

# SCHOOL DISTRICT OF NEPTUNE TOWNSHIP



*Neptune Township Board of Education  
Neptune, New Jersey 07753*

*Comprehensive Annual Financial Report  
For the Fiscal Year Ended June 30, 2019*

**School District of  
Neptune Township**

**Neptune Township Board of Education  
Neptune Township, New Jersey**

Comprehensive Annual Financial Report  
For the Year Ended June 30, 2019

Prepared by

Neptune Township School District  
Business Division

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## Introductory Section

# NEPTUNE TOWNSHIP SCHOOL DISTRICT



60 NEPTUNE BOULEVARD  
NEPTUNE, NJ 07753-4836  
TELEPHONE: 732.776.2000

November 14, 2019

Honorable President and Members of the  
Neptune Township Board of Education  
60 Neptune Boulevard  
Neptune Township  
County of Monmouth, New Jersey

Dear Board Members and Constituents:

The comprehensive annual financial report of the Neptune Township School District (the "District") as of and for the year ended June 30, 2019 is hereby submitted. Responsibility for both the accuracy of the data and completeness and fairness of the presentation, including all disclosures, rests with the management of the Board of Education. To the best of our knowledge and belief, the data presented in this report is accurate in all material respects and is reported in a manner designed to present fairly the financial position of the governmental activities, the business-type activities, each major fund and the aggregate remaining fund information at June 30, 2019 and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended. All disclosures necessary to enable the reader to gain an understanding of the District's financial activities have been included.

The comprehensive annual financial report is presented in four sections: introductory, financial, statistical and single audit. The introductory section includes this transmittal letter (designed to be read in conjunction with management's discussion and analysis), the District's organization chart, independent auditors and advisors, certificate of excellence in financial reporting, and a roster of officials. The financial section includes Management's discussion and analysis (presented immediately after the report of independent auditors), the basic financial statements, required supplementary information, supplementary and other information, as well as the auditors' report thereon. The statistical section includes selected financial and demographic information, generally presented on a multi-year basis and is unaudited. The District is required to undergo an annual single audit in conformity with the provisions of the Single Audit Act Amendments of 1996, Title 2 U.S. Code of Federal Regulation (CFR) Part 200 *Uniform Administrative Requirements, Cost Principles and Audit Requirements for Federal Awards (Uniform Guidance)* and the New Jersey OMB Circular 15-08, *Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid Payments*. Information related to this Single Audit, including the auditors' report on internal control and compliance with applicable laws and regulations and findings and recommendations, if applicable, are included in the single audit section of this report.



## **1. Reporting Entity and its Services**

The District is an independent reporting entity within the criteria adopted by the Governmental Accounting Standards Board (“GASB”). All funds and the government-wide financial statements of the District are included in this report. The Neptune Township Board of Education with all its schools constitute the District’s reporting entity and does not have any component units and is not considered a component unit of any other governmental entity. The District provides a full range of educational services appropriate to grade levels Pre-K through 12. These include regular, vocational, as well as special education for handicapped students. The District completed the 2018-2019 fiscal year with an average daily enrollment of 3,956 students. The following details the changes in the student enrollment of the District over the last five years.

<b>Average Daily Enrollment</b>		
<b>Fiscal Year</b>	<b>Student Enrollment</b>	<b>Percent Change</b>
2019	3,956	(0.76)%
2018	3,986	(4.39)
2017	4,169	(2.26)
2016	4,265	(0.81)
2015	4,300	(3.02)

Comprehensive academic services are offered to all students beginning in preschool at the age of three and continuing up to grade twelve. Preschool classes for approximately 449 youngsters [up 20 from the prior year] are housed in the Early Childhood Center as well as in each of the five neighborhood elementary schools located throughout the Township. Grades kindergarten through five enrolled 1,486 on average [down 6] during the school year while the Neptune Middle School averaged 723 teenagers [down 15] in grades six through eight and Neptune High School averaged 1,298 students [down 29] in grades nine through twelve.

The Neptune Township School District operates during the traditional school year from September through June for 180 instructional days and supplements this with a 25-day summer program for students with special education needs.

## **2. Economic Condition and Outlook**

New Jersey, the state with the highest population density in the country and the third highest per capita income level, has shown modest economic growth over the past year according to the NJ Department of Labor and Workforce Development. While the US unemployment rate in June hovered at 3.7%, New Jersey’s rate was 3.5%, reflecting a total number of 156,500 unemployed persons in the Garden State. Initial claims for unemployment dipped by 2,600 from the prior June count. Of the 46,700 new jobs that came online during the past twelve months, the largest area of growth was in education and health services. Hourly wage earners were greeted by recent legislation in Trenton that adjusts the minimum hourly wage from \$8.85 in January 2019 to \$10.00 in July 2019. Over the next 4 1/2 years, the rate will increase in one dollar increments until it reaches \$15 per hour in January 2024.

The long-term forecast for the NJ economy, as reported in the Rutgers Economic Advisory Service “RECON,” predicts a slower statewide growth than the national picture, with a projected economic downturn in the second half of 2020. As the federal deficit tops \$1 trillion in 2019, and as interest on the national debt climbs, future economic growth will be stymied at all levels.

Other economic indicators can be gleaned from the real estate market. Data from the National Association of Realtors show that new home prices were up 8.4% from the prior year while the price of existing homes rose by 2.7% to the median existing home price of \$278,200. Inventory of single family homes decreased by 2.6% putting upward pressure on home prices. Borrowing was made a bit easier over the past twelve months as mortgage rates on a 30-year conventional loan dropped to 3.77% from 4.54%. Overall, the economy appears to be growing at a respectable pace, however, there are concerning signals ahead on the national front both politically and economically that could alter the local economic landscape.

### **3. Initiatives**

The Neptune Township Board of Education along with its administrative team maintain as its primary goal the continual academic improvement and success of the student body. This success is partially measured by state and local assessments. The District continues to employ a data-driven approach to interpreting the outcome of standardized testing and works to better align curricula with state and national standards to ensure that the instructional program best serves the students of the community. Results of standardized testing are shared with administration and targeted professional development is created to address the needs of the learners and allows for review and revision to programs implemented throughout the district. Data are shared with the public to ensure that all stakeholders are informed.

On an annual basis, the Neptune Township Board of Education in conjunction with the Chief School Administrator convene a meeting to formulate District goals. Below are key focal points for the Board and Administration:

- Provide a physically and socially / emotionally safe, secure, and responsive environment for students and staff.
- Provide support for students and increased teacher capacity in the area of reading instruction.
- Employ efficient and effective fiscal management practices.
- Promote the positive opportunities, accomplishments and work of the district.
- Utilize district technology resources / technology coaches to provide training for teachers in creating unique and engaging learning experiences for students.

Several of the above goals are carried forward from the prior year. Their weight and importance warrant a continued and renewed focus for the ensuing school year.

### **4. Service Efforts and Accomplishments**

Over the years, the Neptune Township Public School District has developed professional associations with other respected community organizations, many of which result in direct benefits to our students. Renewed agreements with Brookdale Community College offer college level academic credit well before the students formally graduate from high school. A "Dual Enrollment" option provides seniors in good academic standing with the opportunity to earn up to six college credits at no cost to the student. The District and Brookdale continue to support the more comprehensive Poseidon Early College High School program. This unique alliance which is cost shared between the two institutions enables select high school students to earn a recognized Associates Degree from Brookdale while attending Neptune High School. The program is entering its sixth year of operation and has successfully graduated two classes.

The District maintains a strong relationship with its neighbor, Hackensack Meridian Health Jersey Shore University Medical Center, to provide practical and actual medical experiences from shadowing doctors to

observing live surgical operations. This partnership bolsters one of the various specialty Academies that are offered at Neptune High School. Numerous other community organizations offer structured learning experiences for students with disabilities which enhance their academic and real-world experiences. Exposure to varied growth opportunities may ultimately help in post-high school career decisions.

##### **5. Major Operational or Financial Concerns**

During the 2018-19 fiscal year, there were 673 public school districts in operation in New Jersey, inclusive of 88 charter schools. Roughly one third of the state's \$37.4 billion annual budget was dedicated to supporting public school operations. In most districts, local property taxes constitute the single largest revenue source of the school budget. While past legislation placed a 2% cap on the amount of taxes a school district could request from its municipality annually (without a public vote), general operating expenses typically eclipse this singular revenue stream.

In the case of Neptune Township, the tax levy represents about half of the revenue needed to balance the budget, so all things being equal, a 2% increase in the levy will support a 1% increase in budget appropriations. Unfortunately, operational expenses far exceed a 1% annual growth rate. The two largest budget drivers in most schools are salaries and health insurance premiums. Together they account for 65% - 75% of the operating budget. Salaries in most public schools are negotiated and part of a collective bargaining agreement. Increases in contractual salaries customarily follow statewide averages which have been in the 2% - 3% range. Nationally, health insurance premiums trend in the 5% - 8% range. Neptune Township, through the implementation of a self-insured prescription drug plan, has managed to stay on the low side of this premium trend. The overall imbalance of this equation between revenues and appropriations points to a growing reliance on state and federal aid in order to achieve a balanced budget.

While not alone, Neptune Township School District is at a fiscal crossroads. The level of state aid funding is on a downward trajectory. Over the past two years, state aid has been reduced by nearly \$1.4 million. Budgets have been otherwise buoyed by available local surplus. Moving forward however, the district is facing another \$10 million in lost aid over seven years. The decline in aid is due in part to the decline in student enrollment. As noted in section 1 above, Neptune Township is witnessing a steady loss of students, not unlike many other districts in the Monmouth County area. A recent independent demographic survey was conducted and it bears out this enrollment trend. Since the enactment of the School Funding Reform Act of 2008, Neptune has been in a hold harmless situation relative to state funding. The imminent reduction in aid will likely outpace the district's ability to reduce expenditures in a gradual manner. The Board of Education and Administration are working to consolidate operational spaces and lease out facilities where practical. Because District facilities are energy efficient and well maintained, leasing opportunities should not pose an unreasonable challenge and may serve to mitigate impending budget difficulties.

##### **6. Significant Budget Variances or Budget Modifications**

School budget development and refinement is an ongoing process that occurs throughout the year with input from many interested parties. Under the best of circumstances, there will be variations between budgeted revenues and actual revenues; budgeted appropriations and actual expenditures. Account modifications are regularly made to ensure that the district remains on course to finish the year in the black. The start of the 2018-19 school year saw an immediate and unforeseen reduction in state aid in the amount of \$718,973, after the budget was approved and finalized. As a necessary response, the District revisited its appropriations and carefully trimmed back accounts in the areas of facilities, liability insurance and health insurance. In the case

of the latter two categories, actual premium information yielded greater savings than expected, allowing for adjustments without adverse budgetary impact.

By the end of the school year, the District generated slightly more revenue than budgeted. The annual application for discretionary "Extraordinary Aid" resulted in the receipt of \$338,477 more than anticipated. Tuition revenue from the various sending districts, exceeded the original budget by 15% and miscellaneous rental income brought in \$130,000 above what was expected.

In review of last year's appropriations and final expenditures, most modifications were made to salary accounts due to staff transfers, retirements and new hires. Other budget variations resulted from changes in out-of-district tuition placements and underlying consultant services for students. The district again struggled as it tried to adequately gauge the fiscal impact of the newly created and expanding College Achieve Charter School. Projected enrollments from the Department of Education as provided by the charter school did not materialize, resulting in a sizeable unexpended account balance. Enrollment projections continue to vary greatly from actual resulting in further budget modifications.

#### **7. Internal Control**

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

As a recipient of federal and state financial assistance, the District is also responsible for ensuring that adequate internal control is in place to ensure compliance with applicable laws and regulations related to those programs. This internal control is also subject to periodic evaluation by the District management. As part of the District's single audit described earlier, tests are made to evaluate the adequacy of internal control, including that portion related to federal and state financial assistance programs, as well as to evaluate the District's compliance with applicable laws and regulations.

#### **8. Budgetary Controls**

In addition to internal controls, the District maintains budgetary controls. The objective of these budgetary controls is to ensure compliance with legal provisions embodied in the annual appropriated budget approved by the New Jersey Department of Education. The Board of Education of Neptune Township approves modifications to the budget. The legal level of budgetary control is established at line item accounts within each fund. Annual appropriated budgets are adopted for the general fund and the special revenue fund. Project-length budgets are approved for the capital improvements accounted for in the capital projects fund. The final budget amount as amended for the fiscal year is reflected in the financial section. An encumbrance accounting system is used to record outstanding purchase commitments on a line-item basis. Open encumbrances at year-end are either canceled or are included as reappropriations of fund balance in the subsequent year. Those amounts to be reappropriated are reported as assignments of fund balance at June 30, 2019 in the basic financial statements.

**9. Accounting Systems and Reports**

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

**10. Other Information**

*A. Independent Audit:* State statutes require an annual audit by independent certified public accountants or registered municipal accountants. The accounting firm of Wiss and Company, LLP was selected by the full Board of Education. In addition to meeting the requirements set forth in state statutes, the audit also was designed to meet the requirements of the Uniform Guidance and New Jersey OMB's Circular 15-08. The auditors' report on the basic financial statements and specific required supplementary information is included in the financial section of this report. The auditors' reports related specifically to the Single Audit are included in the Single Audit section of this report.


*B. Awards:* The Association of School Business Officials (ASBO) awarded a Certificate of Excellence in Financial Reporting to the District for its comprehensive annual financial report for the fiscal year ended June 30, 2018. This was the twenty-fourth consecutive year that the District has received this prestigious award and is the only District in the State of New Jersey to receive twenty-four consecutive awards. In order to be awarded this certificate, the District published an easily readable and efficiently organized comprehensive annual financial report. This report satisfied both accounting principles generally accepted in the United States and applicable legal requirements.


The Certificate is valid for a period of one year only. We believe that our current comprehensive annual financial report continues to meet the Programs' requirements and we are submitting it to ASBO to determine its eligibility for the fiscal year 2018-19 certificate.

**11. Acknowledgments**

We would like to express our appreciation to the members of the Neptune Township 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 financial and accounting staff. Additionally, we wish to acknowledge the assistance given by Peter I. Bartlett, Assistant Business Administrator, Township of Neptune personnel including Michael J. Bascom, Chief Financial Officer/Tax Collector; Bernard Haney, Assessor and Richard Cuttrell, Township Clerk.

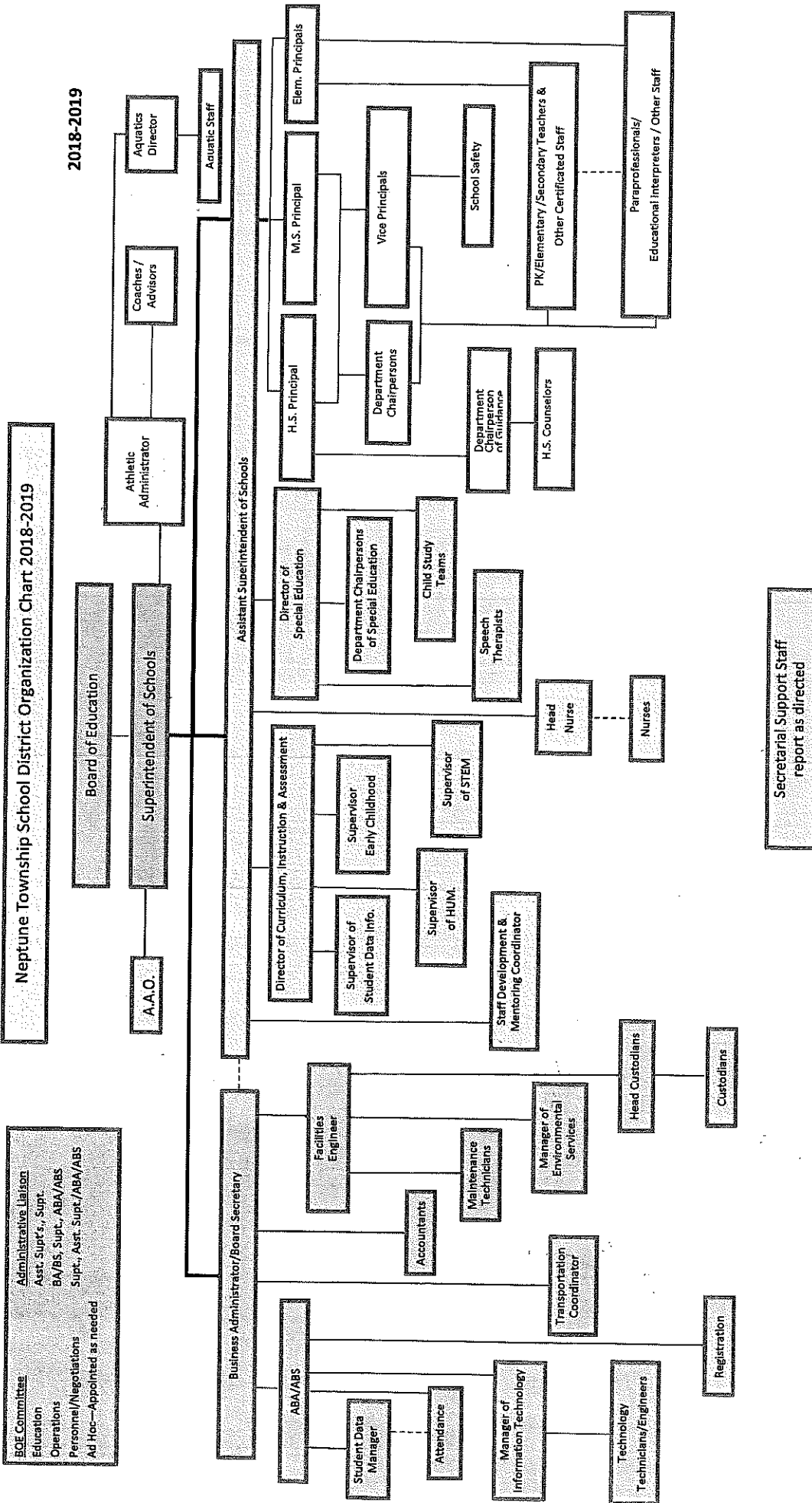
Respectfully Submitted,

  
\_\_\_\_\_  
Tami R. Crader, Ed.D  
Superintendent

  
\_\_\_\_\_  
Peter J. Leonard  
Business Administrator/Board Secretary

# Neptune Township School District Organization Chart 2018-2019

2018-2019



Neptune Township School District  
Neptune, New Jersey

Roster of Officials  
June 30, 2019

<b><u>Members of the Board of Education</u></b>	<b><u>Term Expires</u></b>
Dorothea L. Fernandez, President	2020
Laura G. Granelli, Vice President	2021
Brady M. Connaughton	2020
Nicole M. Green	2020
Jerome M. Hubbard	2021
Jason A. Jones	2019
Mark A. Matson	2021
Michelle A. Moss	2019
Donna L. Puryear	2019
Antonio López, Neptune City Representative, appointed	2019

**Other Officials**

Dr. Tami R. Crader, Superintendent  
Dr. Matthew Gristina, Assistant Superintendent  
Peter J. Leonard, Business Administrator/Board Secretary  
Peter I. Bartlett, Asst. Business Administrator/Asst. Board Secretary

**Committees**

**Operations**

Laura G. Granelli, Chairperson  
Dorothea L. Fernandez  
Jerome M. Hubbard

**Education**

Donna L. Puryear, Chairperson  
Jason A. Jones  
Mark A. Matson  
Antonio López

**Personnel**

Brady M. Connaughton, Chairperson  
Nicole M. Green  
Michelle A. Moss

Neptune Township School District  
Neptune, New Jersey

Independent Auditors and Advisors

**Architects**

Kellenyi Johnson Wagner  
21 Peters Place  
Red Bank, New Jersey 07701

**Attorneys**

Diana Anderson, Esq., LLC  
512 Main Street  
Toms River, New Jersey 08753

Weiner Law Group, LLP  
629 Parsippany Road  
Parsippany, New Jersey 07054

**Independent Auditors**

Wiss and Company, LLP  
354 Eisenhower Parkway, Suite 1850  
Livingston, New Jersey 07039

**Consulting Engineers**

JDC Energy Services  
100 Lenox Drive  
Lawrenceville, New Jersey 08648

DLB Associates, Inc.  
265 Industrial Way West  
Eatontown, New Jersey 07724

Leon S. Avakian, Inc.  
788 Wayside Road  
Neptune, New Jersey 07753



Neptune Township School District  
Neptune, New Jersey

Independent Auditors and Advisors (continued)

**Health Benefits Broker**

Business & Governmental Insurance Agency  
900 Route 9 North, Suite 503  
Woodbridge, New Jersey 07095

**Insurance Broker**

CBIZ Insurance Services  
219 South Street  
New Providence, New Jersey 07974

NJ Schools Insurance Group  
6000 Midatlantic Drive, Suite 300N  
Mount Laurel, New Jersey 08054

**Official Depositories**

Wells Fargo Bank  
Rt. 33 and Fortunato Place  
Neptune, New Jersey 07753

NJ Cash Management Fund  
Department of the Treasury  
P.O. Box 500  
Trenton, New Jersey 08625

**Official Newspapers**

Asbury Park Press  
3601 Route 66, PO Box 1550  
Neptune, New Jersey 07753

The Coaster  
1011 Main Street  
Asbury Park, New Jersey 07712



ASSOCIATION OF  
SCHOOL BUSINESS OFFICIALS  
INTERNATIONAL

The Certificate of Excellence in Financial Reporting  
is presented to

## Neptune Township Board of Education

for its Comprehensive Annual Financial Report (CAFR)  
for the Fiscal Year Ended June 30, 2018.

The CAFR meets the criteria established for  
ASBO International's Certificate of Excellence.



Handwritten signature of Tom Wohlleber.

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Tom Wohlleber, CSR  
President

Handwritten signature of Siobhán McMahon.

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Siobhán McMahon, CAE  
Chief Operating Officer

## Financial Section

## Independent Auditors' Report

Honorable President and Members  
of the Board of Education  
Neptune Township School District  
Neptune, New Jersey  
County of Monmouth

### **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 Neptune Township School District, County of Monmouth, New Jersey (the "District"), as of and for the year ended June 30, 2019, and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

### ***Management's Responsibility for the Financial Statements***

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

### ***Auditors' 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; audit requirements as prescribed by the Office of School Finance, Department of Education, State of New Jersey; and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards and requirements 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 auditors' 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 District as of June 30, 2019, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

### ***Other Matters***

#### ***Required Supplementary Information***

Accounting principles generally accepted in the United States of America require that management's discussion and analysis, schedule of the District's proportionate share of the net pension liability-PERS, schedule of District pension contributions-PERS, schedule of the State's proportionate share of the net pension liability associated with the District-TPAF, schedule of the State's proportionate share of the net OPEB liability associated with the District and changes in the total OPEB liability and related ratios – (PERS and TPAF) and budgetary comparison information as identified in the table of contents be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

#### ***Other Information***

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the District's basic financial statements. The accompanying supplementary information such as the school based budget schedules, combining and individual fund financial statements, and the schedules of expenditures of federal awards and state financial assistance, as

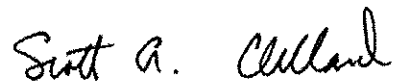
required by Title 2 U.S. Code of Federal Regulations (CFR) Part 200 Uniform Administrative Requirements, Cost Principles and Audit Requirements for Federal Awards (Uniform Guidance) and New Jersey OMB Circular 15-08, Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid, respectively, and the other information, such as the introductory and statistical section are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The school based budget schedules, combining and individual fund financial statements and the schedules of expenditures of federal awards and state financial assistance are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the school based budget schedules, combining and individual fund financial statements and the 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 and statistical sections have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we do not express an opinion or provide any assurance on them.

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

In accordance with *Government Auditing Standards*, we have also issued our report dated November 14, 2019 on our consideration of the 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 solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the District's 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 District's internal control over financial reporting and compliance.



Scott A. Clelland  
Licensed Public School Accountant  
No. 1049



WISS & COMPANY, LLP

November 14, 2019  
Livingston, New Jersey

Required Supplementary Information - Part I  
Management's Discussion and Analysis

Neptune Township School District  
Neptune, New Jersey

Management's Discussion and Analysis  
Year ended June 30, 2019

The discussion and analysis of the Neptune Township School District's (the "District") financial performance provides an overall review of the District's financial activities for the year ended June 30, 2019. The intent of this discussion and analysis is to look at the District's financial performance as a whole; readers should also review the basic financial statements, notes and additional information in the transmittal letter to enhance their understanding of the District's financial performance.

Management's Discussion and Analysis (MD&A) is an element of Required Supplementary Information specified in the Governmental Accounting Standards Board's (GASB) Statement No. 34 - *Basic Financial Statements and Management's Discussion and Analysis for State and Local Governments*. Certain comparative information between the current year and the prior year is presented in the MD&A.

### **Financial Highlights**

Key financial highlights for fiscal year 2019 are as follows:

- The total net position of the District decreased \$5,444,609 during the current fiscal year, which was mostly attributable to a decrease in state aid revenues and tuition revenues.
- General revenues of \$90,745,353 in both governmental activities and business-type activities accounted for 83% of all revenues. Program specific revenues in the form of charges for services and operating grants and contributions accounted for \$17,816,872 or 17% of total revenues of \$104,586,637, of which \$105,945,083 pertained to governmental activities and \$2,617,142 pertained to business-type activities.
- The District generated fund balance in excess of 2% in the current year in the general fund in the amount of \$1,995,000.
- The District maintains restricted reserves for capital and maintenance of \$6,745,704 and \$1,350,000, respectively in the general fund.
- The District followed GASB Statement No. 75 (GASB 75), *Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions*, during the 2019 fiscal year resulting in the recording of additional revenue and expense in the amount of \$6,523,773 related to post-employment health benefits.



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

This annual report consists of a series of basic financial statements and notes to those statements. These statements are organized so the reader can understand the Neptune Township School District as a financial whole, an entire operating entity. The statements then proceed to offer an increasingly detailed look at specific financial activities. This discussion and analysis is intended to serve as an introduction to the District's basic financial statements. The three components of the District's basic financial statements are: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the basic financial statements. The CAFR also contains required and other supplementary information in addition to the basic financial statements.

## **Reporting the School District as a Whole**

### **Government-wide Statements**

The *Statement of Net Position* and *Statement of Activities* provide information about the activities of the entire School district and are designed to provide readers with a broad overview of the District's finances, in a manner similar to private-sector business.

These statements include all assets, deferred outflows of resources, deferred inflows of resources and liabilities using the accrual basis of accounting similar to the accounting used by most private-sector businesses. This basis of accounting takes into consideration all of the current year's revenues and expenses regardless of when cash is received or paid.

These two statements report the District's net position and changes in net position. The change in net position is important because it informs the reader that, for the School District as a whole, the financial position of the School District has improved or worsened. The causes of the change may be the result of many factors, some financial and some not. Non-financial factors include the District's property tax base, current laws in New Jersey restricting revenue growth, facility conditions, and required educational programs to cite just a few. In the *Statement of Net Position* and the *Statement of Activities*, the District is divided into two distinct types of activities:

- **Governmental activities** - All of the District's programs and services are reported here including instruction, support services, operation and maintenance of plant facilities, pupil transportation and extracurricular activities.
- **Business-type activities** - Programs reported here are used to account for operations that are financed and operated in a manner similar to private business enterprises, where the intent of the District is that the costs of providing goods and services be financed through user charges. The District operates two enterprise funds. The Food Service and Aquatic Center enterprise funds are reported as business-type activities. The District uses an internal service fund to account for its self-insurance prescription drug program which is considered to be a major fund of the District. The internal service fund has been included within the governmental activities in the government-wide financial statements.

The government-wide financial statements can be found on pages 25 and 26 of this report.

## **Reporting the District's Funds**

### **Fund Financial Statements**

Fund financial statements provide detailed information about the District's funds. 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**

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

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

The District adopts an annual appropriated budget for its general fund and special revenue fund. Budgetary comparison statements have been provided as required supplementary information for the general fund and special revenue fund to demonstrate compliance with this budget.

The basic governmental fund financial statements can be found on pages 27 through 29 of this report.

### **Proprietary Funds**

The District maintains a proprietary fund type in the form of two enterprise funds and one internal service fund. The enterprise funds are used to report business-type activities in the government-wide financial statements. The District uses enterprise funds to account for the operations of its food service program and aquatic center, which are also considered to be major funds of the District. The District utilizes the internal service fund to account for the activities of its self-insured prescription drug program.

The basic proprietary funds financial statements can be found on pages 30 through 32 of this report.

## Fiduciary Funds

Fiduciary funds are used to account for resources held for the benefit of parties outside of the governmental entity. Fiduciary funds are not reflected in the government-wide financial statements because the resources of those funds are not available to support the District's own programs. The District utilizes a long established unemployment compensation trust fund to account for contributions from the District and employees to reimburse the State of New Jersey for the cost of approved unemployment compensation claims. The District uses separate and distinct agency funds to account for resources held for student activity groups as well as for payroll-related liabilities. The basic fiduciary fund financial statements can be found on pages 33 and 34 of this report.

## Notes to the Basic Financial Statements

The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the basic financial statements can be found on pages 35 to 71 of this report.

## The School District as a Whole

Recall that the Statement of Net Position provides the perspective of the District as a whole. Net position may serve over time as a useful indicator of a government's financial position. The District's financial position is the product of varied financial transactions including the net results of activities, the acquisition and disposal of capital assets, and the depreciation of capital assets.

The following table provides a summary of the District's net position at June 30, 2019 and 2018:

### Neptune Township School District Net Position June 30,

	2019			2018		
	Governmental Activities	Business-type Activities	Total	Governmental Activities	Business-type Activities	Total
<b>Assets:</b>						
Current and other assets	\$ 12,882,950	\$1,372,052	\$ 14,255,002	\$ 14,105,003	\$1,227,148	\$ 15,332,151
Capital assets, net	232,900,930	782,016	233,682,946	236,264,522	827,306	237,091,828
Total assets	245,783,880	2,154,068	247,937,948	250,369,525	2,054,454	252,423,979
<b>Deferred outflow of resources:</b>						
Pension deferrals	5,383,923		5,383,923	7,627,123		7,627,123
<b>Liabilities:</b>						
Current liabilities and other	2,329,937	242,218	2,572,155	2,044,808	184,740	2,229,548
Long-term liabilities						
outstanding	22,040,803		22,040,803	25,908,464		25,908,464
Total liabilities	24,370,740	242,218	24,612,958	27,953,272	184,740	28,132,012
<b>Deferred inflow of resources:</b>						
Pension deferrals	7,181,657		7,181,657	4,941,225		4,941,225
<b>Net position:</b>						
Investment in capital assets	232,900,930	782,016	233,682,946	236,264,522	827,306	237,091,828
Restricted	12,090,704		12,090,704	11,112,815		11,112,815
Unrestricted (deficit)	(25,376,228)	1,129,834	(24,246,394)	(22,275,186)	1,042,408	(21,232,778)
Total net position	\$ 219,615,406	\$ 1,911,850	\$ 221,527,256	\$ 225,102,151	\$ 1,869,714	\$ 226,971,865

The largest portion of the District’s net position is its investment in capital assets (e.g., land, buildings and improvements, furniture and equipment and construction in progress). The District uses these capital assets to provide services to students; consequently, these assets are not available for future spending. Capital assets, net, and the investment in capital assets decreased mainly due to current year depreciation exceeding current year capital asset additions. Current liabilities increased from the prior year due to the timing of purchases near year-end that were not paid. Long term liabilities and deferred outflows of resources decreased while the deferred inflow of resources increased due to the actuarial calculation related to net pension liability of the District.

Total net position of the District decreased by \$5,444,609 during the current fiscal year. This was primarily the result of the decrease in revenues exceeding the decrease in expenditures. The following table shows changes in net position for fiscal years ended June 30, 2019 and 2018:

**Neptune Township School District  
Changes in Net Position  
Year ended June 30,**

	2019			2018		
	Governmental Activities	Business-type Activities	Total	Governmental Activities	Business-type Activities	Total
Revenues:						
Program revenues:						
Charges for services	\$ 6,586,288	\$ 1,049,912	\$ 7,636,200	\$ 5,857,896	\$ 1,005,909	\$ 6,863,805
Operating grants and contributions	8,627,258	1,553,414	10,180,672	7,837,918	1,535,534	9,373,452
General revenues:						
Property taxes	38,241,319		38,241,319	37,491,489		37,491,489
Federal and state aid not restricted to specific purposes	52,164,912		52,164,912	59,309,626		59,309,626
Earnings on investments	121,563	13,816	135,379	52,240	7,983	60,223
Miscellaneous	203,743		203,743	1,699,573		1,699,573
Total revenues	105,945,083	2,617,142	108,562,225	112,248,742	2,549,426	112,248,742
Expenses:						
Instruction	65,902,632		65,902,632	69,463,599		69,463,599
Support services	43,630,548	2,575,006	46,205,554	45,631,246	2,529,012	48,160,258
Charter schools	1,898,648		1,898,648	1,382,965		1,382,965
Total expenses	111,431,828	2,575,006	114,006,834	116,477,810	2,529,012	119,006,822
Change in net position	(5,486,745)	42,136	(5,444,609)	(4,229,068)	20,414	(4,208,654)
Net position – beginning	225,102,151	1,869,714	226,971,865	229,331,219	1,849,300	231,180,519
Net position – ending	\$ 219,615,406	\$ 1,911,850	\$ 221,527,256	\$ 225,102,151	\$ 1,869,714	\$ 226,971,865

The increase in charges for services was the result of increased participation in the current year.

The decrease in federal and state aid was the result of the impact of GASB 75, *Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions*, which required the District to record approximately \$6.7 million in revenues, which were contributions made on-behalf of the District by the State for post-employment benefits compared to \$10.2 million in the prior year.

The decrease in miscellaneous revenue was the result of non-recurring insurance proceeds and increased E-rate funds received in the prior year.

Expenses decreased due to approximately \$6.7 million in expenses reported for contributions made on behalf of the District by the State for post-employment benefits due to the impact of GASB 75, compared to \$10.2 million in the prior year.

### **Governmental Activities**

The unique nature of property taxes in New Jersey creates the legal requirement to annually seek voter approval for District operations once the tax levy increase exceeds the 2% CAP. Property taxes made up 37.5 percent of revenues for governmental activities in the Neptune Township School District for fiscal year 2019. Unrestricted federal and state aid accounted for another 47.3 percent of revenue. The balance of revenues generated from tuition and transportation revenue, investment income and other miscellaneous unrestricted sources comprised 15.2 percent of the total governmental revenues.

The total cost of all programs and services was \$111,431,828. Instruction comprised 59.1 percent of District expenses. Instructional expenses include activities directly dealing with the teaching of pupils and the interaction between teacher and student, including extracurricular activities. It is important to note that additional instructional costs are included with support services, which is in conformity with New Jersey Budget Guidelines.

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

### **Business-Type Activities**

Revenues for the District's business-type activities were comprised of charges for services and federal and state reimbursements. Charges for services were \$1,049,912 or 40.1 percent of revenue. This represents amounts paid by patrons for daily food service and use of the aquatic center. Federal and state reimbursements for meals, including payments for free and reduced-priced lunch and breakfast, and donated commodities amounted to \$1,553,414 or 59.3 percent of total revenue. The balance of revenues generated from investment income comprised 0.6 percent of the total business-type revenues.

## **Financial Analysis of the District's Funds**

### **Governmental Funds**

All governmental funds are accounted for using the modified accrual basis of accounting. The focus of the District's governmental funds is to provide information on near-term inflows, outflows, and balances of expendable resources. Such information is useful in assessing the District's financing requirements.

*General Fund.* The general fund is the main operating fund of the District. At the end of the current fiscal year, the total fund balance was \$11,839,296 including funds restricted for capital and maintenance reserves in the amount of \$8,095,704, current year excess surplus of \$1,995,000 and prior year excess surplus of \$2,000,000.

*Special Revenue Fund.* The special revenue fund is used to track the proceeds of specific revenue sources that are restricted or committed to expenditures for specific purposes, other than debt service or capital projects. Revenue for the current fiscal year increased approximately \$790,000 and expenditures for the current fiscal year increased approximately \$688,000. Special Education Grant Cluster (“IDEA”) continues to be the largest federal grant in the special revenue fund, with expenditures in the current fiscal year of \$1,298,649. The District’s largest state grant is the Preschool Education Childhood Aid with expenditures in the current fiscal year of \$5,496,103.

As demonstrated by the various statements and schedules included in the financial section of this report, the District continues to meet its responsibility for sound financial management. The following schedule presents a summary of the revenues of the General Fund and Special Revenue Fund for the fiscal year ended June 30, 2019, and the amount and percentage of increases in relation to prior year revenues.

<b>Revenues</b>	<b>Amount</b>	<b>Percent of Total</b>	<b>Increase from 2018</b>	<b>Percent of Increase</b>
Local sources	\$ 45,364,223	46.8%	\$ 864,861	1.9%
State sources	48,441,112	49.9	757,521	1.6
Federal sources	3,213,643	3.3	648,978	25.3
<b>Total</b>	<b>\$ 97,018,978</b>	<b>100.0%</b>	<b>\$ 2,271,360</b>	<b>2.3%</b>

Local sources increased due to the increased local tax levy, as well as an increase in facility rentals during the year. Federal sources increase was driven by the increase in awards for Title I, Title I SIA and Title IV.

The following schedule presents a summary of general fund and special revenue fund expenditures for the fiscal year ended June 30, 2019, and the amount and percentage of increases in relation to prior year expenditures.

<b>Expenditures</b>	<b>Amount</b>	<b>Percent of Total</b>	<b>Increase from 2018</b>	<b>Percent of Increase</b>
Current expenditures:				
Instruction	\$ 40,005,664	40.7%	\$ 1,741,448	4.6 %
Support services	52,180,324	53.1	789,458	1.5
Capital outlay	4,204,514	1.9	1,079,435	34.5
Charter schools	1,898,648	4.3	515,683	37.3
<b>Total</b>	<b>\$98,289,150</b>	<b>100.0%</b>	<b>\$ 4,126,024</b>	<b>4.4 %</b>

Current expenditures reflect an increase attributable to salary and health benefit increases and the increases in the amount contributed by the State on behalf of the District for the TPAF pension.

Capital outlay expenditures increased as a direct result of the District's capital projects that were on going during the current year, mainly attributable to the District's energy conservation project, video upgrades, and the installation of synthetic turf at the RAC baseball field and track resurface.

Charter school expenditures increased as more students enrolled in charter schools within the District boundaries, even though fewer students attended than were initially expected based on budgeted appropriation.

### **General Fund Budgeting Highlights**

The District's budget is prepared in accordance with New Jersey law and is based on accounting for certain transactions on the modified accrual basis. The most significant budgeted fund is the General Fund.

During the course of the year under audit, the District made several necessary revisions to its annual operating budget. Overall, the original budget differed from the final budget due to the reduction of state adjustment aid which was offset by increasing the appropriations of extraordinary aid. Revisions in the budget were made to prevent over-expenditures in specific line item accounts. Several of these significant revisions are mentioned below:

There were significant budget transfers out of Regular Programs – Instruction due to decreased enrollment in regular programs, as well as the need to send special education students to private schools within the state based on current student needs.

There were significant transfers to Undistributed Expenditures – Instruction – Tuition to Private Schools for the Disabled- within State due to the additional need for students to attend Private Schools for the Disabled as required by the students' individualized education plan. The District contracted with a variety of vendors to satisfy this obligation.

There were significant budget transfers out of Contribution to Charter Schools due to the District anticipating more students opting for charter schools than actually enrolled. Charter school enrollment decreased in the current year thus decreasing the need for the additional funding budgeted.

There were significant budget transfers to Facilities Acquisition and Construction Service to fund projects including the renovations at the District RAC baseball field involving the turf installation and track resurface, as well as the energy conservation project.

## Capital Assets

At the end of the fiscal year 2019, the District had \$233,682,946 invested in land, construction in progress, land improvements, building and building improvements and machinery, equipment and vehicles, net of accumulated depreciation. The following presents a comparison of capital assets, net of depreciation, held at June 30, 2019 and 2018:

	Governmental and Business-Type Activities	
	2019	2018
Land	\$ 4,790,571	\$ 4,790,571
Construction in progress	707,058	547,357
Land improvements	4,618,902	3,498,350
Building and building improvements	220,604,393	224,667,979
Machinery, equipment and vehicles	2,962,022	3,587,571
Total	<u>\$233,682,946</u>	<u>\$237,091,828</u>

For more detailed information, please refer to Note 4 to the basic financial statements.

## Long-Term Liabilities

At June 30, 2019, the District had \$22,161,753 of outstanding long-term liabilities relating to compensated absences and the net pension liability. The District does not have any other long-term debt as of June 30, 2019.

For more detailed information, please refer to Note 5 to the basic financial statements.

## For the Future

The fiscal outlook in the near term is a concern for most school districts and municipalities, including this one. Top-down changes in funding will require flexibility and very careful planning at the local level. The Neptune Township School District will continue to employ prudent and responsible fiscal practices to maintain its sound financial condition.

The School District is proud of its community support and is mindful of retaining a positive image within the local and statewide communities. With this reputation, the School District will look to partner with surrounding districts at various levels to achieve economies that may be needed for future stability and growth.



### **Contacting the District's Financial Management**

This financial report is designed to provide our citizens, taxpayers, investors, and creditors with a general overview of the District's finances and to show the District's accountability for the resources entrusted to it. If you have questions about this report or need additional information, contact Mr. Peter J. Leonard, Business Administrator/Board Secretary at Neptune Township Board of Education, 60 Neptune Boulevard, Neptune, NJ 07753. Please visit our website at [www.neptuneschools.org](http://www.neptuneschools.org).

# Basic Financial Statements

# Government-wide Financial Statements

The government-wide financial statements provide a financial overview of the District's operations. These financial statements present the financial position and operating results of all governmental activities and business-type activities as of and for the year ended June 30, 2019.

## Neptune Township School District

## Statement of Net Position

June 30, 2019

	<u>Governmental Activities</u>	<u>Business-type Activities</u>	<u>Total</u>
<b>Assets</b>			
Cash and cash equivalents	\$ 2,123,843	\$ 1,355,570	\$ 3,479,413
Accounts receivable	2,483,835	166,434	2,650,269
Internal balances	179,568	(179,568)	-
Inventories		29,616	29,616
Restricted assets:			
Cash and cash equivalents	8,095,704		8,095,704
Capital assets, non-depreciable	5,497,629		5,497,629
Capital assets, depreciable, net	<u>227,403,301</u>	<u>782,016</u>	<u>228,185,317</u>
Total assets	<u>245,783,880</u>	<u>2,154,068</u>	<u>247,937,948</u>
<b>Deferred Outflow of Resources</b>			
Pension deferrals	<u>5,383,923</u>		<u>5,383,923</u>
<b>Liabilities</b>			
Accounts payable	2,159,916	169,787	2,329,703
Intergovernmental accounts payable:			
State	49,071		49,071
Unearned revenue		72,431	72,431
Net pension liability	19,719,433		19,719,433
Current portion of long-term obligations	120,950		120,950
Noncurrent portion of long-term obligations	<u>2,321,370</u>		<u>2,321,370</u>
Total liabilities	<u>24,370,740</u>	<u>242,218</u>	<u>24,612,958</u>
<b>Deferred Inflow of Resources</b>			
Pension deferrals	<u>7,181,657</u>		<u>7,181,657</u>
<b>Net Position</b>			
Investment in capital assets	232,900,930	782,016	233,682,946
Restricted for:			
Excess Surplus - current year	1,995,000		1,995,000
Excess Surplus - designated for subsequent years	2,000,000		2,000,000
Capital Reserve	6,745,704		6,745,704
Maintenance Reserve	1,350,000		1,350,000
Unrestricted (deficit)	<u>(25,376,228)</u>	<u>1,129,834</u>	<u>(24,246,394)</u>
Total net position	<u>\$ 219,615,406</u>	<u>\$ 1,911,850</u>	<u>\$ 221,527,256</u>

See accompanying notes to basic financial statements.

## Neptune Township School District

## Statement of Activities

Year ended June 30, 2019

Functions/Programs	Expenses	Program Revenues		Net (Expense) Revenue and Changes in Net Position		Total
		Charges for Services	Operating Grants and Contributions	Governmental Activities	Business-type Activities	
<b>Governmental activities</b>						
Instruction	\$ 65,902,632	\$ 5,962,115	\$ 8,627,258	\$ (51,313,259)		\$ (51,313,259)
Support services:						
Attendance/social work	623,995			(623,995)		(623,995)
Health services	1,381,412			(1,381,412)		(1,381,412)
Other support services	10,636,166			(10,636,166)		(10,636,166)
Improvement of instruction	1,872,060			(1,872,060)		(1,872,060)
School library	1,639,870			(1,639,870)		(1,639,870)
General administration	1,887,849			(1,887,849)		(1,887,849)
School administration	5,607,425			(5,607,425)		(5,607,425)
Required maintenance	4,125,545			(4,125,545)		(4,125,545)
Operation of plant	8,926,799			(8,926,799)		(8,926,799)
Security	1,019,901			(1,019,901)		(1,019,901)
Student transportation	3,559,676	624,173		(2,935,503)		(2,935,503)
Business and other support services and benefits	2,349,850			(2,349,850)		(2,349,850)
Charter schools	1,898,648			(1,898,648)		(1,898,648)
Total governmental activities	<u>111,431,828</u>	<u>6,586,288</u>	<u>8,627,258</u>	<u>(96,218,282)</u>		<u>(96,218,282)</u>
<b>Business-type activities</b>						
Food Service	2,305,894	719,219	1,553,414		\$ (33,261)	(33,261)
Aquatic Center	269,112	330,693			61,581	61,581
Total business-type activities	<u>2,575,006</u>	<u>1,049,912</u>	<u>1,553,414</u>		<u>28,320</u>	<u>28,320</u>
Total primary government	<u>\$ 114,006,834</u>	<u>\$ 7,636,200</u>	<u>\$ 10,180,672</u>	<u>(96,218,282)</u>	<u>28,320</u>	<u>(96,189,962)</u>
General revenues:						
Property taxes, levied for general purposes				38,241,319		38,241,319
State Sources				52,002,324		52,002,324
Federal Sources				162,588		162,588
Interest Earnings				121,563	13,816	135,379
Miscellaneous Income				203,743		203,743
Total general revenues				<u>90,731,537</u>	<u>13,816</u>	<u>90,745,353</u>
Change in net position				(5,486,745)	42,136	(5,444,609)
Net position-beginning				225,102,151	1,869,714	226,971,865
Net position-ending				<u>\$ 219,615,406</u>	<u>\$ 1,911,850</u>	<u>\$ 221,527,256</u>

## Fund Financial Statements

# Governmental Funds

Neptune Township School District  
Governmental Funds

Balance Sheet

June 30, 2019

	Major Funds		Total Governmental Funds
	General Fund	Special Revenue Fund	
<b>Assets</b>			
Cash and cash equivalents	\$ 1,679,112		\$ 1,679,112
Accounts receivable:			
Intergovernmental—state	976,327		976,327
Intergovernmental—federal		\$ 154,474	154,474
Accounts receivable - other	1,297,043	34,281	1,331,324
Interfund receivable	880,818		880,818
Restricted assets:			
Cash and cash equivalents	8,095,704		8,095,704
Total assets	\$ 12,929,004	\$ 188,755	\$ 13,117,759
<b>Liabilities and Fund balances</b>			
<b>Liabilities:</b>			
Accounts payable	\$ 1,074,158	\$ 5,414	\$ 1,079,572
Intergovernmental accounts payable:			
State		49,071	49,071
Interfund payable	15,550	663,990	679,540
Total liabilities	1,089,708	718,475	1,808,183
<b>Fund balances:</b>			
<b>Restricted for:</b>			
Excess surplus current year	1,995,000		1,995,000
Excess surplus prior year	2,000,000		2,000,000
Maintenance reserve	1,350,000		1,350,000
Capital reserve	6,745,704		6,745,704
<b>Unassigned:</b>			
General fund (deficit)	(251,408)		(251,408)
Special revenue fund (deficit)		(529,720)	(529,720)
Total fund balances (deficit)	11,839,296	(529,720)	11,309,576
Total liabilities and fund balances	\$ 12,929,004	\$ 188,755	
<p>Amounts reported for <i>governmental activities</i> in the statement of net position (A-1) are different because:</p> <p>Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds. The cost of the assets is \$326,065,907 and the accumulated depreciation is \$93,164,977. <span style="float: right;">232,900,930</span></p> <p>Deferred pension costs in governmental activities are not financial resources and therefore are not reported in the funds. <span style="float: right;">(1,797,734)</span></p> <p>Accrued pension contributions for the June 30, 2019 plan year end 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. <span style="float: right;">(1,026,139)</span></p> <p>Net pension liability is not due and payable in the current period and therefore is not reported as a liability in the funds. <span style="float: right;">(19,719,433)</span></p> <p>Long-term liabilities are not due and payable in the current period and therefore are not reported as liabilities in the funds. <span style="float: right;">(2,442,320)</span></p> <p>Internal service funds are used by the District to charge the costs of the self-insurance program to the individual fund. The activities of this fund are included in the Statement of Activities. <span style="float: right; border-bottom: 1px solid black;">390,526</span></p> <p style="text-align: right;">Net position of governmental activities <span style="border-bottom: 3px double black;">\$ 219,615,406</span></p>			



Neptune Township School District  
Governmental Funds

Statement of Revenues, Expenditures, and Changes in Fund Balance

Year ended June 30, 2019

	Major Funds		Total Governmental Funds
	General Fund	Special Revenue Fund	
<b>Revenues</b>			
Local sources:			
Local tax levy	\$ 38,241,319		\$ 38,241,319
Interest on investments	121,563		121,563
Transportation fees from other LEAs within the State	624,173		624,173
Tuition from other LEAs within the State	5,962,115		5,962,115
Miscellaneous	415,053		415,053
Total revenues-local sources	<u>45,364,223</u>		<u>45,364,223</u>
State sources	42,864,909	\$ 5,576,203	48,441,112
Federal sources	162,588	3,051,055	3,213,643
Total revenues	<u>88,391,720</u>	<u>8,627,258</u>	<u>97,018,978</u>
<b>Expenditures</b>			
Current:			
Instruction	29,227,169	3,209,278	32,436,447
Undistributed:			
Instruction	7,569,217		7,569,217
Attendance/social work	321,606		321,606
Health services	732,422		732,422
Guidance services	1,380,544		1,380,544
Speech, OT, PT and related services	1,343,183		1,343,183
Child study teams / special education	1,287,940	3,556,049	4,843,989
Improvement of instruction	1,016,290		1,016,290
School library	867,396		867,396
General administration	1,253,883		1,253,883
School administration	2,937,145		2,937,145
Central services	823,326		823,326
Administrative information technology	421,842		421,842
Required maintenance	2,958,445		2,958,445
Custodial services	5,310,503		5,310,503
Care and upkeep of grounds	763,480		763,480
Security	564,329		564,329
Student transportation	3,127,612		3,127,612
Personnel services-			
unallocated employee benefits	13,073,919		13,073,919
On-behalf payments-TPAF, FICA, long term disability, medical and pension	10,440,410		10,440,410
Charter schools - current	1,898,648		1,898,648
Capital outlay	4,199,114	5,400	4,204,514
Total expenditures	<u>91,518,423</u>	<u>6,770,727</u>	<u>98,289,150</u>
(Deficiency) Excess of Revenues (Under) Over Expenditures	(3,126,703)	1,856,531	(1,270,172)
Other financing sources (uses):			
Transfers in	1,895,649	25,000	1,920,649
Transfers out	(25,000)	(1,895,649)	(1,920,649)
Total other financing sources (uses)	<u>1,870,649</u>	<u>(1,870,649)</u>	<u>-</u>
Net change in fund balances	(1,256,054)	(14,118)	(1,270,172)
Fund balances (deficit), July 1	13,095,350	(515,602)	12,579,748
Fund balances (deficit), June 30	<u>\$ 11,839,296</u>	<u>\$ (529,720)</u>	<u>\$ 11,309,576</u>

The reconciliation of the fund balances of governmental funds to the net position of government activities in the statement of activities is presented in an accompanying schedule (B-3).

Neptune Township School District  
Governmental Funds

Reconciliation of the Statement of Revenues, Expenditures,  
and Changes in Fund Balances to the Statement of Activities

Year ended June 30, 2019

**Total net change in fund balances - governmental funds (B-2)** **\$ (1,270,172)**

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

Capital outlays are reported in governmental funds as expenditures.

However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense.

This is the amount by which depreciation expense exceeded capital asset additions in the period.

Depreciation expense	\$ (7,508,089)	
Capital additions	<u>4,144,497</u>	(3,363,592)

In the statement of activities, certain operating expenses, e.g., compensated absences (vacations) are measured by the amounts earned during the year. In the governmental funds, however, expenditures for these items are reported in the amount of financial resources used (paid). The amount represents the net change.

(325,731)

Certain expenses reported in the Statement of Activities do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds.

Pension expense	(315,940)
-----------------	-----------

The internal service fund is used by the District to charge the costs of the self-insurance program to the individual fund. The assets and liabilities of the internal service fund are included with governmental activities.

(211,310)

**Change in net position of governmental activities (A-2)** **\$ (5,486,745)**

# Proprietary Funds

Neptune Township School District  
Proprietary Funds

Statement of Net Position

June 30, 2019

	Business-Type Activities Major Enterprise Funds			Governmental Activity
	Food Service	Aquatic Center	Totals	Internal Service Fund Self-Insurance
<b>Assets</b>				
Current assets:				
Cash and cash equivalents	\$ 237,278	\$ 1,118,292	\$ 1,355,570	\$ 444,731
Accounts receivable:				
State	1,833		1,833	
Federal	114,088		114,088	
Other	40,513	10,000	50,513	
Interfund receivable		15,550	15,550	
Inventories	29,616		29,616	
Total current assets	<u>423,328</u>	<u>1,143,842</u>	<u>1,567,170</u>	<u>444,731</u>
Noncurrent assets:				
Capital assets, depreciable, net	618,452	163,564	782,016	
Total capital assets	<u>618,452</u>	<u>163,564</u>	<u>782,016</u>	
Total assets	<u>1,041,780</u>	<u>1,307,406</u>	<u>2,349,186</u>	<u>444,731</u>
<b>Liabilities</b>				
Current liabilities:				
Accounts payable	159,632	10,155	169,787	54,205
Interfund payable	50,118	145,000	195,118	
Unearned revenue	27,258	45,173	72,431	
Total current liabilities	<u>237,008</u>	<u>200,328</u>	<u>437,336</u>	<u>54,205</u>
Total liabilities	<u>237,008</u>	<u>200,328</u>	<u>437,336</u>	<u>54,205</u>
<b>Net position</b>				
Investment in capital assets	618,452	163,564	782,016	
Unrestricted	186,320	943,514	1,129,834	390,526
Total net position	<u>\$ 804,772</u>	<u>\$ 1,107,078</u>	<u>\$ 1,911,850</u>	<u>\$ 390,526</u>

Neptune Township School District  
Proprietary Funds

Statement of Revenues, Expenses and  
Changes in Fund Net Position

Year ended June 30, 2019

	Business-Type Activities Major Enterprise Funds			Governmental Activity
	Food Service	Aquatic Center	Totals	Internal Service Fund Self-Insurance
Operating revenues:				
Local sources:				
Services provided to other funds				\$ 2,600,130
Daily food sales-reimbursable programs	\$ 397,163		\$ 397,163	
Daily food sales-non-reimbursable programs	322,056		322,056	
Daily swim revenue		\$ 35,357	35,357	
Swim membership revenue		26,027	26,027	
Swim rental revenue		154,970	154,970	
Swim seminar revenue		110,206	110,206	
Miscellaneous		4,133	4,133	
Total operating revenues	719,219	330,693	1,049,912	2,600,130
Operating expenses:				
Salaries	728,611	196,715	925,326	
Employee benefits and taxes	200,124		200,124	2,811,440
Supplies and materials	420,213	35,272	455,485	
Cost of sales - reimburseable programs	492,695		492,695	
Cost of sales - non-reimbursable programs	76,928		76,928	
Depreciation	80,385	13,355	93,740	
Management services	170,272		170,272	
Purchased services	101,429	23,770	125,199	
Miscellaneous	35,237		35,237	
Total operating expenses	2,305,894	269,112	2,575,006	2,811,440
Operating (loss) income	(1,586,675)	61,581	(1,525,094)	(211,310)
Nonoperating revenues:				
State sources:				
School lunch program	22,759		22,759	
Federal sources:				
School breakfast program	294,161		294,161	
School lunch program	1,042,941		1,042,941	
Healthy Hunger-Free Kids Act (HHFKA)	25,470		25,470	
Food donation program	168,083		168,083	
Interest revenue		13,816	13,816	
Total nonoperating revenues	1,553,414	13,816	1,567,230	
Change in net position	(33,261)	75,397	42,136	(211,310)
Total net position, beginning	838,033	1,031,681	1,869,714	601,836
Total net position, ending	\$ 804,772	\$ 1,107,078	\$ 1,911,850	\$ 390,526

Neptune Township School District  
Proprietary Funds

Statement of Cash Flows

Year ended June 30, 2019

	Business-Type Activities Major Enterprise Funds			Governmental Activity
	Food Service	Aquatic Center	Totals	Internal Service Fund Self-Insurance
<b>Cash flows from operating activities</b>				
Receipts from services provided to other funds				\$ 2,600,130
Receipts from customers	\$ 711,455	\$ 353,215	\$ 1,064,670	
Payments to employees	(728,611)	(196,715)	(925,326)	
Payments for employee benefits	(200,124)		(200,124)	(2,817,335)
Payments to consultants	(22,456)		(22,456)	
Payments to management company	(170,272)		(170,272)	
Payments to suppliers	(1,067,086)	(59,042)	(1,126,128)	
Net cash (used in) provided by operating activities	<u>(1,477,094)</u>	<u>97,458</u>	<u>(1,379,636)</u>	<u>(217,205)</u>
<b>Cash flows from investing activity</b>				
Interest received		<u>13,816</u>	<u>13,816</u>	
Net cash provided by investing activity		<u>13,816</u>	<u>13,816</u>	
<b>Cash flows from noncapital financing activities</b>				
Payments to (from) other funds	39,318	(1,207)	38,111	
Cash received from state and federal sources	<u>1,541,322</u>		<u>1,541,322</u>	
Net cash provided by (used in) noncapital financing activities	<u>1,580,640</u>	<u>(1,207)</u>	<u>1,579,433</u>	
<b>Cash flows from capital and related financing activity</b>				
Purchase of capital assets	<u>(45,355)</u>	<u>(3,095)</u>	<u>(48,450)</u>	
Net cash (used in) capital and related financing activity	<u>(45,355)</u>	<u>(3,095)</u>	<u>(48,450)</u>	
Net increase (decrease) in cash and cash equivalents	58,191	106,972	165,163	(217,205)
Cash and cash equivalents, beginning of year	<u>179,087</u>	<u>1,011,320</u>	<u>1,190,407</u>	<u>661,936</u>
Cash and cash equivalents, end of year	<u>\$ 237,278</u>	<u>\$ 1,118,292</u>	<u>\$ 1,355,570</u>	<u>\$ 444,731</u>
<b>Reconciliation of operating (loss) income to net cash (used in) provided by operating activities</b>				
Operating (loss) income	\$ (1,586,675)	\$ 61,581	\$ (1,525,094)	\$ (211,310)
Adjustments to reconcile operating (loss) income to net cash (used in) provided by operating activities:				
Depreciation	80,385	13,355	93,740	
Change in assets and liabilities:				
(Increase) in accounts receivable	(8,755)	(10,000)	(18,755)	
Decrease in inventory	19,016		19,016	
Increase (decrease) in accounts payable	17,944	10,155	28,099	(5,895)
Increase in unearned revenue	991	22,367	23,358	
Net cash (used in) provided by operating activities	<u>\$ (1,477,094)</u>	<u>\$ 97,458</u>	<u>\$ (1,379,636)</u>	<u>\$ (217,205)</u>
<b>Noncash noncapital financing activities</b>				
The District received \$174,102 of food commodities from the U.S. Department of Agriculture for the year ended June 30, 2019.				

# Fiduciary Funds

Neptune Township School District  
Fiduciary Funds

Statement of Fiduciary Net Position

June 30, 2019

	<b>Unemployment Compensation Trust</b>	<b>Agency Funds</b>
<b>Assets</b>		
Cash and cash equivalents	\$ 1,148,389	\$ 624,285
Accounts receivable	25,663	
Total assets	1,174,052	\$ 624,285
<b>Liabilities</b>		
Payroll deductions and withholdings payable		\$ 452,407
Flexible spending payable		18,101
Accounts payable	12,267	47,373
Due to student groups		106,404
Total liabilities	12,267	\$ 624,285
<b>Net position</b>		
Held in trust for unemployment benefits	\$ 1,161,785	



Neptune Township School District  
Fiduciary Funds

Statement of Changes in Fiduciary Net Position

Year ended June 30, 2019

	<u>Unemployment Compensation Trust</u>
<b>Additions</b>	
Interest received	\$ 21,604
Contributions-employees	70,469
Total additions	<u>92,073</u>
 <b>Deductions</b>	
Unemployment claims	<u>62,178</u>
Total deductions	<u>62,178</u>
Change in net position	29,895
Net position-beginning of year	<u>1,131,890</u>
Net position-end of year	<u><u>\$ 1,161,785</u></u>

# Neptune Township School District

## Notes to the Basic Financial Statements

Year ended June 30, 2019

### **1. Summary of Significant Accounting Policies**

The financial statements of the Neptune Township School District (“District”) have been prepared in conformity with accounting principles generally accepted in the United States (“GAAP”) as applied to governmental units. The Governmental Accounting Standards Board (“GASB”) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles.

#### **A. Reporting Entity**

The financial reporting entity consists of a) the primary government, b) organizations for which the primary government is financially accountable, and c) other organizations for which the nature and significance of their relationship with the primary government are such that exclusion would cause the reporting entity’s financial statements to be misleading or incomplete.

The definition of the reporting entity is based primarily on the notion of financial accountability. A primary government is financially accountable for the organizations that make up its legal entity. It is also financially accountable for legally separate organizations if its officials appoint a voting majority of an organization’s governing body and either it is able to impose its will on that organization or there is a potential for the organization to provide specific financial benefits to, or to impose specific financial burdens on, the primary government. A primary government may also be financially accountable for governmental organizations that are fiscally dependent on it.

The District, as the primary government for financial reporting entity purposes, has oversight responsibility and control over all activities related to the Neptune Township School District in Neptune Township, New Jersey. The District receives funding from local, state, and federal government sources and must comply with the requirements of these funding source entities.

The District has no component units that are required to be included within the reporting entity, as set forth in Section 2100 of the GASB Codification of Governmental Accounting and Financial Reporting Standards.

#### **B. Government-Wide and Fund Financial Statements**

The government-wide financial statements (i.e., the statement of net position and the statement of activities) report information on all of the non-fiduciary activities of the District. For the most part, the effect of interfund activity has been removed from these statements. Governmental activities, which normally are supported by taxes and intergovernmental revenues, are reported separately from business-type activities, which rely to a significant extent on fees and charges for support.

# Neptune Township School District

## Notes to the Basic Financial Statements (continued)

Year ended June 30, 2019

### **1. Summary of Significant Accounting Policies (continued)**

The statement of activities demonstrates the degree to which the direct expenses of a given function or segment are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function or segment. Program revenues include 1) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function. Taxes and other items not properly included among program revenues are reported instead as general revenues.

Separate financial statements are provided for governmental funds, proprietary funds, and fiduciary funds, even though the latter are excluded from the government-wide financial statements. Major individual governmental funds and the proprietary funds are reported as separate columns in the fund financial statements. The New Jersey Department of Education requires that all funds be reported as major to promote consistency amongst the school districts in the State of New Jersey.

### **C. 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 for 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.

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 sixty days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, expenditures related to compensated absences and the net pension liability are recorded only when payment is due.

Property taxes, interest, and state aid associated with the current fiscal period are all considered to be susceptible to accrual and have been so recognized as revenues of the current fiscal year.

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.

# Neptune Township School District

## Notes to the Basic Financial Statements (continued)

Year ended June 30, 2019

### 1. Summary of Significant Accounting Policies (continued)

Included are certain expenditures for vehicles and movable instructional or non-instructional equipment, which are classified in the capital outlay subfund.

*Special Revenue Fund:* The District maintains one special revenue fund, which includes the proceeds of specific revenue sources that are restricted or committed to expenditures for specified purposes other than debt service or capital projects.

The District reports the following major proprietary funds:

Enterprise Funds: The Enterprise Funds are utilized to account for the District's ongoing activities that are similar to those often found in the private sector where the determination of net income is necessary or useful to sound financial administration.

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

The District reports the following major internal service fund:

*Self-Insurance Fund:* The self-insurance fund is used to record the activity of the District's prescription benefit expenses.

Additionally, the District reports the following fiduciary fund types:

Fiduciary Funds: Trust and agency funds are used to account for assets held by the District in a trustee capacity or as an agent for individuals, private organizations, other governmental units and/or other funds.

*Unemployment Compensation Trust Fund:* This fund is used to account for employee contributions that are utilized to pay unemployment compensation insurance claims as they arise.

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

# Neptune Township School District

## Notes to the Basic Financial Statements (continued)

Year ended June 30, 2019

### **1. Summary of Significant Accounting Policies (continued)**

As a general rule, the effect of interfund activity has been eliminated from the government-wide financial statements.

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.

Proprietary funds distinguish operating revenues and expenses from nonoperating 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 District's enterprise funds are charges to customers for sales of food and usage fees from individuals to offset the cost of operations. Operating expenses for enterprise funds include the cost of sales, usage fees, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as non-operating revenues and expenses.

Revenues and other governmental fund financial resources should be recognized in the accounting period in which they become both measurable and available. When an asset is recorded in governmental fund financial statements, but the revenue is not available the government should report a deferred inflow of resources until such time the revenue becomes available.

Ad Valorem (property) taxes are susceptible to accrual, as under New Jersey State Statute a municipality is required to remit to its School Board the entire balance of taxes, in the amount voted upon or certified, prior to the end of the school year. The District records the entire approved tax levy as revenue (accrued) at the start of the fiscal year, since the revenue is both measurable and available. The Board is entitled to receive moneys under the established payment schedule, and the uncollected amount is considered to be an "accounts receivable."

The County Board of Taxation is responsible for the assessment of properties, and the Township Tax Collector is responsible for collection of taxes. Assessments are certified and taxes are levied on January 1; taxes are due February 1, May 1, August 1 and November 1. Unpaid taxes are considered delinquent the following January 1 and are then subject to lien.

### **D. Budgets/Budgetary Control**

Annual appropriated budgets are adopted each year for the general and special revenue funds. 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. All budget amendments must be approved by School Board resolution. Budget amendments during the year ended June 30, 2019 were made and properly

# Neptune Township School District

## Notes to the Basic Financial Statements (continued)

Year ended June 30, 2019

### **1. Summary of Significant Accounting Policies (continued)**

approved by School Board Resolution and were made in accordance with statutory guidelines. The amendments made by the District were not deemed significant and were part of the normal course of operations. The over-expenditure in the general fund is due to the inclusion of the non-budgeted on-behalf payments made by the State of New Jersey as District expenditures. These amounts are offset by related revenues and as such do not represent budgetary over-expenditures.

Formal budgetary integration into the accounting system is employed as a management control device during the year. For governmental funds, there are no substantial differences between the budgetary basis of accounting and accounting principles generally accepted in the United States, with the exception of the legally mandated revenue recognition of the last state aid payments for budgetary purposes only and the special revenue fund. Encumbrance accounting is also employed as an extension of formal budgetary integration in governmental fund types. Open encumbrances at year-end are re-appropriated in the subsequent year's budget. 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.

### **E. Deposits and Investments**

Cash and cash equivalents include petty cash, change funds, amounts on deposit and short-term investments with original maturities of three months or less. Investments are stated at fair value. The District classifies certificates of deposit, which have original maturity dates of more than three months but less than twelve months from the date of purchase as investments and are stated at cost. All other investments are stated at fair value.

### **F. 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.

### **G. Inventories**

Inventories which benefit future periods, other than those recorded in the enterprise fund, are recorded as an expenditure during the year of purchase. Enterprise fund inventories are valued at cost, which approximates market, using the first-in, first-out (FIFO) method and the District uses the consumption method for expensing inventory. At June 30, 2019, the unused Food Donation Program commodities of \$13,403 are reported as unearned revenue.

# Neptune Township School District

## Notes to the Basic Financial Statements (continued)

Year ended June 30, 2019

### 1. Summary of Significant Accounting Policies (continued)

#### H. Capital Assets

Capital assets, which include land, construction in progress, building and building improvements, and equipment, are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. The District defines capital assets as assets with an initial, individual cost of more than \$2,000 and an estimated useful life in excess of two years. Such assets are recorded at historical cost or through estimation procedures performed by an independent appraisal company.

Donated capital assets are valued at their acquisition value on the date of acquisition.

The costs of normal repairs and maintenance that do not add to the value of the asset or materially extend the assets lives are not capitalized.

Capital assets of the District are depreciated using the straight line method, except for land and construction in progress, which are not depreciated. The following estimated useful lives are used to compute depreciation:

	<u>Years</u>
Land improvements	10-20
Machinery and equipment	2-20
Buildings	50
Building improvements	20-50
Vehicles	5-10

#### I. Compensated Absences

The District records 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 employer and employee is accrued as employees earn the rights to the benefits. The District uses the “vesting method” for estimating its accrued sick and vacation leave liability.

Board employees are granted vacation and sick leave in varying amounts under the Board’s personnel policies and according to negotiated contracts. In the event of retirement, according to contract, an employee is reimbursed for accumulated vacation and sick leave.

The liability for vested compensated absences of the District recorded in the government-wide financial statements amounted to \$2,442,320 at June 30, 2019. A liability for these amounts is reported in governmental funds only if they have matured, for example, as a result of employee resignations and retirements.

# Neptune Township School District

## Notes to the Basic Financial Statements (continued)

Year ended June 30, 2019

### 1. Summary of Significant Accounting Policies (continued)

#### J. Unearned Revenue

Unearned revenue in the special revenue fund represents cash which has been received but not yet earned. Unearned revenue in the food service enterprise fund represents the unused portion of Food Donation Program commodities and positive balances on students' prepaid meal cards. Unearned revenue in the Aquatic Center Enterprise Fund relates to funds received for summer swim team, swim lessons and pool memberships.

#### K. Long-Term Obligations

In the government-wide financial statements, and the proprietary fund type in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, or proprietary fund type statement of net position. Bond premiums and discounts are deferred and amortized over the life of the bonds using the straight-line method which approximates the effective interest method. Bonds payable are reported net of the applicable bond premium or discount.

In the fund financial statements, governmental fund types recognize bond premiums and discounts, as well as bond issuance costs, during the current period. The face amount of debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources while discounts on debt issuances are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as either capital projects fund or debt service fund expenditures.

#### L. Fund Balances

GASB Statement No. 54, *Fund Balance Reporting and Governmental Fund Type Definitions* ("GASB 54") established fund balance classifications that comprise a hierarchy based primarily on the extent to which a government is bound to observe constraints imposed upon the use of the resources reported in governmental funds. Under GASB 54, fund balances in the governmental funds financial statements are reported under the modified accrual basis of accounting and classified into the following five categories.

- 1) Nonspendable – includes amounts that cannot be spent because they are either (a) not in spendable form or (b) legally or contractually required to be maintained intact. Assets included in this fund balance category include prepaid assets, inventories, long-term receivables, and corpus of any permanent funds.
- 2) Restricted - includes amounts that can be spent only for the specific purposes stipulated by constitution, external resource providers, or through enabling legislation.
- 3) Committed - includes amounts that can be used only for the specific purposes imposed by a formal action of the government's highest level of decision-making authority. The



# Neptune Township School District

## Notes to the Basic Financial Statements (continued)

Year ended June 30, 2019

### 1. Summary of Significant Accounting Policies (continued)

District's highest level of decision-making authority is the Board of Education (the "Board") and formal action is taken by resolution of the Board at publicly held meetings. Once committed, amounts cannot be used for other purposes unless the Board revises or changes the specified use by taking the same action (resolution) taken to originally commit these funds.

- 4) Assigned – amounts intended to be used by the government for specific purposes but do not meet the criteria to be classified as restricted or committed. Intent is expressed by either the Board or Business Administrator, to whom the Board has delegated the authority to assign amounts to be used for specific purposes, including the encumbering of funds.
- 5) Unassigned - includes all spendable amounts not contained in the other classifications in the general fund. This classification represents fund balance that has not been assigned to other funds and that has not been restricted, committed or assigned to specific purposes within the general fund. The general fund is the only fund that reports a positive unassigned fund balance amount. In the other governmental funds, if expenditures incurred for specific purposes exceed the amounts restricted, committed or assigned to those purposes, it may be necessary to report a negative unassigned fund balance.

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. For the unrestricted fund balance, the District first spends committed funds, then assigned funds, and finally, unassigned funds.

Of the \$11,839,296 of fund balance in the General Fund at June 30, 2019, encumbrances of \$790,715 and \$106,287 of assigned fund balance are partially offset by an unrestricted deficit of \$1,148,410, and \$1,995,000 is restricted for current year excess surplus, \$2,000,000 has been restricted for prior year excess surplus that has been designated for subsequent year's expenditures and \$6,745,704 is restricted in a capital reserve and \$1,350,000 is restricted in a maintenance reserve.

### M. Net Position

Net Position represents the difference between assets, deferred outflows of resources, deferred inflows of resources, and liabilities in the government-wide financial statements. Net position invested in capital assets, net of related debt consists of capital assets, net of accumulated depreciation, reduced by the outstanding balance of any long-term debt used to build or acquire the capital assets. Net position is reported as restricted in the government-wide financial statements when there are limitations imposed on their use through external restrictions imposed by creditors, grantors, or laws or regulations of other governments.

# Neptune Township School District

## Notes to the Basic Financial Statements (continued)

Year ended June 30, 2019

### **1. Summary of Significant Accounting Policies (continued)**

#### **N. Management Estimates**

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

#### **O. On-Behalf Payments**

Revenues and expenditures of the general fund include payments made by the State of New Jersey for social security and post-retirement pension and medical contributions for certified teacher and other members of the New Jersey Teachers Pension and Annuity Fund. Additionally, revenues and expenses related to on-behalf pension contributions in the government-wide financial statements have been increased by \$10,440,410 to adjust for the full accrual basis expense incurred by the State of New Jersey during the most recent measurement period. The amounts are not required to be included in the District's annual budget.

#### **P. 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, as amended. 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 District generated excess surplus of \$1,995,000 during the 2018-2019 school year that will be utilized in the 2020-2021 fiscal year budget.

#### **Q. GASB Pronouncements**

##### **Recently Issued Accounting Principles**

The GASB issued Statement No. 84, *Fiduciary Activities* in January 2017. This Statement establishes standards of accounting and financial reporting for fiduciary activities. The requirements of this Statement are effective for periods beginning after December 15, 2018. Management has not yet determined the impact of the statement on the financial statements

The GASB issued Statement No. 87, *Leases* in June 2017. This Statement establishes standards of accounting and financial reporting for leases by lessees and lessors. The requirements of this Statement are effective for periods beginning after December 15, 2019. Management has not yet determined the impact of the statement on the financial statements.

The GASB issued Statement No. 88, *Certain Disclosures Related to Debt, including Direct Borrowings and Direct Placements* in April 2018. This Statement defines debt for purposes of disclosure in notes to financial statements and establishes additional financial statement note

# Neptune Township School District

## Notes to the Basic Financial Statements (continued)

Year ended June 30, 2019

### 1. Summary of Significant Accounting Policies (continued)

disclosure requirements related to debt obligations of governments. The requirements of this Statement are effective for periods beginning after June 15, 2018. Management has adopted this statement in the 2019 fiscal year and it was determined that it did not have an impact on its financial statements or disclosures.

### R. Deferred Outflows/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. Currently, the District has one item that qualifies for reporting in this category, deferred amounts related to pensions.

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 future periods and so will *not* be recognized as an inflow of resources (revenue) until that time. Currently, the District has one item that qualifies for reporting in this category, deferred amounts related to pensions.

### S. Subsequent Events

Management has reviewed and evaluated all events and transactions that occurred between June 30, 2019 and November 14, 2019, the date that the financial statements were issued for possible disclosure and recognition in the financial statements, and no items have come to the attention of the District that would require disclosure.

## 2. Reconciliation of Government-Wide and Fund Financial Statements

### Explanation of Certain Differences Between the Governmental Fund Balance Sheet and the Government-Wide Statement of Net Position

The governmental fund balance sheet includes a reconciliation between fund balance – total governmental funds and net position – governmental activities as reported in the government-wide statement of net position. One element of that reconciliation explains that long-term liabilities are not due and payable in the current period and therefore are not reported in the funds. The \$2,442,320 difference is attributable to the compensated absences liability.

## 3. Deposits and Investments

Cash and cash equivalents include petty cash, change funds, amounts on deposit and short-term investments with original maturities of three months or less.

# Neptune Township School District

## Notes to the Basic Financial Statements (continued)

Year ended June 30, 2019

### 3. Deposits and Investments (continued)

Investments are stated at fair value in accordance with GASB Statement No. 31, *Accounting and Financial Reporting for Certain Investments and for External Investment Pools* and Statement No. 72, *Fair Value Measurement and Application*. The District classifies certificates of deposit, which have original maturity dates of more than three months but less than twelve months from the date of purchase, as investments and are stated at cost. All other investments are stated at fair value. New Jersey school districts are limited as to the types of investments and types of financial institutions they may invest in. New Jersey statute 18A:20-37 provides a list of permissible investments that may be purchased by New Jersey school districts.

Additionally, the District has adopted a cash management plan that requires it to deposit public funds in public depositories protected from loss under the provisions of the Governmental Unit

Deposit Protection Act (GUDPA). GUDPA was enacted in 1970 to protect Government Units from a loss of funds on deposit with a failed banking institution in New Jersey.

N.J.S.A. 17:9-41 et. seq. establishes the requirements for the security of deposits of governmental units. The statute requires that no governmental unit shall deposit public funds in a public depository unless such funds are secured in accordance with the Act. Public depositories include savings and loan institutions, banks (both state and national banks) and savings banks, the deposits of which are federally insured. All public depositories must pledge collateral, having a market value at least equal to 5% 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.

#### Deposits

New Jersey statutes require that school boards deposit public funds in public depositories located in New Jersey that are insured by the Federal Deposit Insurance Corporation, the Federal Savings and Loan Insurance Corporation, or by any other agency of the United States that insures deposits made in public depositories. School boards are also permitted to deposit public funds in the State of New Jersey Cash Management Fund and the New Jersey Asset and Rebate Management Fund.

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

The market value of the collateral must equal at least 5% of the average daily balance of collected public funds on deposit.

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

# Neptune Township School District

## Notes to the Basic Financial Statements (continued)

Year ended June 30, 2019

### 3. Deposits and Investments (continued)

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

Operating cash accounts are held in the District's name by several commercial banking institutions. At June 30, 2019, the carrying amount of the District's deposits was \$7,973,972, and the bank balance was \$11,615,008. Of the bank balance, \$250,000 of the District's cash deposits on June 30, 2019 was secured by federal depository insurance. The New Jersey Governmental Unit Deposit Protection Act (GUDPA) covered the bank balance of \$10,744,695. \$620,313 held in the District agency accounts are not covered by GUDPA.

Pursuant to GASB Statement No. 40, "Deposit and Investment Risk Disclosures" ("GASB 40"), the District's operating cash accounts are profiled in order to determine exposure, if any, to Custodial Credit Risk (risk that in the event of failure of the counterparty the District would not be able to recover the value of its deposits and investments). Deposits are considered to be exposed to Custodial Credit Risk if they are: uncollateralized (securities not pledged to the depositor), collateralized with securities held by the pledging financial institution, or collateralized with securities held by the financial institution's trust department or agent but not in the government's name.

The District does not have a policy for the management of custodial credit risk, other than depositing all of its funds in banks covered by GUDPA. At least five percent of the District's deposits were fully collateralized by funds held by the financial institution, but not in the name of the District. Due to the nature of GUDPA, further information is not available regarding the full amount that is collateralized.

#### Investments

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

- a. Bonds and other obligations of the United States or obligations guaranteed by the United States.
- b. Bonds of any Federal Intermediate Credit Bank, Federal Home Loan Bank, Federal National Mortgage Agency or of any United States for Cooperatives, which have a maturity date not greater than twelve months from the date of purchase.
- c. New Jersey Cash Management Fund (NJCMF) and New Jersey Asset and Rebate Management Fund (NJARM).

In order to maximize liquidity, the District utilizes the New Jersey Cash Management Fund ("NJCMF") as its sole investment. The NJCMF is administered by the State of New Jersey, Department of the Treasury. It invests pooled monies from various State and non-State agencies in primarily short-term investments. The fair value of the position in the pool is the same as the fair value of the pool shares.

# Neptune Township School District

## Notes to the Basic Financial Statements (continued)

Year ended June 30, 2019

### 3. Deposits and Investments (continued)

These investments include: U.S. Treasuries, short-term Commercial Paper, U.S. Agency Bonds, Corporate Bonds, and Certificates of Deposit. Agencies that participate in the NJCMF typically earn returns that mirror short-term investments rates. Monies can be freely added or withdrawn from the NJCMF on a daily basis without penalty. At June 30, 2019, the District's balance was \$5,373,819 and is classified as cash equivalents at June 30, 2019 due to its short-term nature and is considered a Level 1 investment under GASB No. 72. The debt instruments in the NJCMF are rated by three national rating agencies.

All investments in the Fund are governed by the regulations of the Investment Council, which prescribes specific standards designed to ensure the quality of investments and to minimize the risks related to investments. In all the years of the Division of Investment's existence, the Division has never suffered a default of principal or interest on any short-term security held by it due to the bankruptcy of a securities issuer; nevertheless, the possibility always exists, and for this reason a reserve is being accumulated as additional protection for the "Other-than-State" participants. In addition to the Council regulations, the Division sets further standards for specific investments and monitors the credit of all eligible securities issuers on a regular basis.

*Custodial Credit Risk:* Pursuant to GASB 40, the NJCMF, which is a pooled investment, is exempt from custodial credit risk exposure. The District does not have a policy for custodial credit risk.

*Credit Risk:* The District does not have an investment policy regarding the management of credit risk. GASB 40 requires that disclosure be made as to the credit rating of all debt security investments except for obligations of the U.S. government or investments guaranteed by the U.S. government. The District did not have any funds invested in debt securities.

*Interest Rate Risk:* The District does not have a policy to limit interest rate risk. The average maturity of the District's sole investment, the NJCMF, is less than one year.

*Concentration of Credit Risk:* The District places no limit on the amount the District may invest in any one issuer. At June 30, 2019, all of the District's investments were invested in NJCMF.

All of the District's investments are classified as cash equivalents at June 30, 2019.

# Neptune Township School District

## Notes to the Basic Financial Statements (continued)

Year ended June 30, 2019

### 4. Capital Assets

The following schedule is a summarization of the governmental activities changes in capital assets for the year ended June 30, 2019:

	Beginning Balance	Increases	Transfers	Ending Balance
Capital assets, not being depreciated:				
Land	\$ 4,790,571			\$ 4,790,571
Construction in progress	547,357	\$ 4,114,649	\$ (3,954,948)	707,058
Total capital assets, not being depreciated	5,337,928	4,114,649	(3,954,948)	5,497,629
Capital assets, being depreciated:				
Land improvements	10,124,972		1,717,074	11,842,046
Buildings and building improvements	295,559,159		2,237,874	297,797,033
Machinery, equipment and vehicles	10,899,351	29,848		10,929,199
Total capital assets being depreciated	316,583,482	29,848	3,954,948	320,568,278
Less accumulated depreciation for:				
Land improvements	6,626,622	596,522		7,223,144
Buildings and building improvements	71,036,180	6,156,460		77,192,640
Machinery, equipment and vehicles	7,994,086	755,107		8,749,193
Total accumulated depreciation	85,656,888	7,508,089		93,164,977
Total capital assets being depreciated, net	230,926,594	(7,478,241)	3,954,948	227,403,301
Governmental activities capital assets, net	\$ 236,264,522	\$ (3,363,592)	\$ -	\$232,900,930

Neptune Township School District

Notes to the Basic Financial Statements (continued)

Year ended June 30, 2019

**4. Capital Assets (continued)**

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

Instruction	\$3,341,773
Undistributed instruction	782,340
Attendance and social work	33,134
Health services	75,458
Guidance Services	142,231
Other support services –related services	138,382
Other support - regular	499,610
Improvement of instruction	104,704
School library	89,364
General administration	129,182
School administration	302,600
Central Services	84,823
Administrative information technology	43,460
Required maintenance of plant	734,891
Operation of plant and upkeep of grounds	547,116
Care and Upkeep of Grounds	78,658
Security	58,140
Student transportation	322,223
Total allocated depreciation expense	<u>\$7,508,089</u>

The following is a summary of business-type changes in capital assets for the year ended June 30, 2019:

	<u>Beginning Balance</u>	<u>Increases</u>	<u>Ending Balance</u>
Capital assets, being depreciated:			
Equipment	\$ 1,521,078	\$ 48,450	\$ 1,569,528
Less accumulated depreciation for:			
Equipment	<u>(693,772)</u>	<u>(93,740)</u>	<u>(787,512)</u>
Total business-type activities capital assets, net	<u>\$ 827,306</u>	<u>\$ (45,290)</u>	<u>\$ 782,016</u>



# Neptune Township School District

## Notes to the Basic Financial Statements (continued)

Year ended June 30, 2019

### 5. Long-Term Liabilities

#### Bonds

Bonds are authorized in accordance with State law by the voters of the municipality through referenda. All bonds are retired in serial installments within the statutory period of usefulness.

There are no serial bonds outstanding or bonds or notes authorized not issued at June 30, 2019.

#### Changes in long-term liabilities

The following presents the change in long-term liabilities.

	Beginning Balance	Additions	Reductions	Ending Balance	Due within One Year
Governmental activities:					
Net pension liability	\$ 23,917,075		\$ 4,197,6422	\$ 19,719,433	
Compensated absences	2,116,589	\$ 458,355	132,624	2,442,320	\$ 120,950
Governmental activities long-term liabilities	\$ 26,033,664	\$ 458,355	\$ 4,330,266	\$ 22,161,753	\$ 120,950

Compensated absences and the net pension liability are liquidated by the general fund.

### 6. Pension Plans

#### Description of Systems

Substantially all of the District's employees participate in one of the following contributory defined benefit public employee retirement systems, which have been established by State statute: the Teachers' Pension and Annuity Fund (TPAF) or the Public Employees' Retirement System (PERS). These systems are sponsored and administered by the State of New Jersey. The Teachers' Pension and Annuity Fund Retirement System is considered a cost-sharing multiple-employer plan, with a special funding situation, as, under current statute, all employer contributions are made by the State of New Jersey on behalf of the District and the system's other related non-contributing employers. The Public Employees' Retirement System is considered a cost-sharing multiple-employer plan.

#### Teachers' Pension and Annuity Fund

The Teachers' Pension and Annuity Fund was established in January 1955 under the provisions of N.J.S.A. 18A:66 to provide coverage including post-retirement health care to substantially all fulltime public school employees in the State. Membership is mandatory for such employees and vesting occurs after 10 years of service for pension benefits and 25 years for health care coverage. Age eligibility and benefit provisions were affected by Chapters 92 and 103, P.L. 2007, Chapter 89, P.L. 2008, Chapter 1, P.L. 2010, and Chapter 78, P.L. 2011. Members are classified into one of five

# Neptune Township School District

## Notes to the Basic Financial Statements (continued)

Year ended June 30, 2019

### **6. Pension Plans (continued)**

tiers dependent upon the date of their enrollment. Tier 1, 2 and 3 members are eligible to retire at age 60, 60, and 62, respectively with an annual benefit generally determined to be 1/55th of the average annual compensation for the highest three fiscal years' compensation for each year of membership during years of credited service. Tier 4 and 5 members are eligible to retire at age 62 and 65, respectively with an annual benefit generally determined to be 1/60th of the average annual compensation for the highest five fiscal years' compensation for each year of membership during years of credited service. Anyone who retires early and is under their respective tier's retirement age receives retirement benefits as calculated in the above mentioned formulas but at a reduced rate in accordance with applicable New Jersey Statute based upon their tier.

### **Public Employee's Retirement System**

The Public Employees' Retirement System was established in January 1955 under the provisions of N.J.S.A. 43:15A to provide coverage including post-retirement health care to substantially all fulltime employees of the State or any county, municipality, school district or public agency, provided the employee is not a member of another State- administered retirement system. Age eligibility and benefit provisions were affected by Chapters 92 and 103, P.L. 2007, Chapter 89, P.L. 2008, Chapter 1, P.L. 2010, and Chapter 78, P.L. 2011. Members are classified into one of five tiers dependent upon the date of their enrollment. Tier 1, 2 and 3 members are eligible to retire at age 60, 60, and 62, respectively with an annual benefit generally determined to be 1/55th of the average annual compensation for the highest three fiscal years' compensation for each year of membership during years of credited service. Tier 4 and 5 members are eligible to retire at age 62 and 65, respectively with an annual benefit generally determined to be 1/60th of the average annual compensation for the highest five fiscal years' compensation for each year of membership during years of credited service. Anyone who retires early and is under their respective tier's retirement age receives retirement benefits as calculated in the above mentioned formulas but at a reduced rate in accordance with applicable New Jersey Statute based upon their tier.

The State of New Jersey, Department of the Treasury, Division of Pensions and Benefits, issued publicly available financial reports that include the financial statements and required supplementary information for TPAF and PERS. The financial reports may be obtained by writing to the State of New Jersey, Department of the Treasury, Division of Pensions and Benefits, P.O. Box 295, Trenton, New Jersey 08625-0295.

### **Funding Policy**

The contribution policy is set by New Jersey State Statutes and contributions are required by active members and contributing members. Plan member and employer contributions may be amended by State of New Jersey legislation. Under the provisions of Chapter 78, P.L. 2011, employee contribution rates for TPAF and PERS increased from 5.5% to 7.0% of employees' annual compensation. Employers are required to contribute at an actuarially determined rate in both the TPAF and PERS.

# Neptune Township School District

## Notes to the Basic Financial Statements (continued)

Year ended June 30, 2019

### **6. Pension Plans (continued)**

The actuarially determined contribution includes funding for noncontributory death benefits and post-retirement medical premiums. Under current statute the District is a non-contributing employer of the TPAF.

During the year ended June 30, 2019, the State of New Jersey contributed \$8,171,026 to the TPAF for on-behalf medical benefits, long-term disability insurance and pension contributions on behalf of the District. Also, in accordance with N.J.S.A. 18A:66-66, the State of New Jersey reimbursed the District \$2,269,384 during the year ended June 30, 2019 for the employer's share of social security contributions for TPAF members as calculated on their base salaries. These amounts have been included in the Government-wide and fund financial statements.

The District's actuarially determined contributions to PERS for the years ended June 30, 2019, 2018 and 2017 were \$1,001,933, \$969,379, and \$919,759, respectively, equal to the required contributions for each year.

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 PERS and additions to/deductions from PERS fiduciary net position have been determined on the same basis as they are reported by PERS. For the 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.

### **Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions**

#### *Public Employee's Retirement System (PERS)*

At June 30, 2019, the District reported a liability of \$19,719,433 for its proportionate share of net pension liability. The net pension liability was measured as of June 30, 2018, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation July 1, 2017, which was rolled forward to June 30, 2018. The District's proportion of the net pension liability was based on a projection of the District's long-term share of contributions to the pension plan relative to the projected contributions of all participating school districts, actuarially determined. At June 30, 2018, the District's proportion was 0.1001520200 percent, which was a decrease of 0.0025916097 from its proportion measured as of June 30, 2017.

Neptune Township School District

Notes to the Basic Financial Statements (continued)

Year ended June 30, 2019

**6. Pension Plans (continued)**

For the year ended June 30, 2019, the District recognized full accrual pension expense of \$1,312,130, in the government-wide financial statements. At June 30, 2019, the District reported deferred outflows of resources and deferred inflows of resources related to PERS from the following sources:

	<b>Deferred Outflows of Resources</b>	<b>Deferred Inflows of Resources</b>
Differences between expected and actual experience	\$ 376,053	\$ 101,680
Changes of assumptions	3,249,436	6,305,226
Net difference between projected and actual earnings on pension plan investments		184,969
Changes in proportion and differences between district contributions and proportionate share contributions	732,295	589,782
District contributions subsequent to the measurement date	1,026,139	
	<u>\$ 5,383,923</u>	<u>\$ 7,181,657</u>

\$1,026,139 is reported as deferred outflows of resources related to pensions resulting from school district contributions subsequent to the measurement date. Other amounts reported as deferred outflows of resources related to pensions will be recognized in pension expense as follows:

Year ended June 30:

2020	\$ 363,923
2021	(29,167)
2022	(1,401,391)
2023	(1,314,129)
2024	(443,109)
	<u>\$ (2,823,873)</u>

# Neptune Township School District

## Notes to the Basic Financial Statements (continued)

Year ended June 30, 2019

### 6. Pension Plans (continued)

#### *Actuarial Assumptions*

The total pension liability for the June 30, 2018 measurement date was determined by an actuarial valuation as of July 1, 2017, which was rolled forward to June 30, 2018. This actuarial valuation used the following actuarial assumptions, applied to all periods included in the measurement:

Inflation rate	2.25%
Salary increase through 2026	1.65 - 4.15%
	based on age
Thereafter	2.65 - 5.15%
	based on age
Investment rate of return	7.00%

The actuarial assumptions used in the July 1, 2017 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.

#### *Mortality Rates*

Pre-retirement mortality rates were based on the RP-2000 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 2014 projection scale. Post-retirement mortality rates were based on the RP-2000 Combined Healthy Male and Female Mortality Tables (set back 1 year for males and females) for service retirements and beneficiaries of former members. In addition, the tables for service and retirements and beneficiaries of formers members provide for future improvements in mortality from 2012 to 2013 using Projection Scale AA and using a generational approach based on the plan actuary's 2014 projection scale thereafter. 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).

Neptune Township School District

Notes to the Basic Financial Statements (continued)

Year ended June 30, 2019

**6. Pension Plans (continued)**

*Long-Term Rate of Return*

In accordance with State statute, the long-term expected rate of return on plan investments (7.00% at June 30, 2018) 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 PERS's target asset allocation as of June 30, 2018 are summarized in the following table:

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-Term Expected Real Rate of Return</u>
Risk Mitigation Strategies	5.00%	5.51%
Cash Equivalents	5.50%	1.00%
U.S. Treasuries	3.00%	1.87%
Investment Grade Credit	10.00%	3.78%
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 5.66% as of June 30, 2018 and 5.00% as of June 30, 2017. This single blended discount rate was based on the long-term expected rate of return on pension plan investments of 7.00%, and a municipal bond rate of 3.87% as of June 30, 2018 based on the Bond Buyer GO 20-Bond Municipal Bond Index which includes tax-exempt general obligation municipal bonds with an average rating of AA/Aa or higher. The projection of cash flows used to determine the discount rate assumed that contributions from plan members will

Neptune Township School District

Notes to the Basic Financial Statements (continued)

Year ended June 30, 2019

**6. Pension Plans (continued)**

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 50% 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 June 30, 2046. Therefore, the long-term expected rate of return on plan investments was applied to projected benefit payments through June 30, 2046 and the municipal bond rate was applied to projected benefit payments after that date in determining the total pension liability.

*Sensitivity of the District's proportionate share of the net pension liability to changes in the discount rate*

The following presents the District's proportionate share of the net pension liability as of June 30, 2018 calculated using the discount rate as disclosed above as well as what the District's proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower (4.66 percent) or 1-percentage-point higher (6.66 percent) than the current rate:

	<b>At 1% Decrease (4.66%)</b>	<b>At Current Discount Rate (5.66%)</b>	<b>At 1% Increase (6.66%)</b>
District's proportionate share of the net pension liability	\$ 24,794,915	\$ 19,719,433	\$ 15,461,428

*Pension Plan Fiduciary Net Position*

Detailed information about the pension plan's fiduciary net position is available in the separately issued financial report for the State of New Jersey Public Employees Retirement System.

*Additional Information*

Collective balances of the Local Group at June 30, 2018 are as follows:

Deferred outflows of resources	\$ 4,684,852,302
Deferred inflows of resources	\$ 7,646,736,226
Net pension liability	\$ 19,689,501,539
District's Proportion	0.1001520200%

# Neptune Township School District

## Notes to the Basic Financial Statements (continued)

Year ended June 30, 2019

### **6. Pension Plans (continued)**

Collective pension expense for the Local Group for the measurement period ended June 30, 2018 is \$1,099,708,157.

The average of the expected remaining service lives of all employees that are provided with pension through the pension plan (active and inactive employees) determined at July 1, 2018, 2017, 2016, 2015 and 2014 is 5.63, 5.48, 5.57, 5.72, 6.44 years, respectively.

#### Teachers Pensions and Annuity Fund (TPAF) – Special Funding Situation

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, these local participating employers are considered to be in a special funding situation as defined by GASB Statement No. 68 and the State is treated as a nonemployer contributing entity. Since the local participating employers do 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. However, the notes to the financial statements of the local participating employers must disclose the portion of the nonemployer contributing entities' total proportionate share of the net pension liability that is associated with the local participating employer. The State's proportionate share of the TPAF net pension liability associated with the District as of June 30, 2018 was \$184,908,833. The District's proportionate share was \$0.

The net pension liability was measured as of June 30, 2018, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of July 1, 2017, which was rolled forward to June 30, 2018. The State's proportionate share of the net pension liability associated with the District was based on a 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, 2018, the State's proportionate share of the TPAF net pension liability associated with the District was 0.2906555742 percent, which was a decrease of 0.0062562681 from its proportion measured as of June 30, 2017.

For the year ended June 30, 2019, the District recognized on-behalf pension expense and revenue in the government-wide financial statements of \$10,779,538 for contributions incurred by the State.

#### *Actuarial assumptions*

The actuarial valuation used the following actuarial assumptions, applied to all periods included in the measurement:



# Neptune Township School District

## Notes to the Basic Financial Statements (continued)

Year ended June 30, 2019

### 6. Pension Plans (continued)

Inflation rate	2.25%
Salary increases:	
2011-2026	1.55 - 4.55%
Thereafter	2.00 - 5.45%
Investment rate of return	7.00%

#### *Mortality Rates*

Pre-retirement mortality rates were based on the RP-2006 Employee White Collar Mortality Tables, set back 3 years for males and 5 years for females, projected on a generational basis from a base year of 2006 using a 60-year average of improvement rates based on Social Security data from 1953 to 2013. Post-retirement mortality rates were based on the RP-2006 Healthy Annuitant White Collar Mortality Tables, with adjustments as described in the latest experience study, projected on a generational basis from a base year of 2006 using a 60-year average of improvement rates based on Social Security data from 1953 to 2013. Disability mortality rates were based on the RP-2006 Disabled Retiree Mortality Tables with rates adjusted by 90%. No mortality improvement is assumed for disabled retiree mortality.

The actuarial assumptions used in the July 1, 2017 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, 2018) 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, 2018 are summarized in the following table:

Neptune Township School District

Notes to the Basic Financial Statements (continued)

Year ended June 30, 2019

**6. Pension Plans (continued)**

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-Term Expected Real Rate of Return</u>
Risk Mitigation Strategies	5.00%	5.51%
Cash Equivalents	5.50%	1.00%
U.S. Treasuries	3.00%	1.87%
Investment Grade Credit	10.00%	3.78%
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 4.86% as of June 30, 2018 and 4.25% as of June 30, 2017. This single blended discount rate was based on the long-term rate of return on pension plan investments of 7.00%, and a municipal bond rate of 3.87% as of June 30, 2018 based on the Bond Buyer GO 20-Bond Municipal Bond Index which includes tax-exempt general obligation municipal bonds with an average rating of AA/Aa or higher. The projection of cash flows used to determine the discount rate assumed that contributions from plan members will be made at the current member contribution rates and that contributions from employers will be made based on the contribution rate in the most recent fiscal year. The State contributed 50% of the actuarially determined contributions. Based on those assumptions, the plan's fiduciary net position was projected to be available to make projected future benefit payments of current plan members through 2040. Therefore, the long-term expected rate of return on plan investments was applied to projected benefit payments through 2040, and the municipal bond rate was applied to projected benefit payments after that date in determining the total pension liability.

Neptune Township School District

Notes to the Basic Financial Statements (continued)

Year ended June 30, 2019

**6. Pension Plans (continued)**

*Sensitivity of the State's proportionate share of the net pension liability associated with the District to changes in the discount rate*

The following presents the State's proportionate share of the net pension liability associated with the District as of June 30, 2018 calculated using the discount rate as disclosed above as well as what the State's proportionate share of the net pension liability associated with the District would be if it were calculated using a discount rate that is 1-percentage-point lower (3.86%) or 1-percentage-point higher (5.86%) than the current rate:

	<b>At 1% Decrease (3.86%)</b>	<b>At Current Discount Rate (4.86%)</b>	<b>At 1% Increase (5.86%)</b>
State's proportionate share of the net pension liability associated with the District	\$ 218,558,729	\$ 184,908,833	\$ 157,031,889

*Pension plan fiduciary net position*

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

**Additional Information**

Collective balances of the Local Group at June 30, 2018 are as follows:

Deferred outflows of resources	\$ 12,599,296,329
Deferred inflows of resources	\$ 16,171,861,734
Net pension liability	\$ 63,617,852,031

State's proportionate share associated with the District	0.2906555742%
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Collective pension expense-Local Group for the plan for the measurement period ended June 30, 2018 is \$3,726,181,598.

The average of the expected remaining service lives of all employees that are provided with pension through the pension plan (active and inactive employees) determined at July 1, 2018, 2017, 2016, 2015 and 2014 is 8.29, 8.3, 8.3, 8.3, and 8.5 years, respectively.

# Neptune Township School District

## Notes to the Basic Financial Statements (continued)

Year ended June 30, 2019

### 7. Post-Retirement Benefits

#### *Plan description and benefits provided*

The State of New Jersey reports a liability as a result of its statutory requirements to pay other post-employment (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 State Health Benefits Program Act is found in New Jersey Statutes Annotated, Title 52, Article 17.25 et seq. Rules governing the operation and administration of the program are found in Title 17, Chapter 9 of the New Jersey Administrative Code. The State of New Jersey Division of Pension and Benefits issues a publicly available financial report that includes financial statements and required supplementary information for SHBP. That report may be obtained by writing to Division of Pension and Benefits, PO Box 295, Trenton, NJ 08625-0295.

The employer contributions for the participating local education employers are legally required to be funded by the State of New Jersey in accordance with N.J.S.A 52:14-17.32f. According to N.J.S.A 52:14-17.32f, the State provides employer-paid coverage to employees who retire from a board of education or county college with 25 years or more of service credit in, or retires on a disability pension from, one or more of the following plans: the Teachers' Pension and Annuity Fund (TPAF), the Public Employees' Retirement System (PERS), the Police and Firemen Retirement System (PFRS), or the Alternate Benefit Program (ABP). Pursuant to Chapter 78, P.L., 2011, future retirees eligible for postretirement medical coverage who have less than 20 years of creditable service on June 28, 2011 will be required to pay a percentage of the cost of their health care coverage in retirement provided they retire with 25 or more years of pension service credit. The percentage of the premium for which the retiree will be responsible will be determined based on the retiree's annual retirement benefit and level of coverage. In Fiscal Year 2018, the State paid PRM benefits for 148,401 State and local retirees.

The State's contributions to the Fund for TPAF retirees' post-retirement benefits on behalf of the District for the years ended June 30, 2019, 2018 and 2017 were \$2,548,185, \$2,831,664 and \$2,782,708 respectively, which equaled the required contributions for each year.

The State funds post-retirement medical benefits on a "pay-as-you-go" basis, which means that the State does not pre-fund, or otherwise establish a reserve or other pool of assets against the PRM expenses that the State may incur in future years. For Fiscal Year 2018, the State contributed \$1.909 billion to pay for pay-as-you-go PRM benefit costs incurred by covered retirees. The increase in the State's pay-as-you-go contribution between Fiscal Year 2017 and Fiscal Year 2018 is attributed to rising health care costs, an increase in the number of participants qualifying for

Neptune Township School District

Notes to the Basic Financial Statements (continued)

Year ended June 30, 2019

**7. Post-Retirement Benefits (continued)**

State-paid PRM benefits at retirement and larger fund balance utilization in Fiscal Year 2017 than in Fiscal Year 2018. The Fiscal Year 2019 Appropriations Act includes \$1.921 billion as the State's contribution to fund pay-as-you-go PRM costs.

In accordance with the provisions of GASB Statement No. 75, Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions, the State is required to quantify and disclose its obligations to pay Other Postemployment Benefits (OPEB) to retired plan members. This new standard supersedes the previously issued guidance, GASB Statement No. 45, Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions, effective for Fiscal Year 2018. The State is now required to accrue a liability in all instances where statutory language names the State as the legal obligor for benefit payments. As such, the Fiscal Year 2017 total State OPEB liability to provide these benefits has been re-measured to \$97.1 billion, an increase of \$60.6 billion or 166 percent from the previous year's \$36.5 billion liability booked in accordance with GASB Statement No. 45. For Fiscal Year 2018, the total OPEB liability for the State is \$90.5 billion, a decrease of \$6.6 billion or 7 percent from the re-measured total OPEB liability in Fiscal Year 2017.

*Total OPEB Liability*

The net OPEB liability from New Jersey's plan is \$46,110,832,982.

*Changes in the District's Total OPEB Liability*

Below represents the changes in the District's total OPEB liability for the year ended June 30, 2019:

	<u>Total OPEB Liability</u>
Beginning Total OPEB Liability, June 30, 2017	\$ 157,359,832
Changes for the year:	
Service cost	6,169,210
Interest	5,792,666
Difference between expected and actual	(15,745,439)
Changes in assumptions or other inputs	(15,451,606)
Member contributions	124,438
Benefit payments	(3,600,457)
Net changes	<u>(22,711,188)</u>
Ending Total OPEB Liability, June 30, 2018	<u>\$ 134,648,644</u>

Neptune Township School District

Notes to the Basic Financial Statements (continued)

Year ended June 30, 2019

**7. Post-Retirement Benefits (continued)**

*Employees covered by benefit terms*

The following employees were covered by the benefit terms:

<u>Local Education</u>	<u>June 30, 2018</u>
Active Plan Members	217,131
Inactive Plan Members or Beneficiaries Currently Receiving Benefits	145,050
Inactive Plan Members Entitled to but Not Yet Receiving Benefits	-
Total Plan Members	<u>362,181</u>

The State, a nonemployer contributing entity, is the only entity that has a legal obligation to make employer contributions to OPEB for qualified retired PERS and TPAF participants. The District's proportionate share percentage determined under paragraphs 193 and 203 through 205 of GASBS No. 75 is zero percent. Accordingly, the District did not recognize any portion of the collective net OPEB liability on the Statement of Net Position. The State's proportionate share of the net OPEB liability associated with the District as of June 30, 2018 was \$134,648,644. Additional information can be obtained from the State of New Jersey's comprehensive annual financial report.

*Actuarial assumptions and other inputs*

The total nonemployer OPEB liability as of June 30, 2018 was determined by an actuarial valuation as of June 30, 2017, which was rolled forward to June 30, 2018. 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:

	TPAF	PERS
Inflation rate	2.50%	2.50%
Salary increase through 2026	1.55 - 4.55%	2.15 - 4.15%
Thereafter	2.00 - 5.45%	based on age 3.15 - 5.15%
		based on age

Preretirement mortality rates were based on the RP-2006 Headcount-Weighted Healthy Employee Male/Female mortality table with fully generational mortality improvement projections from the central year based on MP- 2017 scale. Postretirement mortality rates were based on the RP-2006 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-2006 Headcount-Weighted Disabled Male/Female mortality table with fully generational improvement projections from the central year using the MP-2017 scale.

Neptune Township School District

Notes to the Basic Financial Statements (continued)

Year ended June 30, 2019

**7. Post-Retirement Benefits (continued)**

The actuarial assumptions used in the June 30, 2017 valuation were based on the results of the actual experience studies for the periods July 1, 2012 – June 30, 2015 and July 1, 2011 – June 30, 2014, for TPAF and PERS, respectively.

100% of all retirees who currently have health care coverage are assumed to continue with that coverage. 100% of all active members are considered to participate in the Plan upon retirement, having a coverage blend of 85% and 15% in PPO and HMO, respectively.

*Discount Rate Projections from the Central year*

The discount rate for June 30, 2018 and 2017 was 3.87% and 3.58%, 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.

*Health Care Trend Assumptions*

For pre-Medicare preferred provider organization (PPO) and health maintenance organization (HMO) medical benefits, the trend rate is initially 5.8% and decreases to a 5.0% long-term trend rate after eight years. For self-insured post-65 PPO and HMO medical benefits, the trend rate is 4.5%. For prescription drug benefits, the initial trend rate is 8.0% decreasing to a 5.0% long-term trend rate after seven 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.

*The following represents sensitivity of total non-employer OPEB liability to changes in the discount rate and health care cost trend rate.*

The following presents the State's proportionate share of the total OPEB liability associated with the District as of June 30, 2018 calculated using a discount rate that is 1-percentage-point lower (2.87%) or 1-percentage-point higher (4.87%) than the current discount rate:

	At 1% decrease (2.87%)	At current discount rate (3.87%)	At 1% increase (4.87%)
Total OPEB Liability (Allocable to the District and the responsibility of the State)	\$ 159,182,107	\$ 134,648,644	\$ 115,147,074

Neptune Township School District

Notes to the Basic Financial Statements (continued)

Year ended June 30, 2019

**7. Post-Retirement Benefits (continued)**

The following presents the total non-employer OPEB liability associated with the District as of June 30, 2018 calculated using a healthcare cost trend rate that is 1-percentage-point lower or 1-percentage-point higher than the current healthcare cost trend rate:

	At 1% decrease	Healthcare Cost Trend Rates	At 1% increase
Total OPEB Liability (Allocable to the District and the responsibility of the State)	\$ 111,294,946	\$ 134,648,644	\$ 165,534,803

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

For the year ended June 30, 2019, the District recognized on-behalf OPEB expense and revenue in the government-wide financial statements of \$6,523,773 for OPEB expenses incurred by the State. Collective balances of the Education Group at June 30, 2018 are as follows:

Deferred outflows of resources	\$ 1,377,313,892
Deferred inflows of resources	\$ 16,189,378,926
Collective OPEB Expense	\$ 2,129,660,368
District's Proportion	0.29%

*Special Funding Situation*

The employer contributions for local participating employers are legally required to be funded by the State, therefore, the District records an expense and corresponding revenue for its respective share of total OPEB expense and revenue attributable to the State of New Jersey.



# Neptune Township School District

## Notes to the Basic Financial Statements (continued)

Year ended June 30, 2019

### 8. Interfund Receivables and Payables

The total interfund accounts receivable and payable balances for the District amounted to the following as of June 30, 2019:

<u>Fund</u>	<u>Interfund Receivable</u>	<u>Interfund Payable</u>
General Fund	\$ 880,818	\$ 15,550
Special Revenue Fund		663,990
Food Service Enterprise Fund		50,118
Aquatic Center Enterprise Fund	15,550	145,000
Payroll Agency Fund		21,710
	<u>\$ 896,368</u>	<u>\$ 896,368</u>

The interfund payable in the general fund represents the balance due to refund the aquatic center enterprise fund for FICA payments made. The interfund payable in the special revenue fund represents a cash loan from the general fund not returned at June 30, 2019. The interfund between the food service enterprise fund and the general fund represents funds not returned by the food service enterprise fund by June 30, 2019 for expenditures paid on behalf of the food service enterprise fund by the general fund. The interfund payable in the aquatic center enterprise fund represents the balance due to refund the general fund for capital expenditures for expenditures paid on behalf of the aquatic center by the general fund. All interfunds are expected to be repaid within one year.

### 9. Economic Dependency

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

### 10. Deferred Compensation

The District offers its employees deferred compensation plans created in accordance with Internal Revenue Code Section 403(b) and 457(b). The plans, which are administered by Equitable, Fidelity and the Seely Agency, permit participants to defer a portion of their salary until future years.

Amounts deferred under the plans are not available to employees until termination, retirement, death or an unforeseeable emergency. All amounts of compensation deferred under the plan, all property and rights purchased with the amounts, and all income attributable to these amounts are held in trust for the exclusive benefit of participating employees and their beneficiaries.

### 11. Contingent Liabilities

The 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 District has not complied

# Neptune Township School District

## Notes to the Basic Financial Statements (continued)

Year ended June 30, 2019

### **11. Contingent Liabilities (continued)**

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, 2019 may be impaired. In the opinion of the District, there are no significant contingent liabilities relating to compliance with the rules and regulations governing the respective grants; therefore, no provisions have been recorded in the accompanying basic financial statements for such contingencies. The District is also involved in several other claims and lawsuits incidental to its operations. In the opinion of the administration and legal counsel, the ultimate resolution of these matters will not have a materially adverse effect on the financial position of the District.

### **12. Risk Management**

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

#### **Property and Liability Insurance**

The District maintains commercial insurance coverage for property, liability, student accident and surety bonds and does not retain risk of loss. A complete schedule of insurance can be found in the statistical Section of this Comprehensive Annual Financial Report. There have been no significant reductions in insurance coverage from the prior year and no settlements have exceeded insurance coverage over the past three years.

#### **New Jersey Unemployment Compensation Insurance**

The District has elected to fund its New Jersey Unemployment Compensation Insurance under the "Benefit Reimbursement Method." Under this plan, the District is required to reimburse the New Jersey Unemployment Trust Fund for benefits paid to its former employees and charged to its account with the State. The District is billed quarterly for amounts due to the State. There are sufficient funds maintained in the separate unemployment compensation trust fund account to pay current billings. The District is self-insured for prescription benefits and has established an internal service fund to account for its self-insurance activities.

#### **Self-Insurance**

The District is self-insured for prescription benefits, and has established an internal service fund to account for its self-insurance activities.

Neptune Township School District

Notes to the Basic Financial Statements (continued)

Year ended June 30, 2019

**13. Transfers**

The following presents a reconciliation of transfers made during the 2019 fiscal year:

<u>Fund</u>	<u>Transfers In</u>	<u>Transfers Out</u>
General Fund	\$1,895,649	\$ 25,000
Special Revenue Fund	25,000	1,895,649
	<u>\$1,920,649</u>	<u>\$1,920,649</u>

The transfer into the General Fund represents the Special Revenue Fund contribution to school-based budgets. The transfer into the Special Revenue Fund represents the General Fund Contribution to the Pre-School Education Aid Program.

**14. Commitments-General Fund**

The District has contractual commitments of \$790,715 at June 30, 2019 to various vendors, which are recorded in the general fund as a component of the unassigned deficit.

**15. Deficit Fund Balance**

The District has an unassigned deficit fund balance of \$251,408 in the general fund and \$529,720 in the special revenue fund at June 30, 2019 as reported in the fund financial 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 available until the following budget year, districts must record the last state aid payments as revenue, for budget purposes only, in the current school budget year. The bill provides the legal authority for school districts to recognize this revenue in the current budget year. For intergovernmental transactions, GASB Statement No. 33 requires that recognition (revenue, expenditure, asset, liability) should be in symmetry (i.e., if one government recognizes an asset, the other government recognizes a liability).

Since the State is recording the last state aid payments in the subsequent fiscal year, the school district cannot recognize the last state aid payments on the GAAP financial statements until the year the State records the payable. The deficit amounts listed above in the general fund and special revenue fund represents deficits that were incurred as a direct result of the State of New Jersey's deferral of the District's final two state aid payments.

**16. Capital Reserve Account**

A capital reserve account was established by the District in June 2008 and issued 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

# Neptune Township School District

## Notes to the Basic Financial Statements (continued)

Year ended June 30, 2019

### 16. Capital Reserve Account (continued)

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 (June 1 to June 30) of any unanticipated revenue or unexpended line – item appropriation amounts, or both. A district may also appropriate additional amounts when the express approval of the voters has been obtained either by a separate proposal at budget time or by a special question at one of the four special elections authorized pursuant to N.J.S.A. 19:60-2. Pursuant to N.J.A.C. 6A: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, 2018 to June 30, 2019 fiscal year is as follows:

Beginning balance, July 1, 2018	\$	7,314,815
Increased By:		
Deposit approved at the June 2019		
Board meeting		2,911,532
Unspent capital outlay funds		4,357
Interest		15,000
Decreased By: Budget withdrawal		(3,500,000)
Ending balance, June 30, 2019	\$	<u>6,745,704</u>

Of the balance in reserve at June 30, 2019, \$2,000,000 is included to be utilized in the 2019-20 approved budget. The withdrawal from the capital reserve was for use in DOE approved facilities projects, consistent with the District's LRFP. The June 30, 2019 LRFP balance of local support costs of uncompleted projects exceeds the amount set aside in capital reserve.

### 17. Maintenance Reserve Account

A maintenance reserve account was established by the District in June 2010 to be used to accumulate funds for the required maintenance of facilities, and in accordance with N.J.S.A. 18A:7G-9, as amended by P.L. 2004, c. 73 (S1701), passed a board resolution authorizing the establishment of a maintenance reserve account in the District's General Fund. As allowed by N.J.S.A. 18A:F-41 and N.J.A.C. 6A:23A-14.3 the District can pass a board resolution to deposit funds into a maintenance reserve account between June 1 and June 30 of each budget year.

Neptune Township School District

Notes to the Basic Financial Statements (continued)

Year ended June 30, 2019

**17. Maintenance Reserve Account (continued)**

The activity of the maintenance reserve for the July 1, 2018 to June 30, 2019 fiscal year is as follows:

Beginning balance, July 1, 2018	\$ 1,798,000
Increased by:	
Deposit approved at the June 2019	
Board meeting	400,000
Interest	2,000
Decreased by:	
Budget withdrawal	(850,000)
Ending balance, June 30, 2019	<u>\$ 1,350,000</u>

Of the balance in reserve at June 30, 2019, \$451,000 is included to be utilized in the 2019-20 approved budget.

**18. Restricted Assets**

The funds set aside for capital reserve and maintenance reserve are classified as restricted assets (cash and cash equivalents) as they are restricted for future capital projects and maintenance requirements, respectively.

**19. Rental Agreements**

Effective September 1, 2017, the District entered into a new lease with Brookdale Community College to rent the first floor of the building, for the period from September 1, 2017 through June 30, 2020. Payments made from the College to the District during fiscal year 2019 totaled \$144,891. Under the contract the College is required to pay the remaining amounts of \$147,789 during fiscal year 2020.

**20. GASB 77 Tax Abatements**

As defined by the Governmental Accounting Standards Board (GASB), 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.

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

## Neptune Township School District

### Notes to the Basic Financial Statements (continued)

Year ended June 30, 2019

#### **20. GASB 77 Tax Abatements (continued)**

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 provision 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.

The Township of Neptune provides for long-term tax exemptions, as authorized by New Jersey State Statutes. N.J.S.A. 40A:20-1 et seq. sets forth the criteria and mechanism by which property taxes can and are abated. The exemptions provided by the Township of Neptune are for affordable housing projects. Taxes abated include municipal, local school and county taxes.

The Township of Neptune recognized revenue of \$247,194 from the annual service charge in lieu of payment of taxes in 2018 and taxes in 2018 that otherwise would have been due on these long-term tax exemptions amounted to \$445,997, based upon the assessed valuations of the long-term tax exemptions properties. A portion of the \$198,803 abatement would have been allocated to the District.

#### **21. Lease Commitments - Operating Lease**

The District leases copiers from Municipal Capital Lease (Lessor) under a fifteen-year lease. The initial five-year period commenced on July 1, 2016. The Lease expense, excluding additional operating expenses, amounted to \$54,344 for fiscal year 2019. The future minimum lease payments under the lease agreement over the remaining life of the lease is \$119,916.

Required Supplementary Information  
Part II

Newburg Township School District  
 Schedule of the District's Proportionate Share of the Net Pension Liability  
 Public Employees' Retirement System  
 Required Supplementary Information

	Year Ended June 30,									
	2010	2011	2012	2013	2014	2015	2016	2017	2018	2019
District's proportion of the net pension liability (asset) - Local Group	N/A	N/A	N/A	N/A	0.09290661680%	0.09862867403%	0.0985415447%	0.1035314924%	0.1027436297%	0.1001320206%
District's proportionate share of the net pension liability (asset)	N/A	N/A	N/A	N/A	\$ 17,756,215	\$ 18,027,511	\$ 22,120,602	\$ 30,663,059	\$ 23,917,075	\$ 19,719,433
District's covered-employee payroll	\$ 5,767,991	\$ 5,995,618	\$ 6,068,236	\$ 6,260,938	\$ 6,325,809	\$ 6,725,244	\$ 6,980,751	\$ 6,978,288	\$ 7,014,655	\$ 7,317,916
District's proportionate share of the net pension liability (asset) as a percentage of its covered-employee payroll	N/A	N/A	N/A	N/A	272.09%	268.06%	316.88%	439.41%	340.96%	269.47%
Plan fiduciary net position as a percentage of the total pension liability - Local Group	N/A	N/A	N/A	N/A	48.72%	52.08%	47.93%	40.14%	48.10%	53.69%

The amounts presented for each fiscal year were determined as of the previous fiscal year-end.

N/A - Since this information was derived from the implementation of GASB 68, this information was not available prior to June 30, 2014.



Neptune Township School District  
 Schedule of District Contributions  
 Public Employee's Retirement System  
 Required Supplementary Information

Last Ten Fiscal Years

	Year Ended June 30,									
	2010	2011	2012	2013	2014	2015	2016	2017	2018	2019
Contractually required contribution	\$ 494,153	\$ 666,709	\$ 701,513	\$ 683,560	\$ 794,760	\$ 793,774	\$ 847,193	\$ 919,759	\$ 969,319	\$ 1,001,933
Contributions in relation to the contractually required contribution	(494,153)	(666,709)	(701,513)	(683,560)	(794,760)	(793,774)	(847,193)	(919,759)	(969,319)	(1,001,933)
Contribution deficiency (excess)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
District's covered-employee payroll	\$ 5,995,618	\$ 6,068,236	\$ 6,260,938	\$ 6,525,809	\$ 6,725,244	\$ 6,980,751	\$ 6,978,288	\$ 7,014,655	\$ 7,317,916	\$ 7,473,327
Contributions as a percentage of covered-employee payroll	8.24%	10.99%	11.20%	10.47%	11.82%	11.37%	12.14%	13.11%	13.25%	13.41%

See accompanying notes to required supplementary information.

Neptune Township School District  
 Schedule of the State's Proportionate Share of the Net Pension Liability Associated With the District  
 Teachers' Pension and Annuity Fund  
 Required Supplementary Information

Last Ten Fiscal Years\*

	Year Ended June 30,				
	2019	2018	2017	2016	2015
State's proportion of the net pension liability (asset) associated with the District - Local Group	0.2906555742%	0.2969118423%	0.2988636375%	0.2942601365%	0.3018486894%
District's proportionate share of the net pension liability (asset)	\$ -	\$ -	\$ -	\$ -	\$ -
State's proportionate share of the net pension liability (asset) associated with the District	\$ 184,908,833	\$ 200,188,670	\$ 235,105,166	\$ 185,984,972	\$ 161,328,300
Total proportionate share of the net pension liability (asset) associated with the District	<u>\$ 184,908,833</u>	<u>\$ 200,188,670</u>	<u>\$ 235,105,166</u>	<u>\$ 185,984,972</u>	<u>\$ 161,328,300</u>
Plan fiduciary net position as a percentage of the total pension liability	26.49%	25.41%	22.33%	28.71%	33.64%

\* The amounts presented for each fiscal year were determined as of the previous fiscal year-end.

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

Covered payroll information is not presented since the Teachers' Pension and Annuity Fund is a special funding situation in which the District does not make a contribution to this plan.

Neptune Township School District  
 Schedule of the State's Proportionate Share of the Net OPEB Liability Associated with the District  
 and Changes in the Total OPEB Liability and Related Ratios  
 Public Employee's Retirement System and Teachers' Pension and Annuity Fund  
 Required Supplementary Information

Last Ten Fiscal Years\*

	Year Ended June 30,		
	2019	2018	2017
State's proportion of the net OPEB liability (asset) associated with the District	0.29%	0.29%	0.29%
District's proportionate share of the net OPEB liability	\$ -	\$ -	\$ -
State's proportionate share of the net OPEB liability associated with the District	\$ 134,648,644	\$ 157,359,832	\$ 169,479,950
Total proportionate share of the net OPEB liability (asset) associated with the District	<u>\$ 134,648,644</u>	<u>\$ 157,359,832</u>	<u>\$ 169,479,950</u>
Plan fiduciary net position as a percentage of the total OPEB liability	0.00%	0.00%	0.00%
	<u>2019</u>	<u>2018</u>	<u>2017**</u>
<b>Total OPEB Liability</b>			
Service cost	\$ 6,169,210	\$ 7,424,322	
Interest cost	5,792,666	4,992,097	
Differences between expected and actual	(15,745,439)	-	
Changes of assumptions	(15,451,606)	(21,025,959)	
Member contributions	124,438	134,210	
Gross benefit payments	<u>(3,600,457)</u>	<u>(3,644,788)</u>	
Net change in total OPEB liability	(22,711,188)	(12,120,118)	
Total OPEB liability - beginning	<u>157,359,832</u>	<u>169,479,950</u>	
Total OPEB liability - ending	<u>\$ 134,648,644</u>	<u>\$ 157,359,832</u>	
Covered-employee payroll	<u>\$ 38,162,216</u>	<u>\$ 36,370,626</u>	
Total OPEB liability as a percentage of covered-employee payroll	<u>352.83%</u>	<u>432.66%</u>	

The amounts presented for each fiscal year were determined as of the previous fiscal year-end.

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

\*\* information not available

Neptune Township School District  
Notes to Required Supplementary Information  
Year ended June 30, 2019

PENSION - PUBLIC EMPLOYEES' RETIREMENT SYSTEM

Benefit Changes

There were none.

Changes of Assumptions

The discount rate changed from 5.00% as of June 30, 2017 to 5.66% as of June 30, 2018.

PENSION - TEACHERS PENSION AND ANNUITY FUND

Benefit Changes

There were none.

Changes of Assumptions

The discount rate changed from 4.25% as of June 30, 2017 to 4.86% as of June 30, 2018.

OTHER POST-RETIREMENT BENEFIT PLAN - PUBLIC EMPLOYEES' RETIREMENT SYSTEM  
AND TEACHERS' PENSION AND ANNUITY FUND

Benefit Changes

There were none.

Changes of Assumptions

The discount rate changed from 3.58% as of June 30, 2017 to 3.87% as of June 30, 2018.

# Required Supplementary Information

## Part III

### Budgetary Comparison Schedules

Budgetary Comparison Schedules provide a one-year comparison of original budget, budget transfers, final budget and actual information for the General Fund and Special Revenue Fund.

Neptune Township School District  
General Fund  
Budgetary Comparison Schedule  
(Budgetary Basis)  
Year Ended June 30, 2019

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
<b>REVENUES:</b>					
Local Sources:					
Local Tax Levy	\$ 38,241,319		\$ 38,241,319	\$ 38,241,319	
Tuition from other LEAs within the State	5,075,000		5,075,000	5,962,115	\$ 887,115
Transportation fees from other LEAs within the State	500,000		500,000	624,173	124,173
Interest Earned on Investments		\$ 18,000	18,000	121,563	103,563
Miscellaneous	360,000	(18,000)	342,000	415,053	73,053
<b>Total - Local Sources</b>	<b>44,176,319</b>		<b>44,176,319</b>	<b>45,364,223</b>	<b>1,187,904</b>
State Sources:					
Equalization Aid	25,407,093		25,407,093	25,407,093	
Special Education Aid	2,404,326		2,404,326	2,404,326	
Transportation Aid	1,589,446		1,589,446	1,589,446	
Security Aid	1,222,886		1,222,886	1,222,886	
Adjustment Aid	1,579,834	(718,976)	860,858	860,858	
Additional Non-Public Transportation Aid				24,284	24,284
Extraordinary Aid	500,000		500,000	838,477	338,477
TPAF Pension (On-Behalf - Non-Budgeted)				5,617,711	5,617,711
TPAF Pension Contributions - Post-Retirement Medical (On-Behalf - Non-Budgeted)				2,548,185	2,548,185
TPAF Pension Contributions - Long-Term Disability Insurance (On-Behalf - Non-Budgeted)				5,130	5,130
TPAF Social Security (Reimbursed - Non-Budgeted)				2,269,384	2,269,384
<b>Total State Sources</b>	<b>32,703,585</b>	<b>(718,976)</b>	<b>31,984,609</b>	<b>42,787,780</b>	<b>10,803,171</b>
Federal Sources:					
Medical Assistance Program	174,052		174,052	162,588	(11,464)
<b>Total - Federal Sources</b>	<b>174,052</b>		<b>174,052</b>	<b>162,588</b>	<b>(11,464)</b>
<b>Total Revenues</b>	<b>77,053,956</b>	<b>(718,976)</b>	<b>76,334,980</b>	<b>88,314,591</b>	<b>11,979,611</b>
<b>EXPENDITURES:</b>					
Current Expense:					
<b>Regular Programs - Instruction</b>					
Kindergarten - Salaries of Teachers	884,431	(39,641)	844,790	844,790	
Grades 1-5 - Salaries of Teachers	6,222,270	(379,729)	5,842,541	5,675,460	167,081
Grades 6-8 - Salaries of Teachers	3,862,696	(17,312)	3,845,384	3,797,330	48,054
Grades 9-12 - Salaries of Teachers	5,351,877	154,671	5,506,548	5,455,427	51,121
<b>Regular Programs - Home Instruction</b>					
Salaries of Teachers	198,000		198,000	178,401	19,599
Purchased Professional-Educational Services	66,155		66,155	40,207	25,948
<b>Regular Programs - Undistributed Instruction</b>					
Other Salaries for Instruction	436,026	6,321	442,347	417,785	24,562
Purchased Professional-Educational Services	245,050	5,735	250,785	190,734	60,051
Purchased Technical Services	247,137	237,675	484,812	484,811	1
Other Purchased Services	608,502	(11,482)	597,020	584,611	12,409
General Supplies	1,001,892	133,350	1,135,242	1,110,560	24,682
Textbooks	178,356	(57,336)	121,020	75,883	45,137
Other Objects	54,821	(4,877)	49,944	44,943	5,001
<b>TOTAL REGULAR PROGRAMS - INSTRUCTION</b>	<b>19,357,213</b>	<b>27,375</b>	<b>19,384,588</b>	<b>18,900,942</b>	<b>483,646</b>
<b>SPECIAL EDUCATION - INSTRUCTION</b>					
Learning and/or Language Disabilities					
Salaries of Teachers	751,174	(28,406)	722,768	721,650	1,118
Other Salaries for Instruction	355,494	(7,199)	348,295	348,246	49
Purchased Professional-Educational Services	73,000	(31,464)	41,536	40,995	541
Other Purchased Services	2,200		2,200	746	1,454
General Supplies	20,000	4,718	24,718	24,474	244
<b>Total Learning and/or Language Disabilities</b>	<b>1,201,868</b>	<b>(62,351)</b>	<b>1,139,517</b>	<b>1,136,111</b>	<b>3,406</b>
<b>Auditory Impairments</b>					
Salaries of Teachers	753,461	(34,197)	719,264	707,599	11,665
Other Salaries for Instruction	447,509	29,926	477,435	477,223	212
Purchased Professional-Educational Services	7,000		7,000	5,435	1,565
Other Purchased Services	42,000	11,102	53,102	51,669	1,433
General Supplies	11,750		11,750	10,350	1,400
<b>Total Auditory Impairments</b>	<b>1,261,720</b>	<b>6,831</b>	<b>1,268,551</b>	<b>1,252,276</b>	<b>16,275</b>

Neptune Township School District  
General Fund  
Budgetary Comparison Schedule  
(Budgetary Basis)  
Year Ended June 30, 2019

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
<b>Behavioral Disabilities</b>					
Salaries of Teachers	\$ 155,663	\$ 10,524	\$ 166,187	\$ 166,187	
Other Salaries for Instruction	47,057		47,057	46,606	\$ 451
Purchased Professional-Educational Services	800		800		800
General Supplies	1,000	1,735	2,735	2,734	1
<b>Total Behavioral Disabilities</b>	<b>204,520</b>	<b>12,259</b>	<b>216,779</b>	<b>215,527</b>	<b>1,252</b>
<b>Multiple Disabilities</b>					
Salaries of Teachers	396,405	13,281	409,686	409,686	
Other Salaries for Instruction	194,694	126,211	320,905	296,848	24,057
Purchased Professional-Educational Services		132,500	132,500	125,557	6,943
General Supplies	3,850	8,128	11,978	11,622	356
<b>Total Multiple Disabilities</b>	<b>594,949</b>	<b>280,120</b>	<b>875,069</b>	<b>843,713</b>	<b>31,356</b>
<b>Resource Room/Resource Center</b>					
Salaries of Teachers	3,488,255	(72,847)	3,415,408	3,298,686	116,722
Other Salaries for Instruction	295,233	(36,757)	258,476	229,916	28,560
Purchased Professional-Educational Services		65,000	65,000	61,870	3,130
General Supplies	12,900	125	13,025	12,906	119
<b>Total Resource Room/Resource Center</b>	<b>3,796,388</b>	<b>(44,479)</b>	<b>3,751,909</b>	<b>3,603,378</b>	<b>148,531</b>
<b>Preschool Disabilities - Full-Time</b>					
Salaries of Teachers	380,201	(7,056)	373,145	371,144	2,001
Other Salaries for Instruction	97,175	(5,628)	91,547	89,388	2,159
Purchased Professional-Educational Services	3,500	76,715	80,215	80,215	
Other Purchased Services	150		150		150
General Supplies	7,000	2,070	9,070	7,562	1,508
<b>Total Preschool Disabilities - Full-Time</b>	<b>488,026</b>	<b>66,101</b>	<b>554,127</b>	<b>548,309</b>	<b>5,818</b>
<b>TOTAL SPECIAL EDUCATION - INSTRUCTION</b>	<b>7,547,471</b>	<b>258,481</b>	<b>7,805,952</b>	<b>7,599,314</b>	<b>206,638</b>
<b>Bilingual Education - Instruction</b>					
Salaries of Teachers	312,264	50,219	362,483	362,483	
General Supplies	2,000		2,000	1,499	501
<b>Total Bilingual Education - Instruction</b>	<b>314,264</b>	<b>50,219</b>	<b>364,483</b>	<b>363,982</b>	<b>501</b>
<b>School-Spon. Cocurricular Actvts. - Inst.</b>					
Salaries	229,350	(9,693)	219,657	219,657	
Purchased Services	17,000		17,000	12,798	4,202
Other Objects	1,900		1,900	1,741	159
<b>Total School-Spon. Cocurricular Actvts. - Inst.</b>	<b>248,250</b>	<b>(9,693)</b>	<b>238,557</b>	<b>234,196</b>	<b>4,361</b>
<b>School-Spon. Athletics</b>					
Salaries	1,008,354	(30,616)	977,738	961,938	15,800
Purchased Services	299,700	(93,254)	206,446	157,019	49,427
Supplies and Materials	87,000	(2,000)	85,000	79,127	5,873
<b>Total School-Spon. Athletics</b>	<b>1,395,054</b>	<b>(125,870)</b>	<b>1,269,184</b>	<b>1,198,084</b>	<b>71,100</b>
<b>Other Supplementary/At-Risk Program- Instruction</b>					
Salaries of Reading Specialists	973,487	(35,998)	937,489	929,622	7,867
<b>Total Other Supplementary/At-Risk Program- Instruction</b>	<b>973,487</b>	<b>(35,998)</b>	<b>937,489</b>	<b>929,622</b>	<b>7,867</b>
<b>Community Services Programs/Operations</b>					
Supplies and Materials	3,000	(2,000)	1,000		1,000
Other Objects	5,000	2,000	7,000	1,029	5,971
<b>Total Community Services Programs/Operations</b>	<b>8,000</b>	<b>8,000</b>	<b>8,000</b>	<b>1,029</b>	<b>6,971</b>
<b>TOTAL INSTRUCTION</b>	<b>29,843,739</b>	<b>164,514</b>	<b>30,008,253</b>	<b>29,227,169</b>	<b>781,084</b>
<b>Undistributed Expenditures - Instruction</b>					
Tuition to Other LEAs Within the State - Regular	156,002	(64,158)	91,844	83,868	7,976
Tuition to Other LEAs Within the State - Special	511,592	(356,842)	154,750	116,628	38,122
Tuition to County Voc. School Dist. - Regular	190,420	7,668	198,088	197,439	649
Tuition to County Voc. School Dist. - Special	224,400	25,806	250,206	244,596	5,610
Tuition to Private Schools for the Disabled - Within State	6,262,490	673,035	6,935,525	6,542,511	393,014
Tuition - State Facilities	347,928	36,247	384,175	384,175	
<b>Total Undistributed Expenditures - Instruction</b>	<b>7,692,832</b>	<b>321,756</b>	<b>8,014,588</b>	<b>7,569,217</b>	<b>445,371</b>

Neptune Township School District  
General Fund  
Budgetary Comparison Schedule  
(Budgetary Basis)  
Year Ended June 30, 2019

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
<b>Undistributed Expend. - Attend. &amp; Social Work</b>					
Salaries	\$ 271,362	\$ 6,072	\$ 277,434	\$ 277,417	\$ 17
Salaries of Drop-Out Prevention Officer/Coordinator	44,236	(47)	44,189	44,189	
Other Purchased Services	900	(500)	400		400
<b>Total Undistributed Expend. - Attend. &amp; Social Work</b>	<b>316,498</b>	<b>5,525</b>	<b>322,023</b>	<b>321,606</b>	<b>417</b>
<b>Undist. Expend. - Health Services</b>					
Salaries	692,664	(4,072)	688,592	685,041	3,551
Purchased Professional and Technical Services	2,000	11,647	13,647	12,089	1,558
Other Purchased Services	6,500		6,500	6,500	
Supplies and Materials	24,904	7,305	32,209	28,792	3,417
<b>Total Undistributed Expenditures - Health Services</b>	<b>726,068</b>	<b>14,880</b>	<b>740,948</b>	<b>732,422</b>	<b>8,526</b>
<b>Undist. Expend. - Other Supp. Serv. Students - Related Serv.</b>					
Salaries	399,578	(91,401)	308,177	308,177	
Purchased Professional - Educational Services	1,021,000	16,285	1,037,285	1,033,959	3,326
Supplies and Materials	1,100		1,100	1,047	53
<b>Total Undist. Expend. - Other Supp. Serv. Students - Related Serv.</b>	<b>1,421,678</b>	<b>(75,116)</b>	<b>1,346,562</b>	<b>1,343,183</b>	<b>3,379</b>
<b>Undist. Expend. - Guidance</b>					
Salaries of Other Professional Staff	1,127,103	(39,696)	1,087,407	1,066,270	21,137
Salaries of Secretarial and Clerical Assistants	140,122	(3,620)	136,502	136,501	1
Purchased Professional - Educational Services	36,974	(15,375)	21,599	20,044	1,555
Other Purchased Services	116,925	(5,400)	111,525	109,378	2,147
Supplies and Materials	51,344	1,300	52,644	48,351	4,293
<b>Total Undist. Expend. - Guidance</b>	<b>1,472,468</b>	<b>(62,791)</b>	<b>1,409,677</b>	<b>1,380,544</b>	<b>29,133</b>
<b>Undist. Expend. - Child Study Team</b>					
Salaries of Other Professional Staff	1,094,888	(6,731)	1,088,157	1,076,380	11,777
Salaries of Secretarial and Clerical Assistants	146,224	(365)	145,859	145,790	69
Other Purchased Services	3,750		3,750	2,095	1,655
Miscellaneous Purchased Services	20,000	32,690	52,690	52,689	1
Supplies and Materials	6,850	3,670	10,520	10,422	98
Other Objects	900		900	564	336
<b>Total Undist. Expend. - Child Study Team</b>	<b>1,272,612</b>	<b>29,264</b>	<b>1,301,876</b>	<b>1,287,940</b>	<b>13,936</b>
<b>Undist. Expend. - Improvement of Inst. Serv.</b>					
Salaries of Supervisors of Instruction	282,055	292,426	574,481	561,412	13,069
Salaries of Other Professional Staff	367,868	(15,592)	352,276	289,642	62,634
Salaries of Secretarial and Clerical Assistants	46,089	(49)	46,040	46,040	
Purchased Prof. - Educational Services	216,680	(99,547)	117,133	89,803	27,330
Other Purchased Services	1,900		1,900	1,168	732
Supplies and Materials	8,000	650	8,650	3,566	5,084
Other Objects	22,000	6,500	28,500	24,659	3,841
<b>Total Undist. Expend. - Improvement of Inst. Serv.</b>	<b>944,592</b>	<b>184,388</b>	<b>1,128,980</b>	<b>1,016,290</b>	<b>112,690</b>
<b>Undist. Expend. - Edu. Media Serv./Sch. Library</b>					
Salaries	884,908	(41,675)	843,233	815,924	27,309
Supplies and Materials	66,269	(11,240)	55,029	51,472	3,557
<b>Total Undist. Expend. - Edu. Media Serv./Sch. Library</b>	<b>951,177</b>	<b>(52,915)</b>	<b>898,262</b>	<b>867,396</b>	<b>30,866</b>
<b>Undist. Expend. - Supp. Serv. - General Admin.</b>					
Salaries	671,908	(10,736)	661,172	602,927	58,245
Legal Services	155,000	74,100	229,100	205,916	23,184
Audit Fees	74,460	1,115	75,575	75,575	
Architectural/Engineering Services	30,000	(22,000)	8,000		8,000
Purchased Technical Services	41,700	6,240	47,940	47,940	
Communications/Telephone	148,700	(14,481)	134,219	133,757	462
Board of Education Other Purchased Services	7,800		7,800	2,676	5,124
Other Purchased Services	183,004	(59,500)	123,504	121,382	2,122
General Supplies	29,600	765	30,365	19,612	10,753
Board of Education In-House Training/Meeting Supplies	5,100		5,100	2,903	2,197
Miscellaneous Expenditures	7,000		7,000	6,579	421
Board of Education Dues and Fees	46,800	(4,000)	42,800	34,616	8,184
<b>Total Undist. Expend. - Supp. Serv. - General Admin.</b>	<b>1,401,072</b>	<b>(28,497)</b>	<b>1,372,575</b>	<b>1,253,883</b>	<b>118,692</b>



Neptune Township School District  
General Fund  
Budgetary Comparison Schedule  
(Budgetary Basis)  
Year Ended June 30, 2019

	Original Budget	Budget Trnnsfers	Final Budget	Actual	Variance Final to Actual
<b>Undist. Expend. - Support Serv. - School Admin.</b>					
Salaries of Principals/Assistant Principals	\$ 1,613,505	\$ 78,464	\$ 1,691,969	\$ 1,691,968	\$ 1
Salaries - Other Professional Staff	746,672	(272,339)	474,333	474,327	6
Salaries of Secretarial and Clerical Assistants	722,437	(58,435)	664,002	661,725	2,277
Other Purchased Services	60,307	(1,107)	59,200	47,680	11,520
Supplies and Materials	58,140	5,867	64,007	61,181	2,826
Other Objects	1,600	(400)	1,200	264	936
<b>Total Undist. Expend. - Support Serv. - School Admin.</b>	<b>3,202,661</b>	<b>(247,950)</b>	<b>2,954,711</b>	<b>2,937,145</b>	<b>17,566</b>
<b>Undist. Expend. - Central Services</b>					
Salaries	716,719	71,576	788,295	774,792	13,503
Purchased Technical Services	33,800	1,500	35,300	35,287	13
Misc Purchased Services	39,300	(800)	38,500	10,387	28,113
Supplies and Materials	6,000		6,000	2,860	3,140
<b>Total Undist. Expend. - Central Services</b>	<b>795,819</b>	<b>72,276</b>	<b>868,095</b>	<b>823,326</b>	<b>44,769</b>
<b>Undist. Expend. - Technology Admin.</b>					
Salaries	390,201	1,243	391,444	391,444	
Purchased Technical Services	75,000	(29,500)	45,500	16,019	29,481
Travel	7,000		7,000	2,484	4,516
Supplies and Materials	32,000		32,000	11,895	20,105
<b>Total Undist. Expend. - Technology Admin.</b>	<b>504,201</b>	<b>(28,257)</b>	<b>475,944</b>	<b>421,842</b>	<b>54,102</b>
<b>Undist. Expend. - Required Maint. for Sch. Facil.</b>					
Salaries	441,593	2,971	444,564	444,555	9
Cleaning, Repair and Maintenance Services	2,500,000	(108,368)	2,391,632	2,357,229	34,403
General Supplies	206,000	(10,735)	195,265	129,113	66,152
Other Objects	29,407		29,407	27,548	1,859
<b>Total Undist. Expend. - Required Maint. for Sch. Facil.</b>	<b>3,177,000</b>	<b>(116,132)</b>	<b>3,060,868</b>	<b>2,958,445</b>	<b>102,423</b>
<b>Undist. Expend. - Custodial Services</b>					
Salaries	2,770,661	(24,031)	2,746,630	2,660,037	86,593
Cleaning, Repair and Maintenance Services	110,000	4,759	114,759	100,381	14,378
Other Purchased Property Services	124,000	(1,807)	122,193	114,883	7,310
Insurance	356,100	(40,000)	316,100	314,401	1,699
General Supplies	218,000	(674)	217,326	211,035	6,291
Natural Gas	310,000	(15,912)	294,088	276,037	18,051
Electricity	1,790,000	(105,824)	1,684,176	1,633,729	50,447
<b>Total Undist. Expend. - Custodial Services</b>	<b>5,678,761</b>	<b>(183,489)</b>	<b>5,495,272</b>	<b>5,310,503</b>	<b>184,769</b>
<b>Undist. Expend. - Care and Upkeep of Grounds</b>					
Cleaning, Repair and Maintenance Services	783,000	(13,120)	769,880	747,948	21,932
General Supplies	28,000	(12,000)	16,000	15,532	468
<b>Total Undist. Expend. - Care and Upkeep of Grounds</b>	<b>811,000</b>	<b>(25,120)</b>	<b>785,880</b>	<b>763,480</b>	<b>22,400</b>
<b>Undist. Expend. - Security</b>					
Salaries	477,654	2,868	480,522	474,703	5,819
Purchased Professional & Technical Services	100,000	(32,000)	68,000	67,870	130
General Supplies	65,060	(23,629)	41,431	21,756	19,675
<b>Total Undist. Expend. - Security</b>	<b>642,714</b>	<b>(52,761)</b>	<b>589,953</b>	<b>564,329</b>	<b>25,624</b>
<b>Undist. Expend. - Student Transportation Serv.</b>					
Salaries for Pupil Trans. (Between Home & School) - Regular	131,795	(299)	131,496	131,196	300
Other Purchased Professional and Technical Services	4,934		4,934	4,500	434
Contracted Services Aid In Lieu of Payment for Non-public School Students	34,000	(20,000)	14,000	7,384	6,616
Contracted Services (Between Home and School) - Vendors	1,396,000	(38,050)	1,357,950	1,232,396	125,554
Contracted Services (Other than Between Home and School) - Vendors	286,435	(2,095)	284,340	212,385	71,955
Contracted Services (Sp. Ed.) - Vendors	1,490,000	120,995	1,610,995	1,536,843	74,152
General Supplies	5,700		5,700	2,908	2,792
<b>Total Undist. Expend. - Student Transportation Serv.</b>	<b>3,348,864</b>	<b>60,551</b>	<b>3,409,415</b>	<b>3,127,612</b>	<b>281,803</b>
<b>Unallocated Benefits</b>					
Social Security Contributions	1,084,750	14,754	1,099,504	1,090,118	9,386
Other Retirement Contributions - PERS	1,100,000	(64,000)	1,036,000	1,034,989	1,011
Workmen's Compensation	546,900	(48,383)	498,517	498,517	
Health Benefits	10,977,000	374,078	11,351,078	10,017,986	1,333,092
Tuition Reimbursement	10,000		10,000	10,000	
Other Employee Benefits	500,000		500,000	422,309	77,691
<b>Total Unallocated Benefits</b>	<b>14,218,650</b>	<b>276,449</b>	<b>14,495,099</b>	<b>13,073,919</b>	<b>1,421,180</b>

Neptune Township School District  
General Fund  
Budgetary Comparison Schedule  
(Budgetary Basis)  
Year Ended June 30, 2019

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
<b>On-behalf Contributions</b>					
TPAF Pension (On-Behalf - Non-Budgeted)				\$ 5,617,711	\$ (5,617,711)
TPAF Pension Contributions - Post-Retirement Medical (On-Behalf - Non-Budgeted)				2,548,185	(2,548,185)
TPAF Pension Contributions - Long-Term Disability Insurance (On-Behalf - Non-Budgeted)				5,130	(5,130)
Reimbursed TPAF Social Security Contributions (non-budgeted)				2,269,384	(2,269,384)
<b>Total On-behalf Contributions</b>				10,440,410	(10,440,410)
<b>TOTAL UNDISTRIBUTED EXPENDITURES</b>	\$ 48,578,667	\$ 92,061	\$ 48,670,728	56,193,492	(7,522,764)
<b>TOTAL GENERAL CURRENT EXPENSE</b>	78,422,406	256,575	78,678,981	85,420,661	(6,741,680)
<b>CAPITAL OUTLAY</b>					
<b>Equipment</b>					
<b>Regular Programs-Instruction:</b>					
Grades 1-5		10,448	10,448	10,448	
Grades 6-8		14,000	14,000	14,000	
<b>Total Equipment</b>		24,448	24,448	24,448	
<b>Facilities Acquisition and Construction Services</b>					
Architectural/Engineering Services	375,000	33,668	408,668	404,311	4,357
Construction Services	3,125,000	1,436,071	4,561,071	3,770,355	790,716
<b>Total Facilities Acquisition and Construction Services</b>	3,500,000	1,469,739	4,969,739	4,174,666	795,073
<b>TOTAL CAPITAL OUTLAY</b>	3,500,000	1,494,187	4,994,187	4,199,114	795,073
<b>Contribution to Charter Schools</b>	3,477,837	(1,000,000)	2,477,837	1,898,648	579,189
<b>TOTAL EXPENDITURES</b>	85,400,243	750,762	86,151,005	91,518,423	(5,367,418)
<b>(Deficiency) Excess of Revenues (Under) Over Expenditures</b>	(8,346,287)	(1,469,738)	(9,816,025)	(3,203,832)	6,612,193
<b>Other Financing Sources (Uses):</b>					
Transfer in - Contribution to school based budgets- GF	44,649,000		44,649,000	43,765,352	(883,648)
Transfer in - Contribution to school based budgets- SRF	1,915,000		1,915,000	1,895,649	(19,351)
Transfer out - Contribution to school based budgets	(44,649,000)		(44,649,000)	(43,765,352)	883,648
Transfer out - Contribution to preschool education	(25,000)		(25,000)	(25,000)	
<b>Total Other Financing Sources (Uses)</b>	1,890,000		1,890,000	1,870,649	(19,351)
<b>(Deficiency) Excess of Revenues (Under) Over Expenditures and Other Financing Sources (Uses)</b>	(6,456,287)	(1,469,738)	(7,926,025)	(1,333,183)	6,592,842
<b>Fund Balance, July 1</b>	16,267,797		16,267,797	16,267,797	
<b>Fund Balance, June 30</b>	\$ 9,811,510	\$ (1,469,738)	\$ 8,341,772	\$ 14,934,614	\$ 6,592,842
<b>Recapitulation of Fund Balance:</b>					
<b>Restricted Fund Balance:</b>					
Excess Surplus-current year				\$ 1,995,000	
Excess Surplus-prior year designated for subsequent year's expenditures				2,000,000	
Capital Reserve				6,745,704	
Maintenance Reserve				1,350,000	
<b>Assigned to:</b>					
Designated for Subsequent Year's Expenditures				106,287	
Year End Encumbrances				790,715	
Unassigned Fund Balance				1,946,908	
				14,934,614	
<b>Reconciliation of Budgetary Fund Balance to GAAP Fund Balance:</b>					
Final State Aid Payments Not Realized on GAAP Basis				(3,095,318)	
<b>Fund balance per Governmental Funds (GAAP)</b>				\$ 11,839,296	

Neptune Township School District  
General Fund  
Budgetary Comparison Schedule  
(Budgetary Basis)  
Year Ended June 30, 2019

	Original Budget	Total General Fund	Operating Fund 11-13	Budget Transfers	Total General Fund	Operating Fund 11-13	Final Blended Resource Fund 15	Actual Blended Resource Fund 15	Total General Fund
<b>REVENUES:</b>									
Local Sources:									
Local Tax Levy	\$ 38,241,319	\$ 38,241,319	\$ 38,241,319		\$ 38,241,319	\$ 38,241,319	\$ 38,241,319	\$ 38,241,319	\$ 38,241,319
Tuition from other LEAs within the State	5,075,000	5,075,000	5,075,000		5,075,000	5,075,000	5,075,000	5,075,000	5,075,000
Transportation fees from other LEAs within the State	500,000	500,000	500,000		500,000	500,000	500,000	500,000	500,000
Interest Earned on Investments		\$ 18,000	18,000		\$ 18,000	18,000	18,000	18,000	18,000
Miscellaneous	360,000	360,000	(18,000)		(18,000)	342,000	415,053	415,053	415,053
Total - Local Sources	44,176,319	44,176,319	44,176,319		44,176,319	44,176,319	45,364,223	45,364,223	45,364,223
State Sources:									
Equalization Aid	25,407,093	25,407,093	25,407,093		25,407,093	25,407,093	25,407,093	25,407,093	25,407,093
Special Education Aid	2,404,326	2,404,326	2,404,326		2,404,326	2,404,326	2,404,326	2,404,326	2,404,326
Transportation Aid	1,589,446	1,589,446	1,589,446		1,589,446	1,589,446	1,589,446	1,589,446	1,589,446
Security Aid	1,222,886	1,222,886	1,222,886		1,222,886	1,222,886	1,222,886	1,222,886	1,222,886
Adjustment Aid	1,579,834	1,579,834	(718,976)		(718,976)	860,858	860,858	860,858	860,858
Non-Public Transportation Aid							24,284	24,284	24,284
Extraordinary Aid	500,000	500,000	500,000		500,000	500,000	838,477	838,477	838,477
TPAF Pension (On-Behalf - Non-Budgeted)							5,617,711	5,617,711	5,617,711
TPAF Pension Contributions - Post-Retirement Medical (On-Behalf - Non-Budgeted)							2,548,185	2,548,185	2,548,185
TPAF Pension Contributions - Long-Term Disability Insurance (On-Behalf - Non-Budgeted)							5,130	5,130	5,130
Total State Sources	32,703,585	32,703,585	(718,976)		(718,976)	31,984,609	42,787,780	42,787,780	42,787,780
Federal Sources:									
Medical Assistance Program	174,052	174,052	174,052		174,052	174,052	162,588	162,588	162,588
Total - Federal Sources	174,052	174,052	174,052		174,052	174,052	162,588	162,588	162,588
Total Revenues	77,053,956	77,053,956	77,053,956		(718,976)	76,334,980	88,314,591	88,314,591	88,314,591
<b>EXPENDITURES:</b>									
Current Expenses:									
Regular Programs - Instruction									
Preschool - Salaries of Teachers	884,431	884,431	(39,641)		(39,641)	844,790	844,790	844,790	844,790
Kindergarten - Salaries of Teachers	5,786,275	5,786,275	(88,995)		(88,995)	5,495,541	5,464,059	5,464,059	5,464,059
Grades 1-5 - Salaries of Teachers	435,995	6,222,270	347,000		(379,729)	347,000	211,401	211,401	211,401
Grades 6-8 - Salaries of Teachers	180,000	3,662,596	(30,000)		(17,312)	150,000	101,946	3,695,384	3,797,330
Grades 9-12 - Salaries of Teachers	290,482	5,351,877	169,671		(15,000)	460,153	448,740	5,006,687	5,455,427
Regular Programs - Home Instruction									
Salaries of Teachers	198,000	198,000	198,000			198,000	178,401	178,401	178,401
Purchased Professional-Educational Services	66,155	66,155	66,155			66,155	40,207	40,207	40,207
Other Salaries for Instruction									
Regular Programs - Undistributed Instruction									
Purchased Professional-Educational Services	361,026	436,026	6,321		6,321	367,347	367,347	367,347	417,785
Other Salaries for Instruction	245,050	245,050	5,735		5,735	250,785	190,734	190,734	190,734
Purchased Professional-Educational Services	247,137	247,137	237,675		237,675	484,812	484,811	484,811	484,811
Other Purchased Services	608,502	608,502	(11,482)		(11,482)	597,020	584,611	584,611	584,611
General Supplies	1,001,892	1,001,892	133,350		133,350	1,155,242	1,110,560	1,110,560	1,110,560
Textbooks	178,356	178,356	(57,336)		(57,336)	121,020	75,883	75,883	75,883
Other Objects	54,821	54,821	(4,877)		(4,877)	49,944	44,943	44,943	44,943
Total Regular Programs - INSTRUCTION	1,245,652	18,111,381	19,357,213		(23,301)	18,088,280	17,869,809	17,869,809	18,900,942
<b>SPECIAL EDUCATION - INSTRUCTION</b>									
Learning and/or Language Disabilities									
Salaries of Teachers	751,174	751,174	(28,406)		(28,406)	722,768	721,650	721,650	721,650
Other Salaries for Instruction	355,494	355,494	(7,199)		(7,199)	348,295	348,246	348,246	348,246
Purchased Professional-Educational Services	73,000	73,000	(31,464)		(31,464)	41,536	40,995	40,995	40,995
Other Purchased Services	2,200	2,200	2,200		2,200	2,200	746	746	746
General Supplies	20,000	20,000	4,718		4,718	24,718	24,474	24,474	24,474
Total Learning and/or Language Disabilities	1,201,868	1,201,868	(62,351)		(62,351)	1,139,517	1,136,111	1,136,111	1,136,111

Neptune Township School District  
General Fund  
Budgetary Comparison Schedule  
(Budgetary Basis)  
Year Ended June 30, 2019

	Original Budget			Budget Transfers			Final Budget			Actual		
	Operating Fund 11-13	Blended Resource Fund 15	Total General Fund	Operating Fund 11-13	Blended Resource Fund 15	Total General Fund	Operating Fund 11-13	Blended Resource Fund 15	Total General Fund	Operating Fund 11-13	Blended Resource Fund 15	Total General Fund
<b>Auditory Impairments</b>												
Salaries of Teachers	\$ 753,461	\$ 753,461	\$ 753,461	\$ (34,197)	\$ (34,197)	\$ (34,197)	\$	\$	\$ 719,264	\$	\$	\$ 707,599
Other Salaries for Instruction	447,509	447,509	447,509	29,926	29,926	29,926			477,435			477,223
Purchased Professional-Educational Services	7,000	7,000	7,000						7,000			5,435
Other Purchased Services	42,000	42,000	42,000	11,102	11,102	11,102			53,102			51,669
General Supplies	11,750	11,750	11,750						11,750			10,330
<b>Total Auditory Impairments</b>	<b>1,261,720</b>	<b>1,261,720</b>	<b>1,261,720</b>	<b>6,831</b>	<b>6,831</b>	<b>6,831</b>			<b>1,268,551</b>			<b>1,252,276</b>
<b>Behavioral Disabilities</b>												
Salaries of Teachers	155,663	155,663	155,663	10,524	10,524	10,524			166,187			166,187
Other Salaries for Instruction	47,057	47,057	47,057						47,057			46,606
Purchased Professional-Educational Services	800	800	800	1,735	1,735	1,735			800			800
General Supplies	1,000	1,000	1,000	12,259	12,259	12,259			2,735			2,734
<b>Total Behavioral Disabilities</b>	<b>204,520</b>	<b>204,520</b>	<b>204,520</b>	<b>12,259</b>	<b>12,259</b>	<b>12,259</b>			<b>216,779</b>			<b>215,327</b>
<b>Multiple Disabilities</b>												
Salaries of Teachers	396,405	396,405	396,405	13,281	13,281	13,281			409,686			409,686
Other Salaries for Instruction	194,694	194,694	194,694	126,211	126,211	126,211			320,905			296,848
Purchased Professional-Educational Services	3,850	3,850	3,850	8,128	8,128	8,128			132,500			125,557
General Supplies	594,949	594,949	594,949	280,120	280,120	280,120			875,069			843,713
<b>Total Multiple Disabilities</b>	<b>3,990,208</b>	<b>3,990,208</b>	<b>3,990,208</b>	<b>444,739</b>	<b>444,739</b>	<b>444,739</b>			<b>4,375,069</b>			<b>4,300,824</b>
<b>Resource Room/Resource Center</b>												
Salaries of Teachers	3,488,235	3,488,235	3,488,235	(72,847)	(72,847)	(72,847)			3,415,408			3,298,686
Other Salaries for Instruction	295,233	295,233	295,233	(36,757)	(36,757)	(36,757)			258,476			229,916
Purchased Professional-Educational Services	12,900	12,900	12,900	125	125	125			65,000			61,870
General Supplies	3,796,388	3,796,388	3,796,388	(44,479)	(44,479)	(44,479)			3,751,909			3,603,378
<b>Total Resource Room/Resource Center</b>	<b>7,692,776</b>	<b>7,692,776</b>	<b>7,692,776</b>	<b>(83,058)</b>	<b>(83,058)</b>	<b>(83,058)</b>			<b>7,609,720</b>			<b>7,192,850</b>
<b>Preschool Disabilities - Full-Time</b>												
Salaries of Teachers	380,201	380,201	380,201	(7,056)	(7,056)	(7,056)			373,145			371,144
Other Salaries for Instruction	97,175	97,175	97,175	(5,628)	(5,628)	(5,628)			91,547			89,388
Purchased Professional-Educational Services	3,500	3,500	3,500	76,715	76,715	76,715			80,215			80,215
Other Purchased Services	150	150	150	2,070	2,070	2,070			150			150
General Supplies	7,000	7,000	7,000	66,101	66,101	66,101			554,127			548,309
<b>Total Preschool Disabilities - Full-Time</b>	<b>488,026</b>	<b>488,026</b>	<b>488,026</b>	<b>66,101</b>	<b>66,101</b>	<b>66,101</b>			<b>554,127</b>			<b>548,309</b>
<b>TOTAL SPECIAL EDUCATION - INSTRUCTION</b>	<b>488,026</b>	<b>488,026</b>	<b>488,026</b>	<b>192,380</b>	<b>192,380</b>	<b>192,380</b>			<b>7,251,825</b>			<b>7,051,005</b>
<b>Bilingual Education - Instruction</b>												
Salaries of Teachers	312,264	312,264	312,264	50,219	50,219	50,219			362,483			362,483
General Supplies	2,000	2,000	2,000						2,000			1,499
<b>Total Bilingual Education - Instruction</b>	<b>314,264</b>	<b>314,264</b>	<b>314,264</b>	<b>50,219</b>	<b>50,219</b>	<b>50,219</b>			<b>364,483</b>			<b>363,982</b>
<b>School-Spon. Co-curricular Actvs. - Inst.</b>												
Salaries	229,350	229,350	229,350	(9,693)	(9,693)	(9,693)			219,657			219,657
Purchased Services	17,000	17,000	17,000						17,000			12,798
Other Objects	1,900	1,900	1,900	(9,693)	(9,693)	(9,693)			1,900			1,741
<b>Total School-Spon. Co-curricular Actvs. - Inst.</b>	<b>248,250</b>	<b>248,250</b>	<b>248,250</b>	<b>(9,693)</b>	<b>(9,693)</b>	<b>(9,693)</b>			<b>238,557</b>			<b>234,196</b>
<b>School-Spon. Athletics</b>												
Salaries	1,008,354	1,008,354	1,008,354	(30,616)	(30,616)	(30,616)			977,738			961,938
Purchased Services	299,700	299,700	299,700	(93,254)	(93,254)	(93,254)			206,446			157,019
Supplies and Materials	37,000	37,000	37,000	(2,000)	(2,000)	(2,000)			85,000			79,127
<b>Total School-Spon. Athletics</b>	<b>1,395,054</b>	<b>1,395,054</b>	<b>1,395,054</b>	<b>(125,870)</b>	<b>(125,870)</b>	<b>(125,870)</b>			<b>1,269,184</b>			<b>1,198,084</b>
<b>Other Supplementary/At-Risk Program - Instruction</b>												
Salaries of Reading Specialists	973,487	973,487	973,487	(35,998)	(35,998)	(35,998)			937,489			929,622
<b>Total Other Supplementary/At-Risk Program - Instruction</b>	<b>973,487</b>	<b>973,487</b>	<b>973,487</b>	<b>(35,998)</b>	<b>(35,998)</b>	<b>(35,998)</b>			<b>937,489</b>			<b>929,622</b>
<b>Community Services Programs/Operations</b>												
Supplies and Materials	3,000	3,000	3,000	(2,000)	(2,000)	(2,000)			1,000			1,029
Other Objects	5,000	5,000	5,000	2,000	2,000	2,000			7,000			1,029
<b>Total Community Services Programs/Operations</b>	<b>8,000</b>	<b>8,000</b>	<b>8,000</b>	<b>8,000</b>	<b>8,000</b>	<b>8,000</b>			<b>8,000</b>			<b>1,029</b>
<b>TOTAL INSTRUCTION</b>	<b>1,741,658</b>	<b>28,102,081</b>	<b>29,843,739</b>	<b>116,777</b>	<b>164,514</b>	<b>1,858,435</b>			<b>28,149,818</b>			<b>29,227,169</b>

Neptune Township School District  
General Fund  
Budgetary Comparison Schedule  
(Budgetary Basis)  
Year Ended June 30, 2019

	Original Budget		Budget Transfers		Final Budget		Actual	
	Operating Fund 11-13	Total General Fund	Operating Fund 11-13	Blended Resource Fund 15	Operating Fund 11-13	Blended Resource Fund 15	Operating Fund 11-13	Blended Resource Fund 15
<b>Undistributed Expenditures - Instruction</b>								
Tuition to Other LEAs Within the State - Regular	156,002	\$ 156,002	664,138	\$ (64,138)	91,844	\$ 91,844	83,868	\$ 83,868
Tuition to Other LEAs Within the State - Special	511,592	511,592	(356,842)	(356,842)	154,750	154,750	116,628	116,628
Tuition to County Voc. School Dist. - Regular	190,420	190,420	7,668	7,668	198,088	198,088	197,439	197,439
Tuition to County Voc. School Dist. - Special	224,480	224,480	25,806	25,806	250,206	250,206	244,596	244,596
Tuition to Private Schools for the Disabled - Within State	6,262,480	6,262,480	673,035	673,035	6,935,525	6,935,525	6,542,511	6,542,511
Tuition - State Facilities	347,928	347,928	36,247	36,247	384,175	384,175	384,175	384,175
<b>Total Undistributed Expenditures - Instruction</b>	<b>7,692,832</b>	<b>7,692,832</b>	<b>321,756</b>	<b>321,756</b>	<b>8,014,588</b>	<b>8,014,588</b>	<b>7,569,217</b>	<b>7,569,217</b>
<b>Undistributed Expend. - Attend. &amp; Social Work</b>								
Salaries	2,500	\$ 268,862	2,000	\$ 4,072	4,500	\$ 272,934	4,490	\$ 272,927
Salaries of Drop-Out Prevention Officer/Coordinator		44,236	(47)	(47)		44,189		44,189
Other Purchased Services		900		(500)		400		
<b>Total Undistributed Expend. - Attend. &amp; Social Work</b>	<b>2,500</b>	<b>313,998</b>	<b>2,000</b>	<b>3,525</b>	<b>4,500</b>	<b>317,523</b>	<b>4,490</b>	<b>317,116</b>
<b>Undist. Expend. - Health Services</b>								
Salaries	47,700	644,964	960	(5,032)	48,660	639,932	45,113	639,928
Purchased Professional and Technical Services		2,000		11,647		13,647		12,089
Other Purchased Services	6,500	6,500	7,050	255	6,500	6,500	6,500	6,500
Supplies and Materials	4,500	20,404	8,010	6,870	11,550	20,659	11,544	17,248
<b>Total Undistributed Expenditures - Health Services</b>	<b>58,700</b>	<b>667,368</b>	<b>8,010</b>	<b>6,870</b>	<b>66,710</b>	<b>674,238</b>	<b>63,157</b>	<b>669,265</b>
<b>Undist. Expend. - Other Supp. Serv. Students - Related Serv.</b>								
Salaries	399,578	399,578	(91,401)	(91,401)	308,177	308,177	308,177	308,177
Purchased Professional - Educational Services	1,021,000	1,021,000	16,285	16,285	1,037,285	1,037,285	1,033,959	1,033,959
Supplies and Materials	1,100	1,100			1,100	1,100		1,047
<b>Total Undist. Expend. - Other Supp. Serv. Students - Related Serv.</b>	<b>1,421,678</b>	<b>1,421,678</b>	<b>(75,116)</b>	<b>(75,116)</b>	<b>1,346,562</b>	<b>1,346,562</b>	<b>1,343,183</b>	<b>1,343,183</b>
<b>Undist. Expend. - Guidance</b>								
Salaries of Other Professional Staff	1,127,103	1,127,103	(39,696)	(39,696)	1,087,407	1,087,407	1,066,270	1,066,270
Salaries of Secretarial and Clerical Assistants	146,224	140,122	(3,620)	(3,620)	136,502	136,502	136,501	136,501
Purchased Professional - Educational Services	3,750	36,974	(15,375)	(15,375)	21,599	21,599	20,044	20,044
Other Purchased Services	20,000	116,925	(5,400)	(5,400)	111,525	111,525	109,578	109,578
Supplies and Materials	6,850	51,344	1,300	1,300	52,644	52,644	48,551	48,551
<b>Total Undist. Expend. - Guidance</b>	<b>1,472,468</b>	<b>1,472,468</b>	<b>(62,791)</b>	<b>(62,791)</b>	<b>1,409,677</b>	<b>1,409,677</b>	<b>1,380,544</b>	<b>1,380,544</b>
<b>Undist. Expend. - Child Study Team</b>								
Salaries of Other Professional Staff	1,094,888	1,094,888	(6,731)	(6,731)	1,088,157	1,088,157	1,076,380	1,076,380
Salaries of Secretarial and Clerical Assistants	146,224	146,224	(365)	(365)	145,859	145,859	145,790	145,790
Other Purchased Services	3,750	3,750			3,750	3,750	2,095	2,095
Miscellaneous Purchased Services	20,000	20,000	32,690	32,690	52,690	52,690	52,689	52,689
Supplies and Materials	6,850	6,850	3,670	3,670	10,520	10,520	10,422	10,422
Other Objects	900	900			900	900	564	564
<b>Total Undist. Expend. - Child Study Team</b>	<b>1,272,612</b>	<b>1,272,612</b>	<b>29,264</b>	<b>29,264</b>	<b>1,301,876</b>	<b>1,301,876</b>	<b>1,287,940</b>	<b>1,287,940</b>
<b>Undist. Expend. - Improvement of Inst. Serv.</b>								
Salaries of Supervisors of Instruction	282,055	282,055	292,426	(15,392)	574,481	574,481	561,412	561,412
Salaries of Other Professional Staff	367,868	367,868	(49)	(49)	46,040	46,040	289,642	289,642
Salaries of Secretarial and Clerical Assistants	46,089	216,680	(99,547)	(99,547)	117,133	117,133	89,803	89,803
Purchased Prof. - Educational Services	1,900	1,900	650	650	8,650	8,650	1,168	1,168
Other Purchased Services	8,000	8,000	6,500	6,500	28,500	28,500	3,566	3,566
Supplies and Materials	22,000	22,000	6,500	6,500	28,500	28,500	24,659	24,659
Other Objects	360,044	584,548	944,592	(115,139)	659,371	659,371	379,445	379,445
<b>Total Undist. Expend. - Improvement of Inst. Serv.</b>	<b>1,012,906</b>	<b>1,012,906</b>	<b>1,012,906</b>	<b>(115,139)</b>	<b>1,128,980</b>	<b>1,128,980</b>	<b>815,924</b>	<b>815,924</b>
<b>Undist. Expend. - Edu. Media Serv./Sch. Library</b>								
Salaries	884,908	884,908	(41,675)	(41,675)	843,233	843,233	815,924	815,924
Supplies and Materials	66,269	66,269	(11,240)	(11,240)	55,029	55,029	51,472	51,472
<b>Total Undist. Expend. - Edu. Media Serv./Sch. Library</b>	<b>951,177</b>	<b>951,177</b>	<b>(52,915)</b>	<b>(52,915)</b>	<b>898,262</b>	<b>898,262</b>	<b>867,396</b>	<b>867,396</b>

Neptune Township School District  
General Fund  
Budgetary Comparison Schedule  
(Budgetary Basis)  
Year Ended June 30, 2019

	Original Budget		Transfers		Final Budget		Actual	
	Operating Fund 11-13	Blended Resource Fund 15	Operating Fund 11-13	Blended Resource Fund 15	Operating Fund 11-13	Blended Resource Fund 15	Operating Fund 11-13	Blended Resource Fund 15
<b>Undist. Expend. - Supp. Serv. - General Admin.</b>								
Salaries	671,908	\$	(10,736)	\$	661,172	\$	602,927	\$
Legal Services	155,000		74,100		229,100		205,916	
Audit Fees	74,460		1,115		75,575		75,575	
Architectural/Engineering Services	30,000		(22,000)		8,000		47,940	
Purchased Technical Services	41,700		6,240		47,940		133,757	
Communications/Telephone	148,700		(14,481)		134,219		2,676	
Board of Education Other Purchased Services	7,800		7,800		15,600		121,382	
Miscellaneous Purchased Services	183,004		(59,500)		123,504		19,612	
General Supplies	29,600		765		30,365		2,903	
Board of Education In-House Training/Meeting Supplies	5,100				5,100		6,579	
Miscellaneous Expenditures	7,000		(4,000)		3,000		34,616	
Board of Education Dues and Fees	46,800		(4,000)		42,800		1,253,883	
<b>Total Undist. Expend. - Supp. Serv. - General Admin.</b>	<b>1,401,072</b>		<b>(28,497)</b>		<b>1,372,575</b>		<b>2,930,645</b>	
<b>Undist. Expend. - Support Serv. - School Admin.</b>								
Salaries of Principals/Assistant Principals	\$	1,613,505	\$	78,464	\$	1,691,969	\$	1,691,968
Salaries - Other Professional Staff	746,672		(272,339)		474,333		474,337	
Salaries of Secretarial and Clerical Assistants	700,437		(55,210)		645,227		645,225	
Other Purchased Services	60,307		(1,107)		59,200		47,680	
Supplies and Materials	58,140		5,867		64,007		61,181	
Other Objects	1,600		(400)		1,200		264	
<b>Total Undist. Expend. - Support Serv. - School Admin.</b>	<b>22,000</b>	<b>3,180,661</b>	<b>(3,225)</b>	<b>(244,725)</b>	<b>18,775</b>	<b>2,935,936</b>	<b>16,500</b>	<b>2,930,645</b>
<b>Undist. Expend. - Central Services</b>								
Salaries	716,719		71,576		788,295		774,792	
Purchased Technical Services	33,800		1,500		35,300		35,287	
Misc. Purchased Services	39,300		(800)		38,500		10,387	
Supplies and Materials	6,000		6,000		12,000		2,860	
<b>Total Undist. Expend. - Central Services</b>	<b>795,819</b>		<b>72,276</b>		<b>868,095</b>		<b>823,326</b>	
<b>Undist. Expend. - Technology Admin.</b>								
Salaries	390,201		1,243		391,444		391,444	
Purchased Technical Services	75,000		(29,500)		45,500		16,019	
Travel	7,000				7,000		2,484	
Supplies and Materials	32,000		32,000		64,000		11,895	
<b>Total Undist. Expend. - Technology Admin.</b>	<b>504,201</b>		<b>(28,257)</b>		<b>475,944</b>		<b>421,842</b>	
<b>Undist. Expend. - Required Maint. for Sch. Facil.</b>								
Salaries	441,593		2,971		444,564		444,555	
Cleaning, Repair and Maintenance Services	2,500,000		(108,368)		2,391,632		2,357,229	
General Supplies	206,000		(10,735)		195,265		129,113	
Other Objects	29,407		29,407		58,814		27,548	
<b>Total Undist. Expend. - Required Maint. for Sch. Facil.</b>	<b>3,177,000</b>		<b>(116,132)</b>		<b>3,060,868</b>		<b>2,958,445</b>	
<b>Undist. Expend. - Custodial Services</b>								
Salaries	2,770,661		(24,031)		2,746,630		2,660,037	
Cleaning, Repair and Maintenance Services	110,000		4,759		114,759		100,381	
Other Purchased Property Services	124,000		(1,807)		122,193		114,883	
Insurance	356,100		(40,000)		316,100		314,401	
General Supplies	218,000		(674)		217,326		211,035	
Natural Gas	310,000		(15,912)		294,088		276,037	
Electricity	1,790,000		(105,824)		1,684,176		1,633,729	
<b>Total Undist. Expend. - Custodial Services</b>	<b>5,678,761</b>		<b>(183,489)</b>		<b>5,495,272</b>		<b>5,310,503</b>	
<b>Undist. Expend. - Care and Upkeep of Grounds</b>								
Cleaning, Repair and Maintenance Services	783,000		(13,120)		769,880		747,948	
General Supplies	28,000		(2,000)		26,000		15,532	
<b>Total Undist. Expend. - Care and Upkeep of Grounds</b>	<b>811,000</b>		<b>(25,120)</b>		<b>785,880</b>		<b>763,480</b>	
<b>Undist. Expend. - Security</b>								
Salaries	1,000		(400)		600		300	
Purchased Professional & Technical Services	75,000		(32,000)		43,000		42,870	
General Supplies	50,000		(23,998)		26,002		9,098	
<b>Total Undist. Expend. - Security</b>	<b>126,000</b>		<b>(56,398)</b>		<b>69,602</b>		<b>512,061</b>	
<b>Total Undist. Expend. - Total</b>								
<b>Operating Fund 11-13</b>	<b>671,908</b>		<b>(10,736)</b>		<b>661,172</b>		<b>602,927</b>	
<b>Blended Resource Fund 15</b>	<b>155,000</b>		<b>74,100</b>		<b>229,100</b>		<b>205,916</b>	
<b>Total</b>	<b>826,908</b>		<b>(3,636)</b>		<b>890,272</b>		<b>808,843</b>	
<b>Transfers</b>								
<b>Operating Fund 11-13</b>								
<b>Blended Resource Fund 15</b>								
<b>Total</b>								
<b>Final Budget</b>								
<b>Operating Fund 11-13</b>								
<b>Blended Resource Fund 15</b>								
<b>Total</b>								
<b>Actual</b>								
<b>Operating Fund 11-13</b>								
<b>Blended Resource Fund 15</b>								
<b>Total</b>								

Neptune Township School District  
General Fund  
Budgetary Comparison Schedule  
(Budgetary Basis)  
Year Ended June 30, 2019

	Original Budget			Budget Transfers			Final Budget			Actual		
	Operating Fund 11-13	Total General Fund	Blended Resource Fund 15	Operating Fund 11-13	Total General Fund	Blended Resource Fund 15	Operating Fund 11-13	Total General Fund	Blended Resource Fund 15	Operating Fund 11-13	Total General Fund	Blended Resource Fund 15
<b>Undist. Expend. - Student Transportation Serv.</b>												
Salaries for Pupils, Trans. (Between Home & School) - Regular	\$ 131,795	\$ 131,795	\$ (299)	\$ (299)	\$ 131,496	\$ 131,496	\$ 131,496	\$ 131,496	\$ 131,496	\$ 131,496	\$ 131,496	\$ 131,496
Other Purchased Professional and Technical Services	4,934	4,934			4,934	4,934	4,934	4,934	4,934	4,934	4,934	4,934
Contracted Services Aid in Lieu of Payment for Non-public School Students	34,000	34,000	(20,000)	(20,000)	14,000	14,000	14,000	14,000	14,000	14,000	14,000	14,000
Contracted Services (Between Home and School) - Vendors	1,396,000	1,396,000	(38,050)	(38,050)	1,357,950	1,357,950	1,357,950	1,357,950	1,357,950	1,357,950	1,357,950	1,357,950
Contracted Services (Other than Between Home and School) - Vendors	5,200	\$ 281,235	(2,616)	(2,616)	\$ 521	\$ 521	\$ 281,756	\$ 281,756	\$ 281,756	\$ 281,756	\$ 210,801	\$ 210,801
Contracted Services (Sp. Ed.) - Vendors	1,490,000	1,490,000	120,995	120,995	1,610,995	1,610,995	1,610,995	1,610,995	1,610,995	1,610,995	1,536,843	1,536,843
General Supplies	5,700	5,700			5,700	5,700	5,700	5,700	5,700	5,700	2,908	2,908
<b>Total Undist. Expend. - Student Transportation Serv.</b>	<b>3,067,629</b>	<b>3,348,864</b>	<b>60,050</b>	<b>60,050</b>	<b>3,127,659</b>	<b>3,127,659</b>	<b>3,409,415</b>	<b>3,409,415</b>	<b>3,409,415</b>	<b>2,916,811</b>	<b>3,127,612</b>	<b>2,916,811</b>
<b>Unallocated Benefits</b>												
Social Security Contributions	718,000	1,084,750			718,000	718,000	1,099,504	1,099,504	1,099,504	708,614	1,090,118	708,614
Other Retirement Contributions - PERS	1,100,000	1,100,000	(64,000)	(64,000)	1,036,000	1,036,000	1,036,000	1,036,000	1,036,000	1,034,989	1,034,989	
Workman's Compensation	546,900	546,900	(48,383)	(48,383)	498,517	498,517	498,517	498,517	498,517	498,517	498,517	
Health Benefits	850,000	10,127,000			850,000	850,000	11,351,078	11,351,078	11,351,078	(533,092)	10,017,986	10,017,986
Tuition Reimbursement	10,000	10,000			10,000	10,000	10,000	10,000	10,000	10,000	10,000	10,000
Other Employee Benefits	500,000	500,000			500,000	500,000	500,000	500,000	500,000	422,309	422,309	422,309
<b>Total Unallocated Benefits</b>	<b>3,724,900</b>	<b>10,493,750</b>	<b>(112,383)</b>	<b>(112,383)</b>	<b>3,612,517</b>	<b>3,612,517</b>	<b>10,882,582</b>	<b>10,882,582</b>	<b>10,882,582</b>	<b>2,341,337</b>	<b>13,073,919</b>	<b>13,073,919</b>
<b>On-behalf Contributions</b>												
TPAF Pension (On-Behalf - Non-Budgeted)												
TPAF Pension Contributions - Post-Retirement Medical (On-Behalf - Non-Budgeted)												
TPAF Pension Contributions - Long-Term Disability Insurance (On-Behalf - Non-Budgeted)												
Reimbursed TPAF Social Security Contributions (non-budgeted)												
<b>Total On-behalf Contributions</b>												
<b>TOTAL UNDISTRICTED EXPENDITURES</b>	<b>30,116,748</b>	<b>18,461,919</b>	<b>48,578,667</b>	<b>164,246</b>	<b>92,061</b>	<b>(72,185)</b>	<b>18,389,734</b>	<b>48,670,728</b>	<b>48,670,728</b>	<b>39,202,637</b>	<b>17,989,855</b>	<b>17,989,855</b>
<b>TOTAL GENERAL CURRENT EXPENSE</b>	<b>31,858,406</b>	<b>46,564,000</b>	<b>78,422,406</b>	<b>281,023</b>	<b>256,575</b>	<b>(24,448)</b>	<b>46,539,552</b>	<b>78,678,981</b>	<b>78,678,981</b>	<b>56,195,492</b>	<b>85,420,661</b>	<b>85,420,661</b>
<b>CAPITAL OUTLAY</b>												
Equipment												
Regular Programs-Instruction:												
Grades 1-5												
Grades 6-8												
Total Equipment												
Facilities Acquisition and Construction Services												
Architectural/Engineering Services												
Construction Services												
Total Facilities Acquisition and Construction Services												
<b>TOTAL CAPITAL OUTLAY</b>												
Contribution to Charter Schools												
Total General Fund Expenditures												
<b>TOTAL EXPENDITURES</b>	<b>38,836,243</b>	<b>46,564,000</b>	<b>85,400,243</b>	<b>750,762</b>	<b>750,762</b>	<b>(1,469,738)</b>	<b>46,564,000</b>	<b>86,151,005</b>	<b>86,151,005</b>	<b>45,857,422</b>	<b>91,518,423</b>	<b>91,518,423</b>
<b>(Deficiency) Excess of Revenues (Under) Over Expenditures</b>	<b>38,217,713</b>	<b>(46,564,000)</b>	<b>(8,346,287)</b>	<b>(1,469,738)</b>	<b>(1,469,738)</b>	<b>(1,469,738)</b>	<b>(46,564,000)</b>	<b>(9,816,925)</b>	<b>(9,816,925)</b>	<b>42,457,169</b>	<b>(45,661,001)</b>	<b>(45,661,001)</b>
<b>Other Financing Sources (Uses):</b>												
Transfer in - Contribution to school based budgets-GF												
Transfer in - Contribution to school based budgets-SRF												
Transfer out - Contribution to school based budgets												
Transfer out - Contribution to preschool education												
<b>Total Other Financing Sources (Uses)</b>	<b>(44,649,000)</b>	<b>(44,649,000)</b>	<b>(44,649,000)</b>	<b>(44,649,000)</b>	<b>(44,649,000)</b>	<b>(44,649,000)</b>	<b>(44,649,000)</b>	<b>(44,649,000)</b>	<b>(44,649,000)</b>	<b>(43,765,352)</b>	<b>(43,765,352)</b>	<b>(43,765,352)</b>
<b>Total Other Financing Sources (Uses)</b>	<b>(44,649,000)</b>	<b>(44,649,000)</b>	<b>(44,649,000)</b>	<b>(44,649,000)</b>	<b>(44,649,000)</b>	<b>(44,649,000)</b>	<b>(44,649,000)</b>	<b>(44,649,000)</b>	<b>(44,649,000)</b>	<b>(43,765,352)</b>	<b>(43,765,352)</b>	<b>(43,765,352)</b>
<b>(Deficiency) Excess of Revenues (Under) Over Expenditures and Other Financing Sources (Uses)</b>	<b>(6,456,287)</b>	<b>(6,456,287)</b>	<b>(1,469,738)</b>	<b>(1,469,738)</b>	<b>(1,469,738)</b>	<b>(1,469,738)</b>	<b>(7,926,025)</b>	<b>(7,926,025)</b>	<b>(7,926,025)</b>	<b>(1,353,183)</b>	<b>(1,353,183)</b>	<b>(1,353,183)</b>
<b>Fund Balance, July 1</b>	<b>12,078,138</b>	<b>842,476</b>	<b>12,920,614</b>	<b>8,871,784</b>	<b>842,476</b>	<b>842,476</b>	<b>9,714,560</b>	<b>9,714,560</b>	<b>9,714,560</b>	<b>16,267,797</b>	<b>16,267,797</b>	<b>16,267,797</b>
<b>Fund Balance, June 30</b>	<b>\$ 5,621,851</b>	<b>\$ 842,476</b>	<b>\$ 6,464,327</b>	<b>\$ (1,469,738)</b>	<b>\$ (1,469,738)</b>	<b>\$ (1,469,738)</b>	<b>\$ 842,476</b>	<b>\$ 1,788,233</b>	<b>\$ 1,788,233</b>	<b>\$ 14,934,614</b>	<b>\$ 14,934,614</b>	<b>\$ 14,934,614</b>

Neptune Township School District  
Special Revenue Fund

Budgetary Comparison Schedule

(Budgetary Basis)

Year ended June 30, 2019

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
<b>Revenues:</b>					
State Sources	\$ 5,649,103	\$ 15,288	\$ 5,664,391	\$ 5,590,321	\$ (74,070)
Federal Sources	2,372,000	1,116,597	3,488,597	3,051,055	(437,542)
Total revenues	<u>8,021,103</u>	<u>1,131,885</u>	<u>9,152,988</u>	<u>8,641,376</u>	<u>(511,612)</u>
<b>Expenditures:</b>					
<b>Instruction:</b>					
Salaries of teachers	1,889,837	335,549	2,225,386	2,132,514	92,872
Other salaries for instruction	797,200	(15,834)	781,366	765,040	16,326
Other purchased services	37,000	4,154	41,154	41,154	
General supplies	185,058	263,331	448,389	263,992	184,397
Textbooks	7,000	(325)	6,675	6,578	97
Other objects		1,200	1,200		1,200
Total instruction	<u>2,916,095</u>	<u>588,075</u>	<u>3,504,170</u>	<u>3,209,278</u>	<u>294,892</u>
<b>Support services:</b>					
Salaries of supervisors of instruction	111,300	32,502	143,802	119,858	23,944
Salaries of program directors	137,227		137,227	137,227	
Salaries of other professional staff	114,495	(1,584)	112,911	112,911	
Salaries of secretarial and clerical assistants	43,006	2,071	45,077	45,077	
Salaries of master teachers	161,688	3,149	164,837	164,837	
Other salaries	20,000	8,933	28,933	16,747	12,186
Personal services—employee benefits	2,025,112	(28,208)	1,996,904	1,988,342	8,562
Other purchase professional - technical services	200,000	246,056	446,056	406,104	39,952
Other purchased professional services		900	900	900	
Contr Serv - Trans (bet home & school)	300,000		300,000	300,000	
Other purchased services	23,720	177,880	201,600	149,174	52,426
Supplies and materials	25,000	89,796	114,796	94,628	20,168
Miscellaneous	26,000	9,375	35,375	20,244	15,131
Other objects	2,460	(2,460)			
Total support services	<u>3,190,008</u>	<u>538,410</u>	<u>3,728,418</u>	<u>3,556,049</u>	<u>172,369</u>
<b>Capital Outlay:</b>					
<b>Facilities acquisition and construction services:</b>					
Noninstructional equipment		5,400	5,400	5,400	
Total capital outlay		<u>5,400</u>	<u>5,400</u>	<u>5,400</u>	
Total expenditures	<u>6,106,103</u>	<u>1,131,885</u>	<u>7,237,988</u>	<u>6,770,727</u>	<u>467,261</u>
<b>Other financing (uses) sources:</b>					
Contribution to school based budgets	(1,915,000)		(1,915,000)	(1,895,649)	19,351
General Fund Contribution to Preschool Education				25,000	25,000
Total other financing (uses) sources	<u>(1,915,000)</u>		<u>(1,915,000)</u>	<u>(1,870,649)</u>	<u>44,351</u>
Total expenditures and other financing (uses) sources	<u>8,021,103</u>	<u>1,131,885</u>	<u>9,152,988</u>	<u>8,641,376</u>	<u>511,612</u>
Excess (deficiency) of revenues over (under) expenditures and other financing uses	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>



Neptune Township School District  
Note to Required Supplementary Information

Budget to GAAP Reconciliation

Year ended June 30, 2019

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

	<b>General Fund</b>	<b>Special Revenue Fund</b>
<b>Sources/inflows of resources</b>		
Actual amounts (budgetary basis) "revenue" from the budgetary comparison schedule (C-1, C-2)	\$ 88,314,591	\$ 8,641,376
Differences - Budgetary to GAAP:		
State aid payments recognized for budgetary purposes, not recognized for GAAP statements.		
Prior year	3,172,447	515,602
Current year	(3,095,318)	(529,720)
Total revenues as reported on the statement of revenues, expenditures and changes in fund balances - governmental funds (B-2)	\$ 88,391,720	\$ 8,627,258
<b>Uses/outflows of resources</b>		
Actual amounts (budgetary basis) "total outflows" from the budgetary comparison schedule (C-1, C-2)	\$ 91,518,423	\$ 8,666,376
Differences - Budgetary to GAAP:		
Transfers to other funds are presented as outflows of budgetary resources but are not expenditures for financial reporting purposes.		(1,895,649)
Total expenditures as reported on the statement of revenues, expenditures, and changes in fund balances - governmental funds (B-2)	\$ 91,518,423	\$ 6,770,727

## Supplementary Information

# School Based Budget Schedules

Neptune Township School District  
General Fund

Combining Balance Sheet

June 30, 2019

	Operating Fund Fund 11-13	Blended Resource Fund 15	Total General Fund
<b>Assets</b>			
Cash and cash equivalents	\$ 1,395,014	\$ 284,098	\$ 1,679,112
Interfund receivable	880,818		880,818
Intergovernmental accounts receivable--state	4,071,645		4,071,645
Other accounts receivable	1,297,043		1,297,043
Restricted assets:			
Cash and cash equivalents	8,095,704		8,095,704
<b>Total assets</b>	<b>\$ 15,740,224</b>	<b>\$ 284,098</b>	<b>\$ 16,024,322</b>
<b>Liabilities and fund balances</b>			
<b>Liabilities:</b>			
Accounts payable	\$ 790,060	\$ 284,098	\$ 1,074,158
Interfund payable	15,550		15,550
<b>Total liabilities</b>	<b>805,610</b>	<b>284,098</b>	<b>1,089,708</b>
<b>Fund balances:</b>			
<b>Restricted for:</b>			
Excess surplus current year	1,995,000		1,995,000
Excess surplus prior year	2,000,000		2,000,000
Maintenance reserve	1,350,000		1,350,000
Capital reserve	6,745,704		6,745,704
<b>Assigned to:</b>			
Designated - subsequent years expenditures	106,287		106,287
Year-end encumbrances	790,715		790,715
Unassigned	1,946,908		1,946,908
<b>Total fund balances</b>	<b>14,934,614</b>	<b>-</b>	<b>14,934,614</b>
<b>Total liabilities and fund balances</b>	<b>\$ 15,740,224</b>	<b>\$ 284,098</b>	<b>\$ 16,024,322</b>

Neptune Township School District  
Blended Resource Fund 15

Schedule of Expenditures Allocated by Resource Type - Actual

Year ended June 30, 2019

**District-wide**

Resources	Resource Amount	Blended % of Total Resources	Total Expenditures Allocated as a % of Total Resources	Total Surplus/ Carryover
General Fund Contribution	\$ 44,649,000		\$ 43,765,352	\$ 883,648
General Fund Contribution	44,649,000	95.89%	43,765,352	883,648
Restricted Federal Resources:				
Title I, Part A: NCLB	800,000	1.71	793,245	6,755
Title II, Part A: NCLB	115,000	0.25	114,204	796
IDEA, Part B	1,000,000	2.15	988,200	11,800
Restricted Federal Resources Total	<u>1,915,000</u>	<u>4.11</u>	<u>1,895,649</u>	<u>19,351</u>
Total	<u>\$ 46,564,000</u>	<u>100.00%</u>	<u>\$ 45,661,001</u>	<u>\$ 902,999</u>

Neptune Township School District  
Blended Resource Fund 15

Schedule of Expenditures Allocated by Resource Type - Actual

Year ended June 30, 2019

**Midtown Community Elementary School**

Resources	Resource Amount	Blended % of Total Resources	Total Expenditures Allocated as a % of Total Resources	Total Surplus/ Carryover
General Fund Contribution	\$ 4,749,085		\$ 4,729,934	\$ 19,151
General Fund Contribution	4,749,085	93.12%	4,729,934	19,151
Restricted Federal Resources:				
Title I, Part A: NCLB	189,015	3.72	188,253	762
Title II, Part A: NCLB	19,100	0.37	19,023	77
IDEA, Part B	142,800	2.79	142,224	576
Restricted Federal Resources Total	350,915	6.88	349,500	1,415
Total	\$ 5,100,000	100.00%	\$ 5,079,434	\$ 20,566

Neptune Township School District  
Blended Resource Fund 15

Schedule of Expenditures Allocated by Resource Type - Actual

Year ended June 30, 2019

**Gables Elementary School**

Resources	Resource Amount	Blended % of Total Resources	Total Expenditures Allocated as a % of Total Resources	Total Surplus/ Carryover
General Fund Contribution	\$ 3,098,488		\$ 3,083,599	\$ 14,889
General Fund Contribution	<u>3,098,488</u>	<u>92.46%</u>	<u>3,083,599</u>	<u>14,889</u>
Restricted Federal Resources:				
Title I, Part A: NCLB	90,612	2.71	90,177	435
Title II, Part A: NCLB	19,100	0.57	19,008	92
IDEA, Part B	<u>142,800</u>	<u>4.26</u>	<u>142,114</u>	<u>686</u>
Restricted Federal Resources Total	<u>252,512</u>	<u>7.54</u>	<u>251,299</u>	<u>1,213</u>
Total	<u>\$ 3,351,000</u>	<u>100.00%</u>	<u>\$ 3,334,898</u>	<u>\$ 16,102</u>

Neptune Township School District  
Blended Resource Fund 15

Schedule of Expenditures Allocated by Resource Type - Actual

Year ended June 30, 2019

**Green Grove Elementary School**

Resources	Resource Amount	Blended % of Total Resources	Total Expenditures Allocated as a % of Total Resources	Total Surplus/ Carryover
General Fund Contribution	\$ 3,585,931		\$ 3,568,836	\$ 17,095
General Fund Contribution	<u>3,585,931</u>	<u>92.68%</u>	<u>3,568,836</u>	<u>17,095</u>
Restricted Federal Resources:				
Title I, Part A: NCLB	121,169	3.13	120,591	578
Title II, Part A: NCLB	19,100	0.49	19,009	91
IDEA, Part B	<u>142,800</u>	<u>3.70</u>	<u>142,120</u>	<u>680</u>
Restricted Federal Resources Total	<u>283,069</u>	<u>7.32</u>	<u>281,720</u>	<u>1,349</u>
Total	<u>\$ 3,869,000</u>	<u>100.00%</u>	<u>\$ 3,850,556</u>	<u>\$ 18,444</u>



Neptune Township School District  
Blended Resource Fund 15

Schedule of Expenditures Allocated by Resource Type - Actual

Year ended June 30, 2019

**Shark River Hills Elementary School**

Resources	Resource Amount	Blended % of Total Resources	Total Expenditures Allocated as a % of Total Resources	Total Surplus/ Carryover
General Fund Contribution	\$ 3,081,100		\$ 3,065,691	\$ 15,409
General Fund Contribution	3,081,100	95.01%	3,065,691	15,409
Restricted Federal Resources:				
Title II, Part A: NCLB	19,100	0.59	19,004	96
IDEA, Part B	142,800	4.40	142,086	714
Restricted Federal Resources Total	161,900	4.99	161,090	810
Total	\$ 3,243,000	100.00%	\$ 3,226,781	\$ 16,219

Neptune Township School District  
Blended Resource Fund 15

Schedule of Expenditures Allocated by Resource Type - Actual

Year ended June 30, 2019

**Summerfield Elementary School**

Resources	Resource Amount	Blended % of Total Resources	Total Expenditures Allocated as a % of Total Resources	Total Surplus/ Carryover
General Fund Contribution	\$ 4,926,363		\$ 4,884,429	\$ 41,934
General Fund Contribution	<u>4,926,363</u>	<u>94.56%</u>	<u>4,884,429</u>	<u>41,934</u>
Restricted Federal Resources:				
Title I, Part A: NCLB	121,737	2.33	120,701	1,036
Title II, Part A: NCLB	19,100	0.37	18,937	163
IDEA, Part B	<u>142,800</u>	<u>2.74</u>	<u>141,584</u>	<u>1,216</u>
Restricted Federal Resources Total	<u>283,637</u>	<u>5.44</u>	<u>281,222</u>	<u>2,415</u>
Total	<u>\$ 5,210,000</u>	<u>100.00%</u>	<u>\$ 5,165,651</u>	<u>\$ 44,349</u>

Neptune Township School District  
Blended Resource Fund 15

Schedule of Expenditures Allocated by Resource Type - Actual

Year ended June 30, 2019

**Neptune Middle School**

<b>Resources</b>	<b>Resource Amount</b>	<b>Blended % of Total Resources</b>	<b>Total Expenditures Allocated as a % of Total Resources</b>	<b>Total Surplus/ Carryover</b>
General Fund Contribution	\$ 9,751,233		\$ 9,612,615	\$ 138,618
General Fund Contribution	9,751,233	95.68%	9,612,615	138,618
Restricted Federal Resources:				
Title I, Part A: NCLB	277,467	2.73	273,523	3,944
Title II, Part A: NCLB	19,500	0.19	19,223	277
IDEA, Part B	142,800	1.40	140,769	2,031
Restricted Federal Resources Total	<u>439,767</u>	<u>4.32</u>	<u>433,515</u>	<u>6,252</u>
Total	<u>\$ 10,191,000</u>	<u>100.00%</u>	<u>\$ 10,046,130</u>	<u>\$ 144,870</u>

Neptune Township School District  
Blended Resource Fund 15

Schedule of Expenditures Allocated by Resource Type - Actual

Year ended June 30, 2019

**Neptune High School**

<b>Resources</b>	<b>Resource Amount</b>	<b>Blended % of Total Resources</b>	<b>Total Expenditures Allocated as a % of Total Resources</b>	<b>Total Surplus/ Carryover</b>
General Fund Contribution	\$ 15,456,800		\$ 14,820,248	\$ 636,552
General Fund Contribution	15,456,800	99.08%	14,820,248	636,552
Restricted Federal Resources:				
IDEA, Part B	143,200	0.92	137,303	5,897
Restricted Federal Resources Total	143,200	0.92	137,303	5,897
Total	<u>\$ 15,600,000</u>	<u>100.00%</u>	<u>\$ 14,957,551</u>	<u>\$ 642,449</u>

Neptune Township School District  
Blended Resource Fund 15

Schedule of Blended Expenditures  
Budget and Actual

Year ended June 30, 2019

District-Wide Expenditures	Original Budget	Transfers	Final Budget	Expenditures	Variance
<b>Current:</b>					
<b>Instruction - regular programs:</b>					
<b>Salaries of Teachers:</b>					
Kindergarten	\$ 884,431	\$ (39,641)	\$ 844,790	\$ 844,790	
Grades 1- 5	5,786,275	(290,734)	5,495,541	5,464,059	\$ 31,482
Grades 6-8	3,682,696	12,688	3,695,384	3,695,384	
Grades 9-12	5,061,395	(15,000)	5,046,395	5,006,687	39,708
<b>Undistributed Instruction:</b>					
Other Salaries of Instruction	361,026	6,321	367,347	367,347	
Purchased Professional & Educational Services	245,050	5,735	250,785	190,734	60,051
Purchased Technical Services	247,137	237,675	484,812	484,811	1
Other Purchased Services	608,502	(11,482)	597,020	584,611	12,409
General Supplies	1,001,892	133,350	1,135,242	1,110,560	24,682
Textbooks	178,356	(57,336)	121,020	75,883	45,137
Other Objects	54,821	(4,877)	49,944	44,943	5,001
<b>Total Regular Programs</b>	<b>18,111,581</b>	<b>(23,301)</b>	<b>18,088,280</b>	<b>17,869,809</b>	<b>218,471</b>
<b>Instruction - Special Education:</b>					
<b>Learning and/or Language Disabilities:</b>					
Salaries of Teachers	751,174	(28,406)	722,768	721,650	1,118
Other Salaries of Instruction	355,494	(7,199)	348,295	348,246	49
Purchased Professional & Educational Services	73,000	(31,464)	41,536	40,995	541
Other Purchased Services	2,200		2,200	746	1,454
General Supplies	20,000	4,718	24,718	24,474	244
<b>Total Learning and/or Language Disabilities</b>	<b>1,201,868</b>	<b>(62,351)</b>	<b>1,139,517</b>	<b>1,136,111</b>	<b>3,406</b>
<b>Auditory Impairments:</b>					
Salaries of Teachers	753,461	(34,197)	719,264	707,599	11,665
Other Salaries of Instruction	447,509	29,926	477,435	477,223	212
Purchased Professional & Educational Services	7,000		7,000	5,435	1,565
Other Purchased Services	42,000	11,102	53,102	51,669	1,433
General Supplies	11,750		11,750	10,350	1,400
<b>Total Auditory Impairments</b>	<b>1,261,720</b>	<b>6,831</b>	<b>1,268,551</b>	<b>1,252,276</b>	<b>16,275</b>
<b>Behavioral Disabilities:</b>					
Salaries of Teachers	155,663	10,524	166,187	166,187	
Other Salaries of Instruction	47,057		47,057	46,606	451
Purchased Professional & Educational Services	800		800		800
General Supplies	1,000	1,735	2,735	2,734	1
<b>Total Behavioral Disabilities</b>	<b>204,520</b>	<b>12,259</b>	<b>216,779</b>	<b>215,527</b>	<b>1,252</b>
<b>Multiple Disabilities:</b>					
Salaries of Teachers	396,405	13,281	409,686	409,686	
Other Salaries of Instruction	194,694	126,211	320,905	296,848	24,057
Purchased Professional & Educational Services		132,500	132,500	125,557	6,943
General Supplies	3,850	8,128	11,978	11,622	356
<b>Total Multiple Disabilities</b>	<b>594,949</b>	<b>280,120</b>	<b>875,069</b>	<b>843,713</b>	<b>31,356</b>
<b>Resource Room/Resource Center:</b>					
Salaries of Teachers	3,488,255	(72,847)	3,415,408	3,298,686	116,722
Other Salaries of Instruction	295,233	(36,757)	258,476	229,916	28,560
Purchased Professional & Educational Services		65,000	65,000	61,870	3,130
General Supplies	12,900	125	13,025	12,906	119
<b>Total Resource Room/Resource Center</b>	<b>3,796,388</b>	<b>(44,479)</b>	<b>3,751,909</b>	<b>3,603,378</b>	<b>148,531</b>
<b>Total Special Education</b>	<b>7,059,445</b>	<b>192,380</b>	<b>7,251,825</b>	<b>7,051,005</b>	<b>200,820</b>
<b>Bilingual Education:</b>					
Salaries of Teachers	312,264	50,219	362,483	362,483	
General Supplies	2,000		2,000	1,499	501
<b>Total Bilingual Education</b>	<b>314,264</b>	<b>50,219</b>	<b>364,483</b>	<b>363,982</b>	<b>501</b>

Neptune Township School District  
Blended Resource Fund 15

Schedule of Blended Expenditures  
Budget and Actual

Year ended June 30, 2019

District-Wide	Original Budget	Transfers	Final Budget	Expenditures	Variance
School Sponsored Co-curricular Activities:					
Salaries	\$ 229,350	\$ (9,693)	\$ 219,657	\$ 219,657	
Purchased Services	17,000		17,000	12,798	\$ 4,202
Other Objects	1,900		1,900	1,741	159
Total School Sponsored Co-curricular Activities	248,250	(9,693)	238,557	234,196	4,361
School Sponsored Athletics:					
Salaries	1,008,354	(30,616)	977,738	961,938	15,800
Purchased Services (300-500 series)	299,700	(93,254)	206,446	157,019	49,427
Supplies and Materials	87,000	(2,000)	85,000	79,127	5,873
Total School Sponsored Athletics	1,395,054	(125,870)	1,269,184	1,198,084	71,100
Other Supplemental/At-Risk Programs - Instruction:					
Salaries of Reading Specialists	973,487	(35,998)	937,489	929,622	7,867
Total Other Supplemental/At-Risk Programs - Instruction	973,487	(35,998)	937,489	929,622	7,867
Total Instruction	28,102,081	47,737	28,149,818	27,646,698	503,120
Attendance and Social Work Services:					
Salaries	268,862	4,072	272,934	272,927	7
Salaries of Drop Out Prevention Officer Coordinator	44,236	(47)	44,189	44,189	
Other Purchased Services	900	(500)	400		400
Total Attendance and Social Work Services	313,998	3,525	317,523	317,116	407
Health Services:					
Salaries	644,964	(5,032)	639,932	639,928	4
Purchased Professional and Technical Services	2,000	11,647	13,647	12,089	1,558
Supplies and Materials	20,404	255	20,659	17,248	3,411
Total Health Services	667,368	6,870	674,238	669,265	4,973
Guidance:					
Salaries of Other Professional Staff	1,127,103	(39,696)	1,087,407	1,066,270	21,137
Salaries of Secretarial and Clerical Assistants	140,122	(3,620)	136,502	136,501	1
Purchased Professional - Educational Services	36,974	(15,375)	21,599	20,044	1,555
Other Purchased Services	116,925	(5,400)	111,525	109,378	2,147
Supplies and Materials	51,344	1,300	52,644	48,351	4,293
Total Guidance	1,472,468	(62,791)	1,409,677	1,380,544	29,133
Improvement of Instruction Services:					
Salaries of Other Professional Staff	367,868	(15,592)	352,276	289,642	62,634
Purchased Professional - Education Services	216,680	(99,547)	117,133	89,803	27,330
Total Improvement of Instruction Services	584,548	(115,139)	469,409	379,445	89,964
Educational Media/Library Services:					
Salaries	884,908	(41,675)	843,233	815,924	27,309
Supplies and Materials	66,269	(11,240)	55,029	51,472	3,557
Total Educational Media/Library Services	951,177	(52,915)	898,262	867,396	30,866
Support Services - School Administration:					
Salaries of Principals/Assistant Principals/Program Directors	1,613,505	78,464	1,691,969	1,691,968	1
Salaries of Other Professional Staff	746,672	(272,339)	474,333	474,327	6
Salaries of Secretarial and Clerical Assistants	700,437	(55,210)	645,227	645,225	2
Other Purchased Services (400-500 series)	60,307	(1,107)	59,200	47,680	11,520
Supplies and Materials	58,140	5,867	64,007	61,181	2,826
Other Objects	1,600	(400)	1,200	264	936
Total Support Services - School Administration	3,180,661	(244,725)	2,935,936	2,920,645	15,291

Neptune Township School District  
Blended Resource Fund 15

Schedule of Blended Expenditures  
Budget and Actual

Year ended June 30, 2019

District-Wide	Original Budget	Transfers	Final Budget	Expenditures	Variance
<b>Security:</b>					
Salaries	\$ 476,654	\$ 3,268	\$ 479,922	\$ 474,403	\$ 5,519
Purchased Professional and Technical Services	25,000		25,000	25,000	
General Supplies	15,060	369	15,429	12,658	2,771
<b>Total Security</b>	<b>516,714</b>	<b>3,637</b>	<b>520,351</b>	<b>512,061</b>	<b>8,290</b>
<b>Student Transportation Services:</b>					
Contracted Services --Transportation (Other than Between Home and School) -- Vendors	281,235	521	281,756	210,801	70,955
<b>Total Student Transportation Services</b>	<b>281,235</b>	<b>521</b>	<b>281,756</b>	<b>210,801</b>	<b>70,955</b>
<b>Unallocated Benefits:</b>					
Social Security Contributions	366,750	14,754	381,504	381,504	
Health Benefits	10,127,000	374,078	10,501,078	10,351,078	150,000
<b>Total Unallocated Benefits</b>	<b>10,493,750</b>	<b>388,832</b>	<b>10,882,582</b>	<b>10,732,582</b>	<b>150,000</b>
<b>Total Undistributed Expenditures</b>	<b>18,461,919</b>	<b>(72,185)</b>	<b>18,389,734</b>	<b>17,989,855</b>	<b>399,879</b>
<b>Total Expenditures - Current</b>	<b>46,564,000</b>	<b>(24,448)</b>	<b>46,539,552</b>	<b>45,636,553</b>	<b>902,999</b>
<b>Capital Outlay</b>					
<b>Equipment:</b>					
<b>Regular Programs - Instruction:</b>					
Grades 1-5		10,448	10,448	10,448	
Grades 6-8		14,000	14,000	14,000	
<b>Total Equipment</b>	<b>-</b>	<b>24,448</b>	<b>24,448</b>	<b>24,448</b>	<b>-</b>
<b>Total Capital Outlay</b>	<b>-</b>	<b>24,448</b>	<b>24,448</b>	<b>24,448</b>	<b>-</b>
<b>Total Expenditures - School Based</b>	<b>46,564,000</b>	<b>-</b>	<b>46,564,000</b>	<b>45,661,001</b>	<b>902,999</b>
<b>Other Financing Sources:</b>					
Transfers In	46,564,000		46,564,000	45,661,001	902,999
<b>Total Other Financing Sources</b>	<b>46,564,000</b>	<b>-</b>	<b>46,564,000</b>	<b>45,661,001</b>	<b>902,999</b>
<b>Excess (Deficiency) of Other Financing Sources</b>					
Over (Under) Expenditures and Other Financing (Uses)	-	-	-	-	-
<b>Fund Balances, July 1</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Fund Balances, June 30</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>

Neptune Township School District  
Blended Resource Fund 15

Schedule of Blended Expenditures  
Budget and Actual

Year ended June 30, 2019

School: Midtown Community Elementary School

	Original Budget	Transfers	Final Budget	Expenditures	Variance
<b>Expenditures</b>					
<b>Current:</b>					
Instruction - regular programs:					
Salaries of Teachers:					
Kindergarten	\$ 178,077	\$ (375)	\$ 177,702	\$ 177,702	
Grades 1- 5	1,393,039	(100,888)	1,292,151	1,287,180	\$ 4,971
Undistributed Instruction:					
Other Salaries of Instruction	94,469	25,375	119,844	119,844	
Purchased Professional & Educational Services	11,776	4,320	16,096	16,094	2
Purchased Technical Services	35,591	16,101	51,692	51,692	
Other Purchased Services	86,786	(5,081)	81,705	79,561	2,144
General Supplies	69,369	18,930	88,299	88,299	
Textbooks	6,740	631	7,371	7,371	
Other Objects	1,870		1,870	1,335	535
<b>Total Regular Programs</b>	<b>1,877,717</b>	<b>(40,987)</b>	<b>1,836,730</b>	<b>1,829,078</b>	<b>7,652</b>
Instruction - Special Education:					
Learning and/or Language Disabilities:					
Salaries of Teachers	256,845	(341)	256,504	256,504	
Other Salaries of Instruction	117,363	2,510	119,873	119,873	
Purchased Professional & Educational Services	600	(164)	436	436	
Other Purchased Services	1,000		1,000		1,000
General Supplies	6,000	1,369	7,369	7,369	
<b>Total Learning and/or Language Disabilities</b>	<b>381,808</b>	<b>3,374</b>	<b>385,182</b>	<b>384,182</b>	<b>1,000</b>
Multiple Disabilities:					
Salaries of Teachers	148,911	8,952	157,863	157,863	
Other Salaries of Instruction	98,207	26,269	124,476	124,475	1
Purchased Professional & Educational Services		38,000	38,000	32,499	5,501
General Supplies	1,000		1,000	915	85
<b>Total Multiple Disabilities</b>	<b>248,118</b>	<b>73,221</b>	<b>321,339</b>	<b>315,752</b>	<b>5,587</b>
Resource Room/Resource Center:					
Salaries of Teachers	180,908	(256)	180,652	180,652	
Other Salaries of Instruction	23,976	(23,976)			
General Supplies	800		800	732	68
<b>Total Resource Room/Resource Center</b>	<b>205,684</b>	<b>(24,232)</b>	<b>181,452</b>	<b>181,384</b>	<b>68</b>
<b>Total Special Education</b>	<b>835,610</b>	<b>52,363</b>	<b>887,973</b>	<b>881,318</b>	<b>6,655</b>
Bilingual Education:					
Salaries of Teachers	193,409	(4,027)	189,382	189,382	
General Supplies	2,000		2,000	1,499	501
<b>Total Bilingual Education</b>	<b>195,409</b>	<b>(4,027)</b>	<b>191,382</b>	<b>190,881</b>	<b>501</b>
Other Supplemental/At-Risk Programs - Instruction:					
Salaries of Reading Specialists	192,548	1,355	193,903	193,568	335
<b>Total Other Supplemental/At-Risk Programs - Instruction</b>	<b>192,548</b>	<b>1,355</b>	<b>193,903</b>	<b>193,568</b>	<b>335</b>
<b>Total Instruction</b>	<b>3,101,284</b>	<b>8,704</b>	<b>3,109,988</b>	<b>3,094,845</b>	<b>15,143</b>
Attendance and Social Work Services:					
Salaries	6,380	(563)	5,817	5,816	1
<b>Total Attendance and Social Work Services</b>	<b>6,380</b>	<b>(563)</b>	<b>5,817</b>	<b>5,816</b>	<b>1</b>



Neptune Township School District  
Blended Resource Fund 15

Schedule of Blended Expenditures  
Budget and Actual

Year ended June 30, 2019

School: Midtown Community Elementary School

	Original Budget	Transfers	Final Budget	Expenditures	Variance
<b>Health Services:</b>					
Salaries	\$ 95,638	\$ 2,160	\$ 97,798	\$ 97,798	
Supplies and Materials	4,287	255	4,542	4,542	
Total Health Services	99,925	2,415	102,340	102,340	-
<b>Guidance:</b>					
Salaries of Other Professional Staff	87,817	(31,372)	56,445	56,445	
Other Purchased Services	12,500	(300)	12,200	12,200	
Supplies and Materials	3,079	658	3,737	3,737	
Total Guidance	103,396	(31,014)	72,382	72,382	-
<b>Improvement of Instruction Services:</b>					
Salaries of Other Professional Staff	25,842		25,842	21,802	\$ 4,040
Purchased Professional -Education Services	25,582	(13,537)	12,045	11,949	96
Total Improvement of Instruction Services	51,424	(13,537)	37,887	33,751	4,136
<b>Educational Media/Library Services:</b>					
Salaries	109,751	(3,988)	105,763	105,763	
Supplies and Materials	4,700	(300)	4,400	4,260	140
Total Educational Media/Library Services	114,451	(4,288)	110,163	110,023	140
<b>Support Services - School Administration:</b>					
Salaries of Principals/Assistant Principals/Program Directors	168,155		168,155	168,155	
Salaries of Other Professional Staff	69,296	(55,711)	13,585	13,584	1
Salaries of Secretarial and Clerical Assistants	53,192	1,416	54,608	54,608	
Other Purchased Services (400-500 series)	3,538	(1,357)	2,181	2,181	
Supplies and Materials	4,500		4,500	4,287	213
Other Objects	100	(100)			
Total Support Services - School Administration	298,781	(55,752)	243,029	242,815	214
<b>Security:</b>					
Salaries	36,477	487	36,964	36,964	
General Supplies	780		780	417	363
Total Security	37,257	487	37,744	37,381	363
<b>Student Transportation Services:</b>					
Contracted Services -Transportation (Other than Between Home and School) - Vendors	7,896		7,896	7,327	569
Total Student Transportation Services	7,896	-	7,896	7,327	569
<b>Unallocated Benefits:</b>					
Social Security Contributions	40,206		40,206	40,206	
Health Benefits	1,239,000	89,943	1,328,943	1,328,943	
Total Unallocated Benefits	1,279,206	89,943	1,369,149	1,369,149	-
Total Undistributed Expenditures	1,998,716	(12,309)	1,986,407	1,980,984	5,423
Total Expenditures - Current	5,100,000	(3,605)	5,096,395	5,075,829	20,566
<b>Capital Outlay</b>					
<b>Equipment:</b>					
Regular Programs - Instruction:					
Grades 1-5		3,605	3,605	3,605	
Total Equipment	-	3,605	3,605	3,605	-
Total Capital Outlay	-	3,605	3,605	3,605	-
Total Expenditures - School Based	5,100,000	-	5,100,000	5,079,434	20,566
<b>Other Financing Sources:</b>					
Transfers In	5,100,000		5,100,000	5,079,434	20,566
Total Other Financing Sources	5,100,000	-	5,100,000	5,079,434	20,566
<b>Excess (Deficiency) of Other Financing Sources</b>					
Over (Under) Expenditures and Other Financing (Uses)	-	-	-	-	-
<b>Fund Balances, July 1</b>					
Fund Balances, July 1	-	-	-	-	-
Fund Balances, June 30	\$ -	\$ -	\$ -	\$ -	\$ -

Neptune Township School District  
Blended Resource Fund 15

Schedule of Blended Expenditures  
Budget and Actual

Year ended June 30, 2019

School: Gables Elementary School

Expenditures

Current:

Instruction - regular programs:

Salaries of Teachers:

	Original Budget	Transfers	Final Budget	Expenditures	Variance
Kindergarten	\$ 151,903	\$ 3,234	\$ 155,137	\$ 155,137	
Grades 1- 5	850,503	1,876	852,379	852,379	

Undistributed Instruction:

Other Salaries of Instruction	48,741	1,118	49,859	49,859	
Purchased Professional & Educational Services	10,526	4,303	14,829	14,790	\$ 39
Purchased Technical Services	35,591	38,602	74,193	74,193	
Other Purchased Services	86,786	(11,000)	75,786	75,304	482
General Supplies	66,787	6,473	73,260	72,290	970
Textbooks	4,590		4,590	4,280	310
Other Objects	3,925		3,925	2,469	1,456
<b>Total Regular Programs</b>	<b>1,259,352</b>	<b>44,606</b>	<b>1,303,958</b>	<b>1,300,701</b>	<b>3,257</b>

Instruction - Special Education:

Learning and/or Language Disabilities:

Salaries of Teachers	150,666	(3,330)	147,336	146,219	1,117
Other Salaries of Instruction	72,135	150	72,285	72,285	
Purchased Professional & Educational Services	400		400	400	
Other Purchased Services	300		300		300
General Supplies	3,000	563	3,563	3,563	
<b>Total Learning and/or Language Disabilities</b>	<b>226,501</b>	<b>(2,617)</b>	<b>223,884</b>	<b>222,467</b>	<b>1,417</b>

Resource Room/Resource Center:

Salaries of Teachers	245,459	(77,621)	167,838	167,693	145
General Supplies	750	(2)	748	748	
<b>Total Resource Room/Resource Center</b>	<b>246,209</b>	<b>(77,623)</b>	<b>168,586</b>	<b>168,441</b>	<b>145</b>

Total Special Education

	472,710	(80,240)	392,470	390,908	1,562
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Other Supplemental/At-Risk Programs - Instruction:

Salaries of Reading Specialists	227,965	(33,513)	194,452	194,452	
<b>Total Other Supplemental/At-Risk Programs - Instruction</b>	<b>227,965</b>	<b>(33,513)</b>	<b>194,452</b>	<b>194,452</b>	<b>-</b>

Total Instruction

	1,960,027	(69,147)	1,890,880	1,886,061	4,819
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Attendance and Social Work Services:

Salaries	6,380	(563)	5,817	5,816	1
<b>Total Attendance and Social Work Services</b>	<b>6,380</b>	<b>(563)</b>	<b>5,817</b>	<b>5,816</b>	<b>1</b>

Health Services:

Salaries	78,159	1,441	79,600	79,599	1
Supplies and Materials	2,563		2,563	2,189	374
<b>Total Health Services</b>	<b>80,722</b>	<b>1,441</b>	<b>82,163</b>	<b>81,788</b>	<b>375</b>

Guidance:

Salaries of Other Professional Staff	75,972	1,724	77,696	77,696	
Other Purchased Services	12,675		12,675	12,300	375
Supplies and Materials	4,375		4,375	4,293	82
<b>Total Guidance</b>	<b>93,022</b>	<b>1,724</b>	<b>94,746</b>	<b>94,289</b>	<b>457</b>

Neptune Township School District  
Blended Resource Fund 15

Schedule of Blended Expenditures  
Budget and Actual

Year ended June 30, 2019

School: Gables Elementary School	Original Budget	Transfers	Final Budget	Expenditures	Variance
<b>Improvement of Instruction Services:</b>					
Salaries of Other Professional Staff	\$ 35,928	\$ (19,754)	\$ 16,174	\$ 12,956	\$ 3,218
Purchased Professional – Education Services	29,532	(13,522)	16,010	15,740	270
<b>Total Improvement of Instruction Services</b>	<b>65,460</b>	<b>(33,276)</b>	<b>32,184</b>	<b>28,696</b>	<b>3,488</b>
<b>Educational Media/Library Services:</b>					
Salaries	103,674	(3,721)	99,953	99,214	739
Supplies and Materials	5,700	(1,076)	4,624	4,307	317
<b>Total Educational Media/Library Services</b>	<b>109,374</b>	<b>(4,797)</b>	<b>104,577</b>	<b>103,521</b>	<b>1,056</b>
<b>Support Services – School Administration:</b>					
Salaries of Principals/Assistant Principals/Program Directors	159,407	(33,141)	126,266	126,266	
Salaries of Other Professional Staff	69,296	(56,011)	13,285	13,284	1
Salaries of Secretarial and Clerical Assistants	46,371	527	46,898	46,898	
Other Purchased Services (400-500 series)	3,550	500	4,050	2,120	1,930
Supplies and Materials	5,000	799	5,799	5,799	
Other Objects	100		100	57	43
<b>Total Support Services – School Administration</b>	<b>283,724</b>	<b>(87,326)</b>	<b>196,398</b>	<b>194,424</b>	<b>1,974</b>
<b>Security:</b>					
General Supplies	1,700		1,700	1,106	594
<b>Total Security</b>	<b>1,700</b>	<b>-</b>	<b>1,700</b>	<b>1,106</b>	<b>594</b>
<b>Student Transportation Services:</b>					
Contracted Services --Transportation (Other than Between Home and School) – Vendors	8,347		8,347	5,009	3,338
<b>Total Student Transportation Services</b>	<b>8,347</b>	<b>-</b>	<b>8,347</b>	<b>5,009</b>	<b>3,338</b>
<b>Unallocated Benefits:</b>					
Social Security Contributions	15,244		15,244	15,244	
Health Benefits	727,000	185,101	912,101	912,101	
<b>Total Unallocated Benefits</b>	<b>742,244</b>	<b>185,101</b>	<b>927,345</b>	<b>927,345</b>	<b>-</b>
<b>Total Undistributed Expenditures</b>	<b>1,390,973</b>	<b>62,304</b>	<b>1,453,277</b>	<b>1,441,994</b>	<b>11,283</b>
<b>Total Expenditures - Current</b>	<b>3,351,000</b>	<b>(6,843)</b>	<b>3,344,157</b>	<b>3,328,055</b>	<b>16,102</b>
<b>Capital Outlay</b>					
<b>Equipment:</b>					
<b>Regular Programs - Instruction:</b>					
Grades 1-5		6,843	6,843	6,843	
<b>Total Equipment</b>	<b>-</b>	<b>6,843</b>	<b>6,843</b>	<b>6,843</b>	<b>-</b>
<b>Total Capital Outlay</b>	<b>-</b>	<b>6,843</b>	<b>6,843</b>	<b>6,843</b>	<b>-</b>
<b>Total Expenditures - School Based</b>	<b>3,351,000</b>	<b>-</b>	<b>3,351,000</b>	<b>3,334,898</b>	<b>16,102</b>
<b>Other Financing Sources:</b>					
Transfers In	3,351,000		3,351,000	3,334,898	16,102
<b>Total Other Financing Sources</b>	<b>3,351,000</b>	<b>-</b>	<b>3,351,000</b>	<b>3,334,898</b>	<b>16,102</b>
<b>Excess (Deficiency) of Other Financing Sources</b>					
Over (Under) Expenditures and Other Financing (Uses)	-	-	-	-	-
<b>Fund Balances, July 1</b>					
Fund Balances, July 1	-	-	-	-	-
<b>Fund Balances, June 30</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>

Neptune Township School District  
Blended Resource Fund 15

Schedule of Blended Expenditures  
Budget and Actual

Year ended June 30, 2019

School: Green Grove Elementary School

	Original Budget	Transfers	Final Budget	Expenditures	Variance
<b>Expenditures</b>					
Current:					
Instruction - regular programs:					
Salaries of Teachers:					
Kindergarten	\$ 171,175	\$ 13,627	\$ 184,802	\$ 184,802	
Grades 1-5	1,050,647	(69,601)	981,046	981,046	
Undistributed Instruction:					
Other Salaries of Instruction	71,182	1,180	72,362	72,362	
Purchased Professional & Educational Services	14,726	5,821	20,547	20,540	\$ 7
Purchased Technical Services	35,591	26,643	62,234	62,234	
Other Purchased Services	86,786	(4,905)	81,881	80,992	889
General Supplies	71,949	32,090	104,039	103,863	176
Textbooks	5,104	470	5,574	5,573	1
Other Objects	4,440	(1,200)	3,240	1,510	1,730
Total Regular Programs	1,511,600	4,125	1,515,725	1,512,922	2,803
Instruction - Special Education:					
Learning and/or Language Disabilities:					
Salaries of Teachers	112,366	(990)	111,376	111,375	1
Other Salaries of Instruction	70,477	12,675	83,152	83,103	49
Purchased Professional & Educational Services	70,000	(31,300)	38,700	38,159	541
Other Purchased Services	300		300	146	154
General Supplies	3,000	927	3,927	3,927	
Total Learning and/or Language Disabilities	256,143	(18,688)	237,455	236,710	745
Resource Room/Resource Center:					
Salaries of Teachers	203,707	7,056	210,763	210,763	
Other Salaries of Instruction	92,451	2,284	94,735	94,735	
General Supplies	800	(91)	709	709	
Total Resource Room/Resource Center	296,958	9,249	306,207	306,207	-
Total Special Education	553,101	(9,439)	543,662	542,917	745
Other Supplemental/At-Risk Programs - Instruction:					
Salaries of Reading Specialists	193,990	1,962	195,952	195,952	-
Total Other Supplemental/At-Risk Programs - Instruction	193,990	1,962	195,952	195,952	-
Total Instruction	2,258,691	(3,352)	2,255,339	2,251,791	3,548
Attendance and Social Work Services:					
Salaries	6,380	(563)	5,817	5,816	1
Total Attendance and Social Work Services	6,380	(563)	5,817	5,816	1
Health Services:					
Salaries	81,249	1,701	82,950	82,949	1
Supplies and Materials	2,046		2,046	1,679	367
Total Health Services	83,295	1,701	84,996	84,628	368
Guidance:					
Salaries of Other Professional Staff	72,486	(16,541)	55,945	55,945	
Other Purchased Services	12,250		12,250	11,800	450
Supplies and Materials	3,925		3,925	3,844	81
Total Guidance	88,661	(16,541)	72,120	71,589	531

Neptune Township School District  
Blended Resource Fund 15

Schedule of Blended Expenditures  
Budget and Actual

Year ended June 30, 2019

School: Green Grove Elementary School

	Original Budget	Transfers	Final Budget	Expenditures	Variance
<b>Improvement of Instruction Services:</b>					
Salaries of Other Professional Staff	\$ 26,047	\$ (5,000)	\$ 21,047	\$ 17,180	\$ 3,867
Purchased Professional –Education Services	33,882	(21,653)	12,229	12,229	
<b>Total Improvement of Instruction Services</b>	<b>59,929</b>	<b>(26,653)</b>	<b>33,276</b>	<b>29,409</b>	<b>3,867</b>
<b>Educational Media/Library Services:</b>					
Salaries	134,855	(2,701)	132,154	131,415	739
Supplies and Materials	6,425		6,425	5,639	786
<b>Total Educational Media/Library Services</b>	<b>141,280</b>	<b>(2,701)</b>	<b>138,579</b>	<b>137,054</b>	<b>1,525</b>
<b>Support Services – School Administration:</b>					
Salaries of Principals/Assistant Principals/Program Directors	148,029		148,029	148,029	
Salaries of Other Professional Staff	69,296	(56,011)	13,285	13,284	1
Salaries of Secretarial and Clerical Assistants	46,371	361	46,732	46,732	
Other Purchased Services (400-500 series)	3,894		3,894	3,474	420
Supplies and Materials	9,540		9,540	9,188	352
Other Objects	100	(100)			
<b>Total Support Services – School Administration</b>	<b>277,230</b>	<b>(55,750)</b>	<b>221,480</b>	<b>220,707</b>	<b>773</b>
<b>Security:</b>					
General Supplies	700		700	529	171
<b>Total Security</b>	<b>700</b>	<b>-</b>	<b>700</b>	<b>529</b>	<b>171</b>
<b>Student Transportation Services:</b>					
Contracted Services –Transportation (Other than Between Home and School) – Vendors	15,712		15,712	8,052	7,660
<b>Total Student Transportation Services</b>	<b>15,712</b>	<b>-</b>	<b>15,712</b>	<b>8,052</b>	<b>7,660</b>
<b>Unallocated Benefits:</b>					
Social Security Contributions	23,122	2,708	25,830	25,830	
Health Benefits	914,000	101,151	1,015,151	1,015,151	
<b>Total Unallocated Benefits</b>	<b>937,122</b>	<b>103,859</b>	<b>1,040,981</b>	<b>1,040,981</b>	<b>-</b>
<b>Total Undistributed Expenditures</b>	<b>1,610,309</b>	<b>3,352</b>	<b>1,613,661</b>	<b>1,598,765</b>	<b>14,896</b>
<b>Total Expenditures - Current</b>	<b>3,869,000</b>	<b>-</b>	<b>3,869,000</b>	<b>3,850,556</b>	<b>18,444</b>
<b>Total Expenditures - School Based</b>	<b>3,869,000</b>	<b>-</b>	<b>3,869,000</b>	<b>3,850,556</b>	<b>18,444</b>
<b>Other Financing Sources:</b>					
Transfers In	3,869,000		3,869,000	3,850,556	18,444
<b>Total Other Financing Sources</b>	<b>3,869,000</b>	<b>-</b>	<b>3,869,000</b>	<b>3,850,556</b>	<b>18,444</b>
<b>Excess (Deficiency) of Other Financing Sources</b>					
Over (Under) Expenditures and Other Financing (Uses)	-	-	-	-	-
<b>Fund Balances, July 1</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Fund Balances, June 30</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>

Neptune Township School District  
Blended Resource Fund 15

Schedule of Blended Expenditures  
Budget and Actual

Year ended June 30, 2019

School: Shark River Hills Elementary School

	Original Budget	Transfers	Final Budget	Expenditures	Variance
<b>Expenditures</b>					
Current:					
Instruction - regular programs:					
Salaries of Teachers:					
Kindergarten	\$ 206,282	\$ (55,785)	\$ 150,497	\$ 150,497	
Grades 1- 5	925,178	10,108	935,286	935,286	
Undistributed Instruction:					
Other Salaries of Instruction	71,095	(23,198)	47,897	47,897	
Purchased Professional & Educational Services	10,926	4,303	15,229	14,790	\$ 439
Purchased Technical Services	35,591	40,881	76,472	76,472	
Other Purchased Services	86,786	(6,775)	80,011	77,043	2,968
General Supplies	94,525	5,503	100,028	100,024	4
Other Objects	2,600	(1,621)	979	814	165
Total Regular Programs	1,432,983	(26,584)	1,406,399	1,402,823	3,576
Instruction - Special Education:					
Resource Room/Resource Center:					
Salaries of Teachers	173,751	(8,700)	165,051	165,051	
Other Salaries of Instruction	24,218	24,555	48,773	48,773	
Purchased Professional & Educational Services		38,000	38,000	36,266	1,734
General Supplies	750	449	1,199	1,199	
Total Resource Room/Resource Center	198,719	54,304	253,023	251,289	1,734
Total Special Education	198,719	54,304	253,023	251,289	1,734
Other Supplemental/At-Risk Programs - Instruction:					
Salaries of Reading Specialists	177,096	(5,715)	171,381	163,849	7,532
Total Other Supplemental/At-Risk Programs - Instruction	177,096	(5,715)	171,381	163,849	7,532
Total Instruction	1,808,798	22,005	1,830,803	1,817,961	12,842
Attendance and Social Work Services:					
Salaries	85,620	1,048	86,668	86,667	1
Total Attendance and Social Work Services	85,620	1,048	86,668	86,667	1
Health Services:					
Salaries	75,378	1,272	76,650	76,649	1
Supplies and Materials	2,206		2,206	1,925	281
Total Health Services	77,584	1,272	78,856	78,574	282
Guidance:					
Salaries of Other Professional Staff	57,293	32,088	89,381	89,381	
Other Purchased Services	12,250		12,250	12,000	250
Supplies and Materials	4,230	(250)	3,980	3,975	5
Total Guidance	73,773	31,838	105,611	105,356	255
Improvement of Instruction Services:					
Salaries of Other Professional Staff	25,596	(6,022)	19,574	18,055	1,519
Purchased Professional - Education Services	25,932	(14,226)	11,706	11,706	
Total Improvement of Instruction Services	51,528	(20,248)	31,280	29,761	1,519
Educational Media/Library Services:					
Salaries	154,823	(7,769)	147,054	147,053	1
Supplies and Materials	6,700		6,700	5,727	973
Total Educational Media/Library Services	161,523	(7,769)	153,754	152,780	974

Neptune Township School District  
Blended Resource Fund 15

Schedule of Blended Expenditures  
Budget and Actual

Year ended June 30, 2019

**School: Shark River Hills Elementary School**

	<b>Original Budget</b>	<b>Transfers</b>	<b>Final Budget</b>	<b>Expenditures</b>	<b>Variance</b>
<b>Support Services – School Administration:</b>					
Salaries of Principals/Assistant Principals/Program Directors	\$ 134,652	\$ (4,357)	\$ 130,295	\$ 130,295	
Salaries of Other Professional Staff	69,296	(55,711)	13,585	13,584	\$ 1
Salaries of Secretarial and Clerical Assistants	43,801	492	44,293	44,293	
Other Purchased Services (400-500 series)	3,397		3,397	3,397	
Supplies and Materials	5,000	68	5,068	4,723	345
Other Objects	100	(100)			
<b>Total Support Services – School Administration</b>	<b>256,246</b>	<b>(59,608)</b>	<b>196,638</b>	<b>196,292</b>	<b>346</b>
<b>Security:</b>					
General Supplies	2,200	38	2,238	2,238	
<b>Total Security</b>	<b>2,200</b>	<b>38</b>	<b>2,238</b>	<b>2,238</b>	<b>-</b>
<b>Student Transportation Services:</b>					
Contracted Services –Transportation (Other than Between Home and School) – Vendors	6,952	521	7,473	7,473	
<b>Total Student Transportation Services</b>	<b>6,952</b>	<b>521</b>	<b>7,473</b>	<b>7,473</b>	<b>-</b>
<b>Unallocated Benefits:</b>					
Social Security Contributions	12,776		12,776	12,776	
Health Benefits	706,000	30,903	736,903	736,903	
<b>Total Unallocated Benefits</b>	<b>718,776</b>	<b>30,903</b>	<b>749,679</b>	<b>749,679</b>	<b>-</b>
<b>Total Undistributed Expenditures</b>	<b>1,434,202</b>	<b>(22,005)</b>	<b>1,412,197</b>	<b>1,408,820</b>	<b>3,377</b>
<b>Total Expenditures - Current</b>	<b>3,243,000</b>	<b>-</b>	<b>3,243,000</b>	<b>3,226,781</b>	<b>16,219</b>
<b>Total Expenditures - School Based</b>	<b>3,243,000</b>	<b>-</b>	<b>3,243,000</b>	<b>3,226,781</b>	<b>16,219</b>
<b>Other Financing Sources:</b>					
Transfers In	3,243,000		3,243,000	3,226,781	16,219
<b>Total Other Financing Sources</b>	<b>3,243,000</b>	<b>-</b>	<b>3,243,000</b>	<b>3,226,781</b>	<b>16,219</b>
<b>Excess (Deficiency) of Other Financing Sources Over (Under) Expenditures and Other Financing (Uses)</b>					
	-	-	-	-	-
<b>Fund Balances, July 1</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Fund Balances, June 30</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>

Neptune Township School District  
Blended Resource Fund 15

Schedule of Blended Expenditures  
Budget and Actual

Year ended June 30, 2019

School: Summerfield Elementary School	Original Budget	Transfers	Final Budget	Expenditures	Variance
<b>Expenditures</b>					
<b>Current:</b>					
Instruction - regular programs:					
Salaries of Teachers:					
Kindergarten	\$ 176,994	\$ (342)	\$ 176,652	\$ 176,652	
Grades 1- 5	1,566,908	(132,229)	1,434,679	1,408,168	\$ 26,511
Undistributed Instruction:					
Other Salaries of Instruction	75,539	1,846	77,385	77,385	
Purchased Professional & Educational Services	10,879	5,550	16,429	15,240	1,189
Purchased Technical Services	35,591	38,108	73,699	73,699	
Other Purchased Services	86,786	(3,721)	83,065	78,359	4,706
General Supplies	75,784	28,986	104,770	104,398	372
Textbooks	14,515	(5,113)	9,402	9,401	1
Other Objects	5,086	550	5,636	5,628	8
<b>Total Regular Programs</b>	<b>2,048,082</b>	<b>(66,365)</b>	<b>1,981,717</b>	<b>1,948,930</b>	<b>32,787</b>
Instruction - Special Education:					
Learning and/or Language Disabilities:					
Salaries of Teachers	132,848	1,353	134,201	134,201	
Other Salaries of Instruction	95,519	(22,534)	72,985	72,985	
Purchased Professional & Educational Services	1,000		1,000	1,000	
Other Purchased Services	300		300	300	
General Supplies	3,000	1,859	4,859	4,859	
<b>Total Learning and/or Language Disabilities</b>	<b>232,667</b>	<b>(19,322)</b>	<b>213,345</b>	<b>213,345</b>	<b>-</b>
Auditory Impairments:					
Salaries of Teachers	392,009	3,214	395,223	394,948	275
Other Salaries of Instruction	161,493	(22,362)	139,131	138,988	143
Purchased Professional & Educational Services	5,000		5,000	4,435	565
Other Purchased Services	26,500	11,102	37,602	37,601	1
General Supplies	8,000		8,000	8,000	
<b>Total Auditory Impairments</b>	<b>593,002</b>	<b>(8,046)</b>	<b>584,956</b>	<b>583,972</b>	<b>984</b>
Resource Room/Resource Center:					
Salaries of Teachers	194,094	56,267	250,361	248,324	2,037
Other Salaries of Instruction	48,535	(23,136)	25,399	25,399	
General Supplies	800		800	749	51
<b>Total Resource Room/Resource Center</b>	<b>243,429</b>	<b>33,131</b>	<b>276,560</b>	<b>274,472</b>	<b>2,088</b>
<b>Total Special Education</b>	<b>1,069,098</b>	<b>5,763</b>	<b>1,074,861</b>	<b>1,071,789</b>	<b>3,072</b>
Other Supplemental/At-Risk Programs - Instruction:					
Salaries of Reading Specialists	181,888	(87)	181,801	181,801	-
<b>Total Other Supplemental/At-Risk Programs - Instruction</b>	<b>181,888</b>	<b>(87)</b>	<b>181,801</b>	<b>181,801</b>	<b>-</b>
<b>Total Instruction</b>	<b>3,299,068</b>	<b>(60,689)</b>	<b>3,238,379</b>	<b>3,202,520</b>	<b>35,859</b>
Attendance and Social Work Services:					
Salaries	6,380	(563)	5,817	5,816	1
<b>Total Attendance and Social Work Services</b>	<b>6,380</b>	<b>(563)</b>	<b>5,817</b>	<b>5,816</b>	<b>1</b>
Health Services:					
Salaries	100,700	1,885	102,585	102,584	1
Purchased Professional and Technical Services		11,647	11,647	11,647	
Supplies and Materials	2,285		2,285	1,117	1,168
<b>Total Health Services</b>	<b>102,985</b>	<b>13,532</b>	<b>116,517</b>	<b>115,348</b>	<b>1,169</b>



Neptune Township School District  
Blended Resource Fund 15

Schedule of Blended Expenditures  
Budget and Actual

Year ended June 30, 2019

School: Summerfield Elementary School	Original Budget	Transfers	Final Budget	Expenditures	Variance
<b>Guidance:</b>					
Salaries of Other Professional Staff	\$ 60,331	\$ (486)	\$ 59,845	\$ 59,845	
Other Purchased Services	12,250		12,250	12,021	\$ 229
Supplies and Materials	3,575	1,575	5,150	5,136	14
<b>Total Guidance</b>	<b>76,156</b>	<b>1,089</b>	<b>77,245</b>	<b>77,002</b>	<b>243</b>
<b>Improvement of Instruction Services:</b>					
Salaries of Other Professional Staff	25,678	(6,038)	19,640	16,223	3,417
Purchased Professional -Education Services	25,432	(13,627)	11,805	11,105	700
<b>Total Improvement of Instruction Services</b>	<b>51,110</b>	<b>(19,665)</b>	<b>31,445</b>	<b>27,328</b>	<b>4,117</b>
<b>Educational Media/Library Services:</b>					
Salaries	147,114	(1,010)	146,104	145,365	739
Supplies and Materials	8,744		8,744	8,192	552
<b>Total Educational Media/Library Services</b>	<b>155,858</b>	<b>(1,010)</b>	<b>154,848</b>	<b>153,557</b>	<b>1,291</b>
<b>Support Services - School Administration:</b>					
Salaries of Principals/Assistant Principals/Program Directors	150,713		150,713	150,713	
Salaries of Other Professional Staff	69,295	(55,710)	13,585	13,584	1
Salaries of Secretarial and Clerical Assistants	47,725	704	48,429	48,429	
Other Purchased Services (400-500 series)	3,515		3,515	2,495	1,020
Supplies and Materials	4,800		4,800	4,212	588
Other Objects	100		100	87	13
<b>Total Support Services - School Administration</b>	<b>276,148</b>	<b>(55,006)</b>	<b>221,142</b>	<b>219,520</b>	<b>1,622</b>
<b>Security:</b>					
General Supplies	880	331	1,211	1,211	
<b>Total Security</b>	<b>880</b>	<b>331</b>	<b>1,211</b>	<b>1,211</b>	<b>-</b>
<b>Student Transportation Services:</b>					
Contracted Services -Transportation (Other than Between Home and School) - Vendors	6,528		6,528	6,481	47
<b>Total Student Transportation Services</b>	<b>6,528</b>	<b>-</b>	<b>6,528</b>	<b>6,481</b>	<b>47</b>
<b>Unallocated Benefits:</b>					
Social Security Contributions	36,887		36,887	36,887	
Health Benefits	1,198,000	121,981	1,319,981	1,319,981	
<b>Total Unallocated Benefits</b>	<b>1,234,887</b>	<b>121,981</b>	<b>1,356,868</b>	<b>1,356,868</b>	<b>-</b>
<b>Total Undistributed Expenditures</b>	<b>1,910,932</b>	<b>60,689</b>	<b>1,971,621</b>	<b>1,963,131</b>	<b>8,490</b>
<b>Total Expenditures - Current</b>	<b>5,210,000</b>	<b>-</b>	<b>5,210,000</b>	<b>5,165,651</b>	<b>44,349</b>
<b>Total Expenditures - School Based</b>	<b>5,210,000</b>	<b>-</b>	<b>5,210,000</b>	<b>5,165,651</b>	<b>44,349</b>
<b>Other Financing Sources:</b>					
Transfers In	5,210,000		5,210,000	5,165,651	44,349
<b>Total Other Financing Sources</b>	<b>5,210,000</b>	<b>-</b>	<b>5,210,000</b>	<b>5,165,651</b>	<b>44,349</b>
<b>Excess (Deficiency) of Other Financing Sources Over (Under) Expenditures and Other Financing (Uses)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Fund Balances, July 1</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Fund Balances, June 30</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>

Neptune Township School District  
Blended Resource Fund 15

Schedule of Blended Expenditures  
Budget and Actual

Year ended June 30, 2019

School: Neptune Middle School

	Original Budget	Transfers	Final Budget	Expenditures	Variance
<b>Expenditures</b>					
<b>Current:</b>					
Instruction - regular programs:					
Salaries of Teachers:					
Grades 6-8	\$ 3,682,696	\$ 12,688	\$ 3,695,384	\$ 3,695,384	
Undistributed Instruction:					
Purchased Professional & Educational Services	37,677	(18,562)	19,115	9,884	\$ 9,231
Purchased Technical Services	34,591	38,371	72,962	72,962	
Other Purchased Services	87,786		87,786	86,991	795
General Supplies	86,238	32,734	118,972	118,021	951
Textbooks	21,600	(11,987)	9,613	9,612	1
Other Objects	9,700	(8,000)	1,700	1,673	27
<b>Total Regular Programs</b>	<b>3,960,288</b>	<b>45,244</b>	<b>4,005,532</b>	<b>3,994,527</b>	<b>11,005</b>
Instruction - Special Education:					
Learning and/or Language Disabilities:					
Salaries of Teachers	98,449	(25,098)	73,351	73,351	
Purchased Professional & Educational Services	1,000		1,000	1,000	
Other Purchased Services	300		300	300	
General Supplies	5,000		5,000	4,756	244
<b>Total Learning and/or Language Disabilities</b>	<b>104,749</b>	<b>(25,098)</b>	<b>79,651</b>	<b>79,407</b>	<b>244</b>
Auditory Impairments:					
Salaries of Teachers	126,074	(37,411)	88,663	88,663	
Other Salaries of Instruction	106,107	891	106,998	106,930	68
Purchased Professional & Educational Services	1,000		1,000		1,000
Other Purchased Services	8,000		8,000	7,950	50
General Supplies	2,000		2,000	1,400	600
<b>Total Auditory Impairments</b>	<b>243,181</b>	<b>(36,520)</b>	<b>206,661</b>	<b>204,943</b>	<b>1,718</b>
Multiple Disabilities:					
Salaries of Teachers	89,797	1,689	91,486	91,486	
Other Salaries of Instruction	22,874	72,993	95,867	71,811	24,056
General Supplies	2,000	3,189	5,189	5,048	141
<b>Total Multiple Disabilities</b>	<b>114,671</b>	<b>77,871</b>	<b>192,542</b>	<b>168,345</b>	<b>24,197</b>
Resource Room/Resource Center:					
Salaries of Teachers	1,213,974	(128,266)	1,085,708	1,044,519	41,189
Other Salaries of Instruction	76,217	(47,717)	28,500	450	28,050
General Supplies	5,000	(231)	4,769	4,769	
<b>Total Resource Room/Resource Center</b>	<b>1,295,191</b>	<b>(176,214)</b>	<b>1,118,977</b>	<b>1,049,738</b>	<b>69,239</b>
<b>Total Special Education</b>	<b>1,757,792</b>	<b>(159,961)</b>	<b>1,597,831</b>	<b>1,502,433</b>	<b>95,398</b>
Bilingual Education:					
Salaries of Teachers	55,153	(803)	54,350	54,350	
<b>Total Bilingual Education</b>	<b>55,153</b>	<b>(803)</b>	<b>54,350</b>	<b>54,350</b>	<b>-</b>
School Sponsored Co-curricular Activities:					
Salaries	46,350	2,243	48,593	48,593	
Other Objects	1,900		1,900	1,741	159
<b>Total School Sponsored Co-curricular Activities</b>	<b>48,250</b>	<b>2,243</b>	<b>50,493</b>	<b>50,334</b>	<b>159</b>

Neptune Township School District  
Blended Resource Fund 15

Schedule of Blended Expenditures  
Budget and Actual

Year ended June 30, 2019

School: Neptune Middle School	Original Budget	Transfers	Final Budget	Expenditures	Variance
<b>School Sponsored Athletics:</b>					
Salaries	\$ 103,000	\$ 18,000	\$ 121,000	\$ 115,027	\$ 5,973
Purchased Services (300-500 series)	50,000	(30,975)	19,025	18,411	614
Supplies and Materials	7,000	(2,000)	5,000	4,991	9
<b>Total School Sponsored Athletics</b>	<b>160,000</b>	<b>(14,975)</b>	<b>145,025</b>	<b>138,429</b>	<b>6,596</b>
<b>Total Instruction</b>	<b>5,981,483</b>	<b>(128,252)</b>	<b>5,853,231</b>	<b>5,740,073</b>	<b>113,158</b>
<b>Attendance and Social Work Services:</b>					
Salaries	82,272	370	82,642	82,641	1
<b>Total Attendance and Social Work Services</b>	<b>82,272</b>	<b>370</b>	<b>82,642</b>	<b>82,641</b>	<b>1</b>
<b>Health Services:</b>					
Salaries	110,551	(6,476)	104,075	104,075	
Purchased Professional and Technical Services	1,000		1,000	30	970
Supplies and Materials	3,061		3,061	2,524	537
<b>Total Health Services</b>	<b>114,612</b>	<b>(6,476)</b>	<b>108,136</b>	<b>106,629</b>	<b>1,507</b>
<b>Guidance:</b>					
Salaries of Other Professional Staff	296,597	(48,613)	247,984	247,972	12
Salaries of Secretarial and Clerical Assistants	46,371	296	46,667	46,667	
Other Purchased Services	25,000	(5,100)	19,900	19,557	343
Supplies and Materials	12,150	(683)	11,467	11,467	
<b>Total Guidance</b>	<b>380,118</b>	<b>(54,100)</b>	<b>326,018</b>	<b>325,663</b>	<b>355</b>
<b>Improvement of Instruction Services:</b>					
Salaries of Other Professional Staff	80,533	(5,162)	75,371	60,760	14,611
Purchased Professional - Education Services	39,063	(22,982)	16,081	15,294	787
<b>Total Improvement of Instruction Services</b>	<b>119,596</b>	<b>(28,144)</b>	<b>91,452</b>	<b>76,054</b>	<b>15,398</b>
<b>Educational Media/Library Services:</b>					
Salaries	133,674	(21,059)	112,615	111,876	739
Supplies and Materials	16,500	(1,429)	15,071	15,070	1
<b>Total Educational Media/Library Services</b>	<b>150,174</b>	<b>(22,488)</b>	<b>127,686</b>	<b>126,946</b>	<b>740</b>
<b>Support Services - School Administration:</b>					
Salaries of Principals/Assistant Principals/Program Directors	414,635	1	414,636	414,635	1
Salaries of Other Professional Staff	151,196	46,201	197,397	197,396	1
Salaries of Secretarial and Clerical Assistants	184,114	3,203	187,317	187,316	1
Other Purchased Services (400-500 series)	17,288	(2,250)	15,038	12,907	2,131
Supplies and Materials	12,000		12,000	11,264	736
Other Objects	100	(100)			
<b>Total Support Services - School Administration</b>	<b>779,333</b>	<b>47,055</b>	<b>826,388</b>	<b>823,518</b>	<b>2,870</b>
<b>Security:</b>					
Salaries	188,852	2,781	191,633	191,633	
Purchased Professional and Technical Services	12,500		12,500	12,500	
General Supplies	3,700		3,700	3,626	74
<b>Total Security</b>	<b>205,052</b>	<b>2,781</b>	<b>207,833</b>	<b>207,759</b>	<b>74</b>
<b>Student Transportation Services:</b>					
Contracted Services --Transportation (Other than Between Home and School) -- Vendors	38,000		38,000	27,233	10,767
<b>Total Student Transportation Services</b>	<b>38,000</b>	<b>-</b>	<b>38,000</b>	<b>27,233</b>	<b>10,767</b>

Neptune Township School District  
Blended Resource Fund 15

Schedule of Blended Expenditures  
Budget and Actual

Year ended June 30, 2019

School: Neptune Middle School	Original Budget	Transfers	Final Budget	Expenditures	Variance
Unallocated Benefits:					
Social Security Contributions	\$ 69,360		\$ 69,360	\$ 69,360	
Health Benefits	2,271,000	\$ 175,254	2,446,254	2,446,254	
Total Unallocated Benefits	2,340,360	175,254	2,515,614	2,515,614	-
Total Undistributed Expenditures	4,209,517	114,252	4,323,769	4,292,057	\$ 31,712
Total Expenditures - Current	10,191,000	(14,000)	10,177,000	10,032,130	144,870
Capital Outlay					
Equipment:					
Regular Programs - Instruction:					
Grades 6-8		14,000	14,000	14,000	
Total Equipment	-	14,000	14,000	14,000	-
Total Capital Outlay	-	14,000	14,000	14,000	-
Total Expenditures - School Based	10,191,000	-	10,191,000	10,046,130	144,870
Other Financing Sources:					
Transfers In	10,191,000		10,191,000	10,046,130	144,870
Total Other Financing Sources	10,191,000	-	10,191,000	10,046,130	144,870
Excess (Deficiency) of Other Financing Sources					
Over (Under) Expenditures and Other Financing (Uses)	-	-	-	-	-
Fund Balances, July 1					
Fund Balances, June 30	\$ -	\$ -	\$ -	\$ -	\$ -

Neptune Township School District

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Blended Resource Fund 15

Schedule of Blended Expenditures  
Budget and Actual

Year ended June 30, 2019

School: Neptune High School

	Original Budget	Transfers	Final Budget	Expenditures	Variance
<b>Expenditures</b>					
Current:					
Instruction - regular programs:					
Salaries of Teachers:					
Grades 9-12	\$ 5,061,395	\$ (15,000)	\$ 5,046,395	\$ 5,006,687	\$ 39,708
Undistributed Instruction:					
Purchased Professional & Educational Services	148,540		148,540	99,396	49,144
Purchased Technical Services	34,591	38,969	73,560	73,559	1
Other Purchased Services	86,786	20,000	106,786	106,361	425
General Supplies	537,240	8,634	545,874	523,665	22,209
Textbooks	125,807	(41,337)	84,470	39,646	44,824
Other Objects	27,200	5,394	32,594	31,514	1,080
Total Regular Programs	6,021,559	16,660	6,038,219	5,880,828	157,391
Instruction - Special Education:					
Auditory Impairments:					
Salaries of Teachers	235,378		235,378	223,988	11,390
Other Salaries of Instruction	179,909	51,397	231,306	231,305	1
Purchased Professional & Educational Services	1,000		1,000	1,000	
Other Purchased Services	7,500		7,500	6,118	1,382
General Supplies	1,750		1,750	950	800
Total Auditory Impairments	425,537	51,397	476,934	463,361	13,573
Behavioral Disabilities:					
Salaries of Teachers	155,663	10,524	166,187	166,187	
Other Salaries of Instruction	47,057		47,057	46,606	451
Purchased Professional & Educational Services	800		800		800
General Supplies	1,000	1,735	2,735	2,734	1
Total Behavioral Disabilities	204,520	12,259	216,779	215,527	1,252
Multiple Disabilities:					
Salaries of Teachers	157,697	2,640	160,337	160,337	
Other Salaries of Instruction	73,613	26,949	100,562	100,562	
Purchased Professional & Educational Services		94,500	94,500	93,058	1,442
General Supplies	850	4,939	5,789	5,659	130
Total Multiple Disabilities	232,160	129,028	361,188	359,616	1,572
Resource Room/Resource Center:					
Salaries of Teachers	1,276,362	78,673	1,355,035	1,281,684	73,351
Other Salaries of Instruction	29,836	31,233	61,069	60,559	510
Purchased Professional & Educational Services		27,000	27,000	25,604	1,396
General Supplies	4,000		4,000	4,000	
Total Resource Room/Resource Center	1,310,198	136,906	1,447,104	1,371,847	75,257
Total Special Education	2,172,415	329,590	2,502,005	2,410,351	91,654
Bilingual Education:					
Salaries of Teachers	63,702	55,049	118,751	118,751	
Total Bilingual Education	63,702	55,049	118,751	118,751	
School Sponsored Co-curricular Activities:					
Salaries	183,000	(11,936)	171,064	171,064	
Purchased Services	17,000		17,000	12,798	4,202
Total School Sponsored Co-curricular Activities	200,000	(11,936)	188,064	183,862	4,202

Neptune Township School District  
Blended Resource Fund 15

Schedule of Blended Expenditures  
Budget and Actual

Year ended June 30, 2019

School: Neptune High School	Original Budget	Transfers	Final Budget	Expenditures	Variance
<b>School Sponsored Athletics:</b>					
Salaries	\$ 905,354	\$ (48,616)	\$ 856,738	\$ 846,911	\$ 9,827
Purchased Services (300-500 series)	249,700	(62,279)	187,421	138,608	48,813
Supplies and Materials	80,000		80,000	74,136	5,864
<b>Total School Sponsored Athletics</b>	<b>1,235,054</b>	<b>(110,895)</b>	<b>1,124,159</b>	<b>1,059,655</b>	<b>64,504</b>
<b>Total Instruction</b>	<b>9,692,730</b>	<b>278,468</b>	<b>9,971,198</b>	<b>9,653,447</b>	<b>317,751</b>
<b>Attendance and Social Work Services:</b>					
Salaries	75,450	4,906	80,356	80,355	1
Salaries of Drop Out Prevention Officer Coordinator	44,236	(47)	44,189	44,189	
Other Purchased Services	900	(500)	400		400
<b>Total Attendance and Social Work Services</b>	<b>120,586</b>	<b>4,359</b>	<b>124,945</b>	<b>124,544</b>	<b>401</b>
<b>Health Services:</b>					
Salaries	103,289	(7,015)	96,274	96,274	
Purchased Professional and Technical Services	1,000		1,000	412	588
Supplies and Materials	3,956		3,956	3,272	684
<b>Total Health Services</b>	<b>108,245</b>	<b>(7,015)</b>	<b>101,230</b>	<b>99,958</b>	<b>1,272</b>
<b>Guidance:</b>					
Salaries of Other Professional Staff	476,607	23,504	500,111	478,986	21,125
Salaries of Secretarial and Clerical Assistants	93,751	(3,916)	89,835	89,834	1
Purchased Professional - Educational Services	36,974	(15,375)	21,599	20,044	1,555
Other Purchased Services	30,000		30,000	29,500	500
Supplies and Materials	20,010		20,010	15,899	4,111
<b>Total Guidance</b>	<b>657,342</b>	<b>4,213</b>	<b>661,555</b>	<b>634,263</b>	<b>27,292</b>
<b>Improvement of Instruction Services:</b>					
Salaries of Other Professional Staff	148,244	26,384	174,628	142,666	31,962
Purchased Professional - Education Services	37,257		37,257	11,780	25,477
<b>Total Improvement of Instruction Services</b>	<b>185,501</b>	<b>26,384</b>	<b>211,885</b>	<b>154,446</b>	<b>57,439</b>
<b>Educational Media/Library Services:</b>					
Salaries	101,017	(1,427)	99,590	75,238	24,352
Supplies and Materials	17,500	(8,435)	9,065	8,277	788
<b>Total Educational Media/Library Services</b>	<b>118,517</b>	<b>(9,862)</b>	<b>108,655</b>	<b>83,515</b>	<b>25,140</b>
<b>Support Services - School Administration:</b>					
Salaries of Principals/Assistant Principals/Program Directors	437,914	115,961	553,875	553,875	
Salaries of Other Professional Staff	248,997	(39,386)	209,611	209,611	
Salaries of Secretarial and Clerical Assistants	278,863	(61,913)	216,950	216,949	1
Other Purchased Services (400-500 series)	25,125	2,000	27,125	21,106	6,019
Supplies and Materials	17,300	5,000	22,300	21,708	592
Other Objects	1,000		1,000	120	880
<b>Total Support Services - School Administration</b>	<b>1,009,199</b>	<b>21,662</b>	<b>1,030,861</b>	<b>1,023,369</b>	<b>7,492</b>
<b>Security:</b>					
Salaries	251,325		251,325	245,806	5,519
Purchased Professional and Technical Services	12,500		12,500	12,500	
General Supplies	5,100		5,100	3,531	1,569
<b>Total Security</b>	<b>268,925</b>	<b>-</b>	<b>268,925</b>	<b>261,837</b>	<b>7,088</b>

Neptune Township School District  
Blended Resource Fund 15

Schedule of Blended Expenditures  
Budget and Actual

Year ended June 30, 2019

School: Neptune High School	Original Budget	Transfers	Final Budget	Expenditures	Variance
Student Transportation Services:					
Contracted Services --Transportation (Other than Between Home and School) -- Vendors	\$ 197,800		\$ 197,800	\$ 149,226	\$ 48,574
Total Student Transportation Services	197,800		197,800	149,226	48,574
Unallocated Benefits:					
Social Security Contributions	169,155	\$ 12,046	181,201	181,201	
Health Benefits	3,072,000	(330,255)	2,741,745	2,591,745	150,000
Total Unallocated Benefits	3,241,155	(318,209)	2,922,946	2,772,946	150,000
Total Undistributed Expenditures	5,907,270	(278,468)	5,628,802	5,304,104	324,698
Total Expenditures - Current	15,600,000	-	15,600,000	14,957,551	642,449
Total Expenditures - School Based	15,600,000	-	15,600,000	14,957,551	642,449
Other Financing Sources:					
Transfers In	15,600,000		15,600,000	14,957,551	642,449
Total Other Financing Sources	15,600,000	-	15,600,000	14,957,551	642,449
Excess (Deficiency) of Other Financing Sources					
Over (Under) Expenditures and Other Financing (Uses)	-	-	-	-	-
Fund Balances, July 1	-	-	-	-	-
Fund Balances, June 30	\$ -	\$ -	\$ -	\$ -	\$ -

# Special Revenue Fund



Neptune Township School District  
Special Revenue Fund

Combining Schedule of Revenues and Expenditures –  
Budgetary Basis

Year ended June 30, 2019

	Nonpublic							
	Nursing	Text books	Security Aid	Technology Initiative	Auxiliary Services Chapter 192	Exam and Class	Speech	Supplemental Instruction
Revenues:								
State sources	\$ 11,919	\$ 6,578	\$ 3,960	\$ 4,365	\$ 50,536	\$ 11,296	\$ 15,228	\$ 15,336
Federal sources								
Total revenues	<u>\$ 11,919</u>	<u>\$ 6,578</u>	<u>\$ 3,960</u>	<u>\$ 4,365</u>	<u>\$ 50,536</u>	<u>\$ 11,296</u>	<u>\$ 15,228</u>	<u>\$ 15,336</u>
Expenditures:								
Current expenditures:								
Instruction:								
Salaries of teachers							\$ 15,228	\$ 15,336
Other salaries for instruction					\$ 50,536			
Other purchased services								
General supplies								
Textbooks		\$ 6,578						
Total instruction		<u>6,578</u>			<u>50,536</u>		<u>15,228</u>	<u>15,336</u>
Support services:								
Salaries of supervisors of instruction								
Salaries of program directors								
Salaries of other professional staff								
Salaries of secretarial and clerical assistants								
Salaries of master teachers								
Other salaries						\$ 11,296		
Personal services–employee benefits								
Other purchased professional - technical services								
Other purchased professional services								
Contr Serv - Trans (bet home & school)								
Other purchased services								
Supplies and materials								
Miscellaneous	\$ 11,919		\$ 3,960	\$ 4,365				
Total support services	<u>11,919</u>		<u>3,960</u>	<u>4,365</u>		<u>11,296</u>		
Facilities acquisition and construction services:								
Instructional equipment								
Total facilities acquisition and								
Total expenditures	<u>\$ 11,919</u>	<u>\$ 6,578</u>	<u>\$ 3,960</u>	<u>\$ 4,365</u>	<u>\$ 50,536</u>	<u>\$ 11,296</u>	<u>\$ 15,228</u>	<u>\$ 15,336</u>
Other Financing (Uses) Sources:								
Contribution to school based budgets								
General Fund Contribution to Preschool Education								
Total Other Financing (Uses) Sources								
Fund Balance, July 1, 2018	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Fund Balance, June 30, 2019	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

Neptune Township School District  
Special Revenue Fund

Combining Schedule of Revenues and Expenditures –  
Budgetary Basis

Year ended June 30, 2019

	Title II - A		I.D.E.A.		Title I
	Regular Program	Regular Program	Preschool Program	Regular Program	Regular Program
Revenues:					
State sources					
Federal sources	\$ 147,241	\$ 1,260,641	\$ 38,008	\$ 1,050,165	
Total revenues	\$ 147,241	\$ 1,260,641	\$ 38,008	\$ 1,050,165	
Expenditures:					
Current expenditures:					
Instruction:					
Salaries of teachers				\$ 36,282	
Other salaries for instruction					
Other purchased services			\$ 38,008		
General supplies					103,728
Textbooks					
Total instruction			38,008		140,010
Support services:					
Salaries of supervisors of instruction					4,868
Salaries of program directors					
Salaries of other professional staff					
Salaries of secretarial and clerical assistants					
Salaries of master teachers					
Other salaries					3,148
Personal services—employee benefits					36,149
Other purchased professional - technical services	\$ 19,190	\$ 272,441			
Other purchased professional services					
Contr Serv - Trans (bet home & school)					
Other purchased services	5,547				24,352
Supplies and materials	8,300				48,393
Miscellaneous					
Total support services	33,037	272,441			116,910
Facilities acquisition and construction services:					
Noninstructional equipment					
Total facilities acquisition and construction services					
Total expenditures	\$ 33,037	\$ 272,441	\$ 38,008	\$ 256,920	
Other Financing (Uses) Sources:					
Contribution to school based budgets	(114,204)	(988,200)		(793,245)	
General Fund Contribution to Preschool Education					
Total Other Financing (Uses) Sources	(114,204)	(988,200)		(793,245)	
Fund Balance, July 1, 2018	\$ -	\$ -	\$ -	\$ -	
Fund Balance, June 30, 2019	\$ -	\$ -	\$ -	\$ -	

Neptune Township School District  
Special Revenue Fund

Combining Schedule of Revenues and Expenditures  
Budgetary Basis

Year ended June 30, 2019

	Title I SIA Program	Title III Regular Program	Title III Immigrant Program	Title IV	Preschool Education Aid Regular Program	Totals
<b>Revenues:</b>						
State sources					\$ 5,471,103	\$ 5,590,321
Federal sources	\$ 489,737	\$ 24,079	\$ 7,284	\$ 33,900		3,051,055
Total revenues	\$ 489,737	\$ 24,079	\$ 7,284	\$ 33,900	\$ 5,471,103	\$ 8,641,376
<b>Expenditures:</b>						
Current expenditures:						
Instruction:						
Salaries of teachers	\$ 158,829				\$ 1,906,839	\$ 2,132,514
Other salaries for instruction					714,504	765,040
Other purchased services	3,000				146	41,154
General supplies	100,281	\$ 16,252	\$ 6,484	\$ 17,507	19,740	263,992
Textbooks						6,578
Total instruction	262,110	16,252	6,484	17,507	2,641,229	3,209,278
Support services:						
Salaries of supervisors of instruction	3,690				111,300	119,858
Salaries of program directors					137,227	137,227
Salaries of other professional staff					112,911	112,911
Salaries of secretarial and clerical assistants					45,077	45,077
Salaries of master teachers					164,837	164,837
Other salaries					5,451	16,747
Personal services-employee benefits	12,401				1,972,793	1,988,342
Other purchased professional - technical services	63,720			14,604		406,104
Other purchased professional services					900	900
Contr Serv - Trans (bet home & school)					300,000	300,000
Other purchased services	110,251	4,627		19	4,378	149,174
Supplies and materials	32,165	3,200	800	1,770		94,628
Miscellaneous						20,244
Total support services	222,227	7,827	800	16,393	2,854,874	3,556,049
Facilities acquisition and construction services:						
Noninstructional equipment	5,400					5,400
Total facilities acquisition and construction services	5,400					5,400
Total expenditures	\$ 489,737	\$ 24,079	\$ 7,284	\$ 33,900	\$ 5,496,103	\$ 6,770,727
Other Financing (Uses) Sources:						
Contribution to school based budgets						(1,895,649)
General Fund Contribution to Preschool Education					25,000	25,000
Total Other Financing (Uses) Sources					25,000	(1,870,649)
Fund Balance, July 1, 2018						
Fund Balance, June 30, 2019	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

Neptune Township School District  
Special Revenue Fund

Schedule of Preschool Education Aid Expenditures  
Budgetary Basis

Year ended June 30, 2019

	Original Budget	Budget Transfers	Final Budget	Actual	Variance
Expenditures:					
Current expenditures:					
Instruction:					
Salaries of teachers	\$ 1,859,837	\$ 47,002	\$ 1,906,839	\$ 1,906,839	
Other salaries for instruction	727,200	(12,696)	714,504	714,504	
Other purchased services		146	146	146	
General supplies	10,058	9,682	19,740	19,740	
	<u>2,597,095</u>	<u>44,134</u>	<u>2,641,229</u>	<u>2,641,229</u>	-
Support services:					
Salaries of supervisors of instruction	111,300		111,300	111,300	
Salaries of program directors	137,227		137,227	137,227	
Salaries of other professional staff	114,495	(1,584)	112,911	112,911	
Salaries of secretarial and clerical assistants	43,006	2,071	45,077	45,077	
Salaries of master teachers	161,688	3,149	164,837	164,837	
Other salaries		5,451	5,451	5,451	
Personal services—employee benefits	2,025,112	(52,319)	1,972,793	1,972,793	
Other purchased professional services		900	900	900	
Contr Serv - Trans (bet home & school)	300,000		300,000	300,000	
Other purchased services	3,720	658	4,378	4,378	
Other objects	2,460	(2,460)			
	<u>2,899,008</u>	<u>(44,134)</u>	<u>2,854,874</u>	<u>2,854,874</u>	-
Total expenditures	<u>\$ 5,496,103</u>	<u>\$ -</u>	<u>\$ 5,496,103</u>	<u>\$ 5,496,103</u>	<u>\$ -</u>

Calculation of Budget and Carryover

Total 2018-19 Preschool Education Aid allocation	\$ 5,297,200
Add: Actual carryover (June 30, 2018)	173,903
Add: Budgeted Transfer from General Fund	25,000
Total Preschool Education Aid funds available for 2018-19 Budget	<u>5,496,103</u>
Less: 2018-19 budgeted Preschool Education Aid (including prior year budgeted carryover)	<u>(5,496,103)</u>
Available and unbudgeted Preschool Education Aid funds as of June 30, 2019	-
Add: June 30, 2019 unexpended Preschool Education Aid	-
2018-2019 actual carryover - Preschool Education Aid	<u>\$ -</u>
2018-2019 Preschool Education Aid carryover budgeted in 2019-20	<u>\$ -</u>

Fiduciary Funds  
Detail Statements

Neptune Township School District  
Fiduciary Funds

Combining Statement of Fiduciary Net Position

June 30, 2019

	<u>Trust</u>	<u>Agency</u>		<u>Totals</u>
	<u>Unemployment Compensation</u>	<u>Student Activity</u>	<u>Payroll</u>	
<b>Assets</b>				
Cash and cash equivalents	\$ 1,148,389	\$ 106,404	\$ 517,881	\$ 624,285
Accounts receivable	25,663			
Total assets	<u>1,174,052</u>	<u>\$ 106,404</u>	<u>\$ 517,881</u>	<u>\$ 624,285</u>
<b>Liabilities</b>				
Payroll deductions and withholdings payable			\$ 452,407	\$ 452,407
Flexible spending payable			18,101	18,101
Accounts payable	12,267		47,373	47,373
Due to student groups		\$ 106,404		106,404
Total liabilities	<u>12,267</u>	<u>\$ 106,404</u>	<u>\$ 517,881</u>	<u>\$ 624,285</u>
Net position-held in trust for unemployment benefits	<u>\$ 1,161,785</u>			

Neptune Township School District  
Student Activity Agency Fund

Schedule of Cash Receipts and Cash Disbursements

Year ended June 30, 2019

	<u>Balance July 1, 2018</u>	<u>Cash Receipts</u>	<u>Cash Disbursements</u>	<u>Balance June 30, 2019</u>
<b>Middle school accounts</b>				
Neptune Middle School	\$ 20,333	\$ 107,191	\$ 106,557	\$ 20,967
<b>High school accounts</b>				
Neptune High School	108,912	171,789	197,551	83,150
Athletic Fund	20,267	54,041	72,021	2,287
	<u>129,179</u>	<u>225,830</u>	<u>269,572</u>	<u>85,437</u>
<b>Total all schools</b>	<u>\$ 149,512</u>	<u>\$ 333,021</u>	<u>\$ 376,129</u>	<u>\$ 106,404</u>

Neptune Township School District  
Payroll Agency Fund

Schedule of Cash Receipts and Cash Disbursements

Year ended June 30, 2019

	<b>Balance July 1, 2018</b>	<b>Cash Receipts</b>	<b>Cash Disbursements</b>	<b>Balance June 30, 2019</b>
<b>Assets</b>				
Cash and cash equivalents	\$ 532,032	\$ 59,615,248	\$ 59,629,399	\$ 517,881
Total assets	<u>\$ 532,032</u>	<u>\$ 59,615,248</u>	<u>\$ 59,629,399</u>	<u>\$ 517,881</u>
<b>Liabilities</b>				
Payroll deductions and withholdings payable	\$ 456,051	\$ 59,503,654	\$ 59,507,298	\$ 452,407
Flexible spending payable	13,010	85,931	80,840	18,101
Accounts payable	62,971	25,663	41,261	47,373
Total liabilities	<u>\$ 532,032</u>	<u>\$ 59,615,248</u>	<u>\$ 59,629,399</u>	<u>\$ 517,881</u>



## Statistical Section

**Statistical Section  
Unaudited**

**Contents**

**Financial Trends**

These schedules contain trend information to help the reader understand how the district's financial performance and well being have changed over time.

**Revenue Capacity**

These schedules contain information to help the reader assess the district's most significant local revenue source, the property tax.

**Debt Capacity**

These schedules present information to help the reader assess the affordability of the district's current levels of outstanding debt and the district's ability to issue additional debt in the future.

**Demographic and Economic Information**

These schedules offer demographic and economic indicators to help the reader understand the environment within which the district's financial activities take place.

**Operating Information**

These schedules contain service and infrastructure data to help the reader understand how the information in the district's financial report relates to the services the district provides and the activities it performs.

*Sources: Unless otherwise noted, the information in these schedules is derived from the Comprehensive Annual Financial Report (CAFR) for the relevant year.*

Neptune Township School District  
 Net Position by Component  
 Last Ten Fiscal Years  
*(accrual basis of accounting)*  
 Unaudited

	June 30,									
	2010	2011	2012	2013	2014	2015	2016	2017	2018	2019
<b>Governmental activities</b>										
Investment in capital assets	\$ 250,385,213	\$ 246,690,255	\$ 246,697,421	\$ 246,620,314	\$ 244,561,949	\$ 243,130,740	\$ 238,639,534	\$ 240,474,059	\$ 236,264,522	\$ 232,900,930
Restricted	3,341,527	6,437,867	6,036,648	5,230,939	8,872,036	15,145,020	14,754,667	9,293,018	11,112,815	12,090,704
Unrestricted (deficit)	(1,668,099)	(1,884,320)	(1,470,762)	(744,968)	(788,319)	(21,685,461)	(19,058,019)	(20,435,858)	(22,275,186)	(25,376,228)
<b>Total governmental activities net position</b>	<b>\$ 252,058,641</b>	<b>\$ 251,243,802</b>	<b>\$ 251,263,307</b>	<b>\$ 251,106,285</b>	<b>\$ 252,645,666</b>	<b>\$ 236,590,299</b>	<b>\$ 234,336,182</b>	<b>\$ 229,331,219</b>	<b>\$ 223,102,151</b>	<b>\$ 219,615,406</b>
<b>Business-type activities</b>										
Investment in capital assets	\$ 117,021	\$ 106,847	\$ 100,336	\$ 77,050	\$ 55,871	\$ 135,157	\$ 266,897	\$ 734,246	\$ 827,306	\$ 782,016
Unrestricted	650,930	889,478	1,150,766	1,039,799	1,210,181	1,221,817	1,406,837	1,115,054	1,042,408	1,129,834
<b>Total business-type activities net position</b>	<b>\$ 767,951</b>	<b>\$ 996,325</b>	<b>\$ 1,251,102</b>	<b>\$ 1,116,849</b>	<b>\$ 1,266,052</b>	<b>\$ 1,356,974</b>	<b>\$ 1,673,734</b>	<b>\$ 1,849,300</b>	<b>\$ 1,869,714</b>	<b>\$ 1,911,850</b>
<b>Government-wide</b>										
Investment in capital assets	\$ 250,502,234	\$ 246,797,102	\$ 246,797,757	\$ 246,697,364	\$ 244,617,820	\$ 243,265,897	\$ 238,906,431	\$ 241,208,305	\$ 237,091,828	\$ 233,682,946
Restricted	3,341,527	6,437,867	6,036,648	5,230,939	8,872,036	15,145,020	14,754,667	9,293,018	11,112,815	12,090,704
Unrestricted (deficit)	(1,017,169)	(994,842)	(319,996)	294,831	421,862	(20,463,644)	(17,651,182)	(19,320,804)	(21,232,778)	(24,246,394)
<b>Total government-wide net position</b>	<b>\$ 252,826,592</b>	<b>\$ 252,240,127</b>	<b>\$ 252,514,409</b>	<b>\$ 252,223,134</b>	<b>\$ 253,911,718</b>	<b>\$ 237,947,273</b>	<b>\$ 236,009,916</b>	<b>\$ 231,180,519</b>	<b>\$ 226,971,865</b>	<b>\$ 221,527,256</b>

Source: CAFR Schedule A-1 and District records.

GASB 63 was implemented in the 2013 fiscal year, which required the reclassification of balances previously reported as net assets to net position.

GASB 68 was implemented during the 2015 fiscal year, which required the restatement of beginning net position in the amount of \$17,756,215. This amount is not reflected in the June 30, 2014 Net Position, above.

Neptune Township School District  
Changes in Net Position, Last Ten Fiscal Years  
(accrual basis of accounting)  
Unaudited

	Year ended June 30,									
	2010	2011	2012	2013	2014	2015	2016	2017	2018	2019
<b>Expenses</b>										
<b>Governmental activities</b>										
Instruction	\$ 49,086,517	\$ 47,980,683	\$ 49,659,574	\$ 51,432,258	\$ 50,543,012	\$ 56,819,973	\$ 61,558,098	\$ 68,016,717	\$ 69,463,599	\$ 65,902,632
Support Services:										
Attendance and social work	860,446	573,664	593,874	455,715	384,145	493,566	537,656	629,712	649,173	623,995
Health services	879,442	818,143	959,041	1,019,352	1,022,406	1,096,410	1,168,649	1,397,622	1,494,220	1,381,412
Other support services	8,878,331	8,742,643	9,703,100	9,312,585	8,789,298	10,070,595	10,770,176	10,477,878	11,112,965	10,636,166
Improvement of instruction	856,175	754,990	745,595	888,067	947,507	1,124,571	1,234,053	1,506,670	1,451,875	1,872,060
Other support instructional staff	1,896,216	1,732,379	1,696,484	1,704,395	1,481,037	1,626,305	1,787,309	1,871,351	1,812,837	1,639,870
General administration	2,288,414	2,321,299	2,161,427	1,914,283	1,843,255	2,041,007	2,498,249	2,342,088	2,133,802	1,887,849
School administration	3,963,288	3,681,649	4,017,927	4,469,822	4,331,300	5,037,316	5,431,073	6,453,303	6,590,063	5,607,425
Required maintenance of plant	4,954,414	4,713,431	7,120,516	4,122,997	4,490,042	3,846,369	5,516,361	4,660,454	4,012,216	4,125,545
Operation of plant	8,502,313	8,002,675	7,187,294	7,394,582	7,666,845	8,189,819	8,400,432	9,111,451	9,547,554	8,926,799
Security			461,211	454,225	522,732	765,779	881,204	1,088,176	1,131,291	1,019,901
Student transportation	3,677,636	3,313,121	2,643,718	2,792,366	2,811,022	2,967,966	2,976,104	3,253,470	3,211,524	3,559,676
Business and other support services and benefits	1,697,916	1,516,929	1,727,678	1,792,316	2,169,430	2,047,053	2,165,971	2,458,913	2,503,726	2,349,850
Charter Schools	384,188	459,982	696,069	535,083	608,907	626,222	532,144	520,780	1,382,965	1,898,648
Interest on long-term debt	290,377	267,736	237,837	143,704	600					
Total governmental activities expenses	88,215,673	84,879,324	89,611,345	88,431,750	87,611,538	96,752,951	103,457,479	113,768,385	116,477,810	111,431,828
Business-type activities										
Food service	1,942,047	1,849,157	1,997,565	2,140,193	2,080,336	2,205,465	2,076,449	2,223,356	2,247,277	2,305,894
Aquatic center	42,190	143,100	327,778	331,730	269,941	314,312	241,753	242,624	281,735	269,112
Total business-type activities expense	1,984,237	1,992,257	2,325,343	2,471,923	2,350,277	2,519,777	2,318,202	2,465,980	2,529,012	2,575,006
Total district expenses	\$ 90,199,910	\$ 86,871,581	\$ 91,986,688	\$ 90,903,673	\$ 89,961,815	\$ 99,272,728	\$ 105,775,681	\$ 116,234,365	\$ 119,006,822	\$ 114,008,834
<b>Program Revenues</b>										
<b>Governmental activities</b>										
Charges for services:										
Instruction (tuition)	\$ 3,025,839	\$ 3,748,115	\$ 5,104,323	\$ 4,792,109	\$ 5,822,990	\$ 6,533,294	\$ 5,520,923	\$ 5,741,618	\$ 5,300,608	\$ 5,962,115
Student transportation	441,037	311,736	338,185	334,182	512,531	640,065	566,422	577,800	557,288	624,173
Operating grants and contributions	7,921,340	7,820,320	9,334,560	8,506,678	7,994,917	8,179,337	8,606,563	7,900,664	7,837,918	8,627,258
Capital grants and contributions	8,531,828	151,054	580,077	127						
Total governmental activities program revenues	19,920,044	12,031,225	15,357,145	13,633,096	14,330,438	15,352,696	14,693,908	14,220,082	13,695,814	15,213,546

Neptune Township School District  
Changes in Net Position, Last Ten Fiscal Years  
(accrual basis of accounting)  
Unaudited

	Year ended June 30,									
	2010	2011	2012	2013	2014	2015	2016	2017	2018	2019
<b>Business-type activities</b>										
Charges for services										
Food service										
Aquatic center										
Operating grants and contributions										
Total business type activities program revenues	\$ 754,688	\$ 596,762	\$ 577,907	\$ 551,906	\$ 595,778	\$ 629,380	\$ 595,414	\$ 647,091	\$ 700,209	\$ 719,219
Total district program revenues	18,931	241,231	253,049	238,420	311,144	339,552	325,980	337,573	305,700	330,693
	1,349,774	1,379,601	1,493,576	1,546,914	1,592,217	1,641,382	1,662,103	1,653,545	1,535,534	1,553,414
	2,133,393	2,217,594	2,324,532	2,337,240	2,499,139	2,610,314	2,583,497	2,638,209	2,541,443	2,603,376
	\$ 22,043,437	\$ 14,248,819	\$ 17,681,677	\$ 15,970,536	\$ 16,829,577	\$ 17,965,010	\$ 17,277,403	\$ 16,858,291	\$ 16,237,257	\$ 17,816,877
<b>Net (Expense)/Revenue</b>										
Governmental activities	\$ (68,295,629)	\$ (72,848,099)	\$ (74,254,200)	\$ (74,798,654)	\$ (73,281,100)	\$ (81,400,255)	\$ (88,763,571)	\$ (99,548,503)	\$ (102,781,996)	\$ (96,218,282)
Business-type activities	139,156	225,337	(611)	(134,683)	148,862	90,537	265,295	172,229	12,431	28,320
Total district-wide net (expense)/revenue	\$ (68,156,473)	\$ (72,622,762)	\$ (74,254,811)	\$ (74,933,337)	\$ (73,132,238)	\$ (81,309,718)	\$ (88,498,276)	\$ (99,376,274)	\$ (102,769,565)	\$ (96,189,962)
<b>General Revenues and Other Changes in Net Position</b>										
Governmental activities										
Property taxes levied for general purposes	\$ 32,651,152	\$ 33,957,198	\$ 33,957,198	\$ 33,957,198	\$ 34,636,342	\$ 35,329,068	\$ 36,035,649	\$ 36,756,362	\$ 37,491,489	\$ 38,241,319
Property taxes levied for debt service	294,400	608,133	596,900	574,252						
Unrestricted grants and contributions	38,761,487	36,251,321	39,017,032	39,338,301	39,766,755	46,846,336	49,883,714	56,052,469	59,309,626	52,164,912
Investment earnings	31,154	13,227	1,196	2,286	2,043	2,315	9,064	21,156	52,240	121,563
Miscellaneous income	792,115	1,203,381	701,379	769,595	415,541	923,384	581,027	714,009	1,699,573	203,743
Special item - prior year accrual cancelled								999,544		
Total governmental activities	72,530,308	72,033,266	74,273,705	74,641,632	74,820,481	83,101,103	86,509,454	94,543,540	98,552,928	90,731,537
Business-type activities										
Other	430,968	3,037	255,388	430	341	385	51,465	3,337	7,983	13,816
Total business-type activities	430,968	3,037	255,388	430	341	385	51,465	3,337	7,983	13,816
Total district-wide	\$ 72,961,276	\$ 72,036,297	\$ 74,529,093	\$ 74,642,062	\$ 74,820,822	\$ 83,101,488	\$ 86,560,919	\$ 94,546,877	\$ 98,560,911	\$ 90,745,353
<b>Change in Net Position</b>										
Governmental activities	\$ 4,234,679	\$ (814,839)	\$ 19,505	\$ (157,022)	\$ 1,539,381	\$ 1,700,848	\$ (2,254,117)	\$ (5,004,963)	\$ (4,229,068)	\$ (5,486,745)
Business-type activities	570,124	228,374	254,777	(134,233)	149,203	90,922	316,760	175,566	20,414	42,136
Total district	\$ 4,804,803	\$ (586,465)	\$ 274,282	\$ (291,275)	\$ 1,688,584	\$ 1,791,770	\$ (1,937,357)	\$ (4,829,397)	\$ (4,208,654)	\$ (5,444,609)

Source: CAFR Schedule A-2 and District records.

Note: The significant fluctuation from year to year in the capital grants and contributions is based upon the renovations of various schools handled by the NISDA.

Note 2: The District paid off the remainder of its outstanding debt during the 2014 fiscal year.

GASB 63 was implemented in the 2013 fiscal year, which required the reclassification of balances previously reported as net assets to net position.

GASB 75 was implemented in the 2018 fiscal year, which increased the unrestricted grants and contributions and various expense lines from the previous year.

Neptune Township School District  
 Fund Balances - Governmental Funds  
 Last Ten Fiscal Years  
 (modified accrual basis of accounting)  
 Unaudited

	2010	2011	2012	2013	2014	2015	2016	2017	2018	2019
General Fund										
Reserved	\$ 5,768,475									
Unreserved (deficit)	(1,679,851)	\$ 6,437,867	\$ 7,784,498	\$ 5,230,939	\$ 8,872,036	\$ 15,145,020	\$ 14,754,667	\$ 9,293,018	\$ 11,112,815	\$ 12,090,704
Restricted		563,189	(853,153)	1,530,301	1,446,475	(1,355,431)	2,246,231	3,236,814	1,982,535	
Assigned to										(251,408)
Unassigned (deficit) fund balance		\$ 7,001,056	\$ 6,931,345	\$ 6,761,240	\$ 10,318,511	\$ 13,789,589	\$ 17,000,898	\$ 12,529,832	\$ 13,095,350	\$ 11,839,296
Total general fund	\$ 4,088,624	\$ 7,001,056	\$ 6,931,345	\$ 6,761,240	\$ 10,318,511	\$ 13,789,589	\$ 17,000,898	\$ 12,529,832	\$ 13,095,350	\$ 11,839,296
All Other Governmental Funds										
Reserved	\$ 158									
Unassigned-special revenue fund (deficit)		\$ (598,554)	\$ (626,485)	\$ (572,778)	\$ (591,845)	\$ (595,111)	\$ (612,217)	\$ (534,576)	\$ (515,602)	\$ (529,720)
Unreserved, reported in:										
Special revenue fund (deficit)	(591,683)									
Total all other governmental funds	\$ (591,525)	\$ (598,554)	\$ (626,485)	\$ (572,778)	\$ (591,845)	\$ (595,111)	\$ (612,217)	\$ (534,576)	\$ (515,602)	\$ (529,720)

Source: CAFR Schedule B-1 and District records.

Note 1: GASB 54 was implemented in the 2011 fiscal year, which required the presentation of governmental fund balances to be reported in different classifications from those presented in prior years. Prior years have not been restated and are not required to be.

Note 2: The deficits in the general fund and special revenue fund are the result of the last state aid payments from the State being deferred until after the end of the fiscal year. See notes to the basic financial statements for additional information.

Neptune Township School District  
 Changes in Fund Balances, Governmental Funds  
 Last Ten Fiscal Years  
 Unaudited

	Year ended June 30,									
	2010	2011	2012	2013	2014	2015	2016	2017	2018	2019
<b>Revenues</b>										
Tax levy	\$ 32,945,552	\$ 34,565,331	\$ 34,554,098	\$ 34,531,450	\$ 34,636,342	\$ 35,329,088	\$ 36,035,649	\$ 36,756,362	\$ 37,491,489	\$ 38,241,319
Tuition charges	3,025,839	3,748,115	5,104,323	4,792,109	5,822,990	6,533,294	5,320,923	5,741,618	5,300,608	5,962,115
Transportation fees	441,037	311,736	338,185	334,182	512,531	640,065	566,422	577,800	557,288	624,173
Interest earnings	31,154	13,227	1,196	2,286	2,043	9,064	9,064	21,156	52,240	121,563
Miscellaneous	792,115	1,203,381	701,379	683,104	415,341	923,384	581,027	714,009	1,097,737	415,053
State sources	47,026,348	40,793,432	44,768,850	45,159,401	45,550,014	45,504,438	46,711,950	47,069,403	47,683,591	48,441,112
Federal sources	8,188,307	3,429,263	4,162,819	2,685,705	2,211,658	2,431,136	2,815,088	2,558,523	2,564,665	3,213,543
Total revenue	92,450,352	84,064,485	89,630,830	88,188,237	89,150,919	91,363,700	92,240,123	93,438,871	94,747,618	97,018,978
<b>Expenditures</b>										
Instruction										
Regular and Special Education Instruction	35,563,498	34,150,760	35,106,067	35,299,548	35,409,155	36,293,143	38,474,929	38,485,658	38,264,216	40,005,564
Support Services:										
Attendance and social work	574,892	372,281	390,137	308,837	249,674	279,571	292,453	296,577	299,155	321,606
Health services	608,502	553,923	674,046	672,915	689,880	650,333	665,854	674,765	702,770	732,422
Other support services	6,974,725	6,768,042	7,560,746	7,054,925	6,687,031	7,117,676	7,494,551	7,063,019	7,354,001	7,567,716
Improvement of instruction	620,538	521,288	545,713	632,599	719,314	803,641	874,028	812,163	732,070	1,016,290
School library	1,092,814	1,139,672	1,116,033	1,075,343	956,821	945,071	992,076	907,170	853,439	867,396
Instructional staff training	17,059	3,300	1,710,602	1,409,429	1,388,744	1,414,399	1,650,624	1,517,394	1,304,437	1,253,883
General administration	1,518,592	1,854,370	2,621,072	2,790,090	2,794,312	2,886,452	2,992,232	3,090,738	3,086,644	2,957,145
School administration	2,672,635	2,410,661	2,621,072	2,790,090	2,794,312	2,886,452	2,992,232	3,090,738	3,086,644	2,957,145
Central services	850,743	787,786	805,899	814,631	840,494	845,575	839,666	828,450	779,804	823,326
Information technology	257,677	222,732	365,222	341,949	682,111	371,008	392,956	393,190	440,010	421,842
Required maintenance of plant	4,485,980	5,681,587	5,874,318	3,199,273	3,498,453	3,102,554	2,938,903	2,784,632	2,959,383	2,958,445
Operation of plant	6,892,061	6,392,637	5,999,691	6,057,966	6,545,991	6,512,922	6,579,764	6,601,201	6,599,984	6,638,312
Student transportation	3,330,917	2,972,337	2,361,935	2,467,605	2,487,772	2,604,317	2,604,089	2,835,922	2,780,152	3,127,612
Business and other support services and benefits	12,459,632	11,492,920	11,866,966	12,327,507	11,259,837	11,419,999	11,601,462	14,381,272	14,033,250	13,073,919
On-behalf payments	3,945,565	4,122,345	4,834,047	6,142,553	5,608,253	6,319,011	7,413,175	8,237,108	9,494,767	10,440,410
Charter schools	384,188	459,982	696,069	535,083	608,907	626,222	532,146	520,780	1,382,965	1,898,648
Capital outlay	10,437,175	478,634	5,235,661	3,617,698	5,067,341	5,703,994	2,707,012	9,401,801	3,125,079	4,204,514
Debt service:										
Principal	485,000	503,000	1,716,140	3,470,000	145,000	145,000	145,000	145,000	145,000	145,000
Interest and other charges	292,140	270,605	248,128	153,375	3,625	3,625	3,625	3,625	3,625	3,625
Total expenditures	93,467,333	81,159,082	89,728,492	88,391,126	85,612,715	87,895,888	89,045,920	98,831,840	94,163,126	98,289,150
Excess (Deficiency) of revenues over (under) expenditures	(1,016,981)	2,905,403	(97,642)	(202,889)	3,538,204	3,467,812	3,194,203	(5,392,969)	584,492	(1,270,172)
<b>Other Financing sources (uses)</b>										
Transfers in	1,842,515	1,509,929	2,772,393	4,432,270	2,182,521	1,535,199	1,583,727	1,675,869	1,735,587	1,920,649
Transfers out	(1,842,515)	(1,509,929)	(2,772,393)	(4,432,270)	(2,182,521)	(1,535,199)	(1,583,727)	(1,675,869)	(1,735,587)	(1,920,649)
Proceeds from insurance	-	-	-	86,491	-	-	-	998,544	-	-
Special item - prior year accrual cancelled	-	-	-	-	-	-	-	999,544	-	-
Total other financing sources (uses)	-	-	-	86,491	-	-	-	998,544	-	-
Net change in fund balances	\$ (1,016,981)	\$ 2,905,403	\$ (97,642)	\$ (116,398)	\$ 3,538,204	\$ 3,467,812	\$ 3,194,203	\$ (4,393,425)	\$ 584,492	\$ (1,270,172)
Debt service as a percentage of noncapital expenditures	0.9%	1.0%	2.3%	4.3%	0.2%	0.0%	0.0%	0.0%	0.0%	0.0%

Source: CAFR Schedule B-2.

Neptune Township School District  
 General Fund - Other Local Revenue By Source  
 Last Ten Fiscal Years  
 Unaudited

Fiscal Year Ended June 30,	Refund of Prior Year Expenditures	Void Checks of prior year	Utility Rebates	Facility Rentals	Misc.	Total
2010	\$ 58,322		\$ 30,178	\$ 500,102	\$ 172,359	\$ 760,961
2011	520,591		36,850	389,271	47,599	994,311
2012	151,239		22,278	390,274	137,588	701,379
2013	168,240	\$ 6,089	11,733	387,310	109,732	683,104
2014	40,855		121,926	231,814	20,459	415,054
2015	436,640	1,153	102,522	373,651	9,417	923,384
2016	2,273	502	109,105	400,466	68,681	581,027
2017	116,812	1,716	80,126	437,469	77,886	714,009
2018	40,027	3,471	414,626	366,536	273,077	1,097,737
2019	1,105	762	40,179	301,436	71,571	415,053

Source: District records.



Neptune Township School District  
Assessed Value and Actual Value of Taxable Property  
Last Ten Fiscal Years  
Unaudited

Fiscal Year Ended June 30,	Vacant Land	Residential	Farm Reg.	Qfarm	Commercial	Industrial	Apartment	Total Assessed Value	Public Utilities <sup>a</sup>	Net Valuation Taxable	Total Direct School Tax Rate <sup>b</sup>	Estimated Actual (County Equalized Value)
2010	\$ 36,214,500	\$ 2,323,286,400	\$ 601,000	\$ 16,100	\$ 387,008,100	\$ 66,471,800	\$ 89,185,500	\$ 2,902,783,400	\$ 5,437,906	\$ 2,908,221,306	1.188	\$ 3,789,039,812
2011	35,964,600	2,321,826,600	601,000	16,100	384,342,700	64,489,400	90,747,800	2,897,988,200	5,364,247	2,903,352,447	1.190	3,650,778,786
2012	39,161,300	2,319,104,800	601,000	16,100	391,333,700	63,807,800	90,771,800	2,904,816,500	5,640,333	2,910,456,833	1.186	3,666,486,310
2013	36,583,800	2,316,591,000	601,000	16,100	393,364,400	62,881,200	89,853,900	2,899,991,400	5,640,333	2,905,631,733	1.193	3,585,548,220
2014	36,376,700	2,229,414,000	601,000	16,100	398,406,880	62,881,200	88,611,400	2,807,307,280	-	2,807,307,280	1.259	3,400,323,740
2015	41,063,350	2,749,469,140	612,800	16,800	534,199,000	68,542,400	121,581,800	3,508,485,290	-	3,508,485,290	1.027	3,508,485,290
2016	43,698,200	2,787,426,410	619,500	16,800	508,736,700	67,108,300	129,652,100	3,537,256,010	-	3,537,256,010	1.039	3,537,256,010
2017	52,887,300	2,827,296,800	274,800	9,800	513,065,000	64,298,800	157,863,300	3,615,695,800	-	3,615,695,800	1.037	3,615,695,800
2018	54,355,300	3,064,590,900	286,800	9,800	560,720,800	68,656,000	157,773,100	3,906,392,700	-	3,906,392,700	0.979	3,906,392,700
2019	51,270,300	3,172,574,200	288,000	9,800	568,793,400	68,648,500	174,719,800	4,037,304,000	-	4,037,304,000	0.979	4,037,304,000

Note:

Real property is required to be assessed at some percentage of true value (fair or market value) as established by each county board of taxation. Reassessments occur when ordered by the county board of taxation. A pilot program was introduced in Monmouth County in 2013 to conduct property inspections / assessments (20% of the inventory per year), resulting in closer to market valuations and the likelihood of fewer tax appeals overall.

a Taxable Value of Machinery, Implements and Equipment of Telephone, Telegraph and Messenger System Companies - No longer subject to property tax; phased out through gross receipts tax or, as in the case of Verizon, statutory relief as dialtone service declined.

b Tax rates are per \$100

Source: District records, Municipal Tax Assessor and Collector, Abstract of Rates, County Board of Taxation.

Neptune Township School District  
Direct and Overlapping Property Tax Rates  
Last Ten Fiscal Years  
Unaudited

(Rate per \$100 of assessed value)

Fiscal Year Ended	Neptune Township School District			Overlapping Rates			Total Direct and Overlapping Tax Rate
	Basic Rate	General Obligation Debt Service	Total Direct	Neptune Township	Neptune Fire Districts	Monmouth County	
2010	\$ 1.168	\$ 0.020	\$ 1.188	\$ 0.786	\$ 0.129	\$ 0.353	\$ 2.456
2011	1.170	0.020	1.190	0.777	0.130	0.356	2.497
2012	1.166	0.020	1.186	0.808	0.130	0.355	2.521
2013	1.193	-	1.193	0.837	0.132	0.363	2.566
2014	1.259	-	1.259	0.908	0.139	0.361	2.709
2015	1.027	-	1.027	0.762	0.113	0.292	2.227
2016	1.039	-	1.039	0.785	0.112	0.294	2.265
2017	1.037	-	1.037	0.788	0.097	0.290	2.247
2018	0.979	-	0.979	0.759	0.104	0.294	2.170
2019	0.979	-	0.979	0.749	0.101	0.282	2.145

(Percentage of total tax rate)

Fiscal Year Ended	Neptune Township School District			Overlapping Rates			Percentage Total Direct and Overlapping Tax Rate
	Basic Rate	General Obligation Debt Service	Total Direct	Neptune Township	Neptune Fire Districts	Monmouth County	
2010	\$ 47.56	0.81	48.37	32.01	5.25	14.37	100.00
2011	46.86	0.80	47.66	31.11	5.21	14.26	100.00
2012	46.25	0.79	47.04	32.05	5.16	14.08	100.00
2013	46.49	-	46.49	32.62	5.14	14.15	100.00
2014	46.47	-	46.47	33.52	5.13	13.33	100.00
2015	46.12	-	46.12	34.22	5.07	13.11	100.00
2016	45.87	-	45.87	34.66	4.94	12.98	100.00
2017	46.15	-	46.15	35.07	4.32	12.90	100.00
2018	45.11	-	45.11	34.98	4.79	13.55	100.00
2019	45.64	-	45.64	34.92	4.71	13.14	100.00

Source: District records and Municipal Tax Assessor.

Neptune Township School District  
Principal Property Tax Payers  
Current Year and Nine Years Ago  
Unaudited

Taxpayer	2019			2010		
	Taxable Assessed Value	Rank [Optional]	% of Total District Net Assessed Value	Taxable Assessed Value	Rank [Optional]	% of Total District Net Assessed Value
Neptune Partners, LLC % BNE Real Estate	\$ 40,425,200	1	1.00%			
Neptune Plaza Shopping Center, LLC	34,135,600	2	0.85%	\$ 27,692,100	1	0.95%
Jumping Brook Real % Mack-Cali Corp	26,175,600	3	0.65%	20,596,200	2	0.71%
JB Neptune Holdings	24,805,100	4	0.61%			
Walmart Real Estate Prop Tax Dep	23,741,700	5	0.59%	13,709,400	4	0.47%
Woodlands Neptune, LLC	22,947,100	6	0.57%	16,800,000	3	0.58%
Ocean Grove Camp Meeting Assoc.	19,503,200	7	0.48%			
HD Development of Maryland	16,037,300	8	0.40%	13,391,600	5	0.46%
Ocean Grove NJ, LLC	15,155,000	9	0.38%			
OFW, LLC	12,504,000	10	0.31%			
West Grove Square Assoc., LLC				9,728,300	9	0.33%
Neptune Park for Industry				9,804,600	8	0.34%
Gannett Partners				10,200,000	7	0.35%
East Coast Jumping Brook				10,200,000	6	0.35%
Jumping Brook Country Club				9,425,200	10	0.32%
Total	\$ 235,429,800		5.84%	\$ 141,547,400		4.86%

Source: District Records & Municipal Tax Assessor.

Neptune Township School District  
Property Tax Levies and Collections  
Last Ten Fiscal Years  
Unaudited

Fiscal Year Ended June 30,	School Taxes	Municipal Taxes	Municipal Taxes Collected within the		Collections in Subsequent Years
	Levied and Collected for the Fiscal Year	Levied for the Fiscal Year	Fiscal Year of the Levy	Percentage of Levy	
2010	\$ 32,945,552	\$ 68,683,743	\$	67,406,492	1.86%
2011	34,565,331	68,696,683		67,405,185	1.88%
2012	34,554,098	69,576,960		68,254,998	1.90%
2013	34,531,450	70,652,979		69,739,042	1.29%
2014	34,636,342	72,147,797		71,202,661	1.31%
2015	35,329,068	74,151,121		73,150,000	1.35%
2016	36,035,649	76,157,122		75,100,000	1.39%
2017	36,756,362	80,311,054		79,172,112	1.42%
2018	37,491,489	84,814,777		83,636,706	1.39%
2019	38,241,319	86,220,434 *		85,013,348	1.40% *

Note: School taxes are collected by the Municipal Tax Collector. Under New Jersey State Statute, a municipality is required to remit to the school district the entire balance prior to the end of the school year. The above school tax levies were collected in full as per statutory requirements.  
\* Municipal collections run through the end of the calendar year thus collection amounts and rates are estimated.

Source: District records and Municipal Tax Collector.

Neptune Township School District  
 Ratios of Outstanding Debt by Type  
 Last Ten Fiscal Years  
 Unaudited

Fiscal Year Ended June 30,	Governmental Activities				Total District	Percentage of Personal Income <sup>a</sup>	Per Capita <sup>a</sup>
	General Obligation Bonds	Certificates of Participation					
2010	\$ 584,000	\$ 5,255,000	\$ 5,839,000	\$ 30,636	0.52%	\$ 30,636	
2011	436,000	4,900,000	5,336,000	30,404	0.57%	30,404	
2012	290,000	3,325,000	3,615,000	30,279	0.84%	30,279	
2013	145,000	-	145,000	31,830	21.95%	31,830	
2014	-	-	-	-	0.00%	-	
2015	-	-	-	-	0.00%	-	
2016	-	-	-	-	0.00%	-	
2017	-	-	-	-	0.00%	-	
2018	-	-	-	-	0.00%	-	
2019	-	-	-	-	0.00%	-	

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

a See J-14 for personal income and population data. These ratios are calculated using personal income and population for the prior calendar year.

Source: District CAFR Schedule I-1.

Neptune Township School District  
 Ratios of Net General Bonded Debt Outstanding  
 Last Ten Fiscal Years  
 Unaudited

Fiscal Year Ended June 30,	General Bonded Debt Outstanding				Percentage of Actual Taxable Value <sup>a</sup> of Property	Per Capita <sup>b</sup>
	General Obligation Bonds and Certificates of Participation	Deductions	Net General Bonded Debt Outstanding			
2010	\$ 5,839,000		\$ 5,839,000		0.20%	30,636
2011	5,336,000		5,336,000		0.18%	30,404
2012	3,615,000		3,615,000		0.12%	30,279
2013	145,000		145,000		0.00%	31,830
2014	-		-		0.00%	31,830
2015	-		-		0.00%	31,830
2016	-		-		0.00%	31,897
2017	-		-		0.00%	32,737
2018	-		-		0.00%	33,679
2019	-		-		0.00%	35,884

Note:

a See J-6 for property tax data.

b Population data can be found in J-14.

Neptune Township School District  
 Ratios of Overlapping Governmental Activities Debt  
 As of June 30, 2019  
 Unaudited

	<u>Debt Outstanding</u>	<u>Estimated Percentage Applicable</u>	<u>Estimated Share of Overlapping Debt</u>
Debt repaid with property taxes Neptune Township	\$ 28,084,954	100.00%	\$ 28,084,954
Other debt			
Neptune Township Sewerage Authority	2,615,000	100.00%	2,615,000
County of Monmouth	557,986,966	3.27%	18,249,086
Subtotal, overlapping debt			48,949,040
Neptune Township School District Direct Debt			-
Total direct and overlapping debt			<u>\$ 48,949,040</u>

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

Source: District records and Neptune Township Finance Officer.

Neptune Township Board of Education  
 Legal Debt Margin Information  
 Last Ten Fiscal Years  
 Unaudited

Legal Debt Margin Calculation for Fiscal Year 2019

Equalized valuation basis

2019	4,037,304,000
2018	3,906,392,700
2017	3,615,695,800
[A]	\$ 11,559,392,500
	\$ 3,853,130,833

[C]	\$ 154,125,233
[B-C]	\$ 154,125,233

Avg. equalized valuation	\$ 3,853,130,833
Debt limit (4% of AEV)	\$ 154,125,233
Net bonded school debt	-
Legal debt margin	\$ 154,125,233

	2010	2011	2012	2013	2014	2015	2016	2017	2018	2019
Debt limit	\$ 116,878,578	\$ 151,735,466	\$ 148,084,065	\$ 145,370,844	\$ 142,031,444	\$ 122,948,724	\$ 131,375,981	\$ 142,152,495	\$ 154,125,233	\$ 154,125,233
Total net debt applicable to limit	5,839,000	5,336,000	3,615,000	145,000	-	-	-	-	-	-
Legal debt margin	\$ 111,039,578	\$ 146,399,466	\$ 144,469,065	\$ 145,225,844	\$ 142,031,444	\$ 122,948,724	\$ 131,375,981	\$ 142,152,495	\$ 154,125,233	\$ 154,125,233
Total net debt applicable to the limit as a percentage of debt limit	5.00%	3.52%	2.44%	0.10%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%

Source: Abstract of Rates, Annual Report of the State of New Jersey, Department of the Treasury, Division of Taxation and District records.

Note: The District paid off the remainder of its outstanding bonds during the 2014 fiscal year.



Neptune Township School District  
Demographic and Economic Statistics  
Last Ten Fiscal Years  
Unaudited

<u>Year</u>	<u>Population</u>	<u>Per Capita Personal Income</u>	<u>Unemployment Rate</u>
2010	28,349	\$ 30,636	11.9%
2011	27,935	30,404	12.1%
2012	27,963	30,279	12.0%
2013	27,889	31,830	10.7%
2014	27,914	31,830	8.2%
2015	27,902	31,830	7.8%
2016	27,574	31,897	5.8%
2017	27,789	32,737	5.3%
2018	27,844	33,679	5.0%
2019	27,595	35,884	3.7%

Source: NJ Dept of Labor and Workforce Development  
Regional Economic Information System  
Bureau of Economic Analysis  
US Department of Commerce

2010- 2019 Per Capita Income for Neptune Township

Neptune Township School District  
Principal Employers  
Current Year and Nine Years Ago  
Unaudited

Employer	2019			2010		
	Employees	Rank (Optional)	Percentage of Total Employment	Employees	Rank (Optional)	Percentage of Total Employment
Jersey Shore University Medical Center	3,949	1	59.18%	2,954	1	49.29%
Neptune Township Board of Education	673	2	10.09%	649	3	10.83%
Children's Center of Monmouth County	354	3	5.30%	298	5	4.97%
Neptune Township	302	4	4.53%	289	6	4.82%
Wal-Mart	300	5	4.50%	761	2	12.70%
Asbury Park Press / Gannett	271	6	4.06%	281	7	4.69%
Neptune Shop-Rite	226	7	3.39%	95	10	1.59%
Gourmet Kitchen	213	8	3.19%	198	8	3.30%
Sanitary Linen Supply	195	9	2.92%	134	9	2.24%
Home Depot	190	10	2.85%	334	4	5.57%
United Methodist Homes						
AIG / American General						
	<u>6,673</u>		<u>100.00%</u>	<u>5,993</u>		<u>100.00%</u>

Source: Neptune Township Finance Officer.

Neptune Township School District  
Full-time Equivalent District Employees by Function/Program  
Last Ten Fiscal Years  
Unaudited

Function/Program	2010	2011	2012	2013	2014	2015	2016	2017	2018	2019
Instruction										
Regular	321	310	318	324	322	319	319	314	318	315
Special education	123	119	126	122	126	124	135	145	139	138
Other instruction	10	10	11	11	11	12	10	9	12	16
Support Services:										
Student & instruction related services	81	71	73	75	79	80	77	76	75	74
General administrative services	8	8	7	8	7	7	8	7	7	8
School administrative services	36	32	38	39	38	38	38	39	41	40
Business administrative services	8	8	15	15	15	16	20	18	14	14
Plant operations and maintenance	60	60	60	63	64	65	67	65	66	66
Pupil transportation	2	2	2	2	2	2	2	2	2	2
<b>Total</b>	<b>649</b>	<b>620</b>	<b>650</b>	<b>659</b>	<b>664</b>	<b>663</b>	<b>676</b>	<b>675</b>	<b>674</b>	<b>673</b>

Source: District records.

Neptune Township School District  
 Operating Statistics  
 Last Ten Fiscal Years  
 Unaudited

Teacher/Pupil Ratio

Fiscal Year	Enrollment	Operating Expenditures <sup>a</sup>	Cost Per Pupil	Percentage Change	Teaching Staff <sup>b</sup>	Teacher/Pupil Ratio			Average Daily Enrollment (ADE) <sup>c</sup>	Average Daily Attendance (ADA) <sup>c</sup>	% Change in Average Daily Enrollment	Student Attendance Percentage
						Elementary	Middle School	High School				
2010	4,453	\$ 82,253,018	\$ 18,471	3.55%	365	1:15	1:12	1:16	4,456	4,135	9.00%	92.80%
2011	4,545	79,906,843	17,581	-4.82%	370	1:15	1:12	1:15	4,458	4,151	0.04%	93.11%
2012	4,446	82,528,563	18,562	5.58%	369	1:13	1:11	1:13	4,373	4,078	-1.90%	93.25%
2013	4,430	81,150,653	18,236	-1.76%	376	1:13	1:13	1:14	4,440	4,131	1.52%	93.04%
2014	4,469	80,396,749	17,990	-1.35%	378	1:12	1:10	1:13	4,434	4,123	-0.14%	92.99%
2015	4,408	82,191,894	18,646	3.65%	381	1:12	1:10	1:14	4,300	3,976	-3.02%	92.47%
2016	4,278	86,338,908	20,182	8.24%	386	1:11	1:09	1:14	4,265	3,974	-0.81%	93.18%
2017	4,256	89,430,039	21,013	4.12%	390	1:10	1:09	1:12	4,169	3,849	-2.26%	92.32%
2018	4,001	91,038,047	22,754	8.29%	386	1:11	1:09	1:12	3,986	3,690	-4.37%	92.57%
2019	3,990	94,084,636	23,580	3.63%	381	1:11	1:09	1:12	3,956	3,669	-0.76%	92.74%

- Notes:
- a Enrollments are based on official annual October district count and reflect "On Roll" students.
  - b Operating expenditures equal total expenditures less debt service and capital outlay; Schedule J-4.
  - c 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).

Source: District records.

Neptune Township School District  
School Building Information  
Last Ten Fiscal Years  
Unaudited

District/Building	2010	2011	2012	2013	2014	2015	2016	2017	2018	2019
<b>Elementary</b>										
Early Childhood Center (2004)										
Square Feet	44,774	44,774	44,774	44,774	44,774	44,774	44,774	44,774	44,774	44,774
Capacity (students)	270	270	270	270	270	270	270	270	270	270
Enrollment	240	220	179	186	203	207	171	159	200	222
Shank River Hills Elementary										
Square Feet	59,327	59,327	59,327	59,327	59,327	59,327	59,327	59,327	59,327	59,327
Capacity (students)	500	500	500	500	500	500	500	500	500	500
Enrollment	434	435	415	408	385	352	316	282	258	255
Gables Elementary										
Square Feet	53,606	53,606	53,606	53,606	53,606	53,606	53,606	53,606	53,606	53,606
Capacity (students)	500	500	500	500	500	500	500	500	500	500
Enrollment	380	368	341	320	311	287	300	281	272	271
Green Grove Elementary										
Square Feet	66,567	66,567	66,567	66,567	66,567	68,524	68,524	68,524	68,524	68,524
Capacity (students)	525	525	525	525	525	525	525	525	525	525
Enrollment	412	406	388	377	369	374	365	371	342	348
Summerfield Elementary (2006)										
Square Feet	102,518	102,518	102,518	102,518	102,518	102,518	102,518	102,518	102,518	102,518
Capacity (students)	725	725	725	725	725	725	725	725	725	725
Enrollment	407	432	451	461	460	443	480	492	476	463
Midtown Community Elementary (2008)										
Square Feet	189,990	189,990	189,990	189,990	189,990	189,990	189,990	189,990	189,990	189,990
Capacity (students)	750	750	750	750	750	750	750	750	750	750
Enrollment	454	435	431	468	489	449	461	434	373	377
<b>Middle School</b>										
Neptune Middle School										
Square Feet	177,509	177,509	177,509	177,509	177,509	177,509	177,509	183,109	183,109	183,109
Capacity (students)	1,200	1,200	1,200	1,200	1,200	1,200	1,200	1,200	1,200	1,200
Enrollment	840	844	864	888	856	830	798	798	738	723
<b>High School</b>										
Neptune High School										
Square Feet	277,049	277,049	277,049	277,049	277,049	277,049	277,049	277,049	277,049	277,049
Capacity (students)	2,800	2,800	2,800	2,800	2,800	2,800	2,800	2,800	2,800	2,800
Enrollment	1,290	1,269	1,304	1,332	1,361	1,358	1,375	1,350	1,327	1,298
<b>Other</b>										
Administration Building										
Square Feet	51,596	51,596	51,596	51,596	51,596	51,596	51,596	51,596	51,596	51,596
Capacity (students)	32,000	32,000	32,000	32,000	32,000	32,000	32,000	32,000	32,000	32,000
Enrollment	18,000	18,000	18,000	18,000	18,000	18,000	18,000	18,000	18,000	18,000
Outbuildings - Team, Concession, Storage										

Note: Year of original construction is shown in parentheses. Increases in square footage and capacity are the result of building additions. Enrollments are based on average daily enrollments from the School Register Summary Report. One half of the Administration Building is leased effective 2008.

The Neptune Aquatic Center, housed in Neptune High School, opened February 27, 2010. Beginning in 2018 Preschool classes from the Midtown school were moved to the Early Childhood Center.

Source: District records.

Neptune Township School District  
General Fund  
Schedule of Required Maintenance for School Facilities  
Last Ten Fiscal Years  
Unaudited

School Facilities	School #	2010	2011	2012	2013	2014	2015	2004	2017	2018	2019
Neptune High School	50	\$ 1,206,854	\$ 1,328,093	\$ 1,463,016	\$ 890,022	\$ 975,947	\$ 879,993	\$ 540,553	\$ 669,405	\$ 874,055	\$ 793,485
Neptune Middle School	55	887,590	759,468	976,490	544,505	921,212	667,378	240,589	341,607	527,549	515,177
Early Childhood Center	59	189,442	304,115	294,987	152,445	216,736	213,407	198,742	274,699	196,649	188,733
Cables Elementary	61	643,138	878,395	607,809	253,889	229,804	261,566	78,255	200,055	199,671	207,892
Green Grove Elementary	63	344,574	509,840	729,051	306,300	351,759	281,580	108,896	312,009	289,294	252,232
Midtown Community Elementary	80	500,976	511,062	595,775	281,629	225,506	317,895	91,662	316,740	319,735	420,669
Shark River Hills Elementary	90	382,088	986,049	443,182	260,435	205,662	170,845	101,923	258,452	208,652	211,614
Summerfield Elementary	100	332,318	404,565	764,008	510,048	371,827	309,890	209,674	411,665	314,778	368,643
<b>Grand Total</b>		<b>\$ 4,486,980</b>	<b>\$ 5,681,587</b>	<b>\$ 5,874,318</b>	<b>\$ 3,199,273</b>	<b>\$ 3,498,453</b>	<b>\$ 3,102,554</b>	<b>\$ 1,570,294</b>	<b>\$ 2,784,632</b>	<b>\$ 2,930,383</b>	<b>\$ 2,958,445</b>

High School expenditures include those of the Annex / BOE.

Source: District records.

Neptune Township School District  
Insurance Schedule  
Year ended June 30, 2019  
Unaudited

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p. 1

Type of Coverage	Coverage	Deductible
Multi Peril Package Policy Diploma Joint Insurance Fund		
<b>Section I - Property:</b>		
Blanket building and contents	\$ 500,000,000	\$ 5,000
Flood Zone A or V	\$ 25,000,000	\$ 500,000
Flood Zone - All Other	\$ 75,000,000	\$ 10,000
Earthquake	\$ 50,000,000	\$ 5,000
Extra expense	\$ 50,000,000	\$ 5,000
Business Income / Tuition	\$ 200,000	\$ 5,000
Loss of Rents	\$ 400,000	\$ 5,000
EDP equip, data, media, extra expense	\$ 500,000	\$ 1,000
Energy systems-boiler and machinery	\$ 100,000,000	\$ 5,000
Demolition/Incr. Cost of Construction	\$ 25,000,000	\$ 5,000
Blanket contractors equipment	Inc in property	
Cameras, musical instruments	Inc in property	
Glass coverage	Inc in property	
<b>Section II - General Liability:</b>		
Bodily injury and property damage	\$ 11,000,000	
Sexual misconduct	\$ 11,000,000	
<b>Section III - School Board Legal Liability Policy:</b>		
Aggregate limit of liability	\$ 11,000,000	\$ 10,000
<b>Section IV - Crime:</b>		
Blanket employee dishonesty	\$ 500,000	\$ 1,000
Depositors forgery	\$ 500,000	\$ 1,000
Computer Fraud	\$ 500,000	\$ 1,000
Money and securities	\$ 25,000	\$ 1,000
<b>Workers Compensation:</b>		
Section A		Statutory
Section B - Bodily Injury by Accident	\$ 2,000,000	
Bodily Injury by Disease - each employee	\$ 2,000,000	
Bodily Injury by Disease - policy aggregate	\$ 2,000,000	

Neptune Township School District  
Insurance Schedule  
Year ended June 30, 2019  
Unaudited

J-20  
p.2  
(Continued)

Type of Coverage	Coverage	Deductible
<b>Automobile:</b>		
Bodily injury and property	\$ 11,000,000	
Personal injury protection	\$ 250,000	
Uninsured/underinsured - Private Passenger Autos	\$ 1,000,000	
Uninsured/underinsured - All Other Vehicles		
Bodily Injury per occurrence	\$ 15,000	
Bodily Injury per Accident	\$ 30,000	
Property Damage per Accident	\$ 5,000	
Comprehensive and collision	ACV	\$ 1,000
<b>Environmental Liability:</b>		
Policy aggregate limit of liability-primary	\$ 1,000,000	\$ 50,000
<b>Umbrella Liability</b>		
Each Claim	\$ 50,000,000	
Annual Aggregate (Fireman's Fund Insurance Company)	\$ 50,000,000	
<b>Student Accident:</b>		
Medical per injury (Arch Insurance Company & US Fire Insurance Company)	\$ 1,000,000	
<b>Fidelity Bonds</b>		
Business Administrator/Board Secretary	\$ 300,000	
Asst. Bus. Admin. / Asst. Bd. Secretary	\$ 300,000	
Accountant I	\$ 300,000	
(All Bonds are written through Selective Insurance Company)		

Source: District records.



# Single Audit Section

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*

Independent Auditors' Report

Honorable President and  
Members of the Board of Education  
Neptune Township School District  
Neptune, New Jersey  
County of Monmouth

We have audited, in accordance with the auditing standards generally accepted in the United States of America; audit requirements as prescribed by the Office of School Finance, Department of Education, State of New Jersey; and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Neptune Township School District, in the County of Monmouth, New Jersey (the "District") as of and for the year ended June 30, 2019, and the related notes to the financial statements, which collectively comprise the District's basic financial statements, and have issued our report thereon dated November 14, 2019.

**Internal Control Over Financial Reporting**

In planning and performing our audit of the financial statements, we considered the 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 District's internal control. Accordingly, we do not express an opinion on the effectiveness of the District's internal control.

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

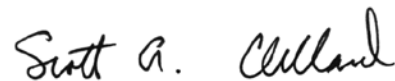
Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not 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 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 the 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 District's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the District's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.



Scott A. Clelland  
Licensed Public School Accountant  
No. 1049



WISS & COMPANY, LLP

November 14, 2019  
Livingston, New Jersey

Report on Compliance For Each Major Federal and State Program and  
Report on Internal Control Over Compliance Required by the  
Uniform Guidance and New Jersey OMB Circular 15-08

Independent Auditors' Report

Honorable President and  
Members of the Board of Education  
Neptune Township School District  
Neptune, New Jersey  
County of Monmouth

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

We have audited the Neptune Township School District's, in the County of Monmouth, New Jersey (the "District") 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 District's major federal and state programs for the year ended June 30, 2019. The District's major federal and state programs are identified in the summary of auditors' 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.

***Auditors' Responsibility***

Our responsibility is to express an opinion on compliance for each of the 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; the audit requirements as prescribed by the Office of School Finance, Department of Education, State of New Jersey; the audit requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance); and New Jersey OMB Circular 15-08, *Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid*. Those standards, the Uniform Guidance and New Jersey OMB 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 and state program occurred. An audit includes examining, on a test basis, evidence about the 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 major each federal and state program. However, our audit does not provide a legal determination of the District's compliance.

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

In our opinion, the 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, 2019.

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

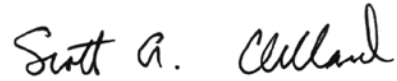
Management of the District is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered the District's internal control over compliance with the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

**Purpose of this Report**

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



Scott A. Clelland  
Licensed Public School Accountant  
No. 1049



WISS & COMPANY, LLP

November 14, 2019  
Livingston, New Jersey

Exhibit K-3  
SCHEDULE A

Neptune Township School District  
Schedule of Expenditures of Federal Awards  
Year ended June 30, 2019

Federal Grant/Pass-Through Grant/Program Title	Federal CFDA Number	Federal FAIN Number	Program or Award Abbreviation	Grant Period From	To	Balance at June 30, 2018	Cash Received	Budgetary Expenditures	Repayment of Prior Years' Balances	Accounts Receivable	Unearned Revenue
<b>U.S. Department of Health and Human Services</b> <b>Passed-through the State Department of Education</b> General Fund: Medical Assistance Program (SEAD)	93.778	1905N5MAP	\$ 162,588	7/1/18	6/30/19	\$ (3,737)	\$ 166,323	\$ (162,588)	\$ 66,135	\$ (119,448)	
Total General Fund						(3,737)	166,323	(162,588)			
<b>U.S. Department of Education</b> <b>Passed-through State Department of Education</b> Special Revenue Fund: Title I Grants to Local Education Agencies Cluster: Title I, Part A Title I, SVA Subtotal Title I Grants to Local Education Agencies Cluster	84.010 84.010A	S010A180030 S010A180030	1,132,489 703,072	7/1/18 7/1/18	6/30/19 6/30/19	52,222 52,222	944,630 472,575 1,417,205	(1,090,165) (489,737) (1,579,902)	\$ 66,135	\$ (119,448) (17,152) (136,610)	
Title II, Part A Improving Teacher Quality	84.367A	S367A180029	160,238	7/1/18	6/30/19	17,937	122,200	(147,241)		(7,104)	
Title IV	84.424	S424A180031	60,782	7/1/18	6/30/19	(80)	30,971	(33,900)		(3,009)	
Language Instruction for English Learners and Immigrant Students: Title III Title III Immigrant Subtotal Language Instruction for English Learners and Immigrant Students	84.365 84.365	S365A180030 S365A180030	34,552 11,654	7/1/18 7/1/18	6/30/19 6/30/19	(1,655) (1,655)	23,322 7,230 30,552	(24,079) (7,284) (31,363)		(2,412) (52) (2,466)	
Special Education Grant Cluster: ID.E.A., Part B, Basic Regular ID.E.A., Preschool Subtotal of Special Education Grant Cluster	84.027 84.173	H027A180100 H173A180114	1,274,926 38,892	7/1/18 7/1/18	6/30/19 6/30/19	94,712 94,712	1,250,287 38,008 1,288,295	(1,260,641) (38,008) (1,298,649)	89,643 89,643	(5,285) (5,285)	
Total Special Revenue Fund						163,136	2,899,223	(3,051,055)	155,778	(154,474)	
<b>U.S. Department of Agriculture</b> <b>Passed-through State Department of Agriculture</b> Enterprise Fund: Child Nutrition Cluster: School Breakfast Program School Breakfast Program National School Lunch Program National School Lunch Program Healthy Hunger-Free Kids Act Healthy Hunger-Free Kids Act Food Donation (NC) Total Child Nutrition Cluster and Enterprise Fund	10.555 10.555 10.555 10.555 10.555 10.555	191N304N1099 181N304N1099 191N304N1099 181N304N1099 191N304N1099 181N304N1099	294,161 258,525 1,042,941 1,029,402 25,470 25,709	7/1/18 7/1/17 7/1/18 7/1/17 7/1/18 7/1/17	6/30/19 6/30/18 6/30/19 6/30/18 6/30/19 6/30/18		267,145 19,138 75,176 23,421 1,844 174,103	(294,161) (1,042,941) (25,470) (1,844) (160,700) (7,383)		(27,016) (85,023) (2,049)	\$ 13,403
Total Expenditures of Federal Awards			\$ 70,624			\$ 4,574,293	\$ (4,744,298)	\$ 155,778	\$ (268,562)	\$ 13,403	

NC-represents noncash expenditures

Neptune Township School District  
Schedule of Expenditures of State Financial Assistance  
Year ended June 30, 2019

Exhibit K-4  
SCHEDULE B

MEMO

Balance at June 30, 2018

Balance at June 30, 2019

State Grant/Program Title	Grant or State Project Number	Program or Award Amount	Comm. Began From	Comm. Began To	Unexp. Revenue (Assets Receivable)	Due to Grantee	Cash Received	Transfer from General Fund	Budgetary Expenditures Pass Through Funds	Repayment of Prior Years' Balances	Intergovernmental (Accounts Receivable)	Due to Grantee	Budgetary Receivable	Cumulative Total Expenditures
<b>State Department of Education</b>														
<b>General Fund:</b>														
Equalization Aid	19-495-034-5120-078	\$ 25,407,093	7/1/18	6/30/19			\$ 22,809,268		\$ (25,407,093)				\$ (2,497,825)	\$ (25,407,093)
Equalization Aid	18-495-034-5120-078	25,407,093	7/1/17	6/30/18	\$ (2,511,628)		2,511,628		(2,404,236)				(236,374)	(2,404,236)
Special Education Categorical Aid	18-495-034-5120-089	2,404,326	7/1/17	6/30/18	(237,681)		237,681		(838,477)					(838,477)
Special Education Categorical Aid	19-495-034-5120-044	838,477	7/1/18	6/30/19	(585,130)		585,130		(1,222,886)				(120,224)	(1,222,886)
Extraordinary Aid	18-100-034-5120-044	838,477	7/1/17	6/30/18	(230,889)		230,889		(860,858)				(84,633)	(860,858)
Extraordinary Aid	19-495-034-5120-084	1,222,886	7/1/18	6/30/19	(120,889)		120,889		(1,589,446)				(156,262)	(1,589,446)
Security Aid	18-495-034-5120-084	1,222,886	7/1/17	6/30/18	(156,175)		156,175							
Adjustment Aid	19-495-034-5120-085	860,858	7/1/18	6/30/19	(134,811)		134,811							
Adjustment Aid	18-495-034-5120-085	1,579,834	7/1/17	6/30/18	(3,821)		3,821							
Transportation Aid	19-495-034-5120-014	1,399,446	7/1/18	6/30/19	(3,621)		3,621							
Transportation Aid	18-495-034-5120-014	1,363,716	7/1/17	6/30/18	(3,621)		3,621							
Per Pupil Growth Aid	18-495-034-5120-097	38,650	7/1/17	6/30/18										
PARCC Readiness Aid	18-495-034-5120-098	38,650	7/1/17	6/30/18										
Professional Learning Community Aid	18-495-034-5120-101	36,630	7/1/17	6/30/18										
On-Behalf Teachers' Pension and Annuity Fund	19-495-034-5094-002	5,617,711	7/1/18	6/30/19			5,617,711		(5,617,711)					(5,617,711)
On-Behalf Teachers' Pension and Annuity Fund - Post Retirement Medical	19-495-034-5094-001	2,548,185	7/1/18	6/30/19			2,548,185		(2,548,185)					(2,548,185)
On-Behalf Teachers' Pension & Annuity Fund - Non-contributory Insurance	19-495-034-5094-004	5,130	7/1/18	6/30/19			5,130		(5,130)					(5,130)
Reimbursed TPAF Social Security Contributions	18-495-034-5094-003	2,269,384	7/1/18	6/30/19			2,155,818		(2,269,384)	(113,566)				(2,269,384)
Reimbursed TPAF Social Security Contributions	18-495-034-5094-003	2,273,656	7/1/17	6/30/18	(108,254)		108,254		(21,284)					(21,284)
Other State Aid-Ad1 NP Transportation	19-495-034-5120-014	34,284	7/1/18	6/30/19										
Other State Aid-Ad1 NP Transportation	18-495-034-5120-014	16,838	7/1/17	6/30/18	(16,838)		16,838							
<b>Total General Fund</b>							<b>42,399,104</b>		<b>(62,787,780)</b>				<b>(3,095,318)</b>	<b>(42,787,780)</b>
<b>Special Revenue Fund:</b>														
Preschool Education Aid	19-495-034-5120-086	5,297,200	7/1/18	6/30/19			4,767,480	\$ 25,000	(5,322,200)				(929,720)	(5,322,200)
Preschool Education Aid	18-495-034-5120-086	5,155,016	7/1/17	6/30/18	173,903				(173,903)					(173,903)
N.J. Nonpublic Aid	18-100-034-5120-064	6,675	7/1/18	6/30/19			6,675		(6,578)			\$ 97		(6,578)
Textbook Aid	19-100-034-5120-064	7,286	7/1/17	6/30/18										
Auditory Services, Chapter 192:														
Complementary Education	19-100-034-5120-067	56,684	7/1/18	6/30/19			56,684		(46,308)			10,376		(46,308)
Complementary Education	18-100-034-5120-067	61,123	7/1/17	6/30/18	1,772				1,772					1,772
English as a Second Language	19-100-034-5120-067	4,228	7/1/18	6/30/19			4,228		(4,228)					(4,228)
Transportation	19-100-034-5120-067	5,950	7/1/18	6/30/19			5,950						5,950	
Nonpublic Handicapped Aid (Chapter 193):														
Corrective Speech	19-100-034-5120-066	16,070	7/1/18	6/30/19			16,070		(15,228)					(15,228)
Examination and Classification	18-100-034-5120-066	23,482	7/1/18	6/30/19			23,482		(11,296)				12,186	(11,296)
Examination and Classification	18-100-034-5120-066	20,935	7/1/17	6/30/18	2,189				2,189					2,189
Supplemental Instruction	19-100-034-5120-066	19,825	7/1/18	6/30/19			19,825		(15,336)				4,489	(15,336)
Supplemental Instruction	18-100-034-5120-066	19,031	7/1/17	6/30/18	1,586				1,586					1,586
Nursing Services Aid	19-100-034-5120-070	13,125	7/1/18	6/30/19			12,125		(11,919)				206	(11,919)
Nursing Services Aid	18-100-034-5120-070	13,901	7/1/17	6/30/18	46				46					46
Technology Initiative Aid	19-100-034-5120-073	4,900	7/1/18	6/30/19			4,900		(4,365)					(4,365)
Security Aid	19-100-034-5120-059	18,730	7/1/18	6/30/19			18,730		(3,960)					(3,960)
<b>Total Special Revenue Fund</b>							<b>4,935,769</b>	<b>25,000</b>	<b>(5,615,321)</b>	<b>5,613</b>		<b>49,071</b>	<b>(929,720)</b>	<b>(5,615,321)</b>
<b>Enterprise Fund:</b>														
State Department of Agriculture	19-100-010-3350-023	22,759	7/1/18	6/30/19			20,926		(22,759)				(1,833)	(22,759)
National School Lunch Program (State Share)	18-100-010-3350-023	22,969	7/1/17	6/30/18	(1,650)		1,650							
National School Lunch Program (State Share)	18-100-010-3350-023													
<b>Total Enterprise Fund</b>							<b>22,576</b>		<b>(22,529)</b>					<b>(22,529)</b>
<b>Total State Financial Assistance Expenditures</b>							<b>\$ 47,557,449</b>	<b>\$ 25,000</b>	<b>\$ (68,425,860)</b>	<b>\$ 5,613</b>		<b>\$ (978,160)</b>	<b>\$ (3,625,038)</b>	<b>\$ (48,425,860)</b>
<b>Less:</b>														
On-Behalf TPAF Pension System Contributions	19-495-034-5094-002	5,617,711	7/1/18	6/30/19			5,617,711		(5,617,711)					(5,617,711)
On-Behalf Teachers' Pension and Annuity Fund - Post Retirement Medical	19-495-034-5094-001	2,548,185	7/1/18	6/30/19			2,548,185		(2,548,185)					(2,548,185)
On-Behalf Teachers' Pension & Annuity Fund - Non-contributory Insurance	19-495-034-5094-004	5,130	7/1/18	6/30/19			5,130		(5,130)					(5,130)
<b>Total for State Financial Assistance-Major Program Determination</b>							<b>\$ 39,366,423</b>	<b>\$ 25,000</b>	<b>\$ (40,254,854)</b>	<b>\$ 5,613</b>		<b>\$ (978,160)</b>	<b>\$ (3,625,038)</b>	<b>\$ (48,425,860)</b>

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



## Neptune Township School District

### Notes to Schedules of Expenditures of Federal Awards and State Financial Assistance

Year ended June 30, 2019

#### **1. General**

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

#### **2. Basis of Presentation**

The accompanying schedules of expenditures of federal awards and state financial assistance are presented on the budgetary basis of accounting with the exception of programs recorded in the enterprise fund, which are presented using the accrual basis of accounting and those recorded in the special revenue fund, which are presented using the grant accounting budgetary basis of accounting. These bases of accounting are described in Note 1 to the District's basic financial statements. The information in these schedules are presented in accordance with the requirements of 2 CFR 200-*Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* and New Jersey OMB Circular 15-08, *Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid*. Therefore, some amounts presented in these schedules may differ from amounts presented, or used in the preparation of, the basic financial statements because the schedules present only selected portions of the operations of the District, it is not intended to and does not present the financial position, changes in net position or cash flows of the District.

#### **3. Relationship to Basic Financial Statements**

Amounts reported in the accompanying schedules agree with amounts reported in the District's basic financial statements. The basic financial statements present the general fund and special revenue fund on a GAAP basis. Budgetary comparison statements and 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 fiscal year, whereas for GAAP reporting, revenue is not recognized until the subsequent year or when expenditures have been made. The general fund is presented in the accompanying schedules on the modified accrual basis of accounting with the exception of the revenue recognition of the two last state aid payments in the current year, which is mandated pursuant to N.J.S.A. 18A:22-44.2.

Neptune Township School District

Notes to Schedules of Expenditures of  
Federal Awards and State Financial Assistance

Year ended June 30, 2019

**3. Relationship to Basic Financial Statements (continued)**

For GAAP purposes those payments are not recognized until the subsequent year due to the state deferral and recording of the last 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 last state aid payments in the current budget year, consistent with NJSA 18A:22-44.2.

The net adjustment to reconcile from the budgetary basis to the GAAP basis is \$77,129 for the general fund and \$14,118 for the special revenue fund. See Note to Required Supplementary Information for a reconciliation of the budgetary basis to the modified accrual basis of accounting for the general and special revenue funds. Federal and State award revenues are reported in the District's basic financial statements on a GAAP basis as follows:

	<b>Federal</b>	<b>State</b>	<b>Total</b>
General Fund	\$ 162,588	\$ 42,864,909	\$ 43,027,497
Special Revenue Fund	3,051,055	5,576,203	8,627,258
Food Service Enterprise Fund	1,530,655	22,759	1,553,414
Total award revenues	<u>\$4,744,298</u>	<u>\$ 48,463,871</u>	<u>\$ 53,208,169</u>

**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.

Neptune Township School District

Notes to Schedules of Expenditures of  
Federal Awards and State Financial Assistance

Year ended June 30, 2019

**5. School-wide Program Funds**

School-wide programs are not separate Federal programs as defined in the Uniform Guidance amounts used in school-wide programs are included in the total expenditures of the program contributing the funds in the schedule of expenditure of Federal Awards. The following funds by program are included in school-wide programs in the District.

IDEA Part B	\$ 988,200
Title I	793,245
Title IIA	114,204
Total	<u>\$ 1,895,649</u>

**6. Other**

Revenues and expenditures reported under the Food Donation Program represent current year value received and current year distributions, respectively. TPAF Social Security contributions represent the amount reimbursed by the State for the employer's share of Social Security contributions for TPAF members for the year ended June 30, 2019.

The post retirement pension, disability insurance and medical benefits received on-behalf of the District for the year ended June 30, 2019 amounted to \$8,171,026. Since on-behalf post retirement pension, disability insurance and medical benefits are paid by the State directly, these expenditures are not subject to a single audit in accordance with New Jersey OMB Circular 15-08, however, they are required to be reported on the Schedule of Expenditures of State Financial Assistance, as directed by the funding agency.

**7. Indirect Costs**

The District has elected not to use the 10% de minimis indirect cost rate as allowed by the Uniform Guidance.

Neptune Township School District  
Schedule of Findings and Questioned Costs  
Year ended June 30, 2019

**Part I – Summary of Auditor’s Results**

**Financial Statements**

Type of report the auditor issued on whether the financial statements audited were prepared in accordance with GAAP:

Unmodified

Internal control over financial reporting:

Material weakness(es) identified?

\_\_\_\_\_ Yes   X   No

Significant deficiency(ies) identified?

\_\_\_\_\_ Yes   X   None Reported

Noncompliance material to the basic financial statements noted?

\_\_\_\_\_ Yes   X   No

**Federal Awards**

Internal control over major federal programs:

Material weakness(es) identified?

\_\_\_\_\_ Yes   X   No

Significant deficiency(ies) identified?

\_\_\_\_\_ Yes   X   None Reported

Type of auditors’ report issued on compliance for major federal programs:

Unmodified

Any audit findings disclosed that are required to be reported in accordance with 2 CFR 200.516(a)?

\_\_\_\_\_ Yes   X   No

Identification of major federal programs:

CFDA Number(s)	FAIN Number	Name of Federal Program or Cluster
		<b>Child Nutrition Program Cluster:</b>
10.553	191NJ304N1099	School Breakfast Program
10.555	191NJ304N1099	National School Lunch Program
10.555	191NJ304N1099	Food Donation Program

Dollar threshold used to distinguish between Type A and Type B programs:

\$750,000

Auditee qualified as low-risk auditee?

  X   Yes \_\_\_\_\_ No

Neptune Township School District

Schedule of Findings and Questioned Costs (continued)

Year ended June 30, 2019

**Part I – Summary of Auditor’s Results (continued)**

**State Awards**

Internal control over major state programs:

Material weakness(es) identified? \_\_\_\_\_ Yes  X  No

Significant deficiency(ies) identified? \_\_\_\_\_ Yes  X  None reported

Type of auditors’ report issued on compliance for major state programs: \_\_\_\_\_  Unmodified

Any audit findings disclosed that are required to be reported in accordance with NJOMB Circular 15-08 as applicable? \_\_\_\_\_ Yes  X  No

Identification of major state programs:

<b>GMIS/Program Number</b>	<b>Name of State Program or Cluster</b>
	<b>General State Aid Cluster:</b>
495-034-5120-078	Equalization Aid
495-034-5120-089	Special Education Categorical Aid
495-034-5120-084	Security Aid
495-034-5120-085	Adjustment Aid
495-034-5094-003	TPAF Social Security Contributions
495-034-5120-014	Transportation Aid

Dollar threshold used to distinguish between Type A and Type B programs: \_\_\_\_\_  \$1,207,645

Auditee qualified as low-risk auditee?  X  Yes \_\_\_\_\_ No

Neptune Township School District  
Schedule of Findings and Questioned Costs (continued)

Year ended June 30, 2019

**Part II – Schedule of Financial Statement Findings**

No financial statement findings noted that are required to be reported under *Government Auditing Standards*.

Neptune Township School District

Schedule of Findings and Questioned Costs (continued)

Year ended June 30, 2019

**Part III - Schedule of Federal and State Award Findings  
and 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 2 CFR 200 Section 516(a) and New Jersey Treasury Circular OMB 15-08, respectively.

**Federal Award Programs**

No compliance or internal control findings noted that are required to be reported in accordance with 2 CFR 200 Section 516(a).

**State Award Programs**

No compliance or internal control findings noted that are required to be reported in accordance with New Jersey Treasury Circular OMB 15-08.

Neptune Township School District  
Summary Schedule of Prior Year Audit Findings  
Year ended June 30, 2019

Not applicable as there were no prior year findings.