

CITY OF WOODBURY PUBLIC SCHOOL DISTRICT

County of Gloucester

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

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COMPREHENSIVE ANNUAL FINANCIAL REPORT

OF THE

CITY OF WOODBURY PUBLIC SCHOOL DISTRICT

WOODBURY, NEW JERSEY

FOR THE FISCAL YEAR ENDED JUNE 30, 2018

Prepared by

**City of Woodbury Public School District
Finance Department**

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INTRODUCTORY SECTION

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WOODBURY CITY PUBLIC SCHOOLS

A Leader in Personalizing Education

February 15, 2019

Honorable President and Members
of the Board of Education
City of Woodbury Public School District
County of Gloucester, New Jersey

Dear Board Members/Citizens:

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

GAAP requires that management provide a narrative introduction, overview and analysis to accompany the basic financial statements in the form of Management Discussion and Analysis (MD&A). This letter of transmittal is designed to complement the MD&A and should be read in conjunction with it. The MD&A can be found immediately following the report of the independent auditors.

The Comprehensive Annual Financial Report is presented in four sections as follows:

Introductory Section:

Section contains a Letter of Transmittal, Roster of Officials, Consultants and Advisors, and an Organizational Chart.

Financial Section:

Section contains the Independent Auditors' Report and includes the Management's Discussion and Analysis, the Basic Financial Statements, Required Supplementary Information (RSI) and Other Supplementary Information.

Statistical Section:

Section contains selected financial trends, revenue and debt capacity, demographic, economic and other operating information, generally presented on a multi-year basis.

Woodbury City Board of Education • 25 North Broad Street • Woodbury, New Jersey
08096

Phone: 856-853-0123 • Fax: 856-853-0704

Single Audit Section:

The School District is required to undergo an annual Single Audit in conformity with the provisions of Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards (Uniform Guidance)* and New Jersey OMB’s Circular 15-08 OMB, “*Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid*”. Information related to this Single Audit, including the independent auditor’s report on the internal control and compliance with applicable laws, regulations, contracts and grants, along with findings and questioned costs, if any, are included in the Single Audit Section of this report.

REPORTING ENTITY AND ITS SERVICES

The City of Woodbury Public School District is an independent reporting entity within the criteria adopted by the Governmental Accounting Standard Board (GASB) as established by NCGA Statement No. 3. All funds of the School District are included in this report. The School District has no component units.

The School District provides a full range of educational services appropriate to grade levels Pre-K through 12. These include regular and vocational (through the Gloucester County Institute of Technology) as well as special education for children with special needs. The School District’s enrollment, as of October 15th, for the current and past nine fiscal years are detailed below.

<u>Fiscal Year</u>	<u>Student Enrollment</u>	<u>Percent Change</u>
2017-2018	1,543	1.71%
2016-2017	1,517	0.26%
2015-2016	1,513	-0.66%
2014-2015	1,523	0.93%
2013-2014	1,509	2.03%
2012-2013	1,479	-0.20%
2011-2012	1,482	-2.31%
2010-2011	1,517	-3.25%
2009-2010	1,568	-0.70%
2008-2009	1,579	0.38%

ECONOMIC CONDITION AND OUTLOOK

Woodbury has experienced a decrease in tax rates. When tax rates decline the individual taxpayer’s burden is impacted. Currently, there appears to be minimal growth in the community, the amount of business property growth has been flat (new businesses are balanced out by those leaving the city) and the turnaround in converting housing to single family and/or owner-occupied is slow. However, Main Street, the Chamber of Commerce and other business and civic associations continue to be a positive force in the community.

MAJOR INITIATIVES

During the 2017-18 school year, the District hired a new Superintendent. An analysis of the district was completed. The results showed a District that offers a lot of programs for our students that go with our Mission Statement: a Leader in Personalizing Education. Important areas to highlight include the following in the district:

- The Junior-Senior High School continues to support the Advancement Via Individual Determination (AVID) program in grades 6-12. In addition, we have expanded that down to grades 4 and 5 at the elementary levels.
- We have offered more targeted professional development for the teachers who are responsible for their students to take the state assessment, PARCC. They received training in analyzing data, reviewing state standards, and updating curriculum.
- We were in the final year of our Strategic Plan and successfully closed that out while developing a new 2018-2021 Strategic Plan that focuses on Community and Family Involvement, College & Career – Choice Ready, Social Emotional & Character Education, and Personalized Learning. This will be implemented during the 2018-2019 school year.
- We finalized the full implantation of Readers’ and Writers’ Workshop at the elementary levels.
- During the 2017-2018 school year we did a pilot of the Independent Reading Leveling Assessment (IRLA) from the American Reading Company for grades K-5. Full implementation is anticipated for the 2018-2019 for grades K-5 and grades 6-8 regular and special education classes.
- Our Option II program continues to increase with high school students attending Rowan College at Gloucester County to earn college credits for classes taken on the college campus.
- Inclusion of a 1-to-1 computer initiative in all classrooms grades K through 12.
- Preschool program is available for 3 and 4 year olds for free.
- Renovations have been taking place at the Junior-Senior High School.

With respect to facilities, the Junior Senior High School underwent a major renovation project which included the renovation of the first and second floors, nurse and guidance renovations, ceiling replacement and classroom upgrades. Additionally, the tennis courts at West End Elementary were demolished which provided an extended route for the mileage club and recess space.

The District’s preschool program continues to expand and includes full-time classrooms at each elementary school.

Finally, an important initiative at all of the schools was the continuation of the “Breakfast After the Bell” efforts at all schools.

INTERNAL ACCOUNTING CONTROLS

Management of the School District is responsible for establishing and maintaining an internal control structure designed to ensure that the assets of the district are protected from loss, theft and misuse and to ensure that adequate accounting data are completed to allow for the preparation of financial statements in conformity with general accepted accounting principles (GAAP). The internal control structure is designed to provide reasonable, but not absolute, assurance that these objectives are met. The concept of reasonable

assurance recognizes that (1) the cost of a control should not exceed the benefits likely to be delivered; and (2) the valuation of costs and benefits require estimates and judgments by management.

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

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

BUDGETARY CONTROLS

In addition to internal accounting controls, the School District maintains budgetary controls. The objective of these budgetary controls is to ensure compliance with legal provisions embodied in the annual appropriated budget approved by the voters of the municipality. Annual appropriated budgets are adopted for the general fund, the special revenue fund, and the debt service fund. Project-length budgets are approved for the capital improvements accounted for in the capital projects fund. The final budget amount as amended for the fiscal year is reflected in the financial section. An encumbrance accounting system is used to record outstanding purchase commitments on a line item basis. Open encumbrances at year-end are either cancelled or included as re-appropriations of fund balance in the subsequent year.

ACCOUNTING SYSTEM AND REPORTS

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

OTHER INFORMATION

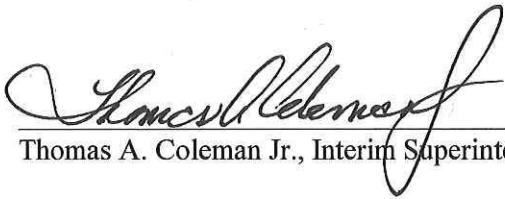
INDEPENDENT AUDIT

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

ACKNOWLEDGEMENTS

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

Respectfully submitted,



Thomas A. Coleman Jr., Interim Superintendent



Nancy L. McCabe, School Business Administrator/Board Secretary

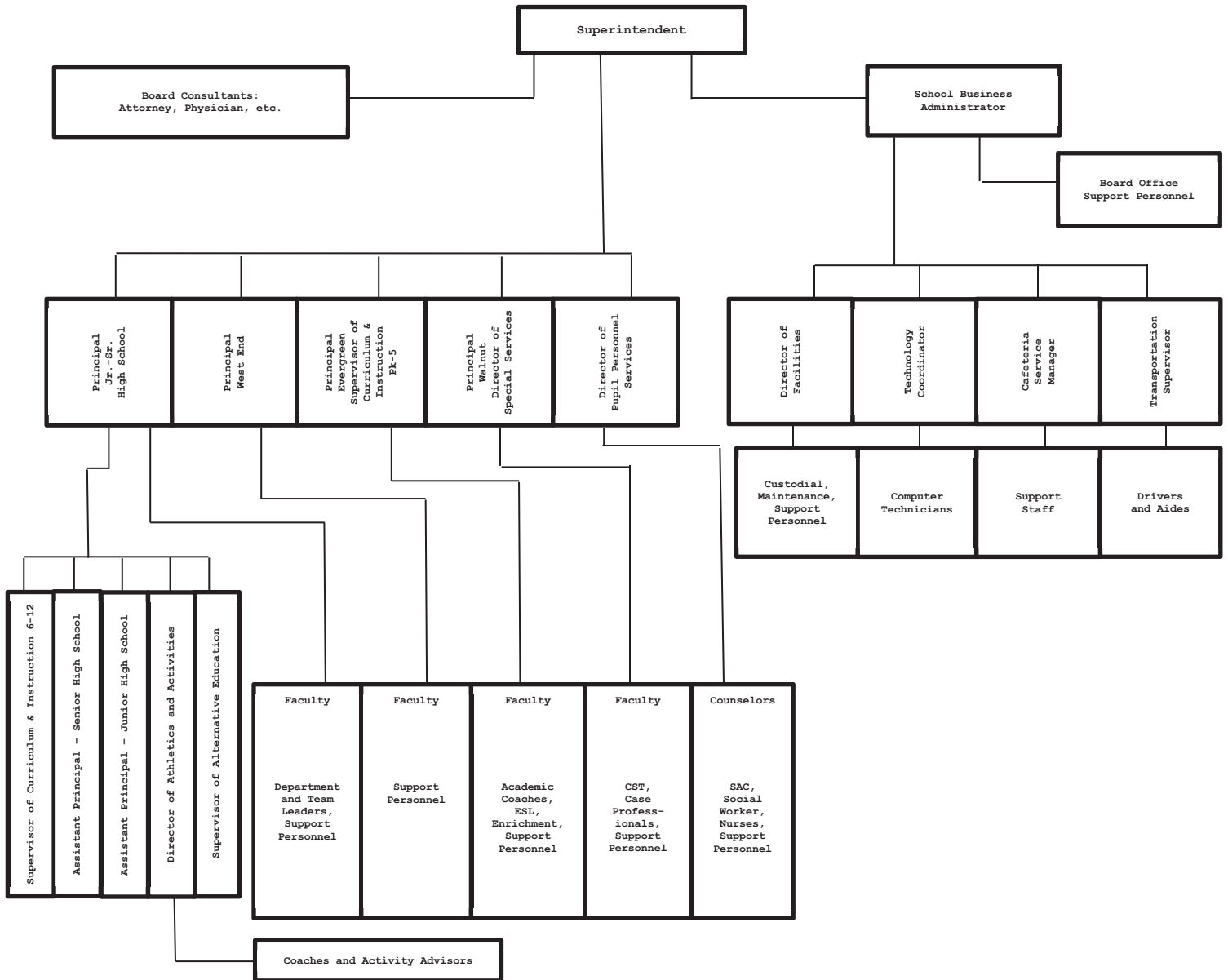
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POLICY

WOODBURY BOARD OF EDUCATION

ADMINISTRATION
1110/Page 1 of 1
Organizational Chart

1110 ORGANIZATIONAL CHART



Adopted: 21 December 2004
Amended: 11 July 2007
Amended: 23 February 2011



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CITY OF WOODBURY PUBLIC SCHOOL DISTRICT

25 North Broad Street
Woodbury, New Jersey 08096

ROSTER OF OFFICIALS

JUNE 30, 2018

MEMBERS OF THE BOARD OF EDUCATION

TERM

Kathy Mangeri	Board President	2020
Steven R. Abbott	Vice President	2020
Melissa Catando	Member	2019
David Pipolo	Member	2019
Joseph Coldren	Member	2020
Eric Hill	Member	2018
Elizabeth Mcilvaine	Member	2019
Peggy A. Ulmer	Member	2018
Amy Sylvester	Member	2018
Nora Campo	Student Representative	2018

OTHER OFFICIALS

Nancy McCabe- School Business Administrator/Board Secretary

Lynn DiPietropolo, Superintendent

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CONSULTANTS AND ADVISORS

ARCHITECT

Garrison Architects
713 Creek Road
Bellmawr, New Jersey 08031

AUDIT FIRM

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

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Parker McCay
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Mt. Laurel, New Jersey 08054

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Cape Bank
227 Bridgeton Pike
Mantua, New Jersey 08051

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FINANCIAL SECTION

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HOLMAN | FRENIA
ALLISON, P.C.

Certified Public Accountants & Consultants

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618 Stokes Road, Medford, NJ 08055 • Tel: 609.953.0612
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INDEPENDENT AUDITOR'S REPORT

Honorable President and Members
of the Board of Education
City of Woodbury Public School District
County of Gloucester
Woodbury, New Jersey

Report on the Financial Statements

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

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

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

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

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

Opinions

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

Emphasis of Matter

Change in Accounting Principle

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

Other Matters

Required Supplementary Information

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

Other Information

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

Jersey OMB's Circular 15-08, *Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid* are also presented for purposes of additional analysis and are not a required part of the basic financial statements.

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

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

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated February 15, 2019 on our consideration of the School District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the School District's internal control over financial reporting and compliance.

Respectfully Submitted,

HOLMAN FRENIA ALLISON, P.C.

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

Medford, New Jersey
February 15, 2019

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REQUIRED SUPPLEMENTARY INFORMATION - PART I

Management's Discussion and Analysis

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CITY OF WOODBURY PUBLIC SCHOOL DISTRICT

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

UNAUDITED

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

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

OVERVIEW OF THE FINANCIAL STATEMENTS

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

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

The statement of net position (A-1) presents information on all of the assets and liabilities of the District, with the difference between the two reported as net position. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the District improving or deteriorating.

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

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

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

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

Because of the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the District's near-term financing decision. Both the governmental fund balance sheet and

Governmental Funds (continued):

the governmental fund statement of revenues, expenditures, and changes in fund balance provide a reconciliation to facilitate this comparison between governmental funds and governmental activities.

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

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

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

Proprietary Funds - The District maintains one proprietary fund type, an enterprise fund. The enterprise fund is used to account for operations that are financed and operated in a manner similar to private business enterprises, where the intent of the District is that the costs of providing goods or services be financed through user charges. The food services enterprise fund provides for the operation of food services in all schools within the District. The proprietary fund has been included within business-type activities in the government-wide financial statements.

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

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

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

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

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

FINANCIAL STATEMENTS

Key financial highlights for the 2017-2018 fiscal year include the following:

- The general fund balance decreased \$97,203.
- The general fund expenditures increased from 2016-2017 by \$1,547,603 to \$28,931,176.
- The general fund revenues increased from 2016-2017 by \$781,239 to \$28,198,778.
- The general fund local tax levy increased from 2016-2017 by \$247,775 to \$12,636,521.

Government-Wide Financial Analysis

As noted earlier, net position may serve over time as a useful indicator of the District's financial position. The following table provides a summary of net position.

Government-Wide Financial Analysis (continued):

ASSETS	GOVERNMENTAL ACTIVITIES	BUSINESS- TYPE ACTIVITIES	TOTALS
			JUNE 30, 2018
Cash & Cash Equivalents	\$ 546,653	\$ 228,103	\$ 774,756
Receivables, Net	357,892	41,479	399,371
Inventory	-	6,014	6,014
Restricted Assets:			
Capital Reserve Account - Cash	3,364,783	-	3,364,783
Capital Assets, Net (Note 5)	32,077,055	112,050	32,189,105
Total Assets	36,346,383	387,646	36,734,029
DEFERRED OUTFLOW OF RESOURCES			
Deferred Outflows Related to Pensions (Note 8)	2,367,568	-	2,367,568
Deferred Charges of Refunding of Debt (Note 7)	270,458	-	270,458
Total Deferred Outflow of Resources	2,638,026	-	2,638,026
Total Assets and Deferred Outflow of Resources	38,984,409	387,646	39,372,055
LIABILITIES			
Accrued Interest Payable	8,383	-	8,383
Accounts Payable	807	-	807
Due to Other Governments	349,780	-	349,780
Unearned Revenue	64,123	7,295	71,418
Noncurrent Liabilities (Note 7):			
Due Within One Year	915,585	-	915,585
Due Beyond One Year	14,329,747	-	14,329,747
Total Liabilities	15,668,425	7,295	15,675,720
DEFERRED INFLOWS OF RESOURCES			
Deferred Inflows Related to Pensions (Note 8)	1,948,826	-	1,948,826
Total Deferred Inflows of Resources	1,948,826	-	1,948,826
Total Liabilities and Deferred Inflows of Resources	17,617,251	7,295	17,624,546
NET POSITION			
Net Investment in Capital Assets	26,904,945	112,050	27,016,995
Restricted For:			
Capital Reserve	3,364,783	-	3,364,783
Excess Surplus	850,000	-	850,000
Unrestricted	(9,752,570)	268,301	(9,484,269)
Total Net Position	\$ 21,367,158	\$ 380,351	\$ 21,747,509

Government-Wide Financial Analysis (continued):

The District's investment in capital assets within the net position above; less any related debt used to acquire those assets that is still outstanding, shows a balance of \$27,016,995. Restricted net position represents resources that are subject to external restrictions on how they may be used. Within this category, restricted for Capital Reserve is \$3,364,783, and reserved for excess surplus is \$850,000.

The unrestricted net position decreased \$171,463 from 2016-2017. The unrestricted net position include the amount of long-term obligations that are not invested in capital assets, such as compensated absences and pension liability.

The following table provides a summary of revenues and expenses for the Districts governmental and business type activities and the change in net position from the current and prior year.

	Governmental Activities	Business-Type Activities	2018 Total
Revenues:			
Program Revenues:			
Charges for Services	\$ -	\$ 154,184	\$ 154,184
Operating Grants & Contributions	8,547,493	788,526	9,336,019
General Revenues:			
Property Taxes	12,636,521	-	12,636,521
Levied for Debt Service	1,116,609	-	1,116,609
Tuition	246,481	-	246,481
Federal & State Aid	15,573,845	-	15,573,845
Miscellaneous	128,310	977	129,287
	<hr/>		
Total Revenues	38,249,259	943,687	39,192,946
Program Expenses:			
Instruction	12,311,745	-	12,311,745
Support Services & Undistributed Costs	22,796,478	-	22,796,478
Interest and Charges on Long-Term Debt	347,929	-	347,929
Unallocated Depreciation	1,799,558	-	1,799,558
Transfer to Charter School	146,044	-	146,044
Food Service	-	971,488	971,488
	<hr/>		
Total Expenditures	37,401,754	971,488	38,373,242
Change in Net Position	847,505	(27,801)	819,704
Net Position- Beginning	20,519,653	408,152	20,927,805
	<hr/>		
Net Position-Ending	\$ 21,367,158	\$ 380,351	\$ 21,747,509
	<hr/>		

Government-Wide Financial Analysis (continued):

	Governmental Activities	Business-Type Activities	2017 Total
Revenues:			
Program Revenues:			
Charges for Services	\$ -	\$ 144,794	\$ 144,794
Operating Grants & Contributions	5,617,923	796,627	6,414,550
General Revenues:			
Property Taxes	12,388,746	-	12,388,746
Levied for Debt Service	1,176,317	-	1,176,317
Tuition	293,711	-	293,711
Federal & State Aid	12,411,281	-	12,411,281
Miscellaneous	134,419	754	135,173
	<hr/>		
Total Revenues	32,022,397	942,175	32,964,572
Program Expenses:			
Instruction	12,399,226	-	12,399,226
Support Services & Undistributed Costs	16,671,406	-	16,671,406
Interest and Charges on Long-Term Debt	389,249	-	389,249
Increase in Compensated Absences	228,868	-	228,868
Unallocated Depreciation	1,698,560	-	1,698,560
Transfer to Charter School	101,888	-	101,888
Food Service	-	901,329	901,329
	<hr/>		
Total Expenditures	31,489,197	901,329	32,390,526
Change in Net Position	533,200	40,846	574,046
Net Position- Beginning	19,986,453	367,306	20,353,759
	<hr/>		
Net Position-Ending	\$ 20,519,653	\$ 408,152	\$ 20,927,805
	<hr/>		

Financial Analysis of the District's Funds

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

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

Financial Information at Fiscal Year End

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

	Revenue	Percentage of Total	(Decrease)/ Increase From 2017	Percentage Decrease/ Increase
Local Sources	\$14,127,921	42.55%	\$ 134,728	0.95%
State Sources	17,389,943	52.37%	1,001,788	5.76%
Federal Sources	1,685,391	5.08%	44,342	2.63%
Total	\$33,203,255	100.00%	\$ 1,180,858	

The minor increase in local sources was due primarily to the increase in the tax levy. State source revenue was due to the increase in state aid amounts, and nonpublic aid that the district receives as an intermediary. Woodbury received an additional equalization award amount of \$321,910 over the original state aid allocation amount. The revenue increase in federal aid was due to the increase in ESSA and IDEA funds, and the newly acquired Title IV funds which Woodbury received for the first time in fiscal year 17-18.

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

	Expenditure	Percentage of Total	(Decrease)/ Increase From 2017	Percentage Decrease/ Increase
Current Expenditures:				
Instruction	\$10,772,378	32.46%	\$ 120,809	1.12%
Support Services & Undistributed Costs	16,501,928	49.73%	1,428,698	8.66%
Special Revenue:				
Instruction	1,915,598	5.77%	167,941	8.77%
Support Services & Undistributed Costs	1,016,395	3.06%	295,233	29.05%
Debt Service:				
Principal	1,075,000	3.24%	(30,000)	-2.79%
Interest	234,875	0.71%	(41,338)	-17.60%
Capital Outlay	1,665,568	5.02%	108,682	6.53%
Total	\$33,181,742	100.00%	\$ 2,050,025	

Undistributed expenditures increased primarily due to annual pay increases for employees, and increase of facility costs. The net decrease in debt service was due to the principal and interest payments reducing as debt is paid off.

General Fund Budgetary Highlights

City of Woodbury Public School District was notified that their general fund state aid for the 2017-2018 school year was \$12,425,436. That provided the district with an increase of \$321,910 from the 2016-2017 year's state aid amount. Furthermore, the district obtained an increase in preschool education aid of \$273,275 resulting from the increase in enrollment. As a result of the increase in State Aid and district's goal to continue to provide their students with a superior level of education and extra-curricular programs, the local property taxes increased 2% to make up for the rising costs in tuition, transportation, salaries, employee benefits and insurance. During the 2017-2018 school year, the district continued to focus on their final year of implementing the district Strategic Plan where the focus was on Student Success, English as a Second Language and Community, Careers, Technology, and Public Relations and Finance. This was the last year of this particular Strategic Plan. During the course of the 2017-2018 school year a new 2018-2021 Strategic Plan was developed that involved community, board, staff, and administration. For the upcoming years, the district will be focusing on Community and Family Involvement, College & Career – Choice Ready, Social Emotional & Character Education, and Personalized Learning as part of their district initiatives.

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

The Food Services Enterprise Fund had a net loss of \$27,801 during the 2017-2018 school year. The unrestricted net position of the food service program was \$268,301 at June 30, 2018. The food services program continues to be self-sustaining, and does not require any appropriation of funds from the District's general fund budget.

Capital Assets

At June 30, 2018 the District has capital assets of \$32,189,105 net of accumulated depreciation, which includes land, land improvements, buildings/construction, machinery and equipment and vehicles.

The following provides a summary of the capital assets held by the District:

	2018	2017	2018	2017
	Governmental	Governmental	Business-Type	Business-Type
	Activities	Activities	Activities	Activities
Land	\$ 138,500	\$ 138,500	\$ -	\$ -
Site & Building	50,290,585	48,795,512	-	-
Machinery & Equipment	1,641,825	1,606,004	295,844	288,104
Subtotal	<u>52,070,910</u>	<u>50,540,016</u>	295,844	288,104
Accumulated Depreciation	<u>(19,993,855)</u>	<u>(18,194,297)</u>	(183,794)	(171,725)
Total	<u>\$ 32,077,055</u>	<u>\$ 32,345,719</u>	\$ 112,050	\$ 116,379

An independent asset appraisal company was contracted to determine land and asset values at June 30, 2018 in compliance with GASB No. 34.

Additional information on the District's capital assets can be found in Note 6 to the basic financial statements.

Debt Administration and Other Obligations

At June 30, 2018, the District's outstanding debt issues included \$5,030,000 of serial bonds and \$1,518,869 in compensated absences payable.

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

Next Year's Budget

The District anticipates that the approved 2018-2019 budget will be adequate to satisfy all 2018-2019 financial needs barring any significant unexpected situations or conditions unforeseen at this time.

Request for Information

This financial report is designed to provide a general overview of the City of Woodbury Public School District's finances for all those with an interest in the District's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the Business Administrator/Board Secretary's Office, City of Woodbury Public Schools, 25 N. Broad St., Woodbury, NJ 08096.

BASIC FINANCIAL STATEMENTS

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A. Government-Wide Financial Statements

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CITY OF WOODBURY PUBLIC SCHOOL DISTRICT
STATEMENT OF NET POSITION
JUNE 30, 2018

ASSETS	GOVERNMENTAL ACTIVITIES	BUSINESS- TYPE ACTIVITIES	TOTAL
Cash & Cash Equivalents	\$ 546,653	\$ 228,103	\$ 774,756
Receivables, Net (Note 4)	351,939	47,432	399,371
Internal Balances	5,953	(5,953)	-
Inventory	-	6,014	6,014
Restricted Assets:			
Capital Reserve Account - Cash	3,364,783	-	3,364,783
Capital Assets, Net (Note 5)			
Non-Depreciable	138,500	-	138,500
Depreciable	31,938,555	112,050	32,050,605
Total Assets	36,346,383	387,646	36,734,029
DEFERRED OUTFLOW OF RESOURCES			
Deferred Outflows Related to Pensions (Note 8)	2,367,568	-	2,367,568
Deferred Charges of Refunding of Debt (Note 7)	270,458	-	270,458
Total Deferred Outflow of Resources	2,638,026	-	2,638,026
Total Assets and Deferred Outflow of Resources	38,984,409	387,646	39,372,055
LIABILITIES			
Accrued Interest Payable	8,383	-	8,383
Accounts Payable	807	-	807
Due to Other Governments	349,780	-	349,780
Unearned Revenue	64,123	7,295	71,418
Noncurrent Liabilities (Note 7):			
Due Within One Year	915,585	-	915,585
Due Beyond One Year	14,329,747	-	14,329,747
Total Liabilities	15,668,425	7,295	15,675,720
DEFERRED INFLOWS OF RESOURCES			
Deferred Inflows Related to Pensions (Note 8)	1,948,826	-	1,948,826
Total Deferred Inflows of Resources	1,948,826	-	1,948,826
Total Liabilities and Deferred Inflows of Resources	17,617,251	7,295	17,624,546
NET POSITION			
Net Investment in Capital Assets	26,904,945	112,050	27,016,995
Restricted For:			
Capital Reserve	3,364,783	-	3,364,783
Excess Surplus	850,000	-	850,000
Unrestricted	(9,752,570)	268,301	(9,484,269)
Total Net Position	\$ 21,367,158	\$ 380,351	\$ 21,747,509

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

CITY OF WOODBURY PUBLIC SCHOOL DISTRICT
STATEMENT OF ACTIVITIES
FOR THE FISCAL YEAR ENDED JUNE 30, 2018

FUNCTIONS/PROGRAMS	PROGRAM REVENUES			NET (EXPENSE) REVENUE AND CHANGES IN NET POSITION		
	EXPENSES	CHARGES FOR SERVICES	OPERATING GRANTS & CONTRIBUTIONS	GOVERNMENTAL ACTIVITIES	BUSINESS-TYPE ACTIVITIES	TOTAL
Governmental Activities:						
Instruction:						
Regular	\$ 9,016,954	\$ -	\$ 1,915,598	\$ (7,101,356)	\$ -	\$ (7,101,356)
Special Education	1,924,587	-	-	(1,924,587)	-	(1,924,587)
Other Special Instruction	558,721	-	-	(558,721)	-	(558,721)
Other Instruction	811,483	-	-	(811,483)	-	(811,483)
Support Services & Undistributed Costs:						
Tuition	1,791,179	-	-	(1,791,179)	-	(1,791,179)
Attendance & Social Work Services	28,085	-	-	(28,085)	-	(28,085)
Health Services	272,409	-	-	(272,409)	-	(272,409)
Student & Instruction Related Services	3,335,430	-	1,016,395	(2,319,035)	-	(2,319,035)
Educational Media Services/School Library	148,267	-	-	(148,267)	-	(148,267)
Instructional Staff Training	62,828	-	-	(62,828)	-	(62,828)
School Administrative Services	884,366	-	-	(884,366)	-	(884,366)
General Administrative Services	469,554	-	-	(469,554)	-	(469,554)
Central Services	379,130	-	-	(379,130)	-	(379,130)
Administrative Information Technology	136,487	-	-	(136,487)	-	(136,487)
Plant Operations & Maintenance	1,599,274	-	-	(1,599,274)	-	(1,599,274)
Pupil Transportation	695,080	-	-	(695,080)	-	(695,080)
Unallocated Benefits	11,421,947	-	3,849,793	(7,572,154)	-	(7,572,154)
On Behalf TPAF Pension and Social Security Contributions	1,572,442	-	1,572,442	-	-	-
Interest and Charges on Long-Term Debt	347,929	-	193,265	(154,664)	-	(154,664)
Unallocated Depreciation	1,799,558	-	-	(1,799,558)	-	(1,799,558)
Transfer to Charter School	146,044	-	-	(146,044)	-	(146,044)
Total Governmental Activities	37,401,754	-	8,547,493	(28,854,261)	-	(28,854,261)
Business-Type Activities:						
Food Service	971,488	154,184	788,526	-	(28,778)	(28,778)
Total Business-Type Activities	971,488	154,184	788,526	-	(28,778)	(28,778)
Total Primary Government	\$ 38,373,242	\$ 154,184	\$ 9,336,019	(28,854,261)	(28,778)	(28,883,039)

**CITY OF WOODBURY PUBLIC SCHOOL DISTRICT
STATEMENT OF ACTIVITIES
FOR THE FISCAL YEAR ENDED JUNE 30, 2018**

NET (EXPENSE) REVENUE AND CHANGES IN NET POSITION

	GOVERNMENTAL ACTIVITIES	BUSINESS- TYPE ACTIVITIES	TOTAL
General Revenues:			
Taxes:			
Property Taxes, Levied for General Purposes, Net	12,636,521	-	12,636,521
Taxes Levied for Debt Service	1,116,609	-	1,116,609
Federal & State Aid Not Restricted	15,573,845	-	15,573,845
Tuition Received	246,481	-	246,481
Investment Earnings	6,974	977	7,951
Miscellaneous Income	121,336	-	121,336
Total General Revenues, Special Items, Extraordinary Items & Transfers	29,701,766	977	29,702,743
Change In Net Position	847,505	(27,801)	819,704
Net Position - Beginning	20,519,653	408,152	20,927,805
Net Position - Ending	\$ 21,367,158	\$ 380,351	\$ 21,747,509

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

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B. Fund Financial Statements

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Governmental Funds

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**CITY OF WOODBURY PUBLIC SCHOOL DISTRICT
GOVERNMENTAL FUNDS
BALANCE SHEET
JUNE 30, 2018**

ASSETS	GENERAL FUND	SPECIAL REVENUE FUND	TOTALS
Cash & Cash Equivalents	\$ 546,653	\$ -	\$ 546,653
Interfund Accounts Receivable	85,564	-	85,564
Receivables From Other Governments	193,764	7,500	201,264
Other Accounts Receivable	128,028	22,647	150,675
Restricted Cash & Cash Equivalents	3,364,783	-	3,364,783
	<hr/>		
Total Assets	<u>\$ 4,318,792</u>	<u>\$ 30,147</u>	<u>\$ 4,348,939</u>
LIABILITIES & FUND BALANCE			
Liabilities:			
Accounts Payable	\$ 807	\$ -	\$ 807
Interfund Payable	-	79,611	79,611
Due to Other Governments	-	2,281	2,281
Unearned Revenue	-	64,123	64,123
	<hr/>		
Total Liabilities	807	146,015	146,822
Fund Balances:			
Restricted for:			
Excess Surplus - Prior Year			
Designated for Subsequent			
Year's Expenditures	450,000	-	450,000
Capital Reserve Account	3,364,783	-	3,364,783
Excess Surplus - Current Year	400,000	-	400,000
Assigned:			
Designated by the BOE for			
Subsequent Year's Expenditures	287,520	-	287,520
Unassigned:			
General Fund	(184,318)	-	(184,318)
Special Revenue Fund	-	(115,868)	(115,868)
	<hr/>		
Total Fund Balances	4,317,985	(115,868)	4,202,117
	<hr/>		
Total Liabilities & Fund Balances	<u>\$ 4,318,792</u>	<u>\$ 30,147</u>	

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

Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds. The cost of the assets is \$52,070,910 and the accumulated depreciation is \$19,993,855.	32,077,055
Deferred outflows and inflows of resources related to pensions and deferred charges and/or credits on debt refundings are applicable to future reporting periods and, therefore, are not reported in the funds.	689,200
Accrued interest payable is not recorded in the fund financial statements due to the fact that payable is not due in the current period.	(8,383)
Accrued pension contributions for the June 30, 2018 plan year are not paid with current economic resources and are therefore not reported as a liability in the funds, but are included in accounts payable in the government-wide statement of net position.	(347,499)
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 7)	<u>(15,245,332)</u>
Net position of Governmental Activities	<u>\$ 21,367,158</u>

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

**CITY OF WOODBURY PUBLIC SCHOOL DISTRICT
GOVERNMENTAL FUNDS
STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES
FOR THE FISCAL YEAR ENDED JUNE 30, 2018**

	GENERAL FUND	SPECIAL REVENUE FUND	DEBT SERVICE FUND	TOTALS
Revenues:				
Local Tax Levy	\$ 12,636,521	\$ -	\$ 1,116,609	\$ 13,753,130
Tuition Charges	246,481	-	-	246,481
Capital Reserve Interest	6,974	-	-	6,974
Miscellaneous	65,294	56,042	-	121,336
State Sources	15,931,846	1,264,832	193,265	17,389,943
Federal Sources	92,901	1,592,490	-	1,685,391
	<hr/>			
Total Revenues	28,980,017	2,913,364	1,309,874	33,203,255
<hr/>				
Expenditures:				
Current:				
Regular Instruction	7,477,587	1,915,598	-	9,393,185
Special Education Instruction	1,924,587	-	-	1,924,587
Other Special Instruction	558,721	-	-	558,721
Other Instruction	811,483	-	-	811,483
Support Services & Undistributed Costs:				
Tuition	1,791,179	-	-	1,791,179
Attendance & Social Work Services	28,085	-	-	28,085
Health Services	272,409	-	-	272,409
Student & Instruction Related Services	2,319,035	1,016,395	-	3,335,430
Educational Media Services/School Library	148,267	-	-	148,267
Instructional Staff Training	62,828	-	-	62,828
General Administrative Services	469,554	-	-	469,554
School Administrative Services	884,366	-	-	884,366
Central Services	379,130	-	-	379,130
Admin Information Technology	136,487	-	-	136,487
Plant Operations & Maintenance	1,605,428	-	-	1,605,428
Pupil Transportation	695,080	-	-	695,080
Unallocated Benefits	7,710,080	-	-	7,710,080
Debt Service:				
Principal	-	-	1,075,000	1,075,000
Interest	-	-	234,875	234,875
Capital Outlay	1,656,870	8,698	-	1,665,568
	<hr/>			
Total Expenditures	28,931,176	2,940,691	1,309,875	33,181,742
<hr/>				
Excess/(Deficiency) of Revenues Over/ (Under) Expenditures	48,841	(27,327)	(1)	21,513
<hr/>				
Other Financing Sources/(Uses):				
Transfer to Charter Schools	(146,044)	-	-	(146,044)
	<hr/>			
Total Other Financing Sources & Uses	(146,044)	-	-	(146,044)
<hr/>				
Net Change in Fund Balances	(97,203)	(27,327)	(1)	(124,531)
Fund Balance - July 1	4,415,188	(88,541)	1	4,326,648
	<hr/>			
Fund Balance - June 30	\$ 4,317,985	\$ (115,868)	\$ -	\$ 4,202,117

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

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

Total Net Change in Fund Balances - Governmental Funds (From B-2) \$ (124,531)

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

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

Depreciation Expense	\$ (1,799,558)	
Adjustments to Fixed Assets	10,000	
Capital Outlays	<u>1,520,894</u>	(268,664)

District pension contributions are reported as expenditures in the governmental funds when made. However, they are reported as deferred outflows of resources in the Statement of Net Position because the reported net pension liability is measured a year before the District's report date. Pension expense, which is the change in the net pension liability adjusted for changes in deferred outflows and inflows of resources related to pensions, is reported in the Statement of Activities. (238,305)

Repayment of bond principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net position and is not reported in the statement of activities. 535,000

Net Difference Accrued interest on bonds and capital leases is not recorded in the fund financial statements. 1,738

Repayment of capital lease principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net position and is not reported in the statement of activities. 540,000

Unamortized bond issuance loss on refunding net of bond premium is
Not recorded in the fund financials but is recorded on the district wide financials

Current Year	108,481	
Prior Year	<u>(82,445)</u>	26,036

Decrease of compensated absences is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net position and is not reported in the statement of activities. 376,231

Change in Net Position of Governmental Activities \$ 847,505

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

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Proprietary Funds

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**CITY OF WOODBURY PUBLIC SCHOOL DISTRICT
 PROPRIETARY FUNDS
 STATEMENT OF NET POSITION
 JUNE 30, 2018**

ASSETS	BUSINESS-TYPE ACTIVITIES - ENTERPRISE FUNDS <u>FOOD SERVICE</u>
Current Assets:	
Cash & Cash Equivalents	\$ 228,103
Due from Other Governments	44,132
Other Accounts Receivable	3,300
Inventories	<u>6,014</u>
Total Current Assets	<u>281,549</u>
Noncurrent assets:	
Furniture, Machinery & Equipment	295,843
Less: Accumulated Depreciation	<u>(183,793)</u>
Total Noncurrent Assets	<u>112,050</u>
Total Assets	<u>393,599</u>
LIABILITIES	
Unearned Revenue	7,295
Interfund Payable	<u>5,953</u>
Total Liabilities	<u>13,248</u>
NET POSITION	
Net Investment in Capital Assets	112,050
Unrestricted	<u>268,301</u>
Total Net Position	<u>\$ 380,351</u>

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

**CITY OF WOODBURY PUBLIC SCHOOL DISTRICT
 PROPRIETARY FUNDS
 STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET POSITION
 FOR THE FISCAL YEAR ENDED JUNE 30, 2018**

	BUSINESS-TYPE ACTIVITIES - ENTERPRISE FUNDS
	FOOD SERVICE
Operating Revenues:	
Charges for Services:	
Daily Sales - Reimbursable Programs	\$ 81,249
Daily Sales - Nonreimbursable Programs	68,207
Special Functions	3,363
Miscellaneous	1,365
	154,184
 Operating Expenses:	
Cost of Sales-Reimbursable Programs	377,368
Cost of Sales-Non-Reimbursable Programs	31,609
Salaries	375,308
Employee Benefits	50,442
Purchased Services	61,374
Miscellaneous	8,070
General Supplies	55,248
Depreciation	12,069
	971,488
 Operating Income/(Loss)	(817,304)
 Nonoperating Revenues/(Expenses):	
State Sources:	
State School Lunch Program	8,474
Federal Sources:	
National School Lunch Program	435,646
National School Breakfast Program	223,873
Food Distribution Program	69,739
Healthy Hunger-Free Kids Act	9,734
National Snack Program	3,128
Summer Food Service Program	14,171
Child and Adult Care Food Program (CACFP)	23,761
Interest & Investment Revenue	977
	789,503
 Income/(Loss) Before Contributions & Transfers	(27,801)
 Change in Net Position	(27,801)
Total Net Position - Beginning	408,152
 Total Net Position - Ending	\$ 380,351

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

**CITY OF WOODBURY PUBLIC SCHOOL DISTRICT
 PROPRIETARY FUNDS
 STATEMENT OF CASH FLOWS
 FOR THE FISCAL YEAR ENDED JUNE 30, 2018**

	BUSINESS-TYPE ACTIVITIES - ENTERPRISE FUNDS <u>FOOD SERVICE</u>
Cash Flows From Operating Activities:	
Receipts from Customers	\$ 151,346
Payments to Employees	(375,308)
Payments for Employee Benefits	(50,442)
Payments to Suppliers	<u>(529,094)</u>
Net Cash Provided/(Used) by Operating Activities	<u>(803,498)</u>
Cash Flows From Noncapital Financing Activities:	
State Sources	8,407
Federal Sources	<u>777,566</u>
Net Cash Provided/(Used) by Noncapital Financing Activities	<u>785,973</u>
Cash Flows From Investing Activities:	
Interest & Dividends	<u>977</u>
Net Cash Provided/(Used) by Investing Activities	<u>(6,763)</u>
Net Increase/(Decrease) in Cash & Cash Equivalents	(24,288)
Balances - Beginning of Year	<u>252,391</u>
Balances - End of Year	<u><u>\$ 228,103</u></u>

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

Operating Income/(Loss)	\$ (817,304)
Adjustments to Reconcile Operating Income/(Loss) to Net Cash Provided/(Used) by Operating Activities:	
Depreciation & Net Amortization	12,069
(Increase)/Decrease in Inventories	3,210
Increase/(Decrease) in Unearned Revenue	462
Increase/(Decrease) in Interfund Payable	5,953
(Increase)/Decrease in Accounts Receivable	(3,300)
Increase/(Decrease) in Accounts Payable	<u>(4,588)</u>
Total Adjustments	<u>13,806</u>
Net Cash Provided/(Used) by Operating Activities	<u><u>\$ (803,498)</u></u>

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

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Fiduciary Fund

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**CITY OF WOODBURY PUBLIC SCHOOL DISTRICT
FIDUCIARY FUNDS
STATEMENT OF FIDUCIARY NET POSITION
JUNE 30, 2018**

ASSETS	PRIVATE PURPOSE				TOTALS
	UNEMPLOYMENT		AGENCY		
	COMPENSATION TRUST	SCHOLARSHIP FUND	STUDENT ACTIVITY	PAYROLL FUND	
Cash & Cash Equivalents	\$ 214,883	\$ 600,239	\$ 90,302	\$ 13,556	\$ 918,980
Total Assets	214,883	600,239	90,302	13,556	918,980
LIABILITIES					
Accounts Payable	2,544	-	-	-	2,544
Due to Employees	-	-	-	13,556	13,556
Due to Student Groups	-	-	90,302	-	90,302
Total Liabilities	2,544	-	90,302	13,556	106,402
NET POSITION					
Restricted	212,339	600,239	-	-	812,578
Total Net Position	\$ 212,339	\$ 600,239	\$ -	\$ -	\$ 812,578

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

**CITY OF WOODBURY PUBLIC SCHOOL DISTRICT
FIDUCIARY FUNDS
STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
FOR THE FISCAL YEAR ENDED JUNE 30, 2018**

ADDITIONS	PRIVATE PURPOSE		TOTALS
	UNEMPLOYMENT COMPENSATION TRUST	SCHOLARSHIP FUND	
Contributions:			
Other	\$ 68,001	\$ 23,747	\$ 91,748
Total Contributions	68,001	23,747	91,748
Investment Earnings:			
Interest	759	8,716	9,475
Net Investment Earnings	759	8,716	9,475
Total Additions	68,760	32,463	101,223
DEDUCTIONS			
Unemployment Claims	31,189	-	31,189
Miscellaneous	-	36,304	36,304
Total Deductions	31,189	36,304	67,493
Change in Net Position	37,571	(3,841)	33,730
Net Position - Beginning	174,768	604,080	778,848
Net Position - Ending	\$ 212,339	\$ 600,239	\$ 812,578

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

CITY OF WOODBURY PUBLIC SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2018

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CITY OF WOODBURY PUBLIC SCHOOL DISTRICT

NOTES TO THE FINANCIAL STATEMENTS YEAR ENDED JUNE 30, 2018

Note 1. Summary of Significant Accounting Policies

Basis of Presentation

The financial statements of the Board of Education of City of Woodbury Public School District (the "District") have been prepared in conformity with generally accepted accounting principles (GAAP) as prescribed by the Governmental Accounting Standards Board (GASB). The following is a summary of more significant accounting policies.

Reporting Entity

The City of Woodbury Public School District is a Type II district located in the County of Gloucester, State of New Jersey. As a Type II district, the School District functions independently through a Board of Education. The operations of the District include 3 elementary schools and one junior-senior high school, located in Woodbury City. The Board is comprised of nine members appointed to three-year terms. These terms are staggered so that three members' terms expire each year. The District provides a full range of educational services appropriate to grade levels K through 12. These include regular, vocational, as well as special education for handicapped youngsters. The City of Woodbury Public School District has an approximate enrollment at June 30, 2018 of 1,543 students.

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

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

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

Component Units

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

Government-Wide Financial Statements

The District's Government-Wide Financial Statements include a Statement of Net Position and a Statement of Activities. These statements present summaries of Governmental and Business-Type

CITY OF WOODBURY PUBLIC SCHOOL DISTRICT

NOTES TO THE FINANCIAL STATEMENTS YEAR ENDED JUNE 30, 2018 (continued)

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

Activities for the District accompanied by a total column. Fiduciary activities of the District are not included in these statements.

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

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

Governmental Fund Financial Statements

Governmental fund financial statements include a Balance Sheet and a Statement of Revenues, Expenditures and Changes in Fund Balances for all major governmental funds and non-major funds aggregated. An accompanying schedule (Exhibit B-3) is presented to reconcile and explain the differences in fund balances and changes in fund balances as presented in these statements to the net position and changes in net position presented in the Government-Wide financial statements. The District has presented all major funds that met those qualifications.

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

Proprietary Fund Financial Statements

Proprietary fund financial statements include a Statement of Net Position, a Statement of Revenues, Expenses and Changes in Fund Net Position, and a Statement of Cash Flows for each major proprietary fund and for the non-major funds aggregated. A column representing internal service funds is also presented in these statements. However, internal service funds balances and activities have been combined with the governmental activities in the Government-Wide financial statements.

CITY OF WOODBURY PUBLIC SCHOOL DISTRICT

NOTES TO THE FINANCIAL STATEMENTS YEAR ENDED JUNE 30, 2018 (continued)

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

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

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

Fiduciary Fund Financial Statements

Fiduciary fund financial statements include a Statement of Net Position. The District’s fiduciary funds are Agency Funds, which are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations. The Agency funds are accounted for on a spending or “economic resources” measurement focus and the accrual basis of accounting as are the proprietary funds explained above.

Measurement Focus, Basis of Accounting and Financial Statement Presentation

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting as are the proprietary fund and fiduciary fund financial statements. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year in which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

Amounts reported as program revenues include 1) charges to customers or applicants for goods, services, or privileges provided, 2) operating grants and contributions, and 3) capital grants and contributions. Internally dedicated resources are reported as general revenues rather than as program revenues. Likewise, general revenues include all taxes.

While government-wide and fund financial statements are presented separately, they are interrelated. The governmental activities column of the government wide statements incorporates data from governmental funds and internal service funds, while business-type activities incorporate data from the District’s enterprise funds. Separate financial statements are provided for governmental funds, proprietary funds, and fiduciary funds. However, data from the fiduciary funds is not incorporated in the government-wide financial statements

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the District considers revenues to be available if they are collected within 60 days of the end of the current fiscal year-end. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is due. General capital assets acquisitions are

CITY OF WOODBURY PUBLIC SCHOOL DISTRICT

NOTES TO THE FINANCIAL STATEMENTS YEAR ENDED JUNE 30, 2018 (continued)

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

reported as expenditures in the governmental funds. Issuance of long-term debt and acquisitions under capital leases are reported as other financing sources.

Property taxes, charges for services, licenses, and interest on notes receivable associated with the current fiscal period are all considered to be susceptible to accrual and accordingly have been recognized as revenues of the current fiscal period. Entitlements are recorded as revenues when all eligibility requirements are met, including any time requirements, and the amount is received during the period or within the availability period for this revenue source (within 60 days of year-end). Expenditure-driven grants are recognized as revenue when the qualifying expenditures have been incurred and all eligibility requirements have been met, and the amount is received during the period or within the availability period for this revenue source (within 60 days of year-end). All other revenue items are considered to be measurable and available when cash is received.

Proprietary funds distinguish operating revenues and expenses from non-operating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the Food Service Fund program are charges to customers for sales and services. Operating expenses for enterprise funds include the cost of sales and services, employee salaries and benefits, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as non-operating revenues and expenses. When both restricted and unrestricted resources are available for use, it is the District's policy to use restricted resources first, then unrestricted resources as they are needed.

Internal service funds are used to account for those operations which provide benefits to other funds, departments, or agencies of the primary government and its component unit. Although internal service funds are reported as a proprietary fund in the fund financial statements, it is incorporated into governmental activities in the government-wide financial statements. The District does not maintain any internal service funds.

The District reports the following major governmental funds:

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

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

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

CITY OF WOODBURY PUBLIC SCHOOL DISTRICT

**NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2018 (continued)**

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

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).

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

The District reports the following major proprietary funds:

Food Service Fund – This fund accounts for the revenues and expenses pertaining to the District’s cafeteria operations.

Additionally, the District reports the following major fiduciary funds:

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

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

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

Agency Funds - Agency funds are assets held by a governmental entity (either as trustee or as an agent) for other parties that cannot be used to finance the governmental entity’s own operating programs. The district currently maintains Payroll funds and Student Activity Funds as Agency Funds.

During the course of operations, the District has activity between funds for various purposes. Any residual balances outstanding at year end are reported as due from/to other funds and advances to/from other funds. While these balances are reported in fund financial statements, certain eliminations are made in the preparation of the government-wide financial statements. Balances between the funds included in governmental activities (i.e., the governmental funds and internal service funds) are eliminated so that only the net amount is included as internal balances in the governmental activities column. Similarly, balances between the funds included in business-type activities (i.e., the enterprise funds) are eliminated so that only the net amount is included as internal balances in the business-type activities column.

Further, certain activity occurs during the year involving transfers of resources between funds. In fund financial statements these amounts are reported at gross amounts as transfers in/out. While reported in fund financial statements, certain eliminations are made in the preparation of the government-wide financial statements. Transfers between the funds included in governmental activities are eliminated so

CITY OF WOODBURY PUBLIC SCHOOL DISTRICT

NOTES TO THE FINANCIAL STATEMENTS YEAR ENDED JUNE 30, 2018 (continued)

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

that only the net amount is included as transfers in the governmental activities column. Similarly, balances between the funds included in business-type activities are eliminated so that only the net amount is included as internal balances in the business-type activities column.

Budgets/Budgetary Control

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

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

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

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

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

Encumbrances

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

CITY OF WOODBURY PUBLIC SCHOOL DISTRICT

**NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2018 (continued)**

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

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

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

Cash and Cash Equivalents

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

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

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

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

Tuition Payable/Receivable

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

Inventories

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

Interfund Receivables/Payables

Interfund receivables/payables represent amounts that are owed, other than charges for goods or services rendered to/from a particular fund in the District and that are due within one year. The amounts are eliminated in the governmental and business-type activities, which are presented as Internal Balances.

CITY OF WOODBURY PUBLIC SCHOOL DISTRICT

**NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2018 (continued)**

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

Balances with fiduciary funds are not considered Internal Balances; therefore those balances are reported on the Statement of Net Position.

Capital Assets

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

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

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

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

Compensated Absences

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

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

Unearned Revenue

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

Accrued Liabilities and Long-Term Obligations

All payables, accrued liabilities, and long-term obligations are reported in the government-wide financial statements, and all payables, accrued liabilities and long-term obligations payable from proprietary funds are reported on the proprietary fund financial statements. In general, government fund payables and

CITY OF WOODBURY PUBLIC SCHOOL DISTRICT

NOTES TO THE FINANCIAL STATEMENTS YEAR ENDED JUNE 30, 2018 (continued)

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

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

Accounting Estimates

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

Interfund Activity

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

Fund Balance

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

- Non-spendable – This classification includes amounts that cannot be spent because they are either not in spendable form or are legally or contractually required to be maintained intact. Non-spendable items are not expected to be converted to cash or are not expected to be converted to cash within the next year.
- Restricted – This classification includes amounts for which constraints have been placed on the use of the resources either externally imposed by creditors (such as through a debt covenant), grantors, contributors, or laws or regulations of other governments, or imposed by law through constitutional provisions or enabling legislation.
- Committed – This classification includes amounts that can be used only for specific purposes pursuant to constraints imposed by formal action of the Board of Education. These amounts cannot be used for any other purpose unless the Board of Education removes or changes the specified use by taking the same type of action (resolution) that was employed when the funds were initially committed. This classification also includes contractual obligations to the extent that existing resources have been specifically committed for use in satisfying those contractual requirements. The School Board did not have any committed resources as of June 30, 2018.

CITY OF WOODBURY PUBLIC SCHOOL DISTRICT

NOTES TO THE FINANCIAL STATEMENTS YEAR ENDED JUNE 30, 2018 (continued)

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

- Assigned – This classification includes amounts that are constrained by the School District’s intent to be used for a specific purpose but are neither restricted nor committed. This intent can be expressed by the Board of Education or through the Board of Education delegating this responsibility to the business administrator through the budgetary process. This classification also includes the remaining positive fund balance for all governmental funds except for the General Fund.
- Unassigned – This classification includes the residual fund balance for the General Fund. The Unassigned classification also includes negative residual fund balance of any other governmental fund that cannot be eliminated by offsetting of Assigned fund balance amounts.

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

Net Position

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

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

Impact of Recently Issued Accounting Principles

Adopted Accounting Pronouncements

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

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

CITY OF WOODBURY PUBLIC SCHOOL DISTRICT

NOTES TO THE FINANCIAL STATEMENTS YEAR ENDED JUNE 30, 2018 (continued)

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

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

Recently Issued Accounting Pronouncements

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

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

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

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

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

Bond Premiums, Discounts and Issuance Costs

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

CITY OF WOODBURY PUBLIC SCHOOL DISTRICT

NOTES TO THE FINANCIAL STATEMENTS YEAR ENDED JUNE 30, 2018 (continued)

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

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

Deferred Loss on Refunding Debt

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

Deferred Outflows and Deferred Inflows of Resources

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

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

Pensions

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

Note 2. Deposits and Investments

Cash Deposits

Custodial Credit Risk – Custodial credit risk is the risk that, in the event of a bank failure, the Board's deposits may not be recovered. Although the Board does not have a formal policy regarding custodial credit risk, NJSA 17:9-41 et seq. requires that the governmental units shall deposit public funds in public depositories protected from loss under the provisions of GUDPA. Under the Act, the first \$250,000 of governmental deposits in each insured depository is protected by FDIC. Public fund owned by the Board in excess of FDIC insured amounts are protected by GUDPA. However, GUDPA does not protect intermingled trust funds such as salary withholdings, student activity may pass to the Board relative to the happening of a future condition. Such funds are shown as Uninsured and Uncollateralized in the schedule below. As of June 30, 2018, the District's bank balance of \$5,923,748 was exposed to custodial credit risk as follows:

CITY OF WOODBURY PUBLIC SCHOOL DISTRICT

**NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2018 (continued)**

Note 2. Deposits and Investments (continued):

Insured under FDIC and GUDPA	\$ 4,655,534
Uninsured and Uncollateralized	<u>1,268,214</u>
	<u>\$ 5,923,748</u>

Investments

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

Note 3. Reserve Accounts

Capital Reserve

A capital reserve account was established by the Woodbury City Board of Education by inclusion of \$1 during 2000-2001 for the accumulation of funds for use as capital outlay expenditures in subsequent fiscal years. The capital reserve account is maintained in the general fund and its activity is included in the general fund annual budget.

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

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

Beginning Balance, July 1, 2017	\$ 3,101,657
Increased by:	
Interest Earnings	6,344
Deposits approved by Board	<u>1,353,782</u>
	4,461,783
Decreased by:	
Budget Withdrawals	<u>(1,097,000)</u>
Ending Balance, June 30, 2018	<u>\$ 3,364,783</u>

The June 30, 2018 LRFP balance of local support costs of uncompleted capital projects at June 30, 2018 is \$7,493,500. The withdrawals from the capital reserve were for use in a DOE approved facilities project, consistent with the School District's Long Rang Facilities Plan.

CITY OF WOODBURY PUBLIC SCHOOL DISTRICT

**NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2018 (continued)**

Note 4. Accounts Receivable

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

<u>Description</u>	<u>Governmental Funds</u>			<u>Proprietary Funds</u>	
	<u>General Fund</u>	<u>Special Revenue Fund</u>	<u>Total Governmental Activities</u>	<u>Food Service Fund</u>	<u>Total Business-Type Activities</u>
Federal Awards	\$ -	\$ -	\$ -	\$ 43,579	\$ 43,579
State Awards	193,764	7,500	201,264	553	553
Tuition	128,028	-	128,028	-	-
Other	-	22,647	22,647	3,300	3,300
Total	\$ 321,792	\$ 30,147	\$ 351,939	\$ 47,432	\$ 47,432

Note 5. Capital Assets

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

	<u>Balance July 1, 2017</u>	<u>Additions</u>	<u>Retirements and Transfers</u>	<u>Balance June 30, 2018</u>
Governmental Activities:				
Capital assets not being depreciated:				
Land	\$ 138,500	\$ -	\$ -	\$ 138,500
Total Capital Assets not being depreciated	138,500	-	-	138,500
Capital Assets being depreciated:				
Buildings and Improvements	48,795,512	1,495,073	-	50,290,585
Equipment	1,157,858	25,821	10,000	1,193,679
Leased Vehicles	448,146	-	-	448,146
Total Capital Assets being depreciated	50,401,516	1,520,894	10,000	51,932,410
Less: Accumulated Depreciation	(18,194,297)	(1,799,558)	-	(19,993,855)
Total Accumulated Depreciation	(18,194,297)	(1,799,558)	-	(19,993,855)
Total Capital Assets being depreciated, net	32,207,219	(278,664)	10,000	31,938,555
Total Governmental Activities Capital Assets, net	\$ 32,345,719	\$ (278,664)	\$ 10,000	\$ 32,077,055

CITY OF WOODBURY PUBLIC SCHOOL DISTRICT

**NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2018 (continued)**

Note 5. Capital Assets (continued):

	Balance July 1, <u>2017</u>	<u>Additions</u>	<u>Retirements and Transfers</u>	Balance June 30, <u>2018</u>
Business-Type Activities:				
Equipment	\$ 288,104	\$ 7,740	\$ -	\$ 295,844
	<u>288,104</u>	<u>7,740</u>	<u>-</u>	<u>295,844</u>
 Less: Accumulated Depreciation:				
Equipment	(171,725)	(12,069)	-	(183,794)
	<u>(171,725)</u>	<u>(12,069)</u>	<u>-</u>	<u>(183,794)</u>
 Total Business-Type Activities Capital Assets, net	 <u>\$ 116,379</u>	 <u>\$ (4,329)</u>	 <u>\$ -</u>	 <u>\$ 112,050</u>

Depreciation expense was not allocated among the various functions/programs of the School District.

Note 6. Interfund Receivables, Payables and Transfers

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

<u>Fund</u>	<u>Interfund Receivables</u>	<u>Interfund Payables</u>
General Fund	\$ 85,564	\$ -
Special Revenue Fund	-	79,611
Food Service Fund	-	5,953
	<u>\$ 85,564</u>	<u>\$ 85,564</u>

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

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

CITY OF WOODBURY PUBLIC SCHOOL DISTRICT

**NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2018 (continued)**

Note 7. Long-Term Obligations

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

	<u>Balance July 1, 2017</u>	<u>Additions</u>	<u>Reductions</u>	<u>Balance June 30, 2018</u>	<u>Balance Due Within One Year</u>
Governmental Activities:					
General Obligation Bonds	\$ 5,565,000	\$ -	\$ 535,000	\$ 5,030,000	\$ 840,000
Capital Leases	540,000	-	540,000	-	-
Unamortized Bond Premiums	488,153	-	75,585	412,568	75,585
Compensated Absences	1,895,100	-	376,231	1,518,869	-
Net Pension Liability	10,841,931	-	2,558,036	8,283,895	-
	<u>\$ 19,330,184</u>	<u>\$ -</u>	<u>\$ 4,084,852</u>	<u>\$ 15,245,332</u>	<u>\$ 915,585</u>

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

Bonds Payable

On April 22, 2014, the School District issued \$6,155,000 of Refunding Bonds to refund the callable portion of the outstanding \$12,981,000 Bond Issue. The Refunding Bonds were issued at interest rates varying from 3.00% to 4.00% and mature on December 15, 2024.

Purpose of Issue

The proceeds of the Bonds will be used to finance various improvements to the Junior-Senior High School, Evergreen Avenue Elementary, West End Memorial and Walnut Street Elementary Schools. In conjunction with the issuance of the Bonds, a grant was obtained from the New Jersey Economic Development Authority to assist with the funding of these various improvements.

Principal and Interest due on the Bond outstanding is as follows:

<u>Fiscal Year Ending June 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2019	\$ 840,000	\$ 184,400	\$ 1,024,400
2020	840,000	150,800	990,800
2021	830,000	117,400	947,400
2022	805,000	847,000	1,652,000
2023	840,000	51,800	891,800
2024	875,000	17,500	892,500
	<u>\$ 5,030,000</u>	<u>\$ 1,368,900</u>	<u>\$ 6,398,900</u>

Bonds Authorized but not Issued

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

CITY OF WOODBURY PUBLIC SCHOOL DISTRICT

**NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2018 (continued)**

Note 8. Pension Plans

A. Public Employees' Retirement System (PERS)

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

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

The following represents the membership tiers for PERS:

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

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

Contributions - The contribution policy for PERS is set by *N.J.S.A. 15A* and requires contributions by active members and contributing employers. State legislation has modified the amount that is contributed by the State. The State's pension contribution is based on an actuarially determined amount which includes the employer portion of the normal cost and an amortization of the unfunded accrued liability.

Funding for noncontributory group insurance benefits is based on actual claims paid. For fiscal year 2017, the State's pension contribution was less than the actuarial determined amount.

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

CITY OF WOODBURY PUBLIC SCHOOL DISTRICT

**NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2018 (continued)**

Note 8. Pension Plans (continued):

A. Public Employees' Retirement System (PERS) (continued):

payments over a period of 15 years beginning with the payments due in the fiscal year ended June 30, 2012 and will be adjusted by the rate of return on the actuarial value of assets.

Pension Liability, Pension Expense and Deferred Outflows/Inflows of Resources - At June 30, 2018, the School District reported a liability of \$8,283,895 for its proportionate share of the PERS net pension liability. The net pension liability was measured as of June 30, 2017. The total pension liability used to calculate the net pension liability was determined using update procedures to roll forward the total pension liability from an actuarial valuation as of July 1, 2016, to the measurement date of June 30, 2017. The School District's proportion of the net pension liability was based on the School District's actual contributions to the plan relative to the total of all participating employers' contributions for the year ended June 30, 2017. The School District's proportion measured as of June 30, 2017, was .035586%, which was a decrease of .00102% from its proportion measured as of June 30, 2016.

For the year ended June 30, 2018, the School District recognized full accrual pension expense of \$329,668 in the government-wide financial statements. This pension expense was based on the pension plans June 30, 2017 measurement date. At June 30, 2018 the School District reported deferred outflows of resources and deferred inflows of resources related to PERS from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between Expected and Actual Experience	\$ 195,057	\$ -
Changes of Assumptions	1,668,919	1,662,801
Net Difference between Projected and Actual Earnings on Pension Plan Investments	56,408	-
Changes in Proportion and Differences between District Contributions and Proportionate Share of Contributions	99,685	286,025
School District contributions subsequent to measurement date	347,499	-
	\$ 2,367,568	\$ 1,948,826

\$347,499 reported as deferred outflows of resources resulting from school district contributions subsequent to the measurement date is estimated based on unadjusted 2017-2018 total salaries for PERS employees multiplied by an employer pension contribution rate of 13.37%. The payable is due on April 1, 2019 and will be recognized as a reduction of the net pension liability in the year ended June 30, 2019.

CITY OF WOODBURY PUBLIC SCHOOL DISTRICT

**NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2018 (continued)**

Note 8. Pension Plans (continued):

A. Public Employees' Retirement System (PERS) (continued):

The other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

For Year Ending	
<u>June 30,</u>	<u>Amount</u>
2019	\$ 185,094
2020	289,037
2021	146,160
2022	(349,998)
2023	<u>(199,050)</u>
	<u>\$ 71,243</u>

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

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

CITY OF WOODBURY PUBLIC SCHOOL DISTRICT

**NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2018 (continued)**

Note 8. Pension Plans (continued):

A. Public Employees' Retirement System (PERS) (continued):

The previous amounts do not include employer specific deferred outflows of resources and deferred inflows of resources related to changes in proportion. These amounts should be recognized (amortized) by each employer over the average of the expected remaining service lives of all plan members, which is 5.48, 5.57, 5.72 and 6.44 years for the 2017, 2016, 2015, and 2014 amounts, respectively.

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

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

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

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

In accordance with State statute, the long-term expected rate of return on plan investments (7.00% at June 30, 2017) is determined by the State Treasurer, after consultation with the Directors of the Division of Investments and Division of Pensions and Benefits, the board of trustees and the actuaries. The long-term

CITY OF WOODBURY PUBLIC SCHOOL DISTRICT

**NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2018 (continued)**

Note 8. Pension Plans (continued):

A. Public Employees' Retirement System (PERS) (continued):

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

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

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

CITY OF WOODBURY PUBLIC SCHOOL DISTRICT

**NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2018 (continued)**

Note 8. Pension Plans (continued):

A. Public Employees' Retirement System (PERS) (continued):

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

	1% Decrease <u>(4.00%)</u>	Current Discount Rate <u>(5.00%)</u>	1% Increase <u>(6.00%)</u>
District's Proportionate Share of the Net Pension Liability	<u>\$ 10,276,734</u>	<u>\$ 8,283,895</u>	<u>\$ 6,623,613</u>

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

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

	<u>6/30/2018</u>	<u>6/30/2017</u>
Actuarial valuation date (including roll forward)	June 30, 2017	June 30, 2016
Deferred Outflows of Resources	\$ 2,020,069	\$ 3,000,827
Deferred Inflows of Resources	1,948,826	133,244
Net Pension Liability	8,283,895	10,841,931
District's portion of the Plan's total net pension Liability	0.03559%	0.03661%

B. Teachers' Pension and Annuity Fund (TPAF)

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

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

CITY OF WOODBURY PUBLIC SCHOOL DISTRICT

**NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2018 (continued)**

Note 8. Pension Plans (continued):

B. Teachers' Pension and Annuity Fund (TPAF) (continued):

The following represents the membership tiers for TPAF:

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

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

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

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

Pension Liability and Pension Expense - The State's proportionate share of the TPAF net pension liability, attributable to the School District as of June 30, 2017 was \$70,780,833. The School District's proportionate share was \$0.

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

CITY OF WOODBURY PUBLIC SCHOOL DISTRICT

**NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2018 (continued)**

Note 8. Pension Plans (continued):

B. Teachers' Pension and Annuity Fund (TPAF) (continued):

the TPAF net pension liability attributable to the School District was .10497%, which was a decrease of .002926% from its proportion measured as of June 30, 2016.

For the fiscal year ended June 30, 2018, the School District recognized \$1,578,474 in on-behalf pension expense and revenue in the government-wide financial statements, for the State of New Jersey on-behalf TPAF pension contributions. This pension expense and revenue was based on the pension plans June 30, 2017 measurement date.

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

Salary Increases:	
2012-2021	Varies based on experience
Thereafter	Varies based on experience
Investment Rate of Return	7.00%

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

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

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

CITY OF WOODBURY PUBLIC SCHOOL DISTRICT

**NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2018 (continued)**

Note 8. Pension Plans (continued):

B. Teachers' Pension and Annuity Fund (TPAF) (continued):

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

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

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

CITY OF WOODBURY PUBLIC SCHOOL DISTRICT

**NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2018 (continued)**

Note 8. Pension Plans (continued):

B. Teachers' Pension and Annuity Fund (TPAF) (continued):

	1% Decrease <u>(3.25%)</u>	Current Discount Rate <u>(4.25%)</u>	1% Increase <u>(5.25%)</u>
District's Proportionate Share of the Net Pension Liability	\$ -	\$ -	\$ -
State of New Jersey's Proportionate Share of Net Pension Liability associated with the District	<u>84,089,850</u>	<u>70,780,833</u>	<u>59,816,807</u>
	<u>\$ 84,089,850</u>	<u>\$ 70,780,833</u>	<u>\$ 59,816,807</u>

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

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

	<u>6/30/2018</u>	<u>6/30/2017</u>
Collective Deferred Outflows of Resources	\$ 14,353,461,035	\$ 17,581,004,496
Collective Deferred Inflows of Resources	11,992,821,439	300,836,088
Collective Net Pension Liability	67,670,209,171	79,028,907,033
School District's portion	0.03749%	0.03432%

C. Defined Contribution Plan (DCRP)

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

Individuals eligible for membership in the DCRP include:

- State or local officials who are elected or appointed on or after July 1, 2007;
- Employees enrolled in the Public Employees' Retirement System (PERS) or Teachers' Pension and Annuity Fund (TPAF) on or after July 1, 2007, who earn salary in excess of established "maximum compensation" limits;

CITY OF WOODBURY PUBLIC SCHOOL DISTRICT

NOTES TO THE FINANCIAL STATEMENTS YEAR ENDED JUNE 30, 2018 (continued)

Note 8. Pension Plans (continued):

C. Defined Contribution Plan (DCRP) (continued):

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

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

For the year ended June 30, 2018, employee contributions totaled \$62,241 and the District recognized pension expense of \$47,486.

Note 9. Other Post-Retirement Benefits

General Information about the OPEB Plan

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

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

CITY OF WOODBURY PUBLIC SCHOOL DISTRICT

**NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2018 (continued)**

Note 9. Other Post-Retirement Benefits (continued):

years of pension service credit. The percentage of the premium for which the retiree will be responsible will be determined based on the retiree’s annual retirement benefit and level of coverage.

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

Basis of Presentation

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

Total Nonemployer OPEB Liability

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

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

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

CITY OF WOODBURY PUBLIC SCHOOL DISTRICT

NOTES TO THE FINANCIAL STATEMENTS YEAR ENDED JUNE 30, 2018 (continued)

Note 9. Other Post-Retirement Benefits (continued):

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

OPEB Obligation and OPEB Expense - The State's proportionate share of the total Other Post Employment Benefits Obligations, attributable to the School District as of June 30, 2017 was \$63,564,773. The School District's proportionate share was \$0.

The OPEB Obligation was measured as of June 30, 2017, and the total OPEB Obligation used to calculate the OPEB Obligation was determined by an actuarial valuation as of July 1, 2016, which was rolled forward to June 30, 2017. The State's proportionate share of the OPEB Obligation associated with the District was based on projection of the State's long-term contributions to the OPEB plan associated with the District relative to the projected contributions by the State associated with all participating school districts, actuarially determined. At June 30, 2017, the State proportionate share of the OPEB Obligation attributable to the School District was 0.118502909%, which was a decrease of 0.000188072% from its proportion measured as of June 30, 2016.

For the fiscal year ended June 30, 2018, the State of New Jersey recognized an OPEB expense in the amount of \$3,847,551 for the State's proportionate share of the OPEB expense attributable to the School District. This OPEB expense was based on the OPEB plans June 30, 2017 measurement date.

Health Care Trend Assumptions

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

Discount Rate

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

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

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

CITY OF WOODBURY PUBLIC SCHOOL DISTRICT

**NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2018 (continued)**

Note 9. Other Post-Retirement Benefits (continued):

	June 30, 2017		
	At 1% Decrease (2.58%)	At Discount Rate (3.58%)	At 1% Increase (4.58%)
State of New Jersey's Proportionate Share of Total OPEB Obligations Associated with the School District	\$ 75,455,971.51	\$ 63,564,773.00	\$ 54,132,561.32
State of New Jersey's Total Nonemployer OPEB Liability	\$ 63,674,362,200.00	\$ 53,639,841,858.00	\$ 45,680,364,953.00
	June 30, 2016		
	At 1% Decrease (1.85%)	At Discount Rate (2.85%)	At 1% Increase (3.85%)
State of New Jersey's Proportionate Share of Total OPEB Obligations Associated with the School District	\$ 82,233,509.26	\$ 68,641,112.00	\$ 57,942,153.12
State of New Jersey's Total Nonemployer OPEB Liability	\$ 69,283,705,084.00	\$ 57,831,784,184.00	\$ 48,817,654,566.00

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

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

	June 30, 2017		
	1% Decrease	Healthcare Cost Trend Rate *	1% Increase
State of New Jersey's Proportionate Share of Total OPEB Obligations Associated with the School District	\$ 52,275,880.98	\$ 63,564,773.00	\$ 78,556,288.77
State of New Jersey's Total Nonemployer OPEB Liability	\$ 44,113,584,560.00	\$ 53,639,841,858.00	\$ 66,290,599,457.00
	June 30, 2016		
	1% Decrease	Healthcare Cost Trend Rate *	1% Increase
State of New Jersey's Proportionate Share of Total OPEB Obligations Associated with the School District	\$ 56,321,943.61	\$ 68,641,112.00	\$ 85,110,666.34
State of New Jersey's Total Nonemployer OPEB Liability	\$ 47,452,589,164.00	\$ 57,831,784,184.00	\$ 71,707,778,970.00

* See Healthcare Cost Trend Assumptions for details of rates.

CITY OF WOODBURY PUBLIC SCHOOL DISTRICT

**NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2018 (continued)**

Note 9. Other Post-Retirement Benefits (continued):

Additional Information

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

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

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

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

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

Plan Membership

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

	<u>June 30, 2016</u>
Active Plan Members	223,747
Inactive Plan Members or Beneficiaries Currently Receiving Benefits	<u>142,331</u>
	<u>366,078</u>

Changes in the Total OPEB Liability

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

CITY OF WOODBURY PUBLIC SCHOOL DISTRICT

**NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2018 (continued)**

Note 9. Other Post-Retirement Benefits (continued):

Total OPEB Liability

Service Cost	\$	2,391,878,884
Interest Cost		1,699,441,736
Changes of Assumptions		(7,086,599,129)
Contributions: Member		45,748,749
Gross Benefit Payments		<u>(1,242,412,566)</u>
Net Change in Total OPEB Liability		(4,191,942,326)
Total OPEB Liability (Beginning)		<u>57,831,784,184</u>
Total OPEB Liability (Ending)	\$	<u>53,639,841,858</u>
Total Covered Employee Payroll		13,493,400,208
Net OPEB Liability as a Percentage of Payroll		398%

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

As previously mentioned, the School District receives on-behalf payments from the State of New Jersey for normal costs and post-retirement medical costs related to the Teachers' Pension and Annuity Fund (TPAF) pension plan. The School District is not legally responsible for these contributions. The on-behalf payments are recorded as revenues and expenditures in the government-wide and general fund financial statements. For the fiscal year ended June 30, 2018, the on-behalf payments for normal costs, post-retirement medical costs, and long-term disability were \$1,578,474, \$1,019,679 and \$2,242, respectively.

Note 11. Risk Management

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

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

<u>Fiscal Year</u>	<u>Interest</u>	<u>Employee Contributions</u>	<u>District Contributions</u>	<u>Amount Reimbursed</u>	<u>Ending Balance</u>
2017-2018	\$ 759	\$ 68,001	\$ -	\$ 31,189	\$ 212,339
2016-2017	540	27,996	-	5,894	174,768
2015-2016	483	28,036	30,000	74,219	152,126

CITY OF WOODBURY PUBLIC SCHOOL DISTRICT

**NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2018 (continued)**

Note 11. Risk Management (continued):

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

Note 12. Contingencies

State and Federal Grantor Agencies - The School District participates in numerous state and federal grant programs, which are governed by various rules and regulations of the grantor agencies; therefore, to the extent that the School District has not complied with the rules and regulations governing the grants, refunds of any money received may be required and the collectability of any related receivable at June 30, 2018 may be impaired. In the opinion of the School District, there are no significant contingent liabilities relating to compliance with the rules and regulations governing the respective grants; therefore, no provisions have been recorded in the accompanying combined financial statements for such contingencies.

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

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

Note 13. Deferred Compensation

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

Lincoln Investment Planning
Fidelity Trust
Equitable
Metlife
Midland National
Oppenheimer Fund
Prudential

Note 14. Compensated Absences

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

CITY OF WOODBURY PUBLIC SCHOOL DISTRICT

**NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2018 (continued)**

Note 14. Compensated Absences (continued):

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

The liability for vested compensated absences of the governmental fund types is recorded in the Statement of Net Position. At June 30, 2018, the liability for compensated absences reported on the government-wide Statement of Net Position was \$1,518,869.

Note 15. Tax Abatements

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

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

Note 16. Commitments

The School District has no contractual commitments at June 30, 2018.

CITY OF WOODBURY PUBLIC SCHOOL DISTRICT

**NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2018 (continued)**

Note 17. Operating Leases Payable

At June 30, 2018, the School District had operating lease agreements in effect for copiers and technology equipment. Total operating lease payments made during the year ended June 30, 2018 was \$183,928. The following is a schedule of the remaining future minimum lease payments under these operating leases.

Fiscal Year Ending	
<u>June 30,</u>	
2018	\$ 235,531
2019	199,080
2020	154,747
2021	92,940
2022	<u>11,025</u>
Total Minimum Lease Payments	<u>\$ 693,323</u>

Note 18. Calculation of Excess Surplus

The designation for Restricted Fund Balance – Excess Surplus is a required calculation pursuant to N.J.S.A.18A:7F-7. New Jersey school districts are required to reserve General Fund fund balance at the fiscal year-end of June 30 if they did not appropriate a required minimum amount as budgeted fund balance in their subsequent years' budget. The excess fund balance at June 30, 2018 was \$400,000.

Note 19. Fund Balances

General Fund – Of the \$4,317,985 General Fund fund balance at June 30, 2018, \$3,364,783 has been restricted for the Capital Reserve Account; \$400,000 has been restricted for current year excess surplus; \$450,000 is restricted for prior year excess surplus – designated for subsequent year's expenditures;; \$287,520 has been assigned and included as anticipated revenue for the year ending June 30, 2018; and \$(184,318) has been unassigned.

Note 20. Deficit Fund Balances

The School District has a deficit fund balance of \$184,318 in the General Fund and 115,868 in the Special Revenue Fund as of June 30, 2018 as reported in the fund statements (modified accrual basis). N.J.S.A. 18A:22-44.2 provides that in the event a state school aid payment is not made until the following school budget year, districts must record the delayed one or more June state aid payments as revenue, for budget purposes only, in the current school budget year. The bill provides legal authority for school districts to recognize this revenue in the current budget year. For intergovernmental transactions, GASB Statement No. 33 requires that recognition (revenue, expenditure, asset, liability) should be in symmetry, i.e., if one government recognizes an asset, the other government recognizes a liability. Since the State is recording the June state aid payment(s) in the subsequent fiscal year, the school district cannot recognize the June state aid payment(s) (on the GAAP financial statements) until the year the State records the payable. Due to the timing difference of recording the June state aid payment(s), the General and Special Revenue Fund balance deficit does not alone indicate that the district is facing financial difficulties.

CITY OF WOODBURY PUBLIC SCHOOL DISTRICT

**NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2018 (continued)**

Note 20. Deficit Fund Balances (continued)

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 June payment(s) 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. The School District deficit in the GAAP funds statements of \$300,186 which is less than the last state aid payment.

Note 21. Deficit in Net Position

Unrestricted Net Position – The School District had a deficit in unrestricted net position in the amount of \$9,752,570 at June 30, 2018. The deficit is caused by the implementation of GASB 68 which requires the School District to report their proportionate share of the net pension liability for the Public Employee’s Retirement System (PERS) as of June 30, 2018.

Note 22. Subsequent Events

Management has reviewed and evaluated all events and transactions that occurred between June 30, 2018 and February 15, 2019, the date that the financial statements were available for issuance, for possible disclosure and recognition in the financial statements, and no items have come to the attention of the School District that would require disclosure.

REQUIRED SUPPLEMENTARY INFORMATION - PART II

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C. Budgetary Comparison Schedules

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**CITY OF WOODBURY PUBLIC SCHOOL DISTRICT
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE FISCAL YEAR ENDED JUNE 30, 2018**

ACCOUNT NUMBERS	JUNE 30, 2018				POSITIVE/ (NEGATIVE) FINAL TO ACTUAL	
	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL		
Revenues:						
Local Sources:						
Local Tax Levy	10-1210	\$ 12,636,521	\$ -	\$ 12,636,521	\$ 12,636,521	\$ -
Tuition from Other LEAs	10-1320	66,000	-	66,000	161,803	95,803
Tuition from Other Sources	10-1340	-	-	-	84,678	84,678
Interest Earned Capital Reserve	10-XXX	500	-	500	6,974	6,474
Miscellaneous	10-1990	75,657	-	75,657	65,294	(10,363)
Total Local Sources		12,778,678	-	12,778,678	12,955,270	176,592
State Sources:						
Special Education Aid	10-3130	864,312	-	864,312	864,312	-
Categorical Transportation Aid	10-3121	50,380	-	50,380	50,380	-
School Choice Aid	10-1336	125,388	-	125,388	125,388	-
Security Aid	10-3177	107,702	-	107,702	107,702	-
Equalization Aid	10-3176	10,913,034	34,390	10,947,424	11,234,944	287,520
PARCC Readiness Aid	10-3190	14,380	-	14,380	14,380	-
Per Pupil Growth Aid	10-3191	14,380	-	14,380	14,380	-
Professional Learning Community Aid	10-3183	13,950	-	13,950	13,950	-
Lead Testing	10-3XXX	-	-	-	4,698	4,698
Extraordinary Aid Tuition	10-3131	60,000	-	60,000	96,378	36,378
Nonbudgeted:						
On-Behalf TPAF Pension Contributions		-	-	-	1,578,474	1,578,474
On-Behalf Post Retirement Medical Contributions		-	-	-	1,019,679	1,019,679
On-Behalf Post Retirement Long-Term Disability Insurance Contributions		-	-	-	2,242	2,242
Reimbursed TPAF Social Security Contributions		-	-	-	806,209	806,209
Total State Sources		12,163,526	34,390	12,197,916	15,933,116	3,735,200
Federal Sources:						
Special Education - Medicaid Initiative	10-4200	52,913	-	52,913	92,901	39,988
Total Federal Services		52,913	-	52,913	92,901	39,988
Total Revenues		24,995,117	34,390	25,029,507	28,981,287	3,951,780
Expenditures:						
Current Expense:						
Instruction - Regular Programs:						
Salaries of Teachers:						
Kindergarten	11-110-100-101	437,989	(24,107)	413,882	412,221	1,661
Grades 1 - 5	11-120-100-101	2,374,273	(61,752)	2,312,521	2,309,888	2,633
Grades 6 - 8	11-130-100-101	1,288,796	55,194	1,343,990	1,343,990	-
Grades 9 - 12	11-140-100-101	2,244,167	(174,679)	2,069,488	2,068,642	846
Home Instruction:						
Salaries of Teachers	11-150-100-101	28,000	6,385	34,385	33,283	1,102
Purchased Professional - Educational Services						
	11-150-100-320	25,000	33,439	58,439	57,439	1,000
Regular Programs - Undistributed Instruction:						
Other Salaries for Instruction	11-190-100-106	315,398	31,728	347,126	345,880	1,246
Purchased Professional - Educational Services						
	11-190-100-320	276,120	(2,663)	273,457	270,255	3,202
Purchased Technical Services	11-190-100-340	8,675	(492)	8,183	5,099	3,084
Other Purchased Services	11-190-100-500	280,214	(7,644)	272,570	222,968	49,602
General Supplies	11-190-100-610	357,059	131,454	488,513	358,333	130,180
Textbooks	11-190-100-640	48,050	(8,362)	39,688	39,688	-
Other Objects	11-190-100-890	17,735	(7,784)	9,951	9,901	50
Total Regular Programs - Instruction		7,701,476	(29,283)	7,672,193	7,477,587	194,606

CITY OF WOODBURY PUBLIC SCHOOL DISTRICT
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE FISCAL YEAR ENDED JUNE 30, 2018

ACCOUNT NUMBERS	JUNE 30, 2018				POSITIVE/ (NEGATIVE) FINAL TO ACTUAL	
	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL		
Special Education:						
Learning and/or Language Disabilities:						
Salaries of Teachers	11-204-100-101	414,104	4,216	418,320	418,320	-
Other Salaries for Instruction	11-204-100-106	81,798	(38,691)	43,107	43,107	-
Purchased Professional - Educational Services	11-204-100-320	12,000	31,339	43,339	42,066	1,273
General Supplies	11-204-100-610	3,200	(117)	3,083	3,083	-
Total Learning and/or Language Disabilities		511,102	(3,253)	507,849	506,576	1,273
Behavioral Disabilities:						
Salaries of Teachers	11-209-100-101	56,468	(2,209)	54,259	54,259	-
Other Salaries for Instruction	11-209-100-106	23,477	(23,477)	-	-	-
Purchased Professional - Educational Services	11-209-100-320	2,000	41,409	43,409	43,366	43
General Supplies	11-209-100-610	1,000	(1,000)	-	-	-
Other Objects	11-209-100-800	500	(500)	-	-	-
Total Behavioral Disabilities		83,445	14,223	97,668	97,625	43
Multiple Disabilities:						
Salaries of Teachers	11-212-100-101	213,313	(5,512)	207,801	207,800	1
Other Salaries for Instruction	11-212-100-106	57,312	(18,306)	39,006	39,006	-
Purchased Professional - Educational Services	11-212-100-320	5,000	25,702	30,702	25,872	4,830
General Supplies	11-212-100-610	2,000	(194)	1,806	1,806	-
Other Objects	11-212-100-800	2,000	(2,000)	-	-	-
Total Multiple Disabilities		279,625	(310)	279,315	274,484	4,831
Resource Room/Resource Center:						
Salaries of Teachers	11-213-100-101	827,189	(7,491)	819,698	819,698	-
Other Salaries for Instruction	11-213-100-106	143,716	(45,675)	98,041	98,041	-
Purchased Professional - Educational Services	11-213-100-320	10,000	616	10,616	10,616	-
General Supplies	11-213-100-610	6,390	(1,873)	4,517	4,517	-
Total Resource Room/Resource Center		987,295	(54,423)	932,872	932,872	-
Preschool Disabilities - Full-Time:						
Salaries of Teachers	11-216-100-101	84,167	18,913	103,080	103,068	12
Other Salaries for Instruction	11-216-100-106	21,912	(12,912)	9,000	8,602	398
General Supplies	11-216-100-610	1,400	-	1,400	1,360	40
Total Preschool Disabilities - Full-Time		107,479	6,001	113,480	113,030	450
Total Special Education		1,968,946	(37,762)	1,931,184	1,924,587	6,597
Basic Skills/Remedial:						
Salaries of Teachers	11-230-100-101	437,313	19,447	456,760	447,004	9,756
Purchased Professional - Educational Services	11-230-100-320	10,000	616	10,616	10,616	-
General Supplies	11-230-100-610	650	(202)	448	448	-
Total Basic Skills/Remedial		447,963	19,861	467,824	458,068	9,756
Bilingual Education:						
Salaries of Teachers	11-240-100-101	123,988	(1,391)	122,597	100,653	21,944
General Supplies	11-240-100-610	1,050	(247)	803	-	803
Other Objects	11-240-100-800	100	-	100	-	100
Total Bilingual Education		125,138	(1,638)	123,500	100,653	22,847
School Sponsored Cocurricular Activities:						
Salaries	11-401-100-100	160,583	810	161,393	160,603	790
Purchased Services	11-401-100-500	4,000	(47)	3,953	3,926	27
Supplies and Materials	11-401-100-600	3,000	1,431	4,431	1,497	2,934
Other Objects	11-401-100-800	1,450	(1,014)	436	436	-
Total School Sponsored Cocurricular Activities		169,033	1,180	170,213	166,462	3,751

CITY OF WOODBURY PUBLIC SCHOOL DISTRICT
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE FISCAL YEAR ENDED JUNE 30, 2018

ACCOUNT NUMBERS	JUNE 30, 2018				POSITIVE/ (NEGATIVE) FINAL TO ACTUAL	
	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL		
School Sponsored Athletics - Instruction:						
Salaries of Teachers	11-402-100-100	256,600	2,006	258,606	242,818	15,788
Other Purchased Professional Services	11-402-100-500	49,213	(1,556)	47,657	44,053	3,604
Supplies and Materials	11-402-100-600	33,713	2,731	36,444	34,724	1,720
Other Objects	11-402-100-800	23,165	(630)	22,535	21,106	1,429
Total School Sponsored Athletics - Instruction		362,691	2,551	365,242	342,701	22,541
Total Instruction		10,775,247	(45,091)	10,730,156	10,470,058	260,098
Before/After Schools Programs - Instruction:						
Salaries	11-421-100-101	13,597	-	13,597	3,545	10,052
Total Before/After School Programs		13,597	-	13,597	3,545	10,052
Summer School - Instruction:						
Salaries	11-422-100-101	41,800	798	42,598	22,045	20,553
Total Summer School		41,800	798	42,598	22,045	20,553
Alternative Education Program - Instruction:						
Salaries	11-423-100-101	170,661	48,822	219,483	210,631	8,852
Purchased Services	11-423-100-340	17,500	(17,500)	-	-	-
General Supplies	11-423-100-610	2,250	(2,250)	-	-	-
Total Alternative Education Program - Instruction		190,411	29,072	219,483	210,631	8,852
Total Alternative Education Program		190,411	29,072	219,483	210,631	8,852
Other Supplemental/At-Risk Programs - Instruction:						
Salaries	11-424-100-101	10,000	(2,620)	7,380	7,080	300
General Supplies	11-424-100-610	10,047	(8,820)	1,227	818	409
Other Objects	11-424-100-800	3,040	-	3,040	565	2,475
Total Other Supplemental/At-Risk Programs		23,087	(11,440)	11,647	8,463	3,184
In-School Suspension						
Salaries	11-425-100-106	75,970	(18,274)	57,696	57,636	60
Total Other Supplemental/At-Risk Programs		75,970	(18,274)	57,696	57,636	60
Instruction:						
Tuition to Other LEA's -State Regular	11-000-100-561	75,800	(61,198)	14,602	14,367	235
Tuition to Other LEA's -State Special	11-000-100-562	85,440	(11,531)	73,909	73,863	46
Tuition to Count Voc. School District -Regular	11-000-100-563	60,840	9,068	69,908	69,908	-
Tuition to Count Voc. School District -Special	11-000-100-564	-	7,430	7,430	7,430	-
Tuition to CSSD & Regional Day School	11-000-100-565	506,040	(41,823)	464,217	451,146	13,071
Tuition to Private Schools for the Handicapped - State	11-000-100-566	913,808	267,810	1,181,618	1,141,513	40,105
Tuition - State Facilities	11-000-100-568	32,952	-	32,952	32,952	-
Total Undistributed Expenditures - Instruction		1,674,880	169,756	1,844,636	1,791,179	53,457
Attendance & Social Work:						
Salaries	11-000-211-100	34,350	(6,262)	28,088	28,085	3
Total Attendance & Social Work		34,350	(6,262)	28,088	28,085	3
Health Services:						
Salaries	11-000-213-100	233,654	12,728	246,382	246,382	-
Purchased Professional & Technical Services	11-000-213-300	23,480	(3,022)	20,458	20,458	-
Supplies and Materials	11-000-213-600	5,681	(107)	5,574	5,569	5
Total Health Services		262,815	9,599	272,414	272,409	5

**CITY OF WOODBURY PUBLIC SCHOOL DISTRICT
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE FISCAL YEAR ENDED JUNE 30, 2018**

	ACCOUNT NUMBERS	JUNE 30, 2018			ACTUAL	POSITIVE/ (NEGATIVE) FINAL TO ACTUAL
		ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET		
Other Support Services - Students - Related Services:						
Salaries of Teachers	11-000-216-100	291,570	1,771	293,341	293,341	-
Purchased Professional - Educational Services	11-000-216-320	78,736	(20,583)	58,153	57,764	389
Supplies and Materials	11-000-216-600	3,500	(2,558)	942	812	130
Total Other Support Services - Students - Related Services		373,806	(21,370)	352,436	351,917	519
Other Support Services - Special Education - Extraordinary Services:						
Salaries	11-000-217-100	175,484	(43,751)	131,733	131,733	-
Purchased Professional - Educational Services	11-000-217-320	64,000	93,248	157,248	120,972	36,276
Total Other Support Services - Special Education - Extraordinary Services		239,484	49,497	288,981	252,705	36,276
Other Support Services - Students - Regular:						
Salaries of Other Professional Staff	11-000-218-104	430,310	25,810	456,120	453,629	2,491
Salaries of Secretarial & Clerical Assistants	11-000-218-105	121,295	(195)	121,100	119,162	1,938
Purchased Professional - Educational Services	11-000-218-320	100,554	2,059	102,613	101,183	1,430
Purchased Professional - Technical Services	11-000-218-390	12,200	1,695	13,895	13,895	-
Supplies and Materials	11-000-218-600	3,650	(327)	3,323	2,211	1,112
Other Objects	11-000-218-800	4,800	(2,665)	2,135	2,135	-
Total Other Support Services - Students - Regular		672,809	26,377	699,186	692,215	6,971
Other Support Services - Students - Special Services:						
Salaries of Other Professional Staff	11-000-219-104	518,363	2,648	521,011	521,011	-
Salaries of Secretarial & Clerical Assistants	11-000-219-105	17,677	69	17,746	17,746	-
Other Purchased Professional & Technical Services	11-000-219-390	15,000	-	15,000	15,000	-
Other Purchased Services	11-000-219-500	2,160	(2,016)	144	-	144
Miscellaneous Purchased Services	11-000-219-592	3,000	(1,152)	1,848	1,568	280
Supplies and Materials	11-000-219-600	6,000	3,620	9,620	5,158	4,462
Other Objects	11-000-219-800	2,000	(2,000)	-	-	-
Total Other Support Services - Students - Special Services		564,200	1,169	565,369	560,483	4,886
Improvement of Instruction Services/Other Support Services - Instruction Staff						
Salaries of Supervisor of Instruction	11-000-221-102	130,253	-	130,253	130,253	-
Salaries of Other Professionals	11-000-221-104	73,211	(8,020)	65,191	49,933	15,258
Salaries of Secretarial & Clerical Assistants	11-000-221-105	44,821	100	44,921	44,921	-
Salaries of Facilitators, Math, Literacy Coaches	11-000-221-176	223,360	13,248	236,608	236,608	-
Total Improvement of Instruction Services/Other Support Services - Instruction Staff		471,645	5,328	476,973	461,715	15,258
Educational Media Services/School Library:						
Salaries	11-000-222-100	113,348	(371)	112,977	109,278	3,699
Purchased Professional & Technical Services	11-000-222-300	17,269	-	17,269	16,841	428
Supplies and Materials	11-000-222-600	23,030	-	23,030	21,901	1,129
Other Objects	11-000-222-800	250	-	250	247	3
Total Educational Media Services/School Library		153,897	(371)	153,526	148,267	5,259

**CITY OF WOODBURY PUBLIC SCHOOL DISTRICT
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE FISCAL YEAR ENDED JUNE 30, 2018**

ACCOUNT NUMBERS	JUNE 30, 2018				POSITIVE/ (NEGATIVE) FINAL TO ACTUAL	
	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL		
Instructional Staff Training Services:						
Salaries of Other Professional Staff	11-000-223-104	215,338	-	215,338	27,256	188,082
Purchased Professional Educational Services	11-000-223-320	36,500	(13,300)	23,200	21,751	1,449
Other Professional Services	11-000-223-500	56,520	(39,194)	17,326	7,028	10,298
Supplies & Materials	11-000-223-600	4,525	-	4,525	3,042	1,483
Other Objects	11-000-223-800	7,720	(2,679)	5,041	3,751	1,290
Total Instructional Staff Training Services		320,603	(55,173)	265,430	62,828	202,602
Support Services General Administration:						
Salaries	11-000-230-100	234,360	(20,494)	213,866	212,869	997
Legal Services	11-000-230-331	24,000	16,672	40,672	37,118	3,554
Audit Fees	11-000-230-332	26,500	-	26,500	25,500	1,000
Architectural/Engineering Services	11-000-230-334	25,000	(11,882)	13,118	4,084	9,034
Other Purchased Professional Services	11-000-230-339	16,750	-	16,750	6,000	10,750
Purchased Technical Services	11-000-230-340	10,300	-	10,300	3,550	6,750
Communications/Telephone	11-000-230-530	59,500	-	59,500	41,503	17,997
BOE Other Purchased Services	11-000-230-585	9,100	-	9,100	7,037	2,063
Other Purchased Services	11-000-230-590	70,505	(5,904)	64,601	52,908	11,693
Supplies and Materials	11-000-230-610	5,000	8,817	13,817	13,444	373
BOE In House Training/Meeting Supplies	11-000-230-630	3,500	-	3,500	1,835	1,665
Miscellaneous Expenditures	11-000-230-890	14,100	38,770	52,870	52,870	-
BOE Membership Dues & Fees	11-000-230-895	11,000	-	11,000	10,836	164
Total Support Services General Administration		509,615	25,979	535,594	469,554	66,040
Support Services School Administration:						
Salaries of Principals & Assistant Principals	11-000-240-103	593,099	(19,106)	573,993	573,738	255
Salaries of Other Professional Staff	11-000-240-104	40,714	2,304	43,018	43,018	-
Salaries of Secretarial & Clerical Assistants	11-000-240-105	248,114	6,005	254,119	254,119	-
Purchased Professional & Technical Services	11-000-240-300	2,000	-	2,000	629	1,371
Other Purchased Services	11-000-240-500	5,600	-	5,600	147	5,453
Supplies and Materials	11-000-240-600	8,305	5,331	13,636	10,841	2,795
Other Objects	11-000-240-800	5,450	47	5,497	1,874	3,623
Total Support Services School Administration		903,282	(5,419)	897,863	884,366	13,497
Central Services:						
Salaries	11-000-251-100	332,573	12,919	345,492	345,492	-
Purchased Professional Services	11-000-251-330	1,200	1,175	2,375	1,175	1,200
Purchased Technical Services	11-000-251-340	25,500	(1,328)	24,172	23,956	216
Other Purchased Services	11-000-251-592	2,500	(2,500)	-	-	-
Supplies and Materials	11-000-251-600	12,500	(7,087)	5,413	5,413	-
Other Objects	11-000-251-890	4,050	(956)	3,094	3,094	-
Total Central Services		378,323	2,223	380,546	379,130	1,416
Administrative Information Technology:						
Salaries	11-000-252-100	101,642	-	101,642	101,642	-
Purchased Technical Services	11-000-252-340	15,000	(5,593)	9,407	9,407	-
Other Purchased Services	11-000-252-500	13,600	41,588	55,188	18,841	36,347
Supplies and Materials	11-000-252-600	8,200	2,909	11,109	6,597	4,512
Total Administrative Information Technology		138,442	38,904	177,346	136,487	40,859
Regular Maintenance School Facilities:						
Cleaning, Repair & Maintenance Services	11-000-261-420	79,694	58,445	138,139	109,099	29,040
General Supplies	11-000-261-610	60,450	-	60,450	36,242	24,208
Total Regular Maintenance School Facilities		140,144	58,445	198,589	145,341	53,248

CITY OF WOODBURY PUBLIC SCHOOL DISTRICT
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE FISCAL YEAR ENDED JUNE 30, 2018

ACCOUNT NUMBERS	JUNE 30, 2018				POSITIVE/ (NEGATIVE) FINAL TO ACTUAL	
	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL		
Custodial Services:						
Salaries	11-000-262-100	805,546	(4,204)	801,342	787,585	13,757
Cleaning, Repair & Maintenance Services	11-000-262-420	58,254	1,835	60,089	40,069	20,020
Other Purchased Property Services	11-000-262-490	37,500	-	37,500	30,773	6,727
Insurance	11-000-262-520	80,154	228	80,382	80,382	-
Miscellaneous Purchased Travel	11-000-262-580	250	800	1,050	57	993
General Supplies	11-000-262-610	80,600	7,397	87,997	78,792	9,205
Energy (Natural Gas)	11-000-262-621	4,600	-	4,600	-	4,600
Energy (Electricity)	11-000-262-622	593,000	(3,614)	589,386	349,885	239,501
Other Objects	11-000-262-890	-	30	30	30	-
Energy (Gasoline)	11-000-262-626	7,000	386	7,386	4,804	2,582
Total Custodial Services		1,666,904	2,858	1,669,762	1,372,377	297,385
Care & Upkeep of Grounds:						
Salaries	11-000-263-100	40,382	-	40,382	39,964	418
Cleaning, Repair & Maintenance Services	11-000-263-420	1,000	-	1,000	881	119
General Supplies	11-000-263-610	35,700	(10,926)	24,774	24,671	103
Total Care and Upkeep of Grounds		77,082	(10,926)	66,156	65,516	640
Security:						
Purchased Professional Services	11-000-266-330	12,000	16,345	28,345	21,390	6,955
General Supplies	11-000-266-610	750	20,762	21,512	804	20,708
Total Security		12,750	37,107	49,857	22,194	27,663
Student Transportation Services:						
Salaries for Pupil Transportation (Between Home & School) - Reg.	11-000-270-160	27,143	1,536	28,679	28,679	-
Salaries for Pupil Transportation (Between Home & School) - Sp Ed	11-000-270-161	172,076	21,777	193,853	190,349	3,504
Salaries for Pupil Transportation (Other Than Between Home & School)	11-000-270-162	41,392	(24,027)	17,365	-	17,365
Cleaning, Repair & Maintenance Services	11-000-270-420	15,000	11,178	26,178	24,656	1,522
Contracted Services Between Home & School	11-000-270-511	17,000	9,620	26,620	26,619	1
Contracted Services (Other Than Between Home & School) - Vendors	11-000-270-512	30,000	13,935	43,935	36,697	7,238
Contracted Services (Special Education Students) - Joint Agreements	11-000-270-515	380,000	26,277	406,277	359,268	47,009
Transportation Supplies	11-000-270-615	26,000	1,953	27,953	23,175	4,778
Miscellaneous Expenditures	11-000-270-800	1,200	5,059	6,259	5,637	622
Total Student Transportation Services		709,811	67,308	777,119	695,080	82,039
Unallocated Benefits - Employee Benefits:						
Social Security Contributions-Other	11-000-291-220	340,000	-	340,000	324,168	15,832
Other Retirement Contributions - PERS	11-000-291-241	358,000	(7,000)	351,000	334,180	16,820
Other Retirement Contributions - Regular	11-000-291-249	85,000	(2,000)	83,000	47,486	35,514
Unemployment Compensation	11-000-291-250	40,000	-	40,000	40,000	-
Workmen's Compensation	11-000-291-260	151,143	609	151,752	151,752	-
Health Benefits	11-000-291-270	3,302,043	(83,508)	3,218,535	3,168,949	49,586
Tuition Reimbursements	11-000-291-280	56,500	35,426	91,926	35,361	56,565
Other Employee Benefits	11-000-291-290	97,200	328	97,528	91,182	6,346
Unused Sick Payment to Retired Staff	11-000-291-299	109,901	497	110,398	110,398	-
Total Unallocated Benefits - Employee Benefits		4,539,787	(55,648)	4,484,139	4,303,476	180,663

**CITY OF WOODBURY PUBLIC SCHOOL DISTRICT
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE FISCAL YEAR ENDED JUNE 30, 2018**

ACCOUNT NUMBERS	JUNE 30, 2018				POSITIVE/ (NEGATIVE) FINAL TO ACTUAL
	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL	
Nonbudgeted:					
On-Behalf TPAF Pension Contributions	-	-	-	1,578,474	(1,578,474)
On-Behalf Post Retirement Medical Contributions	-	-	-	1,019,679	(1,019,679)
On-Behalf Post Retirement Long-Term Disability Insurance Contributions	-	-	-	2,242	(2,242)
Reimbursed TPAF Social Security Contributions	-	-	-	806,209	(806,209)
Total Undistributed Expenditures	13,844,629	339,381	14,184,010	16,501,928	(2,317,918)
Total Expenditures - Current Expense	24,964,741	294,446	25,259,187	27,274,306	(2,015,119)
Capital Outlay:					
Interest to Capital Reserve	10-604	500	-	500	-
Undistributed Expenditures:					
Support Services -					
Administrative Information					
Technology	12-000-252-730	21,400	55,758	77,158	6,624
Required Maintenance for					
School Facilities	12-000-261-730	-	11,945	11,945	11,945
Total Equipment		21,400	67,703	89,103	18,569
Facilities Acquisition & Construction Services:					
Lease Purchase Agreements:					
Architectural/Engineering Services	12-000-400-334	160,000	-	160,000	104,358
Construction Services	12-000-400-450	1,737,000	-	1,737,000	1,390,715
Athletics Equipment	12-000-400-730	-	2,400	2,400	2,400
Other Objects	12-000-400-800	140,828	-	140,828	140,828
Total Facilities Acquisition & Construction Services		2,037,828	2,400	2,040,228	1,638,301
Total Capital Outlay		2,059,728	70,103	2,129,831	1,656,870
Transfer to Charter Schools	10-000-100-561	80,369	73,677	154,046	146,044
Total Expenditures		27,104,838	438,226	27,543,064	29,077,220
Excess/(Deficiency) of Revenues Over/(Under)					
Expenditures Other Financing Sources/(Uses)		(2,109,721)	(403,836)	(2,513,557)	(95,933)
Fund Balances, July 1		5,554,510	-	5,554,510	5,554,510
Fund Balances, June 30		\$ 3,444,789	\$ (403,836)	\$ 3,040,953	\$ 5,458,577

RECAPITULATION OF BUDGET TRANSFERS

Prior Year Reserve for Encumbrances	\$ 403,836
Total Budget Transfers	\$ 403,836

RECAPITULATION OF FUND BALANCE:

Restricted Fund Balance:	
Capital Reserve	\$ 3,364,783
Reserved Excess Surplus - Designated for Subsequent Year's Expenditures	450,000
Reserved Excess Surplus	400,000
Assigned Fund Balance:	
Designated for Subsequent Year's Expenditures	287,520
Year-End Encumbrances	406,484
Unassigned Fund Balance	549,790
Subtotal	5,458,577
Reconciliation to Governmental Funds Statements (GAAP):	
Last Two State Aid & Payment Not Recognized on GAAP Basis	(1,140,592)
Fund Balance per Governmental Funds (GAAP)	4,317,985

**CITY OF WOODBURY PUBLIC SCHOOL DISTRICT
SPECIAL REVENUE FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE FISCAL YEAR ENDED JUNE 30, 2018**

REVENUES	JUNE 30, 2018				VARIANCE POSITIVE/ (NEGATIVE) FINAL TO ACTUAL
	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL	
Local Sources	\$ -	\$ 76,994	\$ 76,994	\$ 56,042	\$ (20,952)
State Sources	1,207,314	162,936	1,370,250	1,292,159	(78,091)
Federal Sources	1,113,724	591,307	1,705,031	1,519,331	(185,700)
Total Revenues	2,321,038	831,237	3,152,275	2,867,532	(284,743)
EXPENDITURES:					
Instruction:					
Salaries of Teachers	1,064,635	(264,331)	800,304	764,290	36,014
Other Salaries for Instruction	349,805	158,657	508,462	476,631	31,831
Purchased Professional Services	164,041	30,257	194,298	182,725	11,573
Other Purchased Services (400-500 Series)	193,201	150,675	343,876	344,153	(277)
General Supplies	16,215	131,634	147,849	147,799	50
Total Instruction	1,787,897	206,892	1,994,789	1,915,598	79,191
Support Services:					
Salaries of Program Director	35,548	61,150	96,698	96,698	-
Salaries of Other Professional Staff	41,756	35,671	77,427	35,670	41,757
Salaries of Other Secretaries and Other Clerical Staff	8,514	9,945	18,459	12,843	5,616
Other Salaries	167,165	(61,865)	105,300	33,162	72,138
Parent Involvement	12,000	45,000	57,000	56,981	19
Master Teach	-	82,000	82,000	81,224	776
Personal Services - Employee Benefits	162,107	84,912	247,019	236,960	10,059
Purchased Professional - Educational Services	15,000	293,928	308,928	277,438	31,490
Other Purchased Services (400-500 Series)	36,000	(4,694)	31,306	8,144	23,162
Supplies & Materials	55,051	21,601	76,652	65,333	11,319
Rental	-	46,197	46,197	37,476	8,721
Miscellaneous	-	1,500	1,500	1,307	193
Total Support Services	533,141	615,345	1,148,486	943,236	205,250
Facilities Acquisition & Construction Services:					
Instructional Equipment	-	9,000	9,000	8,698	302
Total Facilities Acquisition & Construction Services	-	9,000	9,000	8,698	302
Total Expenditures	2,321,038	831,237	3,152,275	2,867,532	284,743
Total Outflows	2,321,038	831,237	3,152,275	2,867,532	284,743
Excess/(Deficiency) of Revenues Over/ (Under) Expenditures & Other Financing Sources/(Uses)	\$ -	\$ -	\$ -	\$ -	\$ -

NOTES TO REQUIRED SUPPLEMENTARY INFORMATION

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**CITY OF WOODBURY PUBLIC 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-Series)	\$ 28,981,287	\$ 2,867,532
Difference - Budget to GAAP:		
Grant accounting budgetary basis differs from GAAP in that encumbrances are recognized as expenditures, and the related revenue is recognized.		
Prior Year	-	93,085
Current Year	-	(19,926)
State aid revenue adjustment due to last state aid payment not being recognized in accordance with GASB No. 33		
Current Year	(1,140,592)	(115,868)
Prior Year	1,139,322	88,541
	\$ 28,980,017	\$ 2,913,364
Total Revenues as Reported on the Statement of Revenues, Expenditures, and Changes in Fund Balances - Governmental Funds. (B-2)		
Uses/outflows of resources:		
Actual amounts (budgetary basis) "total expenditures" from the budgetary comparison schedule	\$ 29,077,220	\$ 2,867,532
Differences - budget to GAAP		
Encumbrances for supplies and equipment ordered but not received is reported in the year the order is placed for <i>budgetary</i> purposes, but in the year the supplies are received for <i>financial reporting</i> purposes.		
Student & Instruction Related Services	-	73,159
	\$ 29,077,220	\$ 2,940,691
Total Expenditures as Reported on the Statement of Revenues, Expenditures, and Changes in Fund Balances - Governmental Funds (B-2)		

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REQUIRED SUPPLEMENTARY INFORMATION - PART III

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

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**CITY OF WOODBURY PUBLIC SCHOOL DISTRICT
 SCHEDULE OF THE DISTRICT'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY
 PUBLIC EMPLOYEES' RETIREMENT SYSTEM
 LAST TEN FISCAL YEARS**

	2017	2016	2015	2014	2013
District's proportion of the net pension liability (asset)	0.03559%	0.03661%	0.03742%	0.0373%	0.03609%
District's proportionate share of the net pension liability (asset)	\$ 8,283,895	\$ 10,841,931	\$ 8,401,068	\$ 6,976,794	6,897,598
District's covered-employee payroll	2,383,840	2,301,160	2,330,694	2,364,734	2,378,138
District's proportionate share of the net pension liability (asset) as a percentage of its covered-employee payroll	348%	471%	360%	295%	290%
Plan fiduciary net position as a percentage of the total pension liability	48.10%	40.14%	47.93%	52.08%	48.72%

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

**CITY OF WOODBURY PUBLIC SCHOOL DISTRICT
SCHEDULE OF DISTRICT CONTRIBUTIONS
PUBLIC EMPLOYEES' RETIREMENT SYSTEM
LAST TEN FISCAL YEARS**

	2018	2017	2016	2015	2014
Contractually required contribution	\$ 329,668	\$ 325,211	\$ 321,751	\$ 307,197	\$ 271,934
Contributions in relation to the contractually required contribution	329,668	325,211	321,751	307,197	271,934
Contribution deficiency (excess)	\$ -	\$ -	\$ -	\$ -	\$ -
District's covered-employee payroll	\$ 2,383,840	\$ 2,301,160	\$ 2,330,694	\$ 2,364,734	\$ 2,378,138
Contributions as a percentage of covered-employee payroll	13.83%	14.13%	13.80%	12.99%	11.43%

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

**CITY OF WOODBURY PUBLIC SCHOOL DISTRICT
 SCHEDULE OF THE STATE'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY
 TEACHERS' PENSION AND ANNUITY FUND
 LAST TEN FISCAL YEARS**

	2017	2016	2015	2014	2013
District's proportion of the net pension liability (asset)	0.0000%	0.0000%	0.0000%	0.0000%	0
State's proportionate share of the net pension liability (asset) associated with the District	\$ 70,780,833	\$ 84,885,550	\$ 67,381,525	\$ 56,926,959	54,395,326
District's covered-employee payroll	11,262,772	11,054,407	10,765,912	10,699,740	10,770,832
District's proportionate share of the net pension liability (asset) as a percentage of its covered-employee payroll	0%	0%	0%	0%	0%
Plan fiduciary net position as a percentage of the total pension liability	48.10%	40.14%	47.93%	52.08%	48.72%

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

**CITY OF WOODBURY PUBLIC SCHOOL DISTRICT
SCHEDULE OF SCHOOL DISTRICT CONTRIBUTIONS
TEACHERS' PENSION AND ANNUITY FUND
LAST TEN FISCAL YEARS**

This schedule is not applicable. There is a special funding situation where the State of New Jersey pays 100% of the required contributions associated with the School District.

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

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**CITY OF WOODBURY PUBLIC SCHOOL DISTRICT
 SCHEDULE OF CHANGES IN THE NET OPEB LIABILITY AND RELATED RATIOS
 STATE HEALTH BENEFIT LOCAL EDUCATION RETIRED EMPLOYEES PLAN (OPEB)
 LAST FISCAL YEAR***

	2018
District's Total OPEB Liability	
Service Cost	\$ 2,724,002
Interest Cost	2,013,840
Changes of Assumptions	(8,396,100)
Contributions: Member	54,214
Gross Benefit Payments	(1,472,295)
Net Change in District's Total OPEB Liability	(5,076,339)
District's Total OPEB Liability (Beginning)	68,641,112
District's Total OPEB Liability (Ending)	\$ 63,564,773
District's Covered Employee Payroll	\$ 13,646,612
District's Net OPEB Liability as a Percentage of Payroll	466%

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

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

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NOTES TO REQUIRED SUPPLEMENTARY INFORMATION

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**CITY OF WOODBURY PUBLIC SCHOOL DISTRICT
NOTED TO REQUIRED SUPPLEMENTARY INFORMATION - PART III
FOR THE FISCAL YEAR ENDED JUNE 30, 2018**

Teachers Pension and Annuity Fund (TPAF)

Changes in Benefit Terms - None.

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

Public Employees' Retirement System (PERS)

Changes in Benefit Terms - None.

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

State Health Benefit Local Education Retired Employees Plan (OPEB)

Changes in Benefit Terms - None.

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

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OTHER SUPPLEMENTARY INFORMATION

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D. School Based Budget Schedules

Not Applicable

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E. Special Revenue Fund

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

	2018 I.D.E.A. PART B BASIC	2017 I.D.E.A. PART B BASIC	2018 I.D.E.A. PART B PRESCHOOL INCENTIVE	IMPACT AID
Revenues:				
Federal Sources	\$ 480,060	\$ 24,781	\$ 20,340	\$ 12,750
Total Revenues	<u>\$ 480,060</u>	<u>\$ 24,781</u>	<u>\$ 20,340</u>	<u>\$ 12,750</u>
Expenditures:				
Instruction:				
Salaries of Teachers	\$ 20,092	\$ -	\$ -	\$ 7,024
Salaries Other Staff	82,516	-	-	-
Other Purchased Services (400-500 series)	289,617	24,781	20,340	1,439
General Supplies	8,685	-	-	2,617
Total Instruction	<u>400,910</u>	<u>24,781</u>	<u>20,340</u>	<u>11,080</u>
Support Services:				
Purchased Educational Services	69,826	-	-	255
Personal Services - Employee Benefits	7,848	-	-	1,415
Supplies & Materials Travel	1,476	-	-	-
Total Support Services	<u>79,150</u>	<u>-</u>	<u>-</u>	<u>1,670</u>
Total Expenditures	<u>\$ 480,060</u>	<u>\$ 24,781</u>	<u>\$ 20,340</u>	<u>\$ 12,750</u>

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

	2018 TITLE I	2017 TITLE I	2018 TITLE II PART A	2017 TITLE II PART A	2018 TITLE III	2017 TITLE III	TITLE IV
Revenues:							
Federal Sources	\$ 633,268	\$ 63,929	\$ 79,083	\$ 394	\$ 9,389	\$ 1,080	\$ 10,000
Total Revenues	\$ 633,268	\$ 63,929	\$ 79,083	\$ 394	\$ 9,389	\$ 1,080	\$ 10,000
Expenditures:							
Instruction:							
Salaries of Teachers	\$ 130,901	\$ -	\$ 66,650	\$ -	\$ -	\$ -	\$ -
Salaries Other Staff	225,830	-	-	-	4,812	-	-
Purchased Professional Services	16,847	32,731	-	-	-	-	-
General Supplies	88,195	31,198	-	394	-	-	-
Total Instruction	461,773	63,929	66,650	394	4,812	-	-
Support Services:							
Purchased Professional Services	146,224	-	7,334	-	-	-	10,000
Personal Services - Employee Benefits	25,271	-	5,099	-	100	-	-
Supplies & Materials	-	-	-	-	4,477	1,080	-
Total Support Services	171,495	-	12,433	-	4,577	1,080	10,000
Total Expenditures	\$ 633,268	\$ 63,929	\$ 79,083	\$ 394	\$ 9,389	\$ 1,080	\$ 10,000

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

	PRESCHOOL EDUCATION AID	EXXON MOBILE	NJBAIG	2018 GLOUCESTER COUNTY YOUTH SERVICES	2017 GLOUCESTER COUNTY YOUTH SERVICES
Revenues:					
Local Sources	\$ -	\$ 1,000	\$ 1,362	\$ 31,539	\$ 20,793
State Sources	1,131,504	-	-	-	-
Total Revenues	\$ 1,131,504	\$ 1,000	\$ 1,362	\$ 31,539	\$ 20,793
Expenditures:					
Instruction:					
Salaries of Teachers	\$ 500,453	\$ -	\$ -	\$ 16,590	\$ 13,885
Salaries Other Staff	135,457	-	-	-	-
Other Purchased Services (400-500 series)	1,648	-	-	-	-
General Supplies	6,716	-	-	240	559
Total Instruction	644,274	-	-	16,830	14,444
Support Services:					
Salaries of Program Director	35,548	-	-	-	-
Salaries of Other Professional Staff	30,578	-	-	-	-
Salaries of Other Secretaries and Other Clerical Staff	8,514	-	-	-	-
Other Salaries	25,634	-	-	-	-
Parent Involvement	56,981	-	-	-	-
Master Teach	81,224	-	-	-	-
Purchased Educational Services	-	-	-	13,440	-
Other Purchased Professional Services	-	-	-	-	2,975
Personal Services - Employee Benefits	162,107	-	-	1,269	2,124
Supplies & Materials	41,946	1,000	1,362	-	-
Rental	36,000	-	-	-	-
Miscellaneous	-	-	-	-	1,250
Total Support Services	478,532	1,000	1,362	14,709	6,349
Facilities Acquisition & Construction Services:					
Instructional Equipment	8,698	-	-	-	-
Total Facilities Acquisition & Construction Services	8,698	-	-	-	-
Total Expenditures	\$ 1,131,504	\$ 1,000	\$ 1,362	\$ 31,539	\$ 20,793

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

	CHAPTER 192			CHAPTER 193			
	TEXTBOOKS	COMPENSATORY EDUCATION	TRANSPORTATION	INITIAL EXAM	ANNUAL EXAM	CORRECTIVE SPEECH	SUPPLEMENTARY INSTRUCTION
Revenues:							
State Sources	\$ 6,893	\$ 39,507	\$ 6,086	\$ 22,916	\$ 9,485	\$ 27,141	\$ 21,488
Total Revenues	\$ 6,893	\$ 39,507	\$ 6,086	\$ 22,916	\$ 9,485	\$ 27,141	\$ 21,488
Expenditures:							
Instruction:							
Purchased Professional Services	\$ -	\$ 39,507	\$ -	\$ 22,916	\$ 9,485	\$ 27,141	\$ 21,488
General Supplies	6,893	-	-	-	-	-	-
Total Instruction	6,893	39,507	-	22,916	9,485	27,141	21,488
Support Services:							
Purchased Educational Services	-	-	6,086	-	-	-	-
Total Support Services	-	-	6,086	-	-	-	-
Total Expenditures	\$ 6,893	\$ 39,507	\$ 6,086	\$ 22,916	\$ 9,485	\$ 27,141	\$ 21,488

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

	NONPUBLIC NURSING	NONPUBLIC SECURITY	NONPUBLIC TECHNOLOGY	PATIENT FIRST	AMERICAN CHEMICAL	17-18 21ST CENTURY	16-17 21ST CENTURY	2018
Revenues:								
Local Sources	\$ -	\$ -	\$ -	\$ 1,000	\$ 348	\$ -	\$ -	\$ 56,042
State Sources	12,610	9,731	4,798	-	-	-	-	1,292,159
Federal Sources	-	-	-	-	-	163,146	21,111	1,519,331
Total Revenues	\$ 12,610	\$ 9,731	\$ 4,798	\$ 1,000	\$ 348	\$ 163,146	\$ 21,111	\$ 2,867,532
Expenditures:								
Instruction:								
Salaries of Teachers	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 8,695	\$ -	\$ 764,290
Salaries Other Staff	-	-	-	-	-	20,891	7,125	476,631
Purchased Professional Services	12,610	-	-	-	-	-	-	182,725
Other Purchased Services (400-500 series)	-	-	-	-	-	5,000	1,328	344,153
General Supplies	-	-	-	1,000	348	954	-	147,799
Total Instruction	12,610	-	-	1,000	348	35,540	8,453	1,915,598
Support Services:								
Salaries of Program Director	-	-	-	-	-	51,150	10,000	96,698
Salaries of Other Professional Staff	-	-	-	-	-	5,092	-	35,670
Salaries of Other Secretaries and Other Clerical Staff	-	-	-	-	-	4,329	-	12,843
Other Salaries	-	-	-	-	-	7,528	-	33,162
Parent Involvement	-	-	-	-	-	-	-	56,981
Master Teach	-	-	-	-	-	-	-	81,224
Purchased Educational Services	-	-	-	-	-	24,273	-	277,438
Other Purchased Professional Services	-	-	-	-	-	3,450	1,719	8,144
Personal Services - Employee Benefits	-	-	-	-	-	31,727	-	236,960
Supplies & Materials	-	9,731	4,798	-	-	-	939	65,333
Rental	-	-	-	-	-	-	-	37,476
Miscellaneous	-	-	-	-	-	57	-	1,307
Total Support Services	-	9,731	4,798	-	-	127,606	12,658	943,236
Facilities Acquisition & Construction Services:								
Instructional Equipment	-	-	-	-	-	-	-	8,698
Total Facilities Acquisition & Construction Services	-	-	-	-	-	-	-	8,698
Total Expenditures	\$ 12,610	\$ 9,731	\$ 4,798	\$ 1,000	\$ 348	\$ 163,146	\$ 21,111	\$ 2,867,532

**CITY OF WOODBURY PUBLIC SCHOOL DISTRICT
SPECIAL REVENUE FUND
SCHEDULE OF PRESCHOOL EDUCATION AID
STATEMENT OF EXPENDITURES
BUDGETARY BASIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2018**

	2018		
	BUDGETED	ACTUAL	VARIANCE
Expenditures:			
Instruction:			
Salaries of Teachers	\$ 500,453	\$ 500,453	\$ -
Other Salaries for Instruction	149,805	135,457	14,348
Purchased Educational Services	7,700	1,647	6,053
General Supplies	16,215	6,716	9,499
Total Instruction	<u>674,173</u>	<u>644,273</u>	<u>29,900</u>
Support Services:			
Salaries of Program Director	35,548	35,548	-
Salaries of Other Professional Staff	41,756	30,578	11,178
Salaries of Other Secretaries and Other Clerical Staff	8,514	8,514	-
Other Salaries	28,960	25,635	3,325
Salaries of Community Parent Involvement	56,981	56,981	-
Salaries of Master Teacher	81,224	81,224	-
Personal Services - Employee Benefits	162,107	162,107	-
Other Purchased Services	15,000	-	15,000
Rentals	36,000	36,000	-
Supplies and Materials	55,051	41,946	13,105
Total Support Services	<u>521,141</u>	<u>478,533</u>	<u>42,608</u>
Facilities Acquisition & Construction Services:			
Instructional Equipment	12,000	8,698	3,302
Total Facilities Acquisition & Construction Services	<u>12,000</u>	<u>8,698</u>	<u>3,302</u>
Total Expenditures	<u>\$ 1,207,314</u>	<u>\$ 1,131,504</u>	<u>\$ 75,810</u>

CALCULATION OF BUDGET AND CARRYOVER

Total Revised 2017-2018 Preschool Education Aid Allocation	\$ 1,158,686
Add: Actual ECPA Carryover June 30, 2017	<u>48,628</u>
Total Preschool Education Aid Funds Available for 2017-2018 Budget	1,207,314
Less: 2017-2018 Budgeted Preschool Education Aid (Prior Year Budget Carryover)	<u>(1,207,314)</u>
Available & Unbudgeted Preschool Education Aid Funds June 30, 2017	-
Add: June 30, 2018 Unexpended Preschool Education Aid	<u>75,810</u>
Total Actual Preschool Education Aid Carryover	<u>\$ 75,810</u>
2017-2018 Preschool Education Aid Carryover Budgeted in 2018-2019	<u>\$ 2,884</u>

F. Capital Projects Fund
Not Applicable

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G. Proprietary Funds

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Enterprise Funds

Not Applicable

See B-4 Through B-6

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Internal Service Fund

Not Applicable

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H. Fiduciary Fund

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**CITY OF WOODBURY PUBLIC SCHOOL DISTRICT
FIDUCIARY FUNDS
COMBINING STATEMENT OF FIDUCIARY NET POSITION
JUNE 30, 2018**

ASSETS	PRIVATE PURPOSE		AGENCY		TOTALS
	UNEMPLOYMENT	SCHOLARSHIP	STUDENT	PAYROLL	
	COMPENSATION TRUST	FUND	ACTIVITY	FUND	
Cash & Cash Equivalents	\$ 214,883	\$ 600,239	\$ 90,302	\$ 13,556	\$ 918,980
Total Assets	214,883	600,239	90,302	13,556	918,980
LIABILITIES					
Accounts Payable	2,544	-	-	-	2,544
Due to Employees	-	-	-	13,556	13,556
Due to Student Groups	-	-	90,302	-	90,302
Total Liabilities	2,544	-	90,302	13,556	106,402
NET POSITION					
Restricted	212,339	600,239	-	-	812,578
Total Net Position	\$ 212,339	\$ 600,239	\$ -	\$ -	\$ 812,578

**CITY OF WOODBURY PUBLIC SCHOOL DISTRICT
FIDUCIARY FUNDS
COMBINING STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
FOR THE FISCAL YEAR ENDED JUNE 30, 2018**

ADDITIONS	PRIVATE PURPOSE		TOTALS
	UNEMPLOYMENT COMPENSATION TRUST	SCHOLARSHIP FUND	
Contributions:			
Other	\$ 68,001	23,747	\$ 91,748
Total Contributions	68,001	23,747	91,748
Investment Earnings:			
Interest	759	8,716	9,475
Net Investment Earnings	759	8,716	9,475
Total Additions	68,760	32,463	101,223
DEDUCTIONS			
Unemployment Claims	31,189	-	31,189
Scholarships Awarded	-	36,304	36,304
Total Deductions	31,189	36,304	67,493
Change in Net Position	37,571	(3,841)	33,730
Total Net Position - Beginning	174,768	604,080	778,848
Total Net Position - Ending	\$ 212,339	\$ 600,239	\$ 812,578

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

	BALANCE JULY 1, 2017	CASH RECEIPTS	CASH DISBURSEMENTS	BALANCE JUNE 30, 2018
Elementary Schools:				
Evergreen	\$ 2,189	\$ 8,400	\$ 6,143	\$ 4,446
Walnut Street	319	1,183	890	612
West End	2,802	8,467	9,256	2,013
Total Elementary Schools	5,310	18,050	16,289	7,071
Senior High School:				
Woodbury	72,373	195,659	184,801	83,231
Student Athletics	-	33,513	33,513	-
Total Student Activity	\$ 77,683	\$ 247,222	\$ 234,603	\$ 90,302

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

ASSETS	BALANCE JULY 1, 2017	ADDITIONS	DELETIONS	BALANCE JUNE 30, 2018
Cash & Cash Equivalents	\$ 26,745	\$ 17,992,328	\$ 18,005,517	\$ 13,556
Total Assets	\$ 26,745	\$ 17,992,328	\$ 18,005,517	\$ 13,556
LIABILITIES				
Due Current Fund	\$ 10,137	-	\$ 10,137	-
Net Payroll	-	9,557,377	9,557,377	-
Payroll Taxes Payable	-	8,369,284	8,369,284	-
Due to Employees	16,608	65,667	68,719	13,556
Total Liabilities	\$ 26,745	\$ 17,992,328	\$ 18,005,517	\$ 13,556

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I. Long-Term Debt

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**CITY OF WOODBURY PUBLIC SCHOOL DISTRICT
LONG-TERM DEBT ACCOUNT GROUP
SCHEDULE OF SERIAL BONDS
JUNE 30, 2018**

ISSUE	DATE OF ISSUE	AMOUNT OF ISSUE	ANNUAL MATURITIES DATE	AMOUNT	INTEREST RATE	BALANCE JULY 1, 2017	RETIRED	BALANCE JUNE 30, 2018
2014 Refunding Bonds	4/22/2014	\$ 6,155,000	12/15/2019	\$ 840,000	4.00%	\$ 5,565,000	\$ 535,000	\$ 5,030,000
			12/15/2020	840,000	4.00%			
			12/15/2021	830,000	4.00%			
			12/15/2022	805,000	4.00%			
			12/15/2023	840,000	4.00%			
			12/15/2024	875,000	4.00%			
Total						\$ 5,565,000	\$ 535,000	\$ 5,030,000

**CITY OF WOODBURY PUBLIC SCHOOL DISTRICT
LONG-TERM DEBT ACCOUNT GROUP
SCHEDULE OF OBLIGATIONS UNDER CAPITAL LEASES
FOR THE FISCAL YEAR ENDED JUNE 30, 2018**

SERIES	AMOUNT OF ORIGINAL ISSUE	AMOUNT OUTSTANDING JUNE 30, 2017	ISSUED CURRENT YEAR	RETIRED CURRENT YEAR	AMOUNT OUTSTANDING JUNE 30, 2018
Various Improvements - Lease Purchase 1998	\$7,395,000	\$ 540,000	\$ -	\$ 540,000	\$ -
Total		\$ 540,000	\$ -	\$ 540,000	\$ -

**CITY OF WOODBURY PUBLIC SCHOOL DISTRICT
DEBT SERVICE FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE FISCAL YEAR ENDED JUNE 30, 2018**

	JUNE 30, 2018			VARIANCE POSITIVE/ (NEGATIVE) FINAL TO ACTUAL
	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	
Revenues:				
Local Sources:				
Local Tax Levy	\$ 1,116,609	\$ -	\$ 1,116,609	\$ -
State Sources:				
Debt Service Aid Type II	193,265	-	193,265	-
Total Revenues	1,309,874	-	1,309,874	-
Expenditures:				
Regular Debt Service:				
Redemption of Principal	535,000	-	535,000	-
Interest	209,225	-	209,225	-
Lease Purchase Principal	540,000	-	540,000	-
Lease Purchase Interest	25,650	-	25,650	-
Total Expenditures	1,309,875	-	1,309,875	-
Excess/(Deficiency) of Revenues Over/(Under) Expenditures	(1)	-	(1)	-
Fund Balance, July 1	1	-	1	-
Fund Balance, June 30	-	-	-	-

**CITY OF WOODBURY PUBLIC SCHOOL DISTRICT
LONG-TERM DEBT
SCHEDULE OF COMPENSATED ABSENCES
JUNE 30, 2018**

	OUTSTANDING BALANCE 2017	ADDITIONS/ (DELETIONS)	OUTSTANDING BALANCE 2018
Compensated Absences	\$ 1,895,100	\$ (376,231)	\$ 1,518,869

STATISTICAL SECTION (Unaudited)

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CITY OF WOODBURY PUBLIC SCHOOL DISTRICT
NET POSITION BY COMPONENT
LAST TEN FISCAL YEARS
(Accrual Basis of Accounting)

	FISCAL YEAR ENDING JUNE 30.									
	2018	2017	2016	2015	2014	2013	2012	2011	2010	2009
Governmental Activities:										
Net investment in Capital Assets	\$ 26,904,945	\$ 26,072,574	\$ 25,380,068	\$ 23,440,090	\$ 21,260,321	\$ 19,949,581	\$ 19,276,222	\$ 18,861,079	\$ 18,695,965	\$ 17,805,362
Restricted	4,214,783	4,051,658	3,713,875	3,461,531	3,281,514	3,960,862	2,762,827	2,167,421	2,988,991	3,656,080
Unrestricted	(9,752,570)	(9,604,579)	(9,107,490)	(8,583,415)	(1,656,993)	(2,260,827)	(1,472,121)	(1,394,511)	(1,890,424)	(1,454,565)
Total Governmental Activities	\$ 21,367,158	\$ 20,519,653	\$ 19,986,453	\$ 18,318,206	\$ 22,884,842	\$ 21,649,616	\$ 20,566,928	\$ 19,633,989	\$ 19,794,532	\$ 20,006,877
Business-Type Activities:										
Net investment in Capital Assets	\$ 112,050	\$ 116,379	\$ 122,841	\$ 133,171	\$ 146,317	\$ 124,534	\$ 122,696	\$ 60,482	\$ 71,953	\$ 82,322
Unrestricted	268,301	291,773	244,465	212,206	149,389	156,448	124,385	156,894	147,496	94,261
Total Business-Type Activities	\$ 380,351	\$ 408,152	\$ 367,306	\$ 345,377	\$ 295,706	\$ 280,982	\$ 247,081	\$ 217,376	\$ 219,449	\$ 176,583
Government-Wide:										
Net investment in Capital Assets	\$ 27,016,995	\$ 26,188,953	\$ 25,502,909	\$ 23,573,261	\$ 21,406,638	\$ 20,074,115	\$ 19,398,918	\$ 18,921,561	\$ 18,767,918	\$ 17,887,684
Restricted	4,214,783	4,051,658	3,713,875	3,461,531	3,281,514	3,960,862	2,762,827	2,167,421	2,988,991	3,656,080
Unrestricted	(9,484,269)	(9,312,806)	(8,863,025)	(8,371,209)	(1,507,604)	(2,104,379)	(1,347,736)	(1,237,617)	(1,742,928)	(1,360,304)
Total District Net Position	\$ 21,747,509	\$ 20,927,805	\$ 20,353,759	\$ 18,663,583	\$ 23,180,548	\$ 21,930,598	\$ 20,814,009	\$ 19,851,365	\$ 20,013,981	\$ 20,183,460

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

	2018	2017	2016	2015	2014	2013	2012	2011	2010	2009
Expenses:										
Governmental Activities										
Instruction:										
Regular	\$ 9,016,954	\$ 9,222,229	\$ 9,030,799	\$ 8,746,710	\$ 8,974,792	\$ 7,333,744	\$ 8,813,918	\$ 8,995,533	\$ 8,632,040	\$ 8,524,922
Special Education	1,924,587	1,920,605	1,859,969	1,928,253	1,883,722	2,977,928	1,690,450	1,692,898	1,524,872	1,445,226
Other Special Education	558,721	473,660	485,855	359,091	357,686	439,490	271,613	396,957	625,917	650,740
Other Instruction	811,483	782,732	751,087	737,230	689,256	674,500	730,984	700,454	682,307	578,206
Support Services:										
Tuition	1,791,179	1,460,878	1,309,274	1,442,682	1,459,087	1,376,870	1,303,916	1,160,778	1,493,803	1,430,669
Attendance & Social Related										
Services	28,085	28,184	29,824	33,888	27,306	27,893	27,131	24,577	29,370	28,539
Health Services	272,409	260,194	291,770	274,132	286,142	272,161	275,999	257,470	246,695	236,798
Student & Instruction Related										
Services	3,335,430	3,027,149	2,826,950	2,934,679	2,541,673	2,952,910	2,438,875	2,193,972	1,909,246	2,085,742
Education Media Services	148,267	147,596	197,661	187,685	152,770	138,940	130,338	179,799	194,478	199,609
Instructional Staff Training	62,828	100,543	112,766	35,786	46,061	38,832	61,008	45,322	109,549	29,029
School Administrative Services	884,366	878,346	883,824	850,489	904,387	878,268	883,041	904,197	909,251	852,480
General & Business Administrative										
Services	469,554	420,378	484,247	511,738	425,381	474,686	573,468	598,402	543,022	643,310
Central Services	379,130	358,483	351,032	356,836	333,758	352,197	315,754	311,357	268,925	417,519
Administrative Information										
Technology	136,487	129,627	174,161	108,594	110,885	124,116	102,534	142,158	148,066	188,978
Plant Operations & Maintenance	1,599,274	1,851,763	1,780,395	2,126,959	1,961,609	1,606,399	1,713,420	2,080,648	1,881,515	1,787,137
Pupil Transportation	695,080	553,853	637,880	664,126	737,591	599,269	622,976	579,843	534,373	537,829
Unallocated Benefits	12,994,389	7,454,412	9,853,525	8,598,154	5,550,997	5,847,224	5,550,055	4,986,795	4,842,057	4,613,787
Interest on Long-Term Debt	347,929	389,249	432,587	445,743	628,577	483,994	607,634	704,212	641,205	574,276
Increase in Compensated Absences	-	-	-	24,122	-	207,962	31,474	193,360	4,106	18,464
Disposal of Capital Assets	-	-	-	183,483	(137,638)	-	23,616	17,338	252,215	253,953
Unallocated Amortization	-	-	-	-	-	2,562	2,562	2,562	2,563	3,566
Unallocated Depreciation	1,799,558	1,698,560	1,685,317	1,572,717	1,428,825	1,451,785	1,444,299	1,404,719	1,292,245	198,133
Transfer to Chart School	146,044	101,888	-	-	-	-	-	-	-	-
Total Governmental Activities Expenses	37,401,754	31,489,197	33,279,194	32,123,097	28,342,867	28,391,302	27,615,066	27,573,351	26,787,800	25,298,912
Business-Type Activities										
Food Service	971,488	901,329	889,627	865,716	821,034	723,768	637,256	622,783	661,385	645,575
Total Business-Type Activities Expenses	971,488	901,329	889,627	865,716	821,034	723,768	637,256	622,783	661,385	645,575
Total District Expenses	\$ 38,373,242	\$ 32,390,526	\$ 34,168,821	\$ 32,988,813	\$ 29,163,901	\$ 29,115,070	\$ 28,252,322	\$ 28,196,134	\$ 27,449,185	\$ 25,944,487

**CITY OF WOODBURY PUBLIC SCHOOL DISTRICT
CHANGES IN NET POSITION - (ACCRUAL BASIS OF ACCOUNTING)
LAST TEN FISCAL YEARS**

	FISCAL YEAR ENDING JUNE 30,									
	2018	2017	2016	2015	2014	2013	2012	2011	2010	2009
Program Revenues:										
Governmental Activities										
Charges for Services:										
Interest on Long-Term Debt	\$ 193,265	\$ 193,081	\$ 192,492	\$ 193,286	\$ 193,756	\$ 193,901	\$ 193,722	\$ 193,218	\$ 228,446	\$ 358,964
Capital Grants & Contributions	8,354,228	5,424,842	8,059,871	6,817,369	1,969,664	2,076,723	2,056,972	2,199,323	1,766,762	1,744,030
Total Governmental Activities Program Revenues	8,547,493	5,617,923	8,252,363	7,010,655	2,163,420	2,270,624	2,250,694	2,392,541	1,995,208	2,102,994
Business-Type Activities:										
Charges for Services:										
Food Service	154,184	144,794	144,110	142,837	145,344	143,626	146,492	163,068	162,373	184,889
Capital Grants & Contributions	788,526	796,627	766,751	771,604	698,672	613,133	519,065	456,570	541,686	447,414
Total Business-Type Activities Program Revenues	942,710	941,421	910,861	914,441	844,016	756,760	665,557	619,638	704,059	632,303
Total District Program Revenues	\$ 9,490,203	\$ 6,559,344	\$ 9,163,224	\$ 7,925,096	\$ 3,007,436	\$ 3,027,384	\$ 2,916,251	\$ 3,012,179	\$ 2,699,267	\$ 2,735,297
Net (Expense)/Revenue:										
Governmental Activities	\$ (28,854,261)	\$ (25,871,274)	\$ (25,026,831)	\$ (25,112,442)	\$ (26,179,447)	\$ (26,120,678)	\$ (25,364,372)	\$ (25,180,810)	\$ (24,792,592)	\$ (23,195,918)
Business-Type Activities	(28,778)	40,092	21,234	48,725	22,982	33,992	28,301	(3,145)	42,674	(13,272)
Total District-Wide Net Expense	\$ (28,883,039)	\$ (25,831,182)	\$ (25,005,597)	\$ (25,063,717)	\$ (26,156,465)	\$ (26,087,686)	\$ (25,336,071)	\$ (25,183,955)	\$ (24,749,918)	\$ (23,209,190)
Governmental Activities										
Property Taxes Levied for General Purposes, Net	\$ 12,636,521	\$ 12,388,746	\$ 12,150,731	\$ 11,794,261	\$ 11,342,413	\$ 11,108,268	\$ 11,108,268	\$ 10,944,106	\$ 10,633,191	\$ 10,224,222
Taxes Levied for Debt Service	1,116,609	1,176,317	1,267,220	1,311,707	1,587,272	1,821,562	1,364,184	834,197	595,257	1,029,488
Unrestricted Grants & Contributions	15,573,845	12,411,281	12,782,944	14,023,171	14,202,264	14,119,828	13,565,850	12,762,325	13,075,538	12,347,046
Cancellation of Prior Year Grant	-	-	-	-	-	-	-	-	(7,674)	(790,330)
Gain on Revaluation of Fixed Assets	-	-	(78,497)	(39,242)	1,755	-	-	-	-	41,749
Transfer to Charter School	-	-	(8,497)	(63,858)	(63,858)	(51,888)	-	-	-	-
Miscellaneous Income	374,791	428,130	572,680	386,259	373,019	205,595	259,009	479,639	283,935	1,431,532
Total Governmental Activities	29,701,766	26,404,474	26,695,078	27,476,156	27,442,865	27,203,365	26,297,311	25,020,267	24,580,247	24,283,707
Business-Type Activities										
Investment Earnings	977	754	695	946	1,199	909	1,404	1,072	192	560
Total Business-Type Activities	977	754	695	946	1,199	909	1,404	1,072	192	560
Total District-Wide	\$ 29,702,743	\$ 26,405,228	\$ 26,695,773	\$ 27,467,645	\$ 27,444,064	\$ 27,204,274	\$ 26,298,715	\$ 25,021,339	\$ 24,580,439	\$ 24,284,267
Change in Net Position:										
Governmental Activities	847,505	533,200	1,668,247	2,363,714	1,263,418	1,082,687	932,939	(160,543)	(212,345)	1,087,789
Business-Type Activities	(27,801)	40,846	21,929	40,214	24,181	33,901	29,705	(2,073)	42,866	(12,712)
Total District	\$ 819,704	\$ 574,046	\$ 1,690,176	\$ 2,403,928	\$ 1,287,599	\$ 1,116,588	\$ 962,644	\$ (162,616)	\$ (169,479)	\$ 1,075,077

**CITY OF WOODBURY PUBLIC SCHOOL DISTRICT
FUND BALANCES AND GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
(Modified Accrual Basis of Accounting)**

	FISCAL YEAR ENDING JUNE 30,									
	2018	2017	2016	2015	2014	2013	2012	2011	2010	2009
General Fund:										
Restricted	\$ 4,214,783	\$ 4,051,657	\$ 3,713,549	\$ 3,128,898	\$ 3,187,022	\$ 3,935,233	\$ 2,675,088	\$ 1,793,507	\$ 1,068,920	\$ 1,588,845
Assigned	287,520	512,718		272,739	79,577	225,737	107,820	80,946	128,346	-
Unassigned	(184,318)	(149,187)	(113,566)	-	-	(759,082)	-	-	-	(229,863)
Total General Fund	\$ 4,317,985	\$ 4,415,188	\$ 3,599,983	\$ 3,401,637	\$ 3,266,599	\$ 3,401,888	\$ 2,782,908	\$ 1,874,453	\$ 1,197,266	\$ 1,358,982
All Other Governmental Funds:										
Restricted	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 2,855
Assigned	-	-	388	73,688	(73,616,000)	-	-	-	356,862	1,178,037
Capital Projects Fund	-	1	11,816	1	30,671,000	990	990	364,494	822,432	917,827
Debt Service Fund										
Unassigned, Reported in:										
Special Revenue Fund	(115,868)	(88,541)	(74,331)	(33,694)	(41,538)	(31,962)	(31,359)	(34,609)	(39,061)	(20,568)
Total All Other Governmental Funds	\$ (115,868)	\$ (88,540)	\$ (62,127)	\$ 39,995	\$ (84,483)	\$ (31,962)	\$ (30,369)	\$ 329,885	\$ 1,140,233	\$ 2,078,151

**CITY OF WOODBURY PUBLIC SCHOOL DISTRICT
CHANGES IN FUND BALANCES, GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
(Modified Accrual Basis of Accounting)**

	2018	2017	2016	2015	2017	2013	2012	2011	2010	2009
Revenues										
Tax Levy	\$ 13,753,130	\$ 13,565,063	\$ 13,417,951	\$ 13,105,968	\$ 12,929,685	\$ 12,929,830	\$ 12,472,452	\$ 11,778,303	\$ 11,228,448	\$ 11,253,710
Tuition Charges	246,481	293,711	348,697	204,021	170,997	119,922	119,922	237,970	211,427	139,036
Miscellaneous	128,310	134,419	223,983	202,022	182,238	193,448	163,832	241,669	47,508	1,268,496
State Sources	17,389,943	16,388,155	16,302,140	16,843,598	14,782,701	14,607,816	13,795,451	13,080,389	11,599,198	12,956,185
Federal Sources	1,685,391	1,641,049	1,482,854	1,703,391	1,582,983	1,674,851	2,021,093	2,074,477	3,471,548	1,493,855
Total Revenue	33,203,255	32,022,397	31,775,625	32,039,216	29,668,388	29,525,868	28,572,750	27,412,808	26,558,129	27,111,282
Expenditures										
Instruction:										
Regular Instruction	9,393,185	9,222,229	9,030,799	8,746,710	8,974,792	7,333,744	8,813,918	8,995,533	8,632,040	8,524,922
Special Education Instruction	1,924,587	1,920,605	1,859,969	1,928,253	1,883,722	2,977,928	1,690,450	1,692,898	1,524,872	1,445,226
Other Special Instruction	558,721	473,660	485,855	359,091	357,686	439,490	271,613	396,957	625,917	650,740
Other Instruction	811,483	782,732	751,087	737,230	689,256	674,500	730,984	700,454	682,307	578,206
Support Services:										
Tuition	1,791,179	1,460,878	1,309,274	1,442,682	1,459,087	1,376,870	1,303,916	1,160,778	1,493,803	1,430,669
Attendance & Social Work Services	28,085	28,184	29,824	33,888	27,306	27,893	27,131	24,577	29,370	28,539
Health Services	272,409	260,194	291,770	274,132	286,142	272,161	275,999	257,470	246,695	236,798
Student & Instruction Related Services	3,335,430	3,027,149	2,826,950	2,934,679	2,541,673	2,952,910	2,438,875	2,193,972	1,909,246	2,085,742
Educational Media Services	148,267	147,596	197,661	187,685	152,770	138,940	130,338	179,799	194,478	199,609
Instructional Staff Training	62,828	100,543	112,766	35,786	46,061	38,832	61,008	45,322	29,029	29,029
General Administrative Services	469,554	420,378	484,247	511,738	425,381	474,686	571,845	592,219	543,022	643,310
School Administrative Services	884,366	878,346	883,824	850,489	904,387	878,268	883,041	904,197	909,251	852,480
Central Services	379,130	358,483	351,032	356,836	333,758	352,197	315,754	311,357	268,925	417,519
Admin Information Technology	136,487	129,627	174,161	108,594	110,885	124,116	102,534	142,158	148,066	188,978
Plant Operations & Maintenance	1,605,428	1,695,735	1,699,226	1,797,352	1,736,256	1,606,399	1,713,420	2,080,648	1,881,515	1,756,971
Pupil Transportation	695,080	553,853	637,880	664,126	737,591	599,269	622,976	579,843	554,373	537,829
Unallocated Benefits	7,710,080	6,733,426	6,333,610	6,025,155	5,530,997	5,847,224	5,550,055	4,986,795	4,842,037	4,613,787
Capital Outlay	1,665,568	1,556,886	2,681,257	3,210,369	1,844,242	724,716	574,537	453,919	1,260,063	2,260,113
Debt Service:										
Principal	1,075,000	1,105,000	1,140,000	1,170,000	1,350,000	1,530,000	1,376,000	1,250,000	1,150,000	1,185,000
Interest & Other Charges	234,875	276,213	319,712	365,663	400,358	486,453	545,410	597,073	644,560	693,314
Total Expenditures	33,181,742	31,131,717	31,600,904	31,740,458	29,792,350	28,856,594	27,999,804	27,545,969	27,650,089	28,358,781
Excess (Deficiency) of Revenues Over/(Under) Expenditures	21,513	890,680	174,721	298,758	(123,962)	669,274	572,946	(133,161)	(1,091,960)	(1,247,499)
Other Financing Sources/(Uses):										
Transfer to Charter School	(146,044)	(101,888)	(78,497)	(39,242,000)	-	-	-	-	-	-
Cancellation of EDA Receivables	-	388	260,156	1,179,363	-	-	-	361,720	872,607	(790,330)
Transfers In	-	(388)	(260,156)	(1,179,363)	(63,858)	(51,888)	-	(361,720)	(872,607)	19,600
Transfers Out	(146,044)	(101,888)	(78,497)	(39,242)	(63,858)	(51,888)	-	-	(7,674)	(19,600)
Total Other Financing Sources/(Uses)	-\$ (124,531)	\$ 788,792	\$ 96,224	\$ 259,516	\$ (187,820)	\$ 617,386	\$ 572,946	\$ (133,161)	\$ (1,099,634)	\$ (2,037,829)
Net Change in Fund Balances	4.2%	4.7%	5.0%	5.4%	6.3%	7.2%	7.0%	6.8%	6.8%	7.2%
Debt Service as a Percentage of Noncapital Expenditures										

CITY OF WOODBURY PUBLIC SCHOOL DISTRICT
GENERAL FUND - OTHER LOCAL REVENUE BY SOURCE
LAST TEN FISCAL YEARS
(Modified Accrual Basis of Accounting)

FISCAL YEAR ENDING JUNE 30,	INTEREST ON INVESTMENTS	TUITION	GATE RECEIPTS	RENTALS	SALES & REBATES	ERATES	MISCELLANEOUS	TOTAL
2018	\$ 6,974	\$ 246,481	\$ -	\$ -	\$ -	\$ -	\$ 65,294	\$ 318,749
2017	4,283	293,711	-	-	-	-	84,217	382,211
2016	4,098	348,697	-	-	-	-	110,415	463,210
2015	5,179	204,021	-	-	-	-	110,415	319,615
2014	7,052	170,997	-	-	-	21,890	85,217	285,156
2013	31,995	231,541	-	1,729	-	-	21,596	286,861
2012	33,586	183,196	-	928	-	-	78,985	296,695
2011	28,021	237,970	-	1,031	-	-	73,834	340,856
2010	7,356	211,427	-	1,529	24,629	-	10,909.00	255,850
2009	30,563	139,036	12,016	1,379	18,061	44,123	462	245,640

Source: District records

**CITY OF WOODBURY PUBLIC SCHOOL DISTRICT
 ASSESSED VALUE AND ACTUAL VALUE OF TAXABLE PROPERTY
 LAST TEN FISCAL YEARS**

FISCAL YEAR ENDED JUNE 30,	VACANT LAND	RESIDENTIAL	COMMERCIAL	INDUSTRIAL	APARTMENT	TOTAL ASSESSED VALUE	PUBLIC UTILITIES	NET VALUATION TAXABLE	TOTAL DIRECT SCHOOL TAX RATE	ESTIMATED ACTUAL (COUNTY EQUALIZED) VALUE
2018	\$ 9,016,900	\$ 402,022,000	\$ 133,731,100	\$ 3,556,800	\$ 24,010,200	\$ 572,337,000	\$ 5,426,282	\$ 577,763,282	2.395	\$ 579,592,439
2017	8,356,500	402,926,870	137,492,100	3,556,800	24,010,200	576,342,470	5,086,471	586,645,741	2.348	685,428,290
2016	8,731,400	404,064,770	140,616,400	3,556,800	24,589,900	581,559,270	5,086,471	586,645,741	2.300	618,920,557
2015	7,807,400	404,138,570	142,453,700	3,556,800	24,966,800	582,923,270	4,729,784	587,653,054	2.257	617,912,469
2014	4,782,600	405,055,580	148,300,300	3,556,800	25,105,400	586,800,680	4,631,471	591,432,151	2.202	647,058,436
2013	5,663,600	406,088,050	152,441,000	3,556,800	25,680,600	593,430,050	5,197,770	598,627,820	2.160	681,453,152
2017	5,238,600	407,179,750	166,709,700	4,602,800	27,936,400	611,667,250	5,197,771	616,865,021	2.056	696,199,443
2011	3,477,600	267,161,900	85,626,000	2,028,000	11,810,000	370,103,500	4,007,486	374,110,986	3.241	681,453,152
2010	3,702,300	267,830,500	87,875,600	2,017,800	11,991,100	373,417,300	3,922,798	377,340,098	3.049	696,199,443
2009	3,929,900	268,462,400	88,116,300	2,017,800	11,991,100	374,517,500	2,688,725	377,206,225	2.981	738,750,930

**CITY OF WOODBURY PUBLIC SCHOOL DISTRICT
DIRECT AND OVERLAPPING PROPERTY TAX RATES
LAST TEN FISCAL YEARS
(Rate per \$100 of Assessed Value)**

FISCAL YEAR ENDED JUNE 30,	SCHOOL DISTRICT DIRECT RATE LOCAL SCHOOL	OVERLAPPING RATES			TOTAL DIRECT AND OVERLAPPING TAX RATE
		CITY OF WOODBURY	GLOUCESTER COUNTY	COUNTY OPEN SPACE	
2018	2.395	1.588	0.642	0.041	4.666
2017	2.348	1.564	0.634	0.041	4.587
2016	2.300	1.519	0.661	0.043	4.523
2015	2.257	1.469	0.644	0.044	4.414
2014	2.202	1.505	0.628	0.044	4.379
2017	2.160	1.500	0.612	0.045	4.317
2017	2.056	1.489	0.525	0.042	4.112
2011	3.241	2.402	0.910	0.073	6.626
2010	3.049	2.324	0.943	0.075	6.391
2009	2.981	2.226	1.001	0.079	6.287

Source: Municipal Tax Collector

**CITY OF WOODBURY PUBLIC SCHOOL DISTRICT
PRINCIPAL PROPERTY TAX PAYERS,
CURRENT YEAR AND NINE YEARS AGO**

TAXPAYER	2018		
	TAXABLE ASSESSED VALUE	RANK	% OF TOTAL DISTRICT NET ASSESSED VALUE
Woodbury Meadows	\$ 7,250,000	1	1.27%
Inspira Medical Center	6,854,700	2	1.20%
American Stores	5,625,000	3	0.98%
Verizon New Jersey	5,426,282	4	0.95%
SCP	4,000,000	5	0.70%
Evergreen Shopping Center	3,975,000	6	0.69%
Evergreen Associates	3,900,000	7	0.68%
Woodbury Manor	3,736,000	8	0.65%
Burris Post Acute	3,425,500	9	0.60%
TCW Equities LLC	2,837,100	10	0.50%
Total	<u>\$ 47,029,582</u>		<u>8.22%</u>

TAXPAYER	2009		
	TAXABLE ASSESSED VALUE	RANK	% OF TOTAL DISTRICT NET ASSESSED VALUE
Underwood- Memorial Hospital	\$4,914,800	1	1.30%
Verizon/New Jersey Bell	4,433,525	2	1.21%
Woodbury Meadows	3,672,900	3	0.97%
American Stores Realty Corporation	3,513,200	4	0.93%
Evergreen Associates	2,636,000	5	0.70%
Woodbury County Club	2,063,500	6	0.55%
Lawland Associates	1,920,000	7	0.51%
Evergreen Property Holdings	1,766,100	8	0.47%
SCP	1,677,300	9	0.39%
Ace Motor Sales	1,475,500	10	0.34%
Total	<u>\$ 28,072,825</u>		<u>7.37%</u>

Source: Municipal Tax Assessor

**CITY OF WOODBURY PUBLIC SCHOOL DISTRICT
PROPERTY TAX LEVIES AND COLLECTIONS
LAST TEN FISCAL YEARS**

YEAR ENDED JUNE 30,	TAXES LEVIED FOR THE FISCAL YEAR	COLLECTED WITHIN THE FISCAL YEAR OF THE LEVY		COLLECTIONS IN SUBSEQUENT YEARS
		AMOUNT	PERCENTAGE OF LEVY	
2018	\$ 13,753,130	\$ 13,753,130	100.00%	-
2017	13,565,063	13,565,063	100.00%	-
2016	12,150,731	12,150,731	100.00%	-
2015	13,105,968	13,105,968	100.00%	-
2014	12,929,685	12,929,685	100.00%	-
2013	12,929,830	12,929,830	100.00%	-
2012	12,472,452	12,472,452	100.00%	-
2011	11,778,303	11,778,303	100.00%	-
2010	11,228,448	11,228,448	100.00%	-
2009	11,253,710	11,253,710	100.00%	-

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

**CITY OF WOODBURY PUBLIC SCHOOL DISTRICT
RATIOS OF OUTSTANDING DEBT BY TYPE
LAST TEN FISCAL YEARS**

FISCAL YEAR ENDED JUNE 30,	GOVERNMENTAL ACTIVITIES			BUSINESS-TYPE ACTIVITIES		TOTAL DISTRICT	PERCENTAGE OF PERSONAL INCOME	PER CAPITA
	GENERAL OBLIGATION BONDS	CERTIFICATES OF PARTICIPATION	CAPITAL LEASES	CAPITAL LEASES				
2018	\$ 5,030,000	\$ -	-	-	\$	5,030,000	N/A	N/A
2017	5,565,000	540,000	-	-	-	6,105,000	N/A	N/A
2016	6,155,000	1,055,000	-	-	-	7,210,000	2.55%	834
2015	6,105,000	1,075,000	-	-	-	7,180,000	2.59%	834
2014	7,505,000	2,015,000	-	-	-	9,520,000	3.63%	946
2013	8,561,000	2,465,000	-	-	-	11,026,000	N/A	1,070
2012	9,661,000	2,895,000	-	-	-	12,556,000	4.32%	1,245
2011	10,627,000	3,305,000	-	-	-	13,932,000	4.79%	1,366
2010	11,487,000	3,695,000	-	-	-	15,182,000	3.61%	1,491
2009	12,262,000	4,070,000	25,000	-	-	16,357,000	3.91%	1,566

**CITY OF WOODBURY PUBLIC SCHOOL DISTRICT
RATIOS OF NET GENERAL BONDED DEBT OUTSTANDING
LAST TEN FISCAL YEARS**

FISCAL YEAR ENDED JUNE 30,	GENERAL BONDED DEBT OUTSTANDING			RATIO OF BONDED DEBT TO ASSESSED VALUE	PER CAPITA
	GENERAL OBLIGATION BONDS	DEDUCTIONS	NET GENERAL BONDED DEBT OUTSTANDING		
2018	\$ 5,030,000	\$ -	\$ 5,030,000	0.87%	N/A
2017	5,565,000	-	5,565,000	0.81%	N/A
2016	6,155,000	-	6,155,000	0.99%	N/A
2015	6,105,000	-	6,105,000	0.99%	610
2014	7,505,000	-	7,505,000	1.16%	728
2013	8,561,000	-	8,561,000	1.43%	849
2012	9,661,000	-	9,661,000	1.57%	947
2011	10,627,000	-	10,627,000	2.84%	1,044
2010	11,487,000	-	11,487,000	3.04%	1,100
2009	12,262,000	-	12,262,000	3.25%	1,172

**CITY OF WOODBURY PUBLIC SCHOOL DISTRICT
RATIOS OF OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT
AS OF JUNE 30, 2018**

GOVERNMENTAL UNIT	DEBT OUTSTANDING	ESTIMATED PERCENTAGE APPLICABLE	SHARE OF OVERLAPPING DEBT
Debt Repaid With Property Taxes:			
City of Woodbury	\$25,493,813	100.000%	\$25,493,813
Gloucester County General Obligation Debt	225,453,500	2.180%	4,914,886
Subtotal, Overlapping Debt			30,408,699
City of Woodbury School District Direct Debt			5,030,000
Total Direct & Overlapping Debt			\$35,438,699

Sources: Gloucester County 2018 Abstract of Ratables, City of Woodbury, County of Gloucester

**CITY OF WOODBURY PUBLIC SCHOOL DISTRICT
LEGAL DEBT MARGIN INFORMATION
LAST TEN FISCAL YEARS**

	FISCAL YEAR									
	2018	2017	2016	2015	2014	2013	2012	2011	2010	2009
Debt Limit	\$ 23,629,721	\$ 24,592,877	\$ 24,683,776	\$ 25,849,330	\$ 25,794,581	\$ 26,363,896	\$ 26,657,441	\$ 28,029,507	\$ 27,308,069	\$ 27,367,646
Total Net Debt Applicable to Limit	5,030,000	5,565,000	6,155,000	6,105,000	7,505,000	8,561,000	9,661,000	10,627,000	11,487,000	12,372,000
Legal Debt Margin	\$ 18,599,721	\$ 19,027,877	\$ 18,528,776	\$ 19,744,330	\$ 18,289,581	\$ 17,802,896	\$ 16,996,441	\$ 17,402,507	\$ 15,821,069	\$ 14,995,646
Total Net Debt Applicable to the Limit as a Percentage of Debt Limit	21.29%	22.63%	24.94%	23.62%	29.10%	32.47%	36.24%	37.91%	42.06%	45.21%

Legal Debt Margin Calculation for Fiscal Year 2017

Equalized Valuation Basis	
2017	\$574,618,614
2016	586,131,093
2015	611,479,356
	\$1,772,229,063
Average Equalized Valuation of Taxable Property	\$590,743,021
Debt Limit (4 % of Average Equalization Value) Net Bonded School Debt	\$23,629,721 5,030,000
Legal Debt Margin	\$18,599,721

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

**CITY OF WOODBURY PUBLIC SCHOOL DISTRICT
DEMOGRAPHIC AND ECONOMIC STATISTICS
LAST TEN FISCAL YEARS**

YEAR	POPULATION (a)	PERSONAL INCOME (b)	PER CAPITA	UNEMPLOYMENT RATE (d)
			PERSONAL INCOME (c)	
2018	N/A	N/A	N/A	N/A
2017	10,016	289,021,696	28,856	4.4%
2016	9,962	283,080,192	28,416	5.1%
2015	10,016	276,882,304	27,644	6.6%
2014	10,307	262,611,874	26,089	6.6%
2013	10,085	N/A	N/A	8.5%
2012	10,201	290,901,825	28,845	11.3%
2011	10,183	420,934,671	41,337	11.6%
2010	10,447	418,402,350	40,050	10.9%
2009	10,464	422,703,744	40,396	7.4%
	10,469	398,806,086	38,094	5.8%

Source:

^a Population information provided by the NJ Dept of Labor and Workforce Development

^b Personal income estimated

^c Per Capita information provided by the US Department of Commerce, Bureau of Economic Analysis

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

**COUNTY OF GLOUCESTER
PRINCIPAL EMPLOYERS
CURRENT YEAR AND NINE YEARS AGO**

	2018		
	EMPLOYEES	RANK	PERCENTAGE OF TOTAL EMPLOYMENT
Inspira Health	1,825	1	20.00%
Underwood Memorial Hospital	1,675	2	18.36%
Washington Twp School District	1,586	3	16.26%
Rowan University	1,483	4	10.41%
County of Gloucester	1,368	5	7.95%
Missa Bay LLC	950	6	5.92%
Monroe Twp School District	814	7	5.75%
US Foods	725	8	5.48%
Exxon Mobile Research	540	9	4.93%
LaBrea Bakery	525	10	4.93%
Total	11,491		N/A

	2009		
	EMPLOYEES	RANK	PERCENTAGE OF TOTAL EMPLOYMENT

NOT AVAILABLE

Source: Gloucester County Department of Economic Development, Gloucester County School Districts

**CITY OF WOODBURY PUBLIC SCHOOL DISTRICT
FULL-TIME EQUIVALENT DISTRICT EMPLOYEES BY FUNCTION/PROGRAM
LAST TEN FISCAL YEAR**

Function/Program	2018	2017	2016	2015	2014	2013	2012	2011	2010	2009
Instruction:										
Regular	141	129	129	135	133	141	144	152	141	130
Special Education	24	27	27	22	23	34	47	5	34	30
Other Instruction		1	1	1	1	7	6	3	11	8
Support Services:										
Student & Instruction Related Services	74	84	84	80	77	48	42	38	46	55
School Administrative Services	10	9	9	9	9	15	15	16	18	12
General Administrative Services	2	2	2	2	5	2	2	4	5	3
Plant Operations & Maintenance	23	23	23	22	22	21	21	23	25	49
Pupil Transportation	12	7	7	7	6	7	7	1	1	1
Business & Other Support Services	4	4	4	4	4	6	6	5	7	5
Food Service	1	1	1	1	1	1	1	1	1	1
Total	291	287	287	283	280	281	291	247	289	294

Source: District Personnel Records; All employees counted as 1 FTE.

CITY OF WOODBURY PUBLIC SCHOOL DISTRICT
OPERATING STATISTICS
LAST TEN FISCAL YEARS

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	JR. SENIOR SCHOOL				
2018	1,543	\$30,206,299	19,576	5.33%	156	1:11	1:9	1,548	1,452	1.40%	94.10%
2017	1,517	28,193,618	18,585	2.40%	136	1:10	1:11	1,526	1,432	1.13%	94.40%
2016	1,513	27,459,935	18,149	5.52%	136	1:10	1:11	1,503	1,416	-0.70%	93.59%
2015	1,523	26,194,750	17,199	-0.93%	148	1:10	1:9	1,524	1,426	1.57%	93.04%
2014	1,509	26,197,750	17,361	-1.68%	147	1:11	1:10	1,510	1,404	0.29%	95.78%
2013	1,479	26,115,426	17,657	2.61%	150	1:10	1:9	1,506	1,417	0.18%	95.41%
2012	1,482	25,503,857	17,209	3.41%	148	1:10	1:9	1,498	1,414	0.35%	92.88%
2011	1,517	25,244,977	16,641	6.09%	146	1:10	1:10	1,489	1,409	-3.95%	93.56%
2010	1,568	24,595,467	15,686	2.26%	155	1:15	1:11	1,571	1,467	-0.20%	93.10%
2009	1,579	24,220,354	15,339	-3.26%	150	1:10	1:11	1,581	1,470	0.62%	91.83%

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)

**CITY OF WOODBURY PUBLIC SCHOOL DISTRICT
SCHOOL BUILDING INFORMATION
LAST TEN FISCAL YEAR**

DISTRICT BUILDINGS	2018	2017	2016	2015	2014	2013	2012	2011	2010	2009
Elementary Schools:										
Evergreen Elementary (1949):										
Square Feet	46,323	46,323	46,323	46,323	46,323	46,323	46,323	46,323	46,323	46,323
Capacity (Students)	325	325	325	323	371	371	371	371	371	371
Enrollment	358	286	281	286	324	327	310	301	319	330
Walnut Street (1898):										
Square Feet	22,292	22,292	22,292	22,292	22,292	22,292	22,292	22,292	22,292	22,292
Capacity (Students)	130	130	130	184	184	184	184	184	184	184
Enrollment (a)	122	116	109	98	100	101	92	95	112	111
West End Elementary (1949):										
Square Feet	48,431	48,431	48,431	48,431	48,431	48,431	48,431	48,431	48,431	48,431
Capacity (Students)	380	380	380	405	387	387	387	387	387	387
Enrollment	372	392	375	401	366	351	343	336	336	354
Jr. Sr. High School:										
Woodbury Jr. Sr. High School (1908):										
Square Feet	181,393	181,393	181,393	181,393	181,393	181,393	181,393	181,393	181,393	181,393
Capacity (Students)	765	765	765	752	1,124	1,124	1,124	1,124	1,124	1,124
Enrollment	691	705	748	741	716	700	736	779	781	784

Number of Schools at June 30, 2015:
 Elementary = 3
 Jr. Senior High School = 1

Source: District Facilities Office

Note: Year of original construction is shown in parentheses. Increases in square footage and capacity are the result of and additions. Enrollment is based on the annual October district count.

**CITY OF WOODBURY PUBLIC SCHOOL DISTRICT
SCHEDULE OF REQUIRED MAINTENANCE
LAST TEN FISCAL YEARS**

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

	2018	2017	2016	2015	2014	2013	2012	2011	2010	2009	TOTAL
Woodbury Junior/Senior High School	\$ 115,874	\$ 127,007	\$ 111,079	\$ 111,108	\$ 71,878	\$ 76,574	\$ 98,981	\$ 110,898	\$ 156,063	\$ 130,207	\$ 182,148
Evergreen Avenue	13,741	15,145	14,795	15,991	21,125	17,365	14,246	29,088	28,014	33,248	43,108
Walnut Street	4,678	6,540	20,200	7,463	11,376	12,275	6,648	12,726	19,741	16,003	19,526
West End Memorial	11,048	18,962	33,507	43,136	43,851	36,355	38,428	29,088	29,973	34,769	76,238
Total School Facilities	\$ 145,341	\$ 167,654	\$ 179,581	\$ 177,698	\$ 148,230	\$ 142,569	\$ 158,303	\$ 181,800	\$ 233,791	\$ 214,227	\$ 321,020

* School facilities as defined under EFCFA.
(N.J.A.C. 6A:26-1.2 and N.J.A.C. 6A:26A-1.3)

Source: District records

**CITY OF WOODBURY PUBLIC SCHOOL DISTRICT
INSURANCE SCHEDULE
JUNE 30, 2018**

	COVERAGE	DEDUCTIBLE
School Package Policy (1):		
Property - Blanket Building & Contents (All Locations)		
Limits of Liability per Occurrence	\$ 67,797,936	\$ 5,000
Boiler & Machinery	included	5,000
Comprehensive General Liability	5,000,000	
General Automobile Liability	5,000,000	1,000
Excess Umbrella Policy	15,000,000	
Pollution Policy per Occurrence	1,000,000	10,000
School Leaders Errors & Omissions Liability		
Limits of Liability	5,000,000	5,000
Surety Bonds		
Board Secretary	250,000	-
Workers Compensation (2)	2,000,000	

(1) School Alliance Insurance Fund

(1) New Jersey School Boards Association Insurance Group

Source: District records

SINGLE AUDIT SECTION

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EXHIBIT K-1

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

Honorable President and Members
of the Board of Education
City of Woodbury Public School District
County of Gloucester
Woodbury, New Jersey

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States and audit requirements as prescribed by the Office of School Finance, Department of Education, State of New Jersey, the financial statements of the governmental activities, the business-type activities, each major fund and the aggregate remaining fund information of the City of Woodbury Public School District, as of and for the year ended June 30, 2018, and the related notes to the financial statements, which collectively comprise the City of Woodbury Public School District's basic financial statements, and have issued our report thereon dated February 15, 2019.

Internal Control Over Financial Reporting

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

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

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. 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 City of Woodbury Public School District's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*, and audit requirements as prescribed by the Office of School Finance, Department of Education, State of New Jersey.

Purpose of this Report

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

Respectfully Submitted,

HOLMAN FRENIA ALLISON, P.C.

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

Medford, New Jersey
February 15, 2019

EXHIBIT K-2

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

Honorable President and Members
of the Board of Education
City of Woodbury Public School District
County of Gloucester
Woodbury, New Jersey

Report on Compliance for Each Major Federal and State Program

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

Management's Responsibility

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

Auditor's Responsibility

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

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

Opinion on Each Major Federal and State Program

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

Report on Internal Control Over Compliance

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

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

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

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

Respectfully Submitted,

HOLMAN FRENIA ALLISON, P.C.

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

Medford, New Jersey
February 15, 2019

CITY OF WOODBURY PUBLIC SCHOOL DISTRICT
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2018

FEDERAL GRANTOR PASS-THROUGH GRANTOR PROGRAM TITLE	CFDA NUMBER	FEDERAL AWARD IDENTIFICATION NUMBER	GRANT OR STATE PROJECT NUMBER	AWARD AMOUNT	GRANT PERIOD	BALANCE AT JUNE 30, 2017	CASH RECEIVED	BUDGETARY EXPENDITURES	SUBRECIPIENT EXPENDITURES	REPAYMENT (ACCOUNTS OF RECEIVABLE) AT JUNE 30, 2018	UNEARNED REVENUE AT JUNE 30, 2018
U.S. DEPARTMENT OF AGRICULTURE PASSED- THROUGH STATE DEPARTMENT OF EDUCATION:											
Child Nutrition Cluster:											
Food Distribution Program (Noncash Assistance)	10.555	181NJ304N1099	Unavailable	\$ 69,739	7/1/17-6/30/18	\$ -	\$ 69,739	\$ (66,169)	\$ -	\$ -	\$ 3,570
Food Distribution Program (Noncash Assistance)	10.555	171NJ304N1099	Unavailable	70,305	7/1/16-6/30/17	5,105	-	(5,105)	-	-	-
National School Lunch Program	10.555	181NJ304N1099	100-010-3350-026	435,646	7/1/17-6/30/18	(25,125)	407,924	(435,646)	-	(27,722)	-
National School Lunch Program	10.555	171NJ304N1099	100-010-3350-026	426,218	7/1/16-6/30/17	(25,125)	25,125	-	-	-	-
Healthy Hunger-Free Kids Act	10.555	181NJ304N1099	100-010-3350-026	9,734	7/1/17-6/30/18	(552)	9,121	(9,734)	-	(613)	-
Healthy Hunger-Free Kids Act	10.555	171NJ304N1099	100-010-3350-026	9,587	7/1/16-6/30/17	(20,572)	512,461	(516,654)	-	(28,335)	3,570
Subtotal											
National Breakfast Program	10.553	181NJ304N1099	100-010-3350-028	223,873	7/1/17-6/30/18	-	209,197	(223,873)	-	(14,676)	-
National Breakfast Program	10.553	171NJ304N1099	100-010-3350-028	236,136	7/1/16-6/30/17	(14,856)	14,856	-	-	-	-
Subtotal											
Summer Food Service Program	10.559	181NJ304N1099	100-010-3350-033	14,171	7/1/17-6/30/18	-	14,171	(14,171)	-	-	-
Total Child Nutrition Cluster:						(35,428)	750,685	(754,698)	-	(43,011)	3,570
Child and Adult Food Program (CACFP)											
Child and Adult Food Program (CACFP)	10.558	181NJ304N1099	100-010-3350-029	23,761	10/01/17-9/30/18	-	23,193	(23,761)	-	(568)	-
Child and Adult Food Program (CACFP)	10.558	171NJ304N1099	100-010-3350-029	14,728	10/01/16-9/30/17	(560)	560	-	-	-	-
Subtotal						(560)	23,753	(23,761)	-	(568)	-
School Snack Program	10.551	181NJ304N1099	100-010-3350-034	3,128	7/1/17-6/30/18	-	3,128	(3,128)	-	-	-
Total U.S. Department of Agriculture						(35,988)	777,566	(781,587)	-	(43,579)	3,570

**U.S. DEPARTMENT OF EDUCATION PASSED-
THROUGH STATE DEPARTMENT OF EDUCATION:**

Title I - Prior Year											
Title I - Prior Year	84.010	S010A150030	100-034-5064-194	737,472	7/1/15-6/30/16	(14,955)	14,955	-	-	-	-
Title I - Prior Year	84.010	S010A160030	100-034-5064-194	751,496	7/1/16-6/30/17	(13,322)	77,251	(63,929)	-	-	-
Title I - Current Year	84.010	S010A170030	100-034-5064-194	729,471	7/1/17-6/30/18	-	671,713	(633,268)	-	-	38,445
Subtotal						(28,277)	763,919	(697,197)	-	-	38,445
Title II - A - Prior Year											
Title II - A - Current Year	84.367A	S367A170029	100-034-5063-290	96,694	7/1/16-6/30/17	(19,645)	20,039	(394)	-	-	-
Title II - A - Current Year	84.367A	S367A180029	100-034-5063-290	88,378	7/1/17-6/30/18	-	72,858	(79,083)	-	(6,225)	-
Subtotal						(19,645)	92,897	(79,477)	-	(6,225)	-
Title III - A - Prior Year											
Title III - Current Year	84.365A	S365A170030	100-034-5064-187	16,685	7/1/16-6/30/17	(11,582)	12,662	(1,080)	-	-	-
Title III - Current Year	84.365A	S365A180030	100-034-5064-187	10,000	7/1/17-6/30/18	-	926	(9,389)	-	(8,463)	-
Subtotal						(11,582)	13,588	(10,469)	-	(8,463)	-
Title IV - Current Year											
Emergency Impact Aid	84.424	S424A180031	100-034-5063-348	10,000	7/1/17-6/30/18	-	10,000	(10,000)	-	-	-
Emergency Impact Aid	84.938C	S938C18005	N/A	12,750	7/1/17-6/30/18	-	-	(12,750)	-	(12,750)	-
21st Century Grant- Prior Year	84.287	S287C160030	100-034-5064-161	299,967	9/1/16-8/31/17	(29,600)	50,711	(21,111)	-	-	-
21st Century Grant- Current Year	84.287	S287C170030	100-034-5064-161	250,000	9/1/17-8/31/18	-	137,549	(163,146)	-	(25,597)	-
Subtotal						(29,600)	188,260	(184,257)	-	(25,597)	-

CITY OF WOODBURY PUBLIC SCHOOL DISTRICT
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS (continued):
FOR THE FISCAL YEAR ENDED JUNE 30, 2018

FEDERAL GRANTOR PASS-THROUGH GRANTOR PROGRAM TITLE	CFDA NUMBER	FEDERAL AWARD IDENTIFICATION NUMBER	GRANT OR STATE PROJECT NUMBER	AWARD AMOUNT	GRANT PERIOD	BALANCE AT JUNE 30, 2017	CASH RECEIVED	BUDGETARY EXPENDITURES	SUBRECIPIENT EXPENDITURES	REPAYMENT (ACCOUNTS RECEIVABLE) REVENUE AT JUNE 30, 2018	UNEARNED REVENUE AT JUNE 30, 2018
Special Education Cluster: I.D.E.A. - Part B, Basic Prior Year	84.027	H027A160100	100-034-5065-016	470,359	7/1/16-6/30/17	(28,350)	53,131	(24,781)	-	-	-
I.D.E.A. - Part B, Basic Current	84.027	H027A170100	100-034-5065-016	485,549	7/1/17-6/30/18	-	449,788	(480,060)	-	-	(30,272)
Subtotal						(28,350)	502,919	(504,841)	-	-	(30,272)
I.D.E.A. B - Preschool - Prior Year	84.173	H173A160114	100-034-5065-020	20,017	7/1/16-6/30/17	(2,229)	2,229	-	-	-	-
I.D.E.A. B - Preschool - Current	84.173	H173A170114	100-034-5065-020	20,340	7/1/17-6/30/18	-	20,340	(20,340)	-	-	-
Subtotal						(2,229)	22,569	(20,340)	-	-	-
Total Special Education Cluster:						(30,579)	525,488	(525,181)	-	-	(30,272)
Total Special Revenue Fund						(119,683)	1,594,152	(1,519,331)	-	-	(83,307)
General Fund:											
Medical Assistance Program	93.778	1805NJ5MAP	100-054-7540-211	92,901	7/1/17-6/30/18	-	92,901	(92,901)	-	-	-
Total General Fund							92,901	(92,901)	-	-	-
Total U.S. Department of Education						(119,683)	1,687,053	(1,612,232)	-	-	(83,307)
Total Federal Financial Assistance						\$ (155,671)	\$ 2,464,619	\$ (2,393,819)	\$ -	\$ -	\$ (126,886)
											\$ 42,015

CITY OF WOODBURY PUBLIC SCHOOL DISTRICT
SCHEDULE OF EXPENDITURES OF STATE FINANCIAL ASSISTANCE
FOR THE FISCAL YEAR ENDED JUNE 30, 2018

STATE GRANTOR/PROGRAM TITLE	GRANT OR STATE PROJECT NUMBER	AWARD AMOUNT	GRANT PERIOD	BALANCE AT JUNE 30, 2017	CARRYOVER/(WALKOVER) AMOUNT	CASH RECEIVED	BUDGETARY EXPENDITURES	SUBRECIPIENT EXPENDITURES	(ACCOUNTS RECEIVABLE) AT JUNE 30, 2018	UNEARNED REVENUE AT JUNE 30, 2018	DUE TO GRANTOR AT JUNE 30, 2018	MEMO							
												BUDGETARY RECEIVABLE	CUMULATIVE TOTAL EXPENDITURES						
State Department of Education:																			
General Fund:																			
Equalization Aid	495-034-5120-078	\$ 11,234,944	7/1/17-6/30/18	\$ -	\$ -	\$ 11,234,944	\$ (11,234,944)	\$ -	\$ -	\$ -	\$ -	\$ 1,031,310	\$ 11,234,944						
Categorical Special Education Aid	495-034-5120-089	864,312	7/1/17-6/30/18	-	-	864,312	(864,312)	-	-	-	-	79,339	864,312						
School Choice Aid	495-034-5120-068	125,388	7/1/17-6/30/18	-	-	125,388	(125,388)	-	-	-	-	11,510	125,388						
Categorical Security Aid	495-034-5120-084	107,702	7/1/17-6/30/18	-	-	107,702	(107,702)	-	-	-	-	9,886	107,702						
PARCC Readiness Aid	495-034-5120-098	14,380	7/1/17-6/30/18	-	-	14,380	(14,380)	-	-	-	-	1,320	14,380						
Per Pupil Growth Aid	495-034-5120-097	14,380	7/1/17-6/30/18	-	-	14,380	(14,380)	-	-	-	-	1,320	14,380						
Professional Learning Community Aid	495-034-5120-101	13,950	7/1/17-6/30/18	-	-	13,950	(13,950)	-	-	-	-	1,281	13,950						
Total State Aid Public:													12,375,056	(12,375,056)	-	-	1,135,966	12,375,056	
Categorical Transportation Aid																			
Lead Testing	495-034-5120-014	50,380	7/1/17-6/30/18	-	-	50,380	(50,380)	-	-	-	-	4,625	50,380						
Extraordinary Special Education Aid	495-034-5120-104	4,698	7/1/17-6/30/18	-	-	4,698	(4,698)	-	-	-	-	-	4,698						
Extraordinary Special Education Aid	100-034-5120-473	96,378	7/1/17-6/30/18	-	-	-	(96,378)	-	(96,378)	-	-	-	96,378						
Reimbursed TPAF Social Security Contributions (Nonbudgeted)	100-034-5120-473	157,748	7/1/16-6/30/17	(157,748)	-	157,748	-	-	-	-	-	-	-						
Reimbursed TPAF Social Security Contributions (Nonbudgeted)	495-034-5094-003	806,209	7/1/17-6/30/18	-	-	766,750	(806,209)	-	(39,459)	-	-	-	806,209						
Reimbursed TPAF Social Security Contributions (Nonbudgeted)	495-034-5094-003	774,678	7/1/16-6/30/17	(38,155)	-	38,155	-	-	-	-	-	-	-						
Noncash Assistance:																			
On-Behalf Post Retirement Long Term Disability Insurance Contributions	495-034-5094-004	2,242	7/1/17-6/30/18	-	-	2,242	(2,242)	-	-	-	-	-	2,242						
On-Behalf Post Retirement Pension Contributions	495-034-5094-002	1,578,474	7/1/17-6/30/18	-	-	1,578,474	(1,578,474)	-	-	-	-	-	1,578,474						
On-Behalf Post Retirement Medical Contributions	495-034-5094-001	1,019,679	7/1/17-6/30/18	-	-	1,019,679	(1,019,679)	-	-	-	-	-	1,019,679						
Total General Fund													(195,903)	15,993,182	(15,933,116)	-	-	1,140,591	15,933,116
Special Revenue Fund:																			
Non-Public Aid:																			
Auxiliary Services Aid Cluster (Ch. 192):																			
Compensatory Education	100-034-5120-067	39,774	7/1/17-6/30/18	-	-	39,774	(39,507)	-	-	-	267	-	39,507						
Transportation	100-034-5120-067	6,089	7/1/17-6/30/18	-	-	6,089	(6,086)	-	-	-	3	-	6,086						
Total Auxiliary Services Aid Cluster:													45,863	(45,593)	-	-	270	-	45,593
Handicapped Services Cluster (Ch. 193):																			
Supplemental Instruction	100-034-5120-066	21,886	7/1/17-6/30/18	-	-	21,886	(21,488)	-	-	-	398	-	21,488						
Corrective Speech	100-034-5120-066	27,766	7/1/17-6/30/18	-	-	27,766	(27,141)	-	-	-	625	-	27,141						
Annual Examination	100-034-5120-066	10,214	7/1/17-6/30/18	-	-	10,214	(9,485)	-	-	-	729	-	9,485						
Initial Examination	100-034-5120-066	22,916	7/1/17-6/30/18	-	-	22,916	(22,916)	-	-	-	-	-	22,916						
Total Handicapped Services Aid Cluster:													82,782	(81,030)	-	-	1,752	-	81,030

CITY OF WOODBURY PUBLIC SCHOOL DISTRICT
SCHEDULE OF EXPENDITURES OF STATE FINANCIAL ASSISTANCE
FOR THE FISCAL YEAR ENDED JUNE 30, 2018

STATE GRANTOR/PROGRAM TITLE	GRANT OR STATE PROJECT NUMBER	AWARD AMOUNT	GRANT PERIOD	BALANCE AT JUNE 30, 2017	CARRYOVER/(WALKOVER) AMOUNT	CASH RECEIVED	BUDGETARY EXPENDITURES	SUBRECIPIENT EXPENDITURES	(ACCOUNTS RECEIVABLE) AT JUNE 30, 2018	UNEARNED REVENUE AT JUNE 30, 2018	DUE TO GRANTOR JUNE 30, 2018	MEMO	
												BUDGETARY RECEIVABLE AT JUNE 30, 2018	BUDGETARY RECEIVABLE AT JUNE 30, 2018
Textbooks	100-034-5120-064	7,121	7/1/17-6/30/18	-	-	7,121	(6,893)	-	-	-	228	-	6,893
Technology	100-034-5120-373	4,810	7/1/17-6/30/18	-	-	4,810	(4,798)	-	-	-	12	-	4,798
Security	100-034-5120-509	9,750	7/1/17-6/30/18	-	-	9,750	(9,731)	-	-	-	19	-	9,731
Nursing	100-034-5120-070	12,610	7/1/17-6/30/18	-	-	12,610	(12,610)	-	-	-	-	-	12,610
Preschool Education Aid	495-034-5120-086	1,158,686	7/1/17-6/30/18	-	-	1,042,817	(1,082,877)	-	(40,060)	-	-	115,870	1,082,877
Preschool Education Aid	495-034-5120-086	885,411	7/1/16-6/30/17	(85,654)	-	88,541	-	-	-	2,887	-	-	-
Preschool Education Aid	495-034-5120-086	743,308	7/1/15-6/30/16	48,627	-	-	(48,627)	-	-	-	-	-	48,627
Total Preschool Education Aid				(37,027)	-	1,131,358	(1,131,504)	-	(40,060)	2,887	-	115,870	1,131,504
Total Special Revenue Fund				(37,027)	-	1,294,294	(1,292,159)	-	(40,060)	2,887	2,281	115,870	1,292,159
Debt Service Fund:													
Debt Service - Type II	495-034-5120-017	193,265	7/1/17-6/30/18	-	-	193,265	(193,265)	-	-	-	-	-	193,265
Total Debt Service Fund						193,265	(193,265)	-	-	-	-	-	193,265
Enterprise Fund:													
National School Lunch Program (State Share)	100-010-3360-067	8,474	7/1/17-6/30/18	-	-	7,939	(8,474)	-	(535)	-	-	-	8,474
National School Lunch Program (State Share)	100-010-3360-067	8,381	7/1/16-6/30/17	(486)	-	486	-	-	-	-	-	-	-
Total Enterprise Funds				(486)	-	8,425	(8,474)	-	(535)	-	-	-	8,474
Total State Financial Assistance				\$ (233,416)	\$ -	\$ 17,489,166	\$ (17,427,014)	\$ -	\$ (176,432)	\$ 2,887	\$ 2,281	\$ 1,256,461	\$ 17,427,014

State Financial Assistance Programs not subject to Calculation for Major Program Determination:

On-Behalf Post Retirement Long Term Disability Insurance Contributions	495-034-5094-004	2,242	7/1/17-6/30/18				2,242						
On-Behalf Post Retirement Pension Contributions	495-034-5094-002	1,578,474	7/1/17-6/30/18				1,578,474						
On-Behalf Post Retirement Medical Contributions	495-034-5094-001	1,019,679	7/1/17-6/30/18				1,019,679						

Total State Financial Assistance subject to Calculation for Major Program Determination

(14,826,619)

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

**CITY OF WOODBURY PUBLIC SCHOOL DISTRICT
NOTES TO SCHEDULES OF EXPENDITURES OF FEDERAL AWARDS AND STATE
FINANCIAL ASSISTANCE
FOR THE FISCAL YEAR ENDED JUNE 30, 2018**

Note 1. Basis of Presentation

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

Note 2. Summary of Significant Accounting Policies

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

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

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

Note 3. Relationship to Basic Financial Statements

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

**CITY OF WOODBURY PUBLIC SCHOOL DISTRICT
NOTES TO SCHEDULES OF EXPENDITURES OF FEDERAL AWARDS AND STATE
FINANCIAL ASSISTANCE
FOR THE FISCAL YEAR ENDED JUNE 30, 2018**

Note 3. Relationship to Basic Financial Statements (continued)

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

The net adjustment to reconcile from the budgetary basis to the GAAP basis is \$(1,270) for the general fund and \$45,832 for the special revenue fund. See Exhibit C-3 Note A of the basic financial statements, for a reconciliation of the budgetary basis to the modified accrual basis of accounting for the general and special revenue funds. Awards and financial assistance expenditures reported in the School District's basic financial statements on a GAAP basis are presented as follows:

<u>Fund</u>	<u>Federal</u>	<u>State</u>	<u>Total</u>
General Fund	\$ 92,901	\$ 15,931,846	\$ 16,024,747
Special Revenue Fund	1,592,490	1,264,832	2,857,322
Debt Service Fund	-	193,265	193,265
Food Service Fund	780,052	8,474	788,526
	<hr/>	<hr/>	<hr/>
Total Awards & Financial Assistance	<u>\$ 2,465,443</u>	<u>\$ 17,398,417</u>	<u>\$ 19,863,860</u>

Note 4. Relationship to Federal and State Financial Reports

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

Note 5. Federal and State Loans Outstanding

The City of Woodbury Public School District had no loan balances outstanding at June 30, 2018.

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

Section I - Summary of Auditor's Results

Financial Statements

Type of auditor's report issued Unmodified

Internal control over financial reporting:

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

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

Noncompliance material to financial statements noted? yes X no

Federal Awards

Internal control over major programs:

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

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

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

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

Identification of major programs:

<u>CFDA Number(s)</u>	<u>FAIN Number(s)</u>	<u>Name of Federal Program or Cluster</u>
<u>10.555</u>	<u>181NJ304N1099</u>	<u>National School Lunch Program</u>
<u>10.553</u>	<u>181NJ304N1099</u>	<u>National School Breakfast Program</u>
<u>10.559</u>	<u>181NJ304N1099</u>	<u>Summer Food Service Program</u>
<u> </u>	<u> </u>	<u> </u>
<u> </u>	<u> </u>	<u> </u>
<u> </u>	<u> </u>	<u> </u>

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

Auditee qualified as low-risk auditee? X yes no

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

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

State Financial Assistance

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

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

Internal control over major programs:

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

 2) Significant deficiency(ies) identified? _____ yes _____ X _____ no

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

Any audit findings disclosed that are required to be reported
in accordance with New Jersey OMB's Circular 15-08? _____ yes _____ X _____ no

Identification of major programs:

State Grant/Project Number(s)

Name of State Program

_____ 495-034-5120-078 _____

_____ 495-034-5120-085 _____

_____ 495-034-5120-084 _____

_____ 495-034-5120-089 _____

_____ 495-034-5120-098 _____

_____ 495-034-5120-097 _____

_____ 495-034-5120-101 _____

_____ _____

State Aid - Public:

_____ Equalization Aid _____

_____ Adjustment Aid _____

_____ Categorical Security Aid _____

_____ Categorical Special Education Aid _____

_____ PARCC Readiness Aid _____

_____ Per Pupil Growth Aid _____

_____ Professional Learning Community Aid _____

_____ _____

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

Section II – Financial Statement Findings

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

None.

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

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

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

FEDERAL AWARDS

None.

STATE FINANCIAL ASSISTANCE

None.

**CITY OF WOODBURY PUBLIC SCHOOL DISTRICT
SUMMARY SCHEDULE OF PRIOR YEAR AUDIT FINDINGS
AND QUESTIONED COSTS AS PREPARED BY MANAGEMENT
FOR THE FISCAL YEAR ENDED JUNE 30, 2018**

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

Financial Statement Findings

No Prior Year Findings.

Federal Awards

No Prior Year Findings.

State Financial Assistance

No Prior Year Findings.