs are included in the total expenditures of the program contributing funds in the Schedule of Expenditures of Federal awards. The following funds by program are included in School-wide programs in the District:

Program	
Title I, Part A:	Improving Basic Programs Operated by Local Education Agencies
Title II, Part A:	Teacher and Principal Training and Recruiting
Title III:	Language
Title III:	Immigrant
Title IV, Part A:	Student Support and Academic Enrichment

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

Section 1 – Summary of Auditor’s Results

Financial Statements

Type of auditor’s report issued: Unmodified

Internal Control over financial reporting:

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

2) Significant deficiencies identified that are not considered to be material weaknesses? _____ yes X no

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

Federal Awards

Internal Control over major programs:

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

2) Significant deficiencies identified that are not considered to be material weaknesses? _____ yes X no; none reported

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

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

Identification of major programs:

CFDA Number(s)	Name of Federal Program or Cluster
10.553	<u>Child Nutrition Cluster:</u>
10.555	School Breakfast Program
84.010	National School Lunch Program
93.778	Title I Grants to Local Educational Agencies
	Medical Assistance Program

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

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

WOODBRIIDGE TOWNSHIP SCHOOL DISTRICT
 SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2018
 (continued)

Section I – Summary of Auditor’s Results (cont’d.)

State Awards

Dollar threshold used to distinguish between type A and B programs: \$ 1,172,021.00

Auditee qualified as low-risk auditee? X yes no

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

Internal Control over major programs:

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

2) Significant deficiencies identified that are not considered to be material weaknesses? yes X no; none reported

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

Identification of major programs:

GMIS Number(s)	Name of State Program
495-034-5120-044	Extraordinary Aid
495-034-5094-003	T.P.A.F. Social Security Aid

Section II – Financial Statement Findings

None

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

None

WOODBIDGE TOWNSHIP SCHOOL DISTRICT
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS
FOR THE FISCAL YEAR ENDED JUNE 30, 2018

Section IV – Prior Year Findings and Questioned Costs

None