

**SHORE REGIONAL HIGH
SCHOOL DISTRICT**

**COMPREHENSIVE ANNUAL
FINANCIAL REPORT**

FISCAL YEAR ENDED JUNE 30, 2019

**SCHOOL DISTRICT
OF
SHORE REGIONAL HIGH SCHOOL**

***Shore Regional High School Board of Education
West Long, New Jersey***

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

**COMPREHENSIVE ANNUAL
FINANCIAL REPORT**

of

**SHORE REGIONAL HIGH SCHOOL DISTRICT
WEST LONG BRANCH, NEW JERSEY**

For the Fiscal Year Ended June 30, 2019

Prepared by

***Shore Regional High School District Board of Education
Finance Department***

STATE BOARD OF EDUCATION

| | |
|---|------------|
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Secretary, State Board of Education**

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INTRODUCTORY SECTION



Shore Regional High School District

Monmouth Beach – Oceanport – Sea Bright – West Long Branch

1

Corey J. Lowell, SFO
School Business Administrator

132 Monmouth Park Highway
West Long Branch, New Jersey 07764-1396

December 23, 2019

Honorable President and
Members of the Board of Education
Shore Regional School District
County of Monmouth
West Long Branch, New Jersey

Dear Board Members:

The comprehensive Annual Financial Report of the Shore Regional High School District (“District”) for the fiscal 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, rest with the management of the Shore Regional Board of Education (“Board”). To the best of our knowledge and belief, the data presented in this report is accurate in all material respects and is reported in a manner designed to present fairly the financial position and results of operation of the various funds and account groups of the District. All disclosures necessary to enable the reader to gain an understanding of the District’s financial activities have been included.

The Comprehensive Annual Financial Report is presented in four sections: introductory, financial, statistical and single audit. The introductory section includes this transmittal letter, the District’s organizational chart, a roster of principal officials and a list of consultants and advisors. The financial section includes the general-purpose financial statements and schedules, as well as the auditor’s report thereon. The statistical section includes selected financial and demographic information, generally presented on a multi-year basis. The District is required to undergo an annual single audit in conformity with the provisions of the Single Audit Act of 1984, the U.S. Office of Management and Budget (“OMB”) Circular A-133, Audits of States, Local Governments and Non-Profit Organizations, and the State Treasury OMB Circular Letter 04-04, Single Audit policy for Recipients of Federal Grants, State Grants and State Aid Payments. Information related to this single audit, including the auditor’s report on the internal structure and compliance with applicable laws and regulations and findings and recommendations, are included in the single audit section of this report.

1. REPORTING ENTITY AND ITS SERVICES:

Shore Regional High School District is an independent reporting entity within the criteria adopted by the GASB as established by Statement No. 14 as amended by GASB Statement No. 39. All funds and account groups of the District are included in this report. The Shore Regional Board of Education and all its schools constitute the District’s reporting entity.

The District provides a full range of educational services appropriate to grade levels nine through twelfth grade. These services include regular as well as special education disabled youngsters. The District completed the 2018-2019 fiscal year with an enrollment of 653 students.

The following details the changes in student enrollment over the past six years:

| Fiscal Year | Students on Roll |
|-------------|------------------|
| 2013-2014 | 644 |
| 2014-2015 | 635 |
| 2015-2016 | 619 |
| 2016-2017 | 601 |
| 2017-2018 | 639 |
| 2018-2019 | 653 |

2. ECONOMIC CONDITION AND OUTLOOK:

As a result of the District’s effort over the past several years, the financial status of the Shore Regional High School continues to remain stable and many accomplishments have occurred as a result. Funds continue to be set aside for capital projects and tax relief.

Proactive planning has allowed the district to increase staff development, review curriculum needs, and upgrade instructional materials (as per the curriculum review cycles), as well as provide technological improvements as per the district’s technology plan (i.e., a wireless school, SMARTboards, video-conference equipment, mobile labs). As a result, the District is better prepared to meet the challenge of preparing all students for the future.

The above has permitted the District to have a much-improved economic condition and a brighter outlook for the future. A “stabilized” budget and ongoing community support will continue to contribute to this improved economic condition and outlook.

3. MAJOR INITIATIVES:

We are most pleased that several initiatives were supported through local funding for fiscal year 2019. More specifically, instructional materials and resources, curricula writing stipends, and professional development services encompassed the relative purchases.

At the high school level, consumables, hard copy textbooks, and/or online accounts were purchased for these content areas and/or programs: business and technology, English Language Learner, English language arts, mathematics, science, social studies, visual and performing arts, and world languages. Equally as essential, we purchased novels to supplement English language arts courses.

In conjunction with the purchase of instructional materials and resources, curricula writing was completed for these content areas and/or programs: business and technology, English Language Learner, English language arts, mathematics, science, social studies, visual and performing arts, and world languages. Curricula writing included alignment to content standards and additional New Jersey Department of Education requirements (e.g., differentiation). Moreover, stipends for summer courses and institutes afforded the opportunity for more course readiness and course seat time.

Lastly, our professional development emphasis was placed on teacher-led and out-of-district presenter sessions regarding differentiation, instructional technologies, and the Danielson staff evaluation model. Differentiation and instructional technologies were two of our district goals for fiscal year 2019 Also noteworthy were online staff completion of state-mandated professional development modules and purchase of online and paper-based professional subscriptions.

4. INTERNAL ACCOUNTING CONTROLS:

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

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

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

5. BUDGETARY CONTROLS

In addition to internal accounting controls, the District maintains budgetary controls. The objective of these budgetary controls is to ensure compliance with legal provisions embodied in the annual appropriated budget approved by the voters of the municipality. Annual appropriated budgets are adopted for the general fund, special revenue fund and debt service fund. Project-length budgets are approved for the capital improvements accounting for 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 purchase commitments on a line item basis. Open encumbrances at year-end are either cancelled or are included as re-appropriation of fund balance in the subsequent year. Those amounts to be re-appropriated as reported as reservations of fund balance at June 30, 2019.

6. ACCOUNTING SYSTEMS AND REPORTS:

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

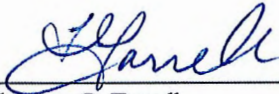
7. INDEPENDENT AUDIT:

State statutes require an annual audit by independent certified public accountants or registered municipal accountants. The Board selected the accounting firm of Cannone and Co. for this task. In addition to meeting the requirement set forth in state statutes, the audit was also designed to meet the requirements of the Single Audit Act of 1984, the related OMB Circular A-133 and State OMB Circular 04-04. The auditor's report on the general-Purpose financial statements and combining and individual fund statements and schedules included in the financial section of this report. The auditor's reports related specifically to the single audit are included in the single audit section of this report.

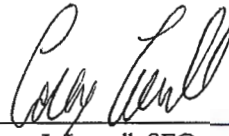
8. ACKNOWLEDGMENTS:

We would like to express our appreciation to the members of the Shore Regional Board of Education for their concern in providing fiscal accountability to the citizens and taxpayers of the 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.

Respectfully submitted,

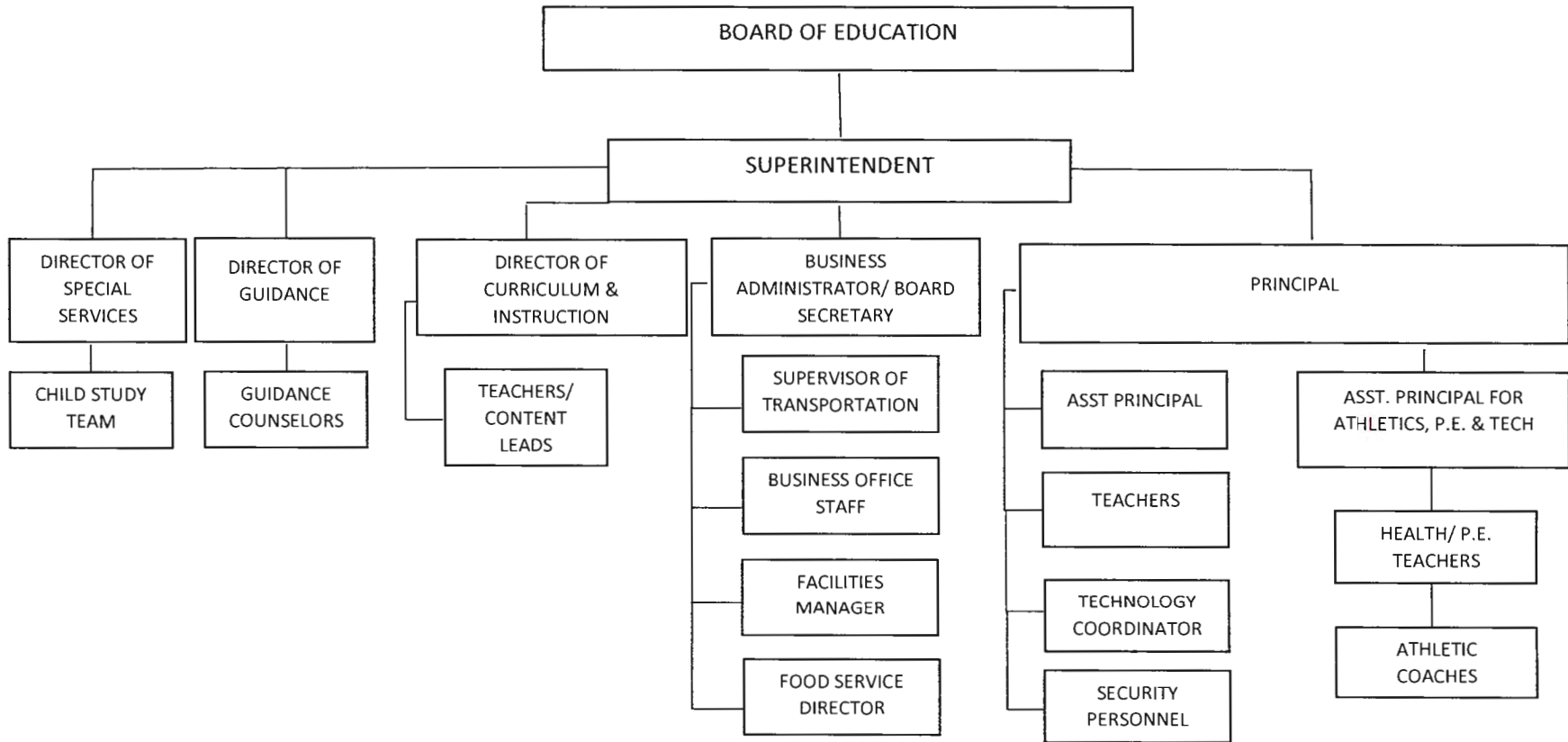


Thomas G. Farrell
Superintendent



Corey J. Lowell, SFO
Business Administrator/Board Secretary

SHORE REGIONAL HIGH SCHOOL DISTRICT ORGANIZATIONAL CHART



Revised 1/3/2019

**SHORE REGIONAL BOARD OF EDUCATION
WEST LONG BRANCH, NEW JERSEY**

**ROSTER OF OFFICIALS
JUNE 30, 2019**

| <u>Members of the Board of Education</u> | <u>Term Expires</u> |
|---|----------------------------|
| Dr. Diane K. Merla, President | 2019 |
| Thomas Welsh, Vice President | 2020 |
| Frank J Pingitore | 2019 |
| Elizabeth DeGiulio | 2021 |
| Christine Brenner | 2020 |
| Dr. Paul J. Christopher | 2020 |
| Elizabeth Garrigal | 2021 |
| Richard McKenna | 2021 |
| Anthony Villane | 2019 |

Other Officials

Thomas Farrell, Superintendent

Corey Lowell, School Business Administrator/Board Secretary

**SHORE REGIONAL BOARD OF EDUCATION
WEST LONG BRANCH, NEW JERSEY**

**CONSULTANTS AND ADVISORS
June 30, 2019**

Audit Firm

Cannone & Company, P.A.
485 Morris Avenue
Springfield, NJ 07081

Attorneys

Alexis Tucci, Esq.
Attorney at Law
464 Broadway
Long Branch, New Jersey 07740

Dennis Collins, Esq.
Attorney at Law
2317 Highway 34, Suite 1A
Manasquan, New Jersey 08736

Official Depositories

MBIA Municipal Investors Service Corporation
113 King Street
Armonk, New York 10504

Investors Savings Bank
2426 Highway 34 North
Manasquan, New Jersey 08736

FINANCIAL SECTION

Certified Public Accountants

485 Morris Avenue
Springfield, New Jersey 07081
(973) 379-6868
FAX (973) 379-6278

MEMBER:

American Society of Certified Public Accountants
New Jersey Society of Certified Public Accountants

Independent Auditor's Report

The Honorable President and
Members of the Board of Education
Shore Regional High School District
County of Monmouth
West Long Branch, New Jersey

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the Shore Regional High School District Board of Education, in the County of Monmouth, State of New Jersey, as of and for the fiscal year ended June 30, 2019, and the related notes to the financial statements, which collectively comprise the School District's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

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

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

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

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the Shore Regional High School District Board of Education, in the County of Monmouth, State of New Jersey, 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

Accounting principles generally accepted in the United States of America require that the Management Discussion and Analysis and Budgetary Comparison Information on pages 11 through 15 and 68 through 81 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.

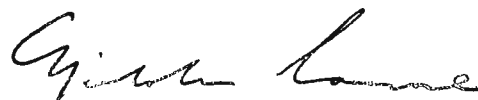
Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Shore Regional High School District Board of Education's basic financial statements. The accompanying introductory section, combining fund financial statements, financial schedules and statistical information are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The accompanying introductory section, combining fund financial statements, financial schedules and statistical information 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 accompanying introductory section, combining fund financial statements, financial schedules and statistical information are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

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

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated December 23, 2019 on our consideration of Shore Regional High School District Board of Education's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Shore Regional High School District Board of Education's internal control over financial reporting and compliance.



Nicholas A. Cannone
Licensed Public School Accountant
No. CS-02103
Cannone & Company, PA
Certified Public Accountants
Springfield, New Jersey

Date: December 23, 2019

***REQUIRED SUPPLEMENTARY INFORMATION
PART I***

MANAGEMENT'S DISCUSSION AND ANALYSIS

**SHORE REGIONAL HIGH SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2019**

The discussion and analysis of Shore Regional High School District's financial performance provides an overall review of the School District's financial activities for the fiscal year ending June 30, 2019. The intent of this discussion and analysis is to look at the School District's financial performance as a whole; it should be read in conjunction with the Comprehensive Annual Financial Report's (CAFR) Letter of Transmittal, which is found in the Introductory Section, and the School District's financial statements found in the Financial Section and the notes thereto.

Financial Highlights

Key Financial highlights for the 2018-2019 fiscal year are as follows:

- The local tax levy supports 77% of the operating budget. The tax levy increased 2% in the general fund – which represented a \$296,413 difference.
- Other major revenue sources include the state aid, transportation fees, and tuition. State aid increased \$155,633 for the 2018-2019 school year – mainly due to on-behalf TPAF pension payments.
- There was an increase of \$882,224 in operating expenditures – of which \$480,637 is due to an increase in tuition costs and \$362,154 is due to an increase in employee benefits.

Using this Comprehensive Annual Financial Report (CAFR)

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

The *Statement of Net Assets and Statement of Activities* provide information about the activities of the whole school district, presenting both an aggregate view of the School District's finances and a longer-term view of those finances. Fund financial statements provide the next level of detail. For governmental funds, these statements tell how services were financed in the short-term as well as what remains for future spending. In the case of Shore Regional High School District, the General Fund is the most significant fund.

The School Board's auditor has provided assurance in his Independent Auditor's Report, located immediately preceding this Management's Discussion and Analysis, that the Basic Financial Statements are fairly stated. A user of this report should read the Independent Auditor's Report carefully to ascertain the level of assurance being provided for each of the other parts of the Financial Section.

Statement of Net Assets and the Statement of Activities

While this document contains the large number of funds used by the School District to provide programs and activities, the view of the School District as a whole looks at all financial transactions and asks the question, "How did we do financially during the 2018-2019 fiscal year?" The Statement of Net Assets and the Statement of Activities helps answer this question. These statements include all assets and liabilities using the accrual basis of accounting similar to the accounting used by most private-sector companies. This basis of accounting takes into account, all of the current year's revenues and expenses regardless of when cash is received or paid.

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

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

- **Governmental activities** – All of the School District's programs and services are reported here including, but not limited to, instruction, support services, operation and maintenance of plant facilities, pupil transportation and extracurricular activities.
- **Business-Type Activities** – This service is provided on a charge for goods or services basis to recover all the expense of the goods or services provided. The Food Service Enterprise Fund is reported as a business activity.

Fund Financial Statements

The analysis of the School District's major (all) funds begins with exhibit B-1. Fund financial reports provide detailed information about the School District's major funds. The School District uses many funds to account for a multitude of financial transactions. However, these fund financial statements focus on the School District's most significant funds. The School District's major governmental funds are the General Fund, Special Revenue Fund, Capital Projects Fund and Debt Service Fund.

Governmental Funds

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

Enterprise Fund

The Enterprise Fund uses the same basis of accounting as business-type activities; therefore, these statements are essentially the same. In addition, the accountability focus is on operational accountability. The measurement focus is on economic resources, which directs itself on a more long-term vision than in governmental funds.

The School District as a Whole

Table 1 provides a summary of the School District's net assets for the fiscal year 2019.

Table 1
Net Position

| | <u>2019</u> | <u>2018</u> |
|--|-------------------------|-------------------------|
| <u>Assets</u> | | |
| Current and Other Assets | \$ 2,299,788 | \$2,219,405 |
| Capital Assets, Net | 12,397,741 | 13,253,654 |
| Deferred Outflow of Resources related to pension | 646,558 | 872,069 |
| Total Assets | <u>\$15,344,087</u> | <u>\$16,345,128</u> |
| <u>Deferred Inflow of Resources</u> | | |
| Pension Deferrals | <u>\$920,555</u> | <u>\$648,733</u> |
| <u>Liabilities</u> | | |
| Long-Term Liabilities | \$9,375,017 | \$10,199,395 |
| Other Liabilities | 3,267,067 | \$4,136,356 |
| Total Liabilities | <u>13,562,639</u> | <u>14,984,484</u> |
| <u>Net Position</u> | | |
| Invested in Capital Assets, Net of Debt | \$3,288,639 | \$3,295,297 |
| Restricted | 1,202,049 | 884,173 |
| Unrestricted | <u>(2,709,239)</u> | <u>(2,173,028)</u> |
| Total Net Position | <u>\$1,781,449</u> | <u>\$2,006,442</u> |

Table 2 shows the changes in net assets for fiscal year 2019 with selected comparative data for 2018.

Table 2
Changes in Net Assets

| | <u>2019</u> | <u>2018</u> |
|--------------------------------------|--------------------|----------------------|
| <u>Revenues</u> | | |
| Program Revenues | | |
| Charges for Services | \$1,155,280 | \$1,092,892 |
| Operating Grants and Contributions | 2,739,575 | 2,492,634 |
| General Revenues | | |
| Property Taxes | 15,491,843 | 15,460,478 |
| Grants and Entitlements | 793,635 | 1,822,072 |
| Other Revenue | 925,064 | 545,746 |
| Total Revenues | <u>21,105,397</u> | <u>21,413,822</u> |
| <u>Program Expenses</u> | | |
| Instruction | 6,596,792 | 6,784,827 |
| Support Services | 13,300,226 | 11,907,114 |
| Interest on Long Term Debt | 326,300 | 320,167 |
| Food Services | 252,498 | 215,978 |
| Unallocated Depreciation | 868,042 | 893,910 |
| Total Expenses | <u>21,343,858</u> | <u>20,121,996</u> |
| Adjustment for Fixed Assets | <u>(111,624)</u> | <u>(6,206,342)</u> |
| Increase/ (Decrease) in Net Position | <u>\$(350,085)</u> | <u>\$(4,915,516)</u> |

Governmental Activities

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

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

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

General administration, school administration and business include expenses associated with administrative and financial supervision of the district.

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

Curriculum and staff development includes expenses related to planning, research, development and evaluation of support services, as well as the reporting of this information internally and to the public.

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

Extracurricular activities includes expenses related to student activities provided by the school district which are designed to provide opportunities for students to participate in school events, public events, or a combination of these for the purposes of motivation, enjoyment and skill improvement.

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

Unallocated depreciation is associated with current year depreciation expenditures for capital assets.

Food Service includes costs for food service operations.

School District's Funds

The School District uses funds to control and manage money for particular purposes. The Fund's basic financial statement allows the School District to demonstrate its stewardship over and accountability for resources received from the Shore Regional taxpayers and other entities, including the State of New Jersey and the Federal Government. These statements also allow the reader to obtain more insight into the financial workings of the School District, and assess further the School District's overall financial health.

The School District's budget is prepared according to New Jersey law, and is based on accounting for certain transactions on a basis of cash receipts, disbursements and encumbrances. The most significant budgeted fund is the General Fund. This past year, the district implemented a zero-based budgeting approach whereby every expenditure is supported by rationale.

Over the course of the year, the School District revises its budget as it attempts to take into consideration unexpected changes in revenue and expenditures.

A schedule showing the School District's original and final budget compared with actual operating results is provided in the section of the CAFR, entitled Budgetary Comparison Schedules.

Capital Assets

At June 30, 2019, the School District had approximately \$12,397,741 invested in a broad range of capital assets, including land, buildings, furniture, vehicles, computers, instructional equipment and other equipment. This amount is net of accumulated depreciation to date.

| | Governmental Activities |
|---------------------------------|------------------------------------|
| Capital Assets at June 30, 2019 | |
| Land | \$ 389,537 |
| Site Improvements | 1,782,413 |
| Buildings | 10,056,610 |
| Machinery and Equipment | <u>1,025,094</u> |
| Total | <u>\$12,397,741</u> |

Debt Administration

At year-end, the District had \$9,375,017 as outstanding debt, which represents \$269,746 for compensated absences, \$725,271 for capital leases, and \$8,380,000 in bonds for school construction – of which \$630,000 is due within one year.

Economic Factors and Next Year's Budget

The Shore Regional High School District is in good financial condition presently. Future finances are not without challenges as the District continues to grow and state funding is relatively flat.

For the 2018-2019 school year, the School District was able to sustain its general fund budget through the local tax levy, tuition nearby districts, federal grants, and other miscellaneous revenues. Although the District participates in cooperative purchasing for electricity, consumption is dependent on variable weather conditions. Other rising utility costs include communications, refuse removal, sewage and water. The budget includes funds for repair and maintenance of the District's equipment. Special education programs and related services, including transportation, cannot be predicted with absolute certainty; however, the District maintains its commitment to meet the needs of these students.

The Shore Regional High School District has consistently committed itself to sound, conservative fiscal management, providing the most efficient and effective education possible for the students of Allenhurst, Deal (9-12), Interlaken, Loch Arbour, Monmouth Beach, Oceanport, Sea Bright, and West Long Branch. The Shore Regional High School District is committed to annually review and evaluate best practices.

Contacting the School District's Financial Management

This financial report is designed to provide our citizens, taxpayers, investors and creditors with a general overview of the School District's finances and to show the School District's accountability for the money it receives. If you have questions about this report or need additional information, please contact Corey Lowell, School Business Administrator/Board Secretary at Shore Regional High School Board of Education, 132 Monmouth Park Highway, West Long Branch, NJ 07764.

BASIC FINANCIAL STATEMENTS

DISTRICT-WIDE FINANCIAL STATEMENTS

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

Shore Regional High School District
Statement of Net Position
June 30, 2019

| | <u>Governmental Activities</u> | <u>Business-type Activities</u> | <u>Total</u> |
|--|------------------------------------|-------------------------------------|---------------------|
| ASSETS | | | |
| Cash and cash equivalents | \$ 1,470,608 | \$ 16,706 | \$ 1,487,314 |
| Investments | | | - |
| Receivables-state | 331,280 | | 331,280 |
| Receivables-intergovernmental | 155,980 | | 155,980 |
| Receivables, net | 1,856 | | 1,856 |
| Interfund receivable | - | | - |
| Inventory | | 2,516 | 2,516 |
| Restricted assets: | | | - |
| Cash and cash equivalents | | | - |
| Capital reserve account - cash | 320,842 | | 320,842 |
| Capital assets, net (Note 4) | 12,391,896 | 5,845 | 12,397,741 |
| Deferred outflows of resources related to pensions | 646,558 | | 646,558 |
| Total Assets | <u>15,319,020</u> | <u>25,067</u> | <u>15,344,087</u> |
| LIABILITIES | | | |
| Other current liabilities | | | - |
| Accounts payable | 195,981 | | 195,981 |
| Accrued Interest Expense | 5,775 | | 5,775 |
| Interfund payable | | | - |
| Payable to federal government | | | - |
| Payable to state government | 19,307 | | 19,307 |
| Payable to local government | | | - |
| Deferred inflows of resources related to pensions | 920,555 | | 920,555 |
| Pension liability for PERS - non current | 2,729,574 | | 2,729,574 |
| Deferred revenue | 316,430 | 2,014 | 318,444 |
| Noncurrent liabilities (Note 5): | | | - |
| Due within one year | 1,682,363 | | 1,682,363 |
| Due beyond one year | 7,690,640 | | 7,690,640 |
| Total liabilities | <u>13,560,625</u> | <u>2,014</u> | <u>13,562,639</u> |
| NET ASSETS | | | |
| Invested in capital assets, net of related debt | 3,288,639 | | 3,288,639 |
| Restricted for: | | | - |
| Debt service | 92 | | 92 |
| Capital projects | 320,842 | | 320,842 |
| Other purposes | 881,115 | | 881,115 |
| Unrestricted (Deficit) | <u>(2,732,292)</u> | <u>23,053</u> | <u>(2,709,239)</u> |
| Total net assets | <u>\$ 1,758,396</u> | <u>\$ 23,053</u> | <u>\$ 1,781,449</u> |

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

Shore Regional High School District
Statement of Activities
For the Year Ended June 30, 2019

| Functions/Programs | Expenses | Program Revenues | | | Net (Expense) Revenue and Changes in Net Assets | | |
|--|----------------------|----------------------|------------------------------------|----------------------------------|---|--------------------------|------------------------|
| | | Charges for Services | Operating Grants and Contributions | Capital Grants and Contributions | Governmental Activities | Business-type Activities | Total |
| Governmental activities: | | | | | | | |
| Instruction: | | | | | | | |
| Regular | \$ 4,395,817 | \$ 354,442 | | | \$ (4,041,375) | | \$ (4,041,375) |
| Special education | 732,881 | | 228,261 | | (504,620) | | (504,620) |
| Other special instruction | | | | | - | | - |
| Vocational | | | | | - | | - |
| Other instruction | 1,468,094 | | | | (1,468,094) | | (1,468,094) |
| Nonpublic school programs | | | | | - | | - |
| Adult/continuing education programs | | | | | - | | - |
| Support services: | | | | | | | |
| Tuition | 2,026,990 | | 119,598 | | (1,907,392) | | (1,907,392) |
| Student & instruction related services | 1,704,188 | | | | (1,704,188) | | (1,704,188) |
| School administrative services | 323,493 | | | | (323,493) | | (323,493) |
| General and business administrative serv | 371,437 | | | | (371,437) | | (371,437) |
| Central services | 220,871 | | | | (220,871) | | (220,871) |
| Administrative information technology | 140,818 | | | | (140,818) | | (140,818) |
| Plant operations and maintenance | 2,210,527 | | | | (2,210,527) | | (2,210,527) |
| Pupil transportation | 1,750,559 | 591,292 | | | (1,159,267) | | (1,159,267) |
| Compensated absences | 28,708 | | | | (28,708) | | (28,708) |
| Unallocated benefits | 4,469,896 | | 2,041,270 | | (2,428,626) | | (2,428,626) |
| Pension plan expense | 52,739 | | | | (52,739) | | (52,739) |
| Unallocated depreciation | 868,042 | | | | (868,042) | | (868,042) |
| Interest on long-term debt | 326,300 | | 330,446 | | 4,146 | | 4,146 |
| Transfer to food service | 20,000 | | | | (20,000) | | (20,000) |
| Total governmental activities | <u>21,111,360</u> | <u>945,734</u> | <u>2,719,575</u> | <u>-</u> | <u>(17,446,051)</u> | <u>-</u> | <u>(17,446,051)</u> |
| Business-type activities: | | | | | | | |
| Food Service | 232,498 | 209,546 | 20,000 | | | (2,952) | (2,952) |
| Before/After Care | | | | | | - | - |
| Total business-type activities | <u>232,498</u> | <u>209,546</u> | <u>20,000</u> | <u>-</u> | <u>-</u> | <u>(2,952)</u> | <u>(2,952)</u> |
| Total primary government | <u>\$ 21,343,858</u> | <u>\$ 1,155,280</u> | <u>\$ 2,739,575</u> | <u>\$ -</u> | <u>\$ (17,446,051)</u> | <u>\$ (2,952)</u> | <u>\$ (17,449,003)</u> |
| General revenues: | | | | | | | |
| Taxes: | | | | | | | |
| Property taxes, levied for general purposes, net | | | | | \$ 15,117,133 | | \$ 15,117,133 |
| Taxes levied for debt service | | | | | 374,710 | | 374,710 |
| Federal aid not restricted | | | | | - | | - |
| State aid not restricted | | | | | 793,635 | | 793,635 |
| Miscellaneous revenues | | | | | 542,451 | | 542,451 |
| Interest Income | | | | | 45,263 | 480 | 45,743 |
| Adjustments: | | | | | | | |
| Receivables/refunds | | | | | | | - |
| Issuance of refunding bonds | | | | | | | - |
| Fixed assets | | | | | (120,571) | 8,947 | (111,624) |
| Capital Leases | | | | | 336,870 | | 336,870 |
| Total general revenues, special items, extraordinary items and transfers | | | | | <u>17,089,491</u> | <u>9,427</u> | <u>17,098,918</u> |
| Change in Net Assets | | | | | <u>(356,560)</u> | <u>6,475</u> | <u>(350,085)</u> |
| Net Assets—beginning | | | | | 2,240,048 | (108,514) | 2,131,534 |
| Net Assets—ending | | | | | <u>\$ 1,883,488</u> | <u>\$ (102,039)</u> | <u>\$ 1,781,449</u> |

FUND FINANCIAL STATEMENTS

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

GOVERNMENTAL FUNDS

**Shore Regional High School District
Balance Sheet
Governmental Funds
June 30, 2019**

| | General Fund | Special Revenue Fund | Capital Projects Fund | Debt Service Fund | Total Governmental Funds |
|---|------------------|----------------------------|-----------------------------|-------------------------|--------------------------------|
| ASSETS | | | | | |
| Cash and cash equivalents | 1,480,552 | (10,036) | | 92 | 1,470,608 |
| Investments | | | | | 0 |
| Receivables, net | | | | | 0 |
| Due from other funds | 125,092 | | | | 125,092 |
| Receivables - State | 272,111 | 59,169 | | | 331,280 |
| Accounts Receivable - Intergovernmental | 137,881 | 18,099 | | | 155,980 |
| Interest receivable on investments | | | | | 0 |
| Miscellaneous receivable | 1,856 | | | | 1,856 |
| Restricted cash and cash equivalents | 320,842 | | | | 320,842 |
| Other assets | | | | | 0 |
| | <u>2,338,334</u> | <u>67,232</u> | <u>0</u> | <u>92</u> | <u>2,405,658</u> |
| LIABILITIES AND FUND BALANCES | | | | | |
| Liabilities: | | | | | |
| Accounts payable | 180,326 | 15,655 | | | 195,981 |
| Other Current Liabilities | | | | | 0 |
| Interfund payable | | | | | 0 |
| Payable to federal government | | | | | 0 |
| Payable to state government | | 19,307 | | | 19,307 |
| Payable to local government | | | | | 0 |
| Deferred revenue | 284,160 | 32,270 | | | 316,430 |
| Total liabilities | <u>464,485</u> | <u>67,232</u> | <u>0</u> | <u>0</u> | <u>531,717</u> |
| Fund Balances: | | | | | |
| Restricted Fund Balance: | | | | | |
| Reserved Excess Surplus - Designated for Subsequent Year's Expenditures | 642,224 | | | | 642,224 |
| Reserve for Excess Surplus | 238,891 | | | | 238,891 |
| Reserve for Capital Reserve | 320,842 | | | | 320,842 |
| Reserve for Maintenance | | | | | 0 |
| Committed Fund Balance: | | | | | |
| Reserve for Impact Aid | | | | | 0 |
| Reserve for Encumbrances | 20,085 | | | | 20,085 |
| Assigned Fund Balance: | | | | | |
| Designated for Subsequent Year's Expenditures | | | | 92 | 92 |
| Unrestricted Fund Balance | 651,807 | | | | 651,807 |
| Total Fund balances | <u>1,873,849</u> | <u>0</u> | <u>0</u> | <u>92</u> | <u>1,873,941</u> |
| Total liabilities and fund balances | <u>2,338,334</u> | <u>67,232</u> | <u>0</u> | <u>92</u> | |

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

The net pension liability for PERS is not due and payable in the current period and is not reported in the governmental funds (2,729,574)

Deferred outflows and inflows or resources related to pensions are applicable to future periods and therefore are not reported in the funds:
 Deferred outflows of resources related to pensions 646,558
 Deferred inflows of resources related to pensions (920,555)

Interest expense in the governmental funds is reported when due. In the statement of activities, interest on long-term debt is accrued. (5,775)

Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds. The cost of the assets is \$26,387,050 and the accumulated depreciation is \$13,995,154 (see Note 3). 12,391,896

Long-term liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported as liabilities in the funds (see Note 4). (9,373,003)

Net assets of governmental activities \$ 1,883,488

Shore Regional High School District
Statement of Revenues, Expenditures, And Changes in Fund Balances
Governmental Funds
For the Year Ended June 30, 2019

| | General Fund | Special Revenue Fund | Capital Projects Fund | Debt Service Fund | Total Governmental Funds |
|--|-----------------|----------------------------|-----------------------------|-------------------------|--------------------------------|
| REVENUES | | | | | |
| Local sources: | | | | | |
| Local tax levy | \$ 15,117,133 | | | \$ 374,710 | \$ 15,491,843 |
| Transportation Fees | 591,292 | | | | 591,292 |
| Rental Facilities | | | | | - |
| Interest on Investments | 45,263 | | | | 45,263 |
| Tuition charges | 354,442 | | | | 354,442 |
| Miscellaneous | 542,451 | 42,832 | | | 585,283 |
| Total - Local Sources | 16,650,581 | 42,832 | - | 374,710 | 17,068,123 |
| State sources | 2,834,905 | 15,722 | | 330,446 | 3,181,073 |
| Federal sources | - | 289,305 | | | 289,305 |
| Total revenues | 19,485,486 | 347,859 | - | 705,156 | 20,538,501 |
| EXPENDITURES | | | | | |
| Current: | | | | | |
| Regular instruction | 4,395,817 | | | | 4,395,817 |
| Special education instruction | 504,620 | 228,261 | | | 732,881 |
| Other special instruction | | | | | - |
| Vocational education | | | | | - |
| Other instruction | 1,468,094 | | | | 1,468,094 |
| Nonpublic school programs | | | | | - |
| Adult/continuing education programs | | | | | - |
| Support services and undistributed costs: | | | | | |
| Tuition | 2,026,990 | | | | 2,026,990 |
| Student & instruction related services | 1,584,590 | 119,598 | | | 1,704,188 |
| School administrative services | 323,493 | | | | 323,493 |
| General administrative services | 371,437 | | | | 371,437 |
| Central services | 220,871 | | | | 220,871 |
| Administrative information technology | 140,818 | | | | 140,818 |
| Plant operations and maintenance | 2,210,527 | | | | 2,210,527 |
| Pupil transportation | 1,750,559 | | | | 1,750,559 |
| Personal services employee benefits | 4,469,896 | | | | 4,469,896 |
| Undistributed expenditures - Food Services | 20,000 | | | | 20,000 |
| Unallocated benefits | | | | | - |
| Special schools | | | | | - |
| ARRA - Equalization Stabalization Fund (ESF) | | | | | - |
| ARRA - Government Services Fund (GSF) | | | | | - |
| Transfer to charter school | | | | | - |
| Debt service: | | | | | |
| Principal | | | | 640,000 | 640,000 |
| Interest and other charges | | | | 331,900 | 331,900 |
| Capital outlay | 126,855 | | | | 126,855 |
| Total expenditures | 19,614,567 | 347,859 | - | 971,900 | 20,934,326 |
| Excess (Deficiency) of revenues over expenditures | | | | | |
| | (129,081) | - | - | (266,744) | (395,825) |
| OTHER FINANCING SOURCES (USES) | | | | | |
| Capital leases (non-budgeted) | 121,770 | | | | 121,770 |
| Transfers | | | | | - |
| Transfers to Cover Expenditures - Cafeteria | | | | | - |
| Adjustments to Receivables/Refunds | | | | | - |
| Total other financing sources and uses | 121,770 | - | - | - | 121,770 |
| Net change in fund balances | | | | | |
| | (7,311) | - | - | (266,744) | (274,055) |
| Fund balance—July 1 | 1,881,160 | | | 266,836 | 2,147,996 |
| Fund balance—June 30 | \$ 1,873,849 | \$ - | \$ - | \$ 92 | \$ 1,873,941 |

**Shore Regional High School District
Reconciliation of the Statement of Revenues, Expenditures,
and Changes in Fund Balances of Governmental Funds
to the Statement of Activities
For the Year Ended June 30, 2019**

| | |
|---|----------------------------|
| Total net change in fund balances - governmental funds (from B-2) | \$ (274,055) |
| Amounts reported for governmental activities in the statement of activities (A-2) are different because: | |
| Capital outlays are reported in governmental funds as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense. This is the amount by which capital outlays exceeded depreciation in the period. | |
| Depreciation expense | (868,042) |
| Fixed assets adjustment | (120,571) |
| Capital outlays | <u>126,855</u> |
| | (861,758) |
| Repayment of bond principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net assets and is not reported in the statement of activities. | 640,000 |
| Proceeds from debt issues are a financing source in the governmental funds. They are not revenue in the statement of activities; issuing debt increases long-term liabilities in the statement of net assets. | |
| Proceeds of long-term debt | |
| Adjustment to capital leases | |
| Capital lease proceeds | (121,770) |
| | (121,770) |
| The net pension liability reported in the statement of activities does not require the use of current financial resources and is not reported as an expenditure in the governmental funds: | |
| Decrease in pension liability | 444,594 |
| Decrease in deferred outflows | (225,511) |
| Change in deferred inflows | <u>(271,822)</u> |
| | (52,739) |
| In the statement of activities, interest on long-term debt in the statement of activities is accrued, regardless of when due. In the governmental funds, interest is reported when due. The accrued interest is a deduction in the reconciliation. | |
| In the statement of activities, certain operating expenses, e.g., compensated absences (vacations) are measured by the amounts earned during the year. In the governmental funds, however, expenditures for these items are reported in the amount of financial resources used (paid). When the earned amount exceeds the paid amount, the difference is reduction in the reconciliation (-); when the paid amount exceeds the earned amount the difference is an addition to the reconciliation (+). | |
| Prior year accrued interest on long term debt which was paid in the current year | 11,375 |
| Current year accrued interest on long term debt which was not paid in the current year | (5,775) |
| Increase in compensated absences payable | (28,708) |
| Capital lease payments | <u>336,870</u> |
| | 313,762 |
| Revenues in the statement of activities which do not provide current financial resources are not reported as revenues in the funds. (+) | |
| Change in net assets of governmental activities | <u><u>\$ (356,560)</u></u> |

PROPRIETARY FUNDS

**Shore Regional High School District
Statement of Net Position
Proprietary Funds
June 30, 2019**

| | Business-type Activities - Enterprise Funds | |
|---|--|--------------|
| | Food Service | Totals |
| ASSETS | | |
| Current assets: | | |
| Cash and cash equivalents | \$ 16,706 | \$ 16,706 |
| Investments | | - |
| Accounts receivable | | - |
| Other receivables | | - |
| Inventories: | | |
| Commodities | | - |
| Regular | 2,516 | 2,516 |
| Total current assets | 19,222 | 19,222 |
| Noncurrent assets: | | |
| Furniture, machinery & equipment | 181,903 | 181,903 |
| Less accumulated depreciation | (176,058) | (176,058) |
| Total noncurrent assets | 5,845 | 5,845 |
| Total assets | 25,067 | 25,067 |
| LIABILITIES | | |
| Current liabilities: | | |
| Accounts payable | | - |
| Interfund payable | 125,092 | 125,092 |
| Unearned Income | 2,014 | 2,014 |
| Compensated absences | | - |
| Total current liabilities | 127,106 | 127,106 |
| Noncurrent Liabilities: | | |
| Compensated absences | | - |
| Total noncurrent liabilities | - | - |
| Total liabilities | 127,106 | 127,106 |
| NET ASSETS | | |
| Invested in capital assets net of related debt | | - |
| Restricted for: | | |
| Capital projects | | - |
| Unrestricted | (102,039) | (102,039) |
| Total net assets | \$ (102,039) | \$ (102,039) |

Exhibit B-5

Shore Regional High School District
Statement of Revenues, Expenses, and Changes in Fund Net Position
Proprietary Funds
For the Year Ended June 30, 2019

| | Business-type Activities - Enterprise Fund | |
|---|---|-----------------------------|
| | Food Service | Total Enterprise |
| Operating revenues: | | |
| Charges for services: | | |
| Daily sales - reimbursable programs | | \$ - |
| Daily sales - non-reimbursable programs | 209,546 | 209,546 |
| Special functions | | - |
| Community service activities | | - |
| Transportation fees from other LEA's within the state | | - |
| Deductions from employees' salaries | | - |
| Food Distribution Program | | - |
| Total operating revenues | <u>209,546</u> | <u>209,546</u> |
| Operating expenses: | | |
| Cost of sales | 84,324 | 84,324 |
| Salaries | 77,115 | 77,115 |
| Employee benefits | 18,468 | 18,468 |
| Purchased property service | | - |
| Other purchased professional services | | - |
| Cleaning, repair and maintenance services | 6,053 | 6,053 |
| Management Fees | 8,025 | 8,025 |
| Rentals | | - |
| Insurance | 6,088 | 6,088 |
| Uniforms | 468 | 468 |
| General supplies | 9,665 | 9,665 |
| Miscellaneous expense | 19,190 | 19,190 |
| Depreciation | 3,102 | 3,102 |
| Total Operating Expenses | <u>232,498</u> | <u>232,498</u> |
| Operating income (loss) | <u>(22,952)</u> | <u>(22,952)</u> |
| Nonoperating revenues (expenses): | | |
| State sources: | | |
| State school lunch program | | - |
| Federal sources: | | |
| National school lunch and breakfast program | | - |
| Interest and investment revenue | 480 | 480 |
| Subsidy Operating - General Fund | 20,000 | 20,000 |
| Total nonoperating revenues (expenses) | <u>20,480</u> | <u>20,480</u> |
| Income (loss) before contributions & transfers | <u>(2,472)</u> | <u>(2,472)</u> |
| Capital contributions | | |
| Change in net assets | <u>(2,472)</u> | <u>(2,472)</u> |
| Total net assets—beginning | (108,514) | (108,514) |
| Prior Period Adjustment Related to Fixed Assets | 8,947 | 8,947 |
| Total net assets—ending | <u>\$ (102,039)</u> | <u>\$ (102,039)</u> |

**Shore Regional High School District
Statement of Cash Flows
Proprietary Funds
For the Year Ended June 30, 2019**

| | Business-type Activities - Enterprise Funds | |
|---|--|-----------------------------|
| | Food Service | Total Enterprise |
| CASH FLOWS FROM OPERATING ACTIVITIES | | |
| Receipts from customers | \$ (31,851) | \$ (31,851) |
| Payments to employees | | - |
| Payments for employee benefits | | - |
| Payments to suppliers | | - |
| Net cash provided by (used for) operating activities | <u>(31,851)</u> | <u>(31,851)</u> |
| CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES | | |
| State Sources | | - |
| Federal Sources | | - |
| Operating subsidies and transfers from other funds | 20,000 | 20,000 |
| Net cash provided by (used for) non-capital financing activities | <u>20,000</u> | <u>20,000</u> |
| CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES | | |
| Change in capital contributions | | - |
| Purchases of capital assets | | - |
| Gain/Loss on sale of fixed assets (proceeds) | | - |
| Net cash provided by (used for) capital and related financing activities | <u>-</u> | <u>-</u> |
| CASH FLOWS FROM INVESTING ACTIVITIES | | |
| Interest and dividends | 480 | 480 |
| Proceeds from sale/maturities of investments | | - |
| Net cash provided by (used for) investing activities | <u>480</u> | <u>480</u> |
| Net increase (decrease) in cash and cash equivalents | (11,371) | (11,371) |
| Balances—beginning of year | 28,077 | 28,077 |
| Balances—end of year | <u>16,706</u> | <u>16,706</u> |
| Reconciliation of operating income (loss) to net cash provided (used) by operating activities: | | |
| Operating income (loss) | (22,952) | (22,952) |
| Adjustments to reconcile operating income (loss) to net cash provided by (used for) operating activities | | - |
| Depreciation and net amortization | 3,102 | 3,102 |
| (Increase) decrease in accounts receivable, net | | - |
| (Increase) decrease in inventories | (5) | (5) |
| (Increase) decrease in other current assets | | - |
| Increase (decrease) in accounts payable | (12,903) | (12,903) |
| Increase (decrease) in unearned income | 907 | 907 |
| Total adjustments | <u>(8,899)</u> | <u>(8,899)</u> |
| Net cash provided by (used for) operating activities | <u>\$ (31,851)</u> | <u>\$ (31,851)</u> |

FIDUCIARY FUNDS

**Shore Regional High School District
Statement of Fiduciary Net Position
Fiduciary Funds
6/30/2019**

| | <u>Unemployment Compensation Trust</u> | <u>Private Purpose Scholarship Fund</u> | <u>Agency Fund</u> |
|---|--|---|------------------------|
| ASSETS | | | |
| Cash and cash equivalents | \$ 17,786 | \$ 28,640 | \$ 53,889 |
| Investments, at fair value: | | | |
| U.S. government obligations | | | |
| NJ municipal bonds | | | |
| Total investments | - | - | - |
| Total assets | 17,786 | 28,640 | \$ 53,889 |
| LIABILITIES | | | |
| Accounts payable | | | |
| Payable to student groups | | | |
| Payroll deductions and withholdings | | | 55,127 |
| Payable to teachers | | | (1,238) |
| Total liabilities | - | - | \$ 53,889 |
| NET ASSETS | | | |
| Held in trust for unemployment claims and other purposes | \$ 17,786 | | |
| Reserved for scholarships | | \$ 28,640 | |
| Reserved for other trusts | | | |

Exhibit B-8

**Shore Regional High School District
Statement of Changes in Fiduciary Net Position
Fiduciary Funds
For the Year Ended June 30, 2019**

| | Unemployment Compensation Trust | Private Purpose Scholarship Fund |
|---|--|---|
| ADDITIONS | | |
| Contributions: | | |
| Plan member | \$ 33,826 | \$ 3,597 |
| Other | | |
| Total Contributions | <u>33,826</u> | <u>3,597</u> |
| Investment earnings: | | |
| Net increase (decrease) in fair value of investments | | |
| Interest | 186 | 370 |
| Dividends | | |
| Less investment expense | | |
| Net investment earnings | <u>186</u> | <u>370</u> |
| Total additions | <u>34,012</u> | <u>3,967</u> |
| DEDUCTIONS | | |
| Quarterly contribution reports | 26,569 | |
| Unemployment claims | | |
| Scholarships awarded | | |
| Refunds of contributions | | |
| Transfer of Interest | 186 | |
| Total deductions | <u>26,755</u> | <u>-</u> |
| Change in net assets | 7,257 | 3,967 |
| Net assets—beginning of the year | 10,529 | 24,673 |
| Net assets—end of the year | <u>\$ 17,786</u> | <u>\$ 28,640</u> |

NOTES TO THE FINANCIAL STATEMENTS

**SHORE REGIONAL HIGH SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2019**

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of the Shore Regional High School Board of Education have been prepared in conformity with generally accepted accounting principles (GAAP) as applied to government units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles.

The accompanying financial statements present the financial position of the District and the various funds and fund types, the result of operations of the District and the various fund and fund types, and the cash flows of the proprietary funds. The financial statements are presented as of June 30, 2019.

Reporting Entity:

The Shore Regional High School District is a Type II district located in the County of Monmouth, State of New Jersey. As a Type II district, the District functions independently through a Board of Education (Board). The Board consists of elected officials and is responsible for the fiscal control of the District. A superintendent is appointed by the Board and is responsible for the administrative control of the District.

The primary criterion for including activities within the District's reporting entity, as set forth in Section 2100 of the GASB Codification of Governmental Accounting and Financial Reporting Standards, is the degree of oversight responsibility maintained by the District. Oversight responsibility includes financial interdependency, selection of governing authority, designation of management, ability to significantly influence operations and accountability for fiscal matters. The combined financial statements include all funds of the District over which the Board exercises operating control. The operations of the District which includes a senior high school located in the Shore Regional High School District. There were no additional entities required to be included in the reporting entity under the criteria as described above, in the current fiscal year. Furthermore, the District is not includable in any other reporting entity on the basis of such criteria.

B. Basis of Presentation, Basis of Accounting:

The School District's basic financial statements consist of District-wide statements, including a statement of net assets and a statement of activities, and fund financial statements which provide a more detailed level of financial information.

**SHORE REGIONAL HIGH SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2019**

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

B. Basis of Presentation, Basis of Accounting (Continued):

District-wide Statements: The statement of net assets and the statement of activities display information about the District as a whole. These statements include the financial activities of the overall District, except for fiduciary activities. Eliminations have been made to minimize the double-counting of internal activities. These statements distinguish between the governmental and business-type activity of the District. Governmental activities generally are financed through taxes, intergovernmental revenues, and other nonexchange transactions. Business-type activities are financed in whole or in part by fees charged to external parties.

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

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

Funds are classified into three categories: governmental, proprietary and fiduciary. Each category, in turn, is divided into separate "fund types."

**SHORE REGIONAL HIGH SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2019**

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

B. Basis of Presentation, Basis of Accounting (Continued):

Governmental Fund Types

General Fund: The general fund is the general operating fund of the District and is used to account for all expendable financial resources except those required to be accounted for in another fund.

Special Revenue Fund: The District accounts for the proceeds of specific revenue sources (other than expendable trusts or major capital projects) that are legally restricted to expenditures for specified purposes in the special revenue funds.

Capital Projects Fund: The capital projects fund is used to account for all financial resources to be used for the acquisition or construction of major capital facilities (other than those financed by proprietary funds).

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

Proprietary Fund Type

Enterprise (Food Service) Fund: The enterprise 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 stated intent is that the cost (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.

Fiduciary Fund Types

Trust and Agency Funds: The trust and agency funds are used to account for assets held by the District on behalf of outside parties, including other governments, or on behalf of other funds within the District.

**SHORE REGIONAL HIGH SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2019**

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Nonexpendable Trust Fund: A nonexpendable trust fund is used to account for assets held under the terms of a formal trust agreement, whereby the District is under obligation to maintain the trust principal.

Agency Funds (Payroll and Student Activities Fund): 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.

Expendable Trust Funds: Expendable trust funds are used to account for the assets that the District holds whose principal and income may be expended in the course of their designated operations so that they are depleted by the end of their designated life.

C. Basis of Accounting:

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

District-wide, Proprietary, and Fiduciary Fund Financial Statements: The District-wide financial statements are prepared using the accrual basis of accounting. Governmental funds use the modified accrual basis of accounting; the enterprise fund and fiduciary funds use the accrual basis of accounting. Differences in the accrual and modified accrual basis of accounting arise in the recognition of revenue, the recording of deferred revenue, and in the presentation of expenses versus expenditures. Ad Valorem (Property) Taxes are susceptible to accrual as under New Jersey State Statute a municipality is required to remit to its school district the entire balance of taxes in the amount voted upon or certified, prior to the end of the school year. 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 District is entitled to receive monies under the established payment schedule and the unpaid amount is considered to be an "accounts receivable". Revenue from grants, entitlements, and donations is recognized in the fiscal year in which all eligibility requirements have been satisfied.

**SHORE REGIONAL HIGH SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2019**

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Governmental Fund Financial Statements: Governmental funds are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Under this method, revenues are recognized when measurable and available. "Measurable" means the amount of the transaction can be determined and "available" means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period. Expenditures are recorded when the related fund liability is incurred, except for principal and interest on general long-term debt, claims and judgments, and compensated absences, which are recognized as expenditures to the extent they have matured. General capital asset acquisitions are reported as expenditures in governmental funds. Proceeds of general long-term debt and acquisitions under capital leases are reported as other financing sources.

It is the District's policy, that when an expenditure is incurred for which both restricted and unrestricted (committed, assigned, or unassigned) amounts are available, to apply restricted resources first followed by unrestricted resources. Similarly, within unrestricted fund balance, it is the District's policy to apply committed resources first followed by assigned resources and then unassigned resources when an expenditure is incurred for which amounts in any of those unrestricted fund balance classifications could be used.

Under the terms of grant agreements, the District may fund certain programs by a combination of specific cost reimbursement grants, categorical block grants and general revenue. Therefore, when program expenses are incurred, both restricted and unrestricted net position may be available to finance the program. It is the District's policy to first apply cost-reimbursement grant resources to such programs followed by general revenue.

D. Budgets/Budgetary Control:

Annual appropriated budgets are prepared in the spring of each year for the general, special revenue, and debt service funds. The budgets are submitted to the county office and are voted upon at the annual school election on the third Tuesday in April. Budgets are prepared using the modified accrual basis of accounting. 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. 6:20-2A.2(m)1. All budget amendments must be approved by School Board resolution. Budget amendments were made during the year ended June 30, 2019.

**SHORE REGIONAL HIGH SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2019**

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

D. Budgets/Budgetary Control (Continued):

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

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

**SHORE REGIONAL HIGH SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2019**

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

D. Budgets/Budgetary Control (Continued):

Explanation of Differences between Budgetary Inflows and Outflows and GAAP Revenues and Expenditures

| | <u>General Fund</u> | <u>Special Revenue Fund</u> |
|---|----------------------|-----------------------------|
| Sources/inflows of resources | | |
| Actual amounts (budgetary) "revenues" | \$ 19,492,249 | \$ 337,525 |
| Adjust for State Aid Payment: | | |
| Add: Prior Year Payment | 45,186 | |
| Less: Current Year Payment | (51,949) | |
| Adjust for Encumbrances: | | |
| Add Prior Year Encumbrances | | 17,500 |
| Less Current Year Encumbrances | | (7,166) |
| Total Revenues (GAAP Basis) | <u>\$ 19,485,486</u> | <u>\$ 347,859</u> |
| Uses/outflows of resources | | |
| Actual amounts (budgetary) "total outflows" | \$ 19,614,567 | 337,525 |
| Adjustments: | | |
| Add Prior Year Encumbrances | | 17,500 |
| Less Current Year Encumbrances | | (7,166) |
| Total Expenditures (GAAP Basis) | <u>\$ 19,614,567</u> | <u>\$ 347,859</u> |

E. Encumbrances:

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

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

**SHORE REGIONAL HIGH SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2019**

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

F. Short-term Interfund Receivables/Payables:

Short-term interfund receivables/payables represents 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 and Prepaid Expenses:

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

H. Fixed Assets:

The District has established a formal system of accounting for its capital assets. Purchased or constructed capital assets are reported at cost. Donated capital assets are valued at their estimated fair market value on the date received. The cost of normal maintenance and repairs that do not add to the value of the asset or materially extend assets' lives are not capitalized. The School District does not possess any infrastructure. The capitalization threshold used by school districts in the State of New Jersey is \$2,000.

All reported capital assets except for land and construction in progress are depreciated. Depreciation is computed using the straight-line method under the half-year convention over the following estimated useful lives:

| <u>Asset Class</u> | <u>Estimated Useful Lives</u> |
|-----------------------------|-------------------------------|
| School Buildings | 50 |
| Building Improvements | 20 |
| Electrical/Plumbing | 30 |
| Vehicles | 8 |
| Office & computer equipment | 5-10 |
| Instructional equipment | 10 |
| Grounds equipment | 15 |

**SHORE REGIONAL HIGH SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2019**

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

H. Fixed Assets (continued):

In the fund financial statements, fixed assets used in governmental fund operations are accounted for as capital outlay expenditures of the governmental fund upon acquisition. Fixed assets are not capitalized and related depreciation is not reported in the fund financial statements.

I. Accrued Salaries and Wages:

Certain District employees, who provide services to the District over the ten month academic year, have the option to have their salaries evenly disbursed during the entire twelve-month year. New Jersey statutes require that these earned but undisbursed amounts be retained in a separate bank account.

J. Compensated Absences:

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

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

**SHORE REGIONAL HIGH SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2019**

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

J. Compensated Absences (Continued):

The liability for compensated absences was accrued using the termination payment method, whereby the liability is calculated based on the amount of sick leave that is expected to become eligible for payment upon termination. The District estimates its accrued compensated absences liability based on the accumulated sick and vacation days at the balance sheet date by those employees who are currently eligible to receive termination payments. Salary-related payments for the employer's share of social security and medicare taxes, as well as pension contributions, are included.

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

K. Deferred Revenue:

Deferred revenue in the special revenue fund represents cash which has been received but not yet earned.

L. Accrued Liabilities and Long-Term Obligations:

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

**SHORE REGIONAL HIGH SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2019**

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

M. Net Assets:

Net assets represent the difference between assets and liabilities. Net assets invested in capital assets, net of related debt consists of capital assets, net of accumulated depreciation, reduced by the outstanding balance of any borrowing used for the acquisition, construction, or improvement of those assets. Net assets are reported as restricted when there are limitations imposed on their use either through the enabling legislation adopted by the School District or through external restrictions imposed by creditors, grantors, or laws or regulations of other governments. The School District's policy is to first apply restricted resources when an expense is incurred for purposes for which both restricted and unrestricted net assets are available.

N. Fund Balance Reserves:

The School District reserves those portions of fund balance which are legally segregated for a specific future use or which do not represent available expendable resources and, therefore, are not available for appropriation or expenditure. Unreserved fund balance indicates that portion which is available for appropriation in future periods. A fund balance reserve has been established for encumbrances.

O. Memorandum Only - Total Columns:

Total columns are captioned "memorandum only" to indicate that they are presented only to facilitate financial analysis. Data in these columns do not present financial position, results of operations or changes in financial position in conformity with generally accepted accounting principles. Neither are such data comparable to a consolidation. Interfund eliminations have not been made in the aggregation of this data.

P. Subsequent Events:

Shore Regional High School District Board of Education has evaluated subsequent events occurring after June 30, 2019 through the date of December 23, 2019, which is the date the financial statements were available to be issued.

**SHORE REGIONAL HIGH SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2019**

NOTE 2. CASH AND CASH EQUIVALENTS AND INVESTMENTS

Cash and cash equivalents includes petty cash, change funds, amounts in deposits, and short term investments with original maturities of three months or less.

Investments are stated at cost, which approximates market. The Board 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.

GASB Statement No. 40, *Governmental Accounting Standards Board Deposit and Investment Risk Disclosures*, requires disclosure of the level of custodial credit risk assumed by the District in its cash, cash equivalents, and investments, if those items are uninsured or unregistered. Custodial credit risk is the risk that in the event of a bank failure, the government's deposits may not be returned.

Interest Rate Risk - In accordance with its cash management plan, the District ensures that any deposit or investment matures within the time period that approximates the prospective need for the funds, deposited or invested, so that there is not a risk to the market value of such deposits or investments.

Credit Risk - The District limits its investments to those authorized in its cash management plan which are those permitted under state statute as detailed below and on the following page.

A. Deposits:

New Jersey statutes require that school districts deposit public funds in institutions located in New Jersey which are insured by the Federal Deposit Insurance Corporation (FDIC), the Savings Association Insurance Fund, or by any other agency of the United States that insure deposits. School districts are also permitted to deposit public funds in the State of New Jersey Cash 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; or

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%.

**SHORE REGIONAL HIGH SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2019**

NOTE 2. CASH AND CASH EQUIVALENTS AND INVESTMENTS (Continued)

A. Deposits (Continued):

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

The State of New Jersey Cash Management Fund is authorized by statute and regulations of the State Investment Council to invest in fixed income and debt securities which mature or are to be redeemed within one year, except that up to 25% of the Fund may be invested in eligible securities which mature within two years; provided, however, that the average maturity of all investments in the Fund shall not exceed one year. Collateralization of Fund investments is generally not required. "Other Than State" participants contribute one tenth of one percent per year of the value of the aggregate units owned by them to establish a Reserve Fund, which is supplemented by the proportional interest of "Other Than State" participants in gains on investment transactions realized.

The Reserve Fund is available to cover losses of "Other Than State" participants occasioned by the bankruptcy of an issuer of an investment held by the Fund and losses on sales of securities

B. Investments:

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

- Bonds or other obligations of the United States of America or obligations guaranteed by the United States of America. This includes instruments such as Treasury bills, notes and bonds.
- Government money market mutual funds.
- Any federal agency or instrumentality obligation authorized by Congress that matures within 397 days from the date of purchase, and has a fixed rate of interest not dependent on any index or external factors.
- Bonds or other obligations of the school district or local unit of which the school district is a part.
- Any other obligations with maturities not exceeding 397 days, as permitted by the Division of Investments, New Jersey State Department of Treasury.

**SHORE REGIONAL HIGH SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2019**

NOTE 2. CASH AND CASH EQUIVALENTS AND INVESTMENTS (Continued)

B. Investments (Continued):

- Local government investment pools.
- New Jersey State Cash Management Fund.
- Repurchase agreements of fully collateralized securities, subject to special conditions.

As of June 30, 2019, cash and cash equivalents of the District consisted of the following:

| | <u>Cash and Cash Equivalents</u> |
|--|--------------------------------------|
| Checking, Savings and Money Management | \$ 1,862,045 |
| NJ Cash Management Account | \$ - |
| | ----- |
| | \$ 1,862,045 |
| | ===== |

All of the balances were covered by the either federal depository insurance or by a collateral pool maintained by the banks as required by New Jersey statutes.

Risk Category

All bank deposits, as of the balance sheet date, are entirely insured or collateralized by a collateral pool maintained by public depositories as required by the Governmental Unit Deposit Program Act. In general, bank deposits are classified as to credit risk by three categories described below:

Category 1 – Insured or collateralized with securities held by the Board or by its agent in the Board’s name.

Category 2 – Collateralized with securities held by the pledging public depository’s trust department or agent in the Board’s name.

Category 3 – Uncollateralized including any deposits that are collateralized with securities held by the pledging public depository, or by its trust department or agent, but not in the Board’s name.

**SHORE REGIONAL HIGH SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2019**

NOTE 2. CASH AND CASH EQUIVALENTS AND INVESTMENTS (Continued)

B. Investments (Continued):

As of June 30, 2019, the Board has funds invested and on deposit in checking accounts, Money Market/Statement Savings, New Jersey Cash Management Account. These funds constitute “deposits with financial institutions” as defined by GASB Statement No. 3 and are summarized as follows:

| <u>Risk Category</u> | <u>Amount</u> |
|----------------------|---------------|
| 1 | \$ 1,862,045 |
| 2 | None |
| 3 | <u>None</u> |
| | \$ 1,862,045 |
| | ===== |

**SHORE REGIONAL HIGH SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2019**

NOTE 3. CAPITAL ASSETS

Fixed asset activity for the fiscal year ended June 30, 2019 was as follows:

| | <u>Beginning Balance</u> | <u>Additions</u> | <u>Retirements/ Adjustments</u> | <u>Ending Balance</u> |
|--|------------------------------|---------------------|-------------------------------------|---------------------------|
| Governmental activities: | | | | |
| <i>Capital assets not being depreciated:</i> | | | | |
| Land | 389,537 | - | | 389,537 |
| Construction in progress | - | | | - |
| Total capital assets not being depreciated | <u>389,537</u> | <u>-</u> | <u>-</u> | <u>389,537</u> |
| <i>Capital assets being depreciated:</i> | | | | |
| Site improvements | 3,762,358 | | | 3,762,358 |
| Building and building improvements | 18,456,932 | | | 18,456,932 |
| Machinery and equipment | 3,771,939 | 4,061 | 2,223 | 3,778,223 |
| Totals at historical cost | <u>25,991,229</u> | <u>4,061</u> | <u>2,223</u> | <u>25,997,513</u> |
| Less accumulated depreciation for : | | | | |
| Site improvements | (1,979,945) | (126,191) | | (2,106,136) |
| Building and improvements | (8,400,322) | (495,328) | | (8,895,650) |
| Equipment | (2,746,845) | (246,523) | | (2,993,368) |
| Total | <u>(13,127,112)</u> | <u>(868,042)</u> | <u>-</u> | <u>(13,995,154)</u> |
| Total capital assets being depreciated, net of accumulated depreciation | <u>12,864,117</u> | <u>(863,981)</u> | <u>2,223</u> | <u>12,002,359</u> |
| Governmental activity capital assets, net | <u>\$ 13,253,654</u> | <u>\$ (863,981)</u> | <u>\$ 2,223</u> | <u>\$ 12,391,896</u> |
| Business-type activities: | | | | |
| <i>Capital assets being depreciated:</i> | | | | |
| Equipment | \$ 181,903 | \$ - | | \$ 181,903 |
| Less accumulated depreciation | <u>(172,956)</u> | <u>(3,102)</u> | | <u>\$ (176,058)</u> |
| Enterprise fund capital assets, net | <u>\$ 8,947</u> | <u>\$ (3,102)</u> | <u>\$ -</u> | <u>\$ 5,845</u> |

**SHORE REGIONAL HIGH SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2019**

NOTE 3. CAPITAL ASSETS (Continued)

On January 11, 2001, the NJ State Department of Education announced that effective July 1, 2001, the capitalization threshold used by school districts in the State of New Jersey is increased to \$2,000. The previous threshold was \$500. Applying the higher capitalization threshold retroactively (removal of old assets from the General Fixed Assets Account Group) will be permitted by the State regulations in situations where (1) the assets have been fully depreciated, or (2) the assets have exceeded their useful lives. The retirement of machinery and equipment is due to the retroactive application of the higher threshold of equipment capitalization. That is, the District has removed from their records assets with a historical cost greater than \$500 but not greater than \$2,000 that were fully depreciated or had exceeded their useful lives.

Depreciation expense was charged to functions as follows:

| | |
|--|-------------------|
| Instruction | |
| Student and Instruction - Related Services | |
| School Administrative Related Services | |
| General and Business Administrative Services | |
| Central Services | |
| Administrative Information Technology | |
| Plant Operations and Maintenance | |
| Pupil Transportation | |
| Business and Other Support Services | |
| Unallocated | 868,042 |
| Total | <u>\$ 868,042</u> |

**SHORE REGIONAL HIGH SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2019**

NOTE 4. GENERAL LONG-TERM DEBT

| | Balance 7/1/2018 | Issued | Retired | Adjustments | Balance 6/30/2019 | Amounts Due Within One Year |
|---------------------------------|----------------------|-------------------|-------------------|-------------|----------------------|-----------------------------------|
| Compensated Absences Payable | \$ 241,038 | \$ 28,708 | | | \$ 269,746 | |
| Serial Bonds | 9,020,000 | | 640,000 | | 8,380,000 | 1,290,000 |
| Capital Leases Payable | 938,357 | 121,770 | 336,870 | | 723,257 | 392,363 |
| | <u>\$ 10,199,395</u> | <u>\$ 150,478</u> | <u>\$ 976,870</u> | <u>\$ -</u> | <u>\$ 9,373,003</u> | <u>\$ 1,682,363</u> |

**SHORE REGIONAL HIGH SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2019**

NOTE 4. GENERAL LONG-TERM DEBT (Continued)

A. Bonds Payable:

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

The principal and interest due on serial bonds outstanding at June 30, 2019 is as follows:

| Year ending June 30, | Principal | Interest | Total |
|-------------------------|------------------|------------------|-------------------|
| 2020 | 660,000 | 312,400 | 972,400 |
| 2021 | 630,000 | 293,050 | 923,050 |
| 2022 | 655,000 | 270,500 | 925,500 |
| 2023 | 685,000 | 243,700 | 928,700 |
| 2024 | 715,000 | 215,700 | 930,700 |
| 2025 | 750,000 | 186,400 | 936,400 |
| 2026 | 785,000 | 155,700 | 940,700 |
| 2027 | 820,000 | 123,600 | 943,600 |
| 2028 | 855,000 | 90,100 | 945,100 |
| 2029 | 890,000 | 55,200 | 945,200 |
| 2030 | 935,000 | 18,700 | 953,700 |
| Total | <u>8,380,000</u> | <u>1,965,050</u> | <u>10,345,050</u> |

Refunding School Boards:

The District adopted a resolution for the purpose of issuing Refunding School Bonds to refund a portion of outstanding bonds dated October 7, 2009 issued in the original principal amount of \$13,999,000.

INTRODUCTION

In August 2017, the Monmouth County Improvement Authority (Authority) issued \$40,020,000 of Government Pooled Loan Refunding Revenue Bonds, Series 2016B

**SHORE REGIONAL HIGH SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2019**

NOTE 4. GENERAL LONG-TERM DEBT (Continued)

A. Bonds Payable (Continued):

The Series 2016B Bonds are being issued to acquire ten separate series of Authority Local Unit Bonds, the proceeds of which will provide funds to make a loan to each of the Borrowers (each, a "Borrower Loan"). The Borrowers will apply the proceeds of the Borrower Loans to (i) refinance the Refunded Bonds; and (ii) pay certain of the costs of Issuance of the Series 2016B Bonds, the Authority Local Unit Bonds and the Borrower Bonds. The Borrower Loans will be made pursuant to separate bond purchase agreements entered into by and between the Authority and each of the Borrowers (the "Borrower Purchase Agreements").

Pursuant to the Borrower Purchase Agreements, and in accordance with applicable law, each Municipal Borrower and each School District Borrower will issue and sell its respective general obligation bond (each, a "Municipal Borrower Bond" or "School District Borrower Bond", as applicable), and the Local Authority Borrower will issue and sell its revenue bond (the "Local Authority Borrower Bonds") to the Authority in the principal amounts shown below (collectively, the "Borrower Bonds"). The Borrower Bonds will be purchased by the Authority and the Loan Repayments will be pledged by the Authority to secure the Authority Local Unit Bonds. A default by a Borrower under its Borrower Bond will not cause a default under the Borrower Bonds of non-defaulting Borrowers.

| <u>Borrower</u> | <u>Borrower Bond Amount</u> |
|--|-----------------------------|
| City of Asbury Park | \$ 5,245,000 |
| Borough of Atlantic Highlands | 5,900,000 |
| Borough of Highlands | 440,000 |
| Township of Manalapan | 2,385,000 |
| Borough of Matawan | 5,570,000 |
| Township of Middletown | 2,505,000 |
| Oceanport Board of Education | 1,075,000 |
| Shore Regional Board of Education | 7,720,000 |
| South Monmouth Regional Sewerage Authority | 6,065,000 |
| Borough of West Long Branch | 3,115,000 |

**SHORE REGIONAL HIGH SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2019**

NOTE 4. GENERAL LONG-TERM DEBT (Continued)

A. Bonds Payable (Continued):

THE REFUNDING PLAN

The Series 2016B Bonds are being issued to effect the refunding of the Refunded Bonds pursuant to the Authority's refunding plan (the "Refunding Plan"). The Refunding Plan calls for the refunding of the Refunded Bonds, together with the interest payable thereon to December 1, 2019 with respect to the 2009 Refunded Bonds, February 1, 2020 with respect to the 2010 Refunded Bonds, January 15, 2021 with respect to the 2011 Refunded Bonds, April 1, 2019 with respect to the Asbury Park Refunded Bonds, August 1, 2017 with respect to the Oceanport School District Refunded Bonds, and September 15, 2019 with respect to the Shore Regional School District Refunded Bonds, the respective earliest dates set for optional redemption of the Refunded Bonds.

A portion of the proceeds of the Series 2016B Bonds are to be applied to the purchase of direct obligations of the United States of America (the "Government Obligations"), which together with the cash remaining after the purchase of the Government Obligations will be sufficient to make payments when due of principal of, interest on, and redemption premium payable with respect to the Refunded Bonds. The Government Obligations (together with the cash remaining after the purchase of the Government Obligations) are required to be held in separate escrow funds (each, an "Escrow Deposit Trust Fund"), pursuant to the terms of separate escrow deposit trust agreements for each series of the Refunded Bonds (each such escrow deposit agreement, an "Escrow Deposit Trust Agreement").

The Refunding Plan calls for the respective escrow agent, pursuant to the applicable Escrow Deposit Trust Agreement, to pay, from the applicable Escrow Deposit Trust Fund, when due, interest on the Refunded Bonds through and including the redemption date and, in accordance with the terms of the Refunded Bonds, respectively, to call the Refunded Bonds for early redemption (at a redemption price of 100% of the principal amount of the Refunded Bonds, plus accrued interest to the date of redemption as set forth in the applicable series of Refunded Bonds)) on the first optional redemption date as set forth in the applicable series of Refunded Bonds.

**SHORE REGIONAL HIGH SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2019**

NOTE 4. GENERAL LONG-TERM DEBT (Continued)

A. Bonds Payable (Continued):

The holders of each series of Refunded Bonds will have a lien on all cash and securities in the Escrow Deposit Trust Fund established with respect to such series. Upon payment of all of the Refunded Bonds of a series, the applicable Escrow Deposit Trust Agreement, subject to certain conditions precedent, shall terminate. The maturing Government Obligations together with interest earnings thereon and cash held in the applicable Escrow Deposit Trust Fund will be verified to be sufficient to meet all required payments of principal of, interest on, and redemption premium payable with respect to the Refunded Bonds for which such Escrow Deposit Trust Fund is established.

ESTIMATED SOURCES AND USES OF SERIES 2016B BOND PROCEEDS

| | |
|--|-------------------------|
| Source of Funds | |
| Principal Amount of Series 2016B Bonds | \$ 40,020,000.00 |
| Original Issue Premium | 6,579,898.05 |
| Other Available Funds ⁽¹⁾ | <u>358,243.75</u> |
| Total Sources of Funds | <u>\$ 46,958,141.80</u> |
| | |
| Uses of Funds | |
| Deposit to Bond Proceeds Fund ⁽²⁾ | \$ 46,218,162.08 |
| Costs of Issuance ⁽³⁾ | <u>739,979.72</u> |
| Total Uses of Funds | <u>\$ 46,958,141.80</u> |

(1) Represents funds in the debt service accounts for Local Unit Bonds securing the Refunded Bonds allocated to the South Monmouth Regional Sewerage Authority ("SMRSA") in the amount of \$116,156.25 and funds in the debt service reserve fund accounts for Local Unit Bonds securing the Refunded Bonds allocated to SMRSA in the amount of \$242,087.50.

(2) Represents the purchase price of the Borrower Bonds plus other available funds less certain costs incurred by the Authority in connection with the issuance and delivery of the Series 2016B Bonds, which will be netted against the purchase price. A portion of said amount shall be transferred to the respective Escrow Deposit Trust Fund for the 2009 Refunded Bonds in the amount of \$7,196,648.01, the 2010 Refunded Bonds in the amount of \$6,340,795.01, the 2011 Refunded Bonds in the amount of \$18,532,902.13, the Asbury Park Refunded Bonds in the amount of \$3,919,959.24, the Oceanport School District Refunded Bonds in the amount of \$1,161,029.49 and the Shore Regional School District Refunded Bonds in the amount of \$8,894,166.78, and the remaining portion of said amount shall be used for costs in connection with the issuance and delivery of the Borrower Bonds.

**SHORE REGIONAL HIGH SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2019**

NOTE 4. GENERAL LONG-TERM DEBT (Continued)

A. Bonds Payable (Continued):

- (3) Such costs include the underwriting fee, county Guaranty premium, escrow agent fee, verification agent fee, legal, printing, financial advisory and fiduciary expenses incurred in connection with the issuance of the Series 2016B Bonds.

B. Bonds Issued During the Year:

No bonds were issued during the year.

C. Bonds Authorized But Not Issued:

As of June 30, 2019, the District had no authorized but not issued bonds.

**SHORE REGIONAL HIGH SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2019**

NOTE 4. GENERAL LONG-TERM DEBT (Continued)

D. Capital Leases Payable:

The District is leasing several copiers and school buses under capital leases. The following is a schedule of the future minimum lease payments under these capital leases and the net minimum lease payments at June 30, 2019.

| Year ending June 30, | <u>Total</u> |
|------------------------------------|-------------------|
| 2020 | 392,363 |
| 2021 | 385,995 |
| 2022 | 34,270.00 |
| 2023 | 31,016.00 |
| 2024 | 25,973.00 |
| 2025 | 5,988.00 |
| Total Minimum Lease Payments | <u>\$ 875,605</u> |
| Less: Amount Representing Interest | <u>48,193</u> |
| Net Minimum Lease Payments | <u>\$ 827,412</u> |

NOTE 5. PENSION PLANS

Plan Descriptions

All required employees of the District are covered by either the Public Employees' Retirement System (PERS) or the Teachers' Pension and Annuity Fund (TPAF) which have been established by state statute and are administered by the New Jersey Division of Pension and Benefits (Division). According to the State of New Jersey Administrative Code, all obligations of both Systems will be assumed by the State of New Jersey should the Systems terminate. The Division issues a publicly available financial report that includes the financial statements and required supplementary information for the Public Employees Retirement System and the Teachers' Pension and Annuity Fund. These reports may be obtained by writing to the Division of Pensions and Benefits, PO Box 295, Trenton, New Jersey, 08625.

**SHORE REGIONAL HIGH SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2019**

NOTE 5. PENSION PLANS (Continued)

Teachers' Pension and Annuity Fund (TPAF)

The TPAF was established as of January 1, 1955, under the provisions of N.J.S.A. 18A:66 to provide retirement benefits, death, disability and medical benefits to certain qualified members. The TPAF 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 noncontributing employers.

Membership is mandatory for substantially all teachers or members of the professional staff certified by the State Board of Examiners, and employees of the DOE who have titles that are unclassified, professional and certified.

Public Employees' Retirement System (PERS)

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

Public Employees' Retirement System (PERS)

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

**SHORE REGIONAL HIGH SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2019**

NOTE 5. PENSION PLANS (Continued)

Public Employees' Retirement System (PERS) (Continued)

For the year ended June 30, 2019, the District recognized pension expense of \$329,781 consisting of employer contributions of \$137,893 and non-employer contributions of \$191,888. At June 30, 2019, the District reported deferred outflows of resources and deferred inflows of resources related to PERS from the following sources:

| | <u>Deferred Outflows of Resources</u> | <u>Deferred Inflows of Resources</u> |
|--|---|--|
| Differences between expected and actual experience | \$ 52,053 | \$ 14,075 |
| Changes of assumptions | 449,789 | 872,773 |
| Net difference between projected and actual earnings on pension plan investments | - | 25,604 |
| Changes in proportion and differences between District contributions and proportionate share of contributions | 144,716 | 8,098 |
| District contributions subsequent to the measurement date | - | - |
| Total: | <u>\$ 646,558</u> | <u>\$ 920,550</u> |

**SHORE REGIONAL HIGH SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2019**

NOTE 5. PENSION PLANS (Continued)

Public Employees' Retirement System (PERS) (Continued)

\$ -0- reported as deferred outflows of resources related to pensions resulting from school district, charter school, or renaissance school project contributions subsequent to the measurement date (i.e. for the school year ending June 30, 2019, the plan measurement date is June 30, 2018) will be recognized as a reduction of the net pension liability in the year ended June 30, 2019. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year Ended June 30:

| | | |
|-------|----|------------------|
| 2019 | \$ | 18,944 |
| 2020 | \$ | (26,229) |
| 2021 | \$ | (188,084) |
| 2022 | \$ | (163,034) |
| 2023 | \$ | (52,206) |
| Total | \$ | <u>(410,609)</u> |

Additional Information

Collective balances at December 31, 2017 and 2018 are as follows:

| | <u>12/31/2017</u> | <u>12/31/2018</u> |
|---|-------------------|-------------------|
| Collective deferred outflows of resources | \$ 872,069 | \$ 646,558 |
| Collective deferred inflows of resources | 648,733 | 920,555 |
| Collective net pension liability | 3,174,168 | 2,729,574 |
| District's Proportion | <u>0.0130%</u> | <u>0.0139%</u> |

**SHORE REGIONAL HIGH SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2019**

NOTE 5. PENSION PLANS (Continued)

Teachers' Pension and Annuity Fund (TPAF)

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

For the year ended June 30, 2019, the District recognized pension expense of \$2,014,373 and revenue of \$2,014,373 for support provided by the State. At June 30, 2019, the District reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

| | <u>Deferred Outflows of Resources</u> | <u>Deferred Inflows of Resources</u> |
|--|---|--|
| Differences between expected and actual experience | \$ 769,122 | \$ 52,113 |
| Changes of assumptions | 5,986,095 | 8,707,347 |
| Net difference between projected and actual earnings on pension plan investments | | 3,138 - |
| Changes in proportion and differences between District contributions and proportionate share of contributions | 88,071 | 21,123 |
| District contributions subsequent to the measurement date | - | - |
| Total: | <u>\$ 6,843,288</u> | <u>\$ 8,783,721</u> |

**SHORE REGIONAL HIGH SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2019**

NOTE 5. PENSION PLANS (Continued)

Teachers' Pension and Annuity Fund (TPAF) (Continued)

\$ -0- reported as deferred outflows of resources related to pensions resulting from District contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ended June 30, 2019. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

| Year Ended June 30: | |
|---------------------|-----------------------|
| 2019 | 218,114 |
| 2020 | 113,481 |
| 2021 | (121,080) |
| 2022 | (81,051) |
| 2022 | (399,237) |
| 2023 | <u>(1,743,556)</u> |
| Total | <u>\$ (2,013,329)</u> |

Vesting and Benefit Provisions

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

Members are always fully vested for their own contributions and, after three years of service credit, become vested for 2% of related interest earned on the contributions. In the case of death before retirement, members' beneficiaries are entitled to full interest credited to the members' accounts.

**SHORE REGIONAL HIGH SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2019**

NOTE 5. PENSION PLANS (Continued)

Significant Legislation

During the year ended June 30, 1997, legislation was enacted (Chapter 114, P.L. 1997) authorizing the New Jersey Economic Development Authority to issue bonds, notes or other obligations for the purpose of financing, in full or in part, the State of New Jersey's portion of the unfunded accrued liability under the State of New Jersey retirement systems. Additional legislation enacted during the year ended June 30, 1997 (Chapter 115, P.L. 1997) changed the asset valuation method from market related value to full-market value. This legislation also contained a provision to reduce the employee contribution rate by $\frac{1}{2}$ of 1% to 4.5% for calendar years 1998 and 1999, and to allow for a reduction in the employee's rate after calendar year 1999, providing excess valuation assets are available. The legislation also provided that the Districts' normal contributions to the Fund may be reduced based on the revaluation of assets. Due to recognition of the bond proceeds and the change in asset valuation method as a result of enactment of Chapters 114 and 115, all unfunded accrued liabilities were eliminated, except for the unfunded liability for local early retirement incentive benefits, accordingly, the pension costs for TPAF and PERS were reduced.

Contribution Requirements

The contribution policy is set by N.J.S.A. 43:15A, Chapter 62, P.L. of 1994, Chapter 115, P.L. of 1997 and N.J.S.A. 18:66, and requires contributions by active members and contributing employers. Plan member and employer contributions may be amended by State of New Jersey legislation. TPAF and PERS provide for employee contributions of 5% of employees' annual compensation, as defined. Employers are required to contribute at an actuarially determined rate in both TPAF and PERS. The actuarially determined contribution includes funding for both cost-of-living adjustments, noncontributory death benefits, and post-retirement medical premiums. Under current statute the District is a non-contributing employer of the TPAF.

During the fiscal year ended June 30, 2019, the State of New Jersey contributed \$1,627,206 to the TPAF for normal pension and post-retirement medical benefits on behalf of the District. Also, in accordance with N.J.S.A. 18A:66-66 the State of New Jersey reimbursed the District \$414,064 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. This amount has been included in the general-purpose financial statements, and the combining and individual fund and account group statements and schedules as a revenue and expenditure in accordance with GASB 27.

**SHORE REGIONAL HIGH SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2019**

NOTE 6. POST-RETIREMENT BENEFITS

General Information about the OPEB Plan

Plan description and benefits provided

The State provides post-retirement medical (PRM) benefits for certain State and other retired employees meeting the service credit eligibility requirements. In Fiscal Year 2018, the State paid PRM benefits for 148,401 State and local retirees.

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 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.

The School Employees Health Benefits Program (SEHBP) 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.

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

**SHORE REGIONAL HIGH SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2019**

NOTE 6. POST-RETIREMENT BENEFITS (Continued)

Total OPEB Liability

The State, a non-employer contributing entity, is the only entity that has a legal obligation to make employer contributions to OPEB for qualified retired PERS and TPAF participants. The LEA's proportionate share percentage determined under paragraphs 193 and 203 through 205 of GASB No. 75 is zero percent. Accordingly, the LEA did not recognize any portion of the collective net OPEB liability on the Statement of Net Position. Accordingly, the following OPEB liability note information is reported at the State's level and is not specific to the board of education/board of trustees. Note that actual numbers are published in the NJ State's CAFR (<https://www.nj.gov/treasury/omb/publications/archives.shtml>)

Actuarial assumptions and other inputs. The total OPEB liability in the June 30, 2018 actuarial valuation reported by the State in the State's most recently issued CAFR was determined using the following actuarial assumptions and other inputs, applied to all periods included in the measurement, unless otherwise specified:

| | | |
|------------------|--|----------------------------|
| Inflation | 2.5% | |
| Salary Increases | <u>TPAF</u> | <u>PERS</u> |
| Through 2026 | 1.55-4.55% Based on years of service | 2.15-4.15% Based on age |
| Therafter | 2.00-5.45% Based on years of service | 3.15-5.15% Based on age |
| Discount rate | 3.87% | |

Healthcare cost trend rates:

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

**SHORE REGIONAL HIGH SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2019**

NOTE 6. POST-RETIREMENT BENEFITS (Continued)

trend rate after eight years. For prescription drug benefits, the initial trend rate is 8.0% decreasing to a 5.0% long-term trend rate after eight years.

Retirees' share of benefit related
Costs

For Medicare Part B reimbursement, the trend rate is 5.0%. The Medicare Advantage trend rate is 4.5% and will continue in all future years.

The discount rate was based on the Bond Buyer Go 20-Bond Municipal Bond Index.

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 using the 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.

The actuarial assumptions used in the June 30, 2017 valuation were based on the results of an actuarial experience study for the period July 1, 2012 – June 30, 2015, July 1, 2011-June 30, 2014, and July 1, 2010-June 30, 2013 for TPAF, PFRS and PERS, respectively.

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

**SHORE REGIONAL HIGH SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2019**

NOTE 6. POST-RETIREMENT BENEFITS (Continued)

Total OPEB Liability (Continued)

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

| | <u>Increase/Decrease Total OPEB Liability</u> |
|--|---|
| Balance at 6/30/17 | \$ 53,639,841,858 |
| Changes for the year: | |
| Service cost | \$ 1,984,642,729 |
| Interest | 1,970,236,232 |
| Changes of benefit terms | - |
| Differences between expected and actual experience | (5,002,065,740) |
| Changes in assumptions or other inputs | (5,291,448,855) |
| Benefit payments | (1,232,987,247) |
| Contributions from the member | 42,614,005 |
| Net changes | <u>\$ (7,529,008,876)</u> |
| Balance at 6/30/18 | <u>\$ 46,110,832,982</u> |

The State's total OPEB liability attributable to the District: \$ 25,081,945.

Changes of assumptions and other inputs reflect a change in the discount rate from 3.58% percent in 2017 to 3.87% percent in 2018.

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

| | <u>June 30, 2018</u> | | |
|-------------------------------|----------------------|--------------------------|------------------|
| | 1% Decrease | Current Discount Rate | 1% Increase |
| Local Education (\$ millions) | 2.87 % | 3.87 % | 4.87 % |
| Total OPEB Liability | \$ 54,512,391,175 | \$46,110,832,982 | \$39,432,461,816 |

**SHORE REGIONAL HIGH SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2019**

NOTE 6. POST-RETIREMENT BENEFITS (Continued)

Total OPEB Liability (Continued)

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

| <u>June 30, 2018</u> | | | |
|--------------------------------------|--------------------|--|--------------------|
| <u>Local Education (\$ millions)</u> | <u>1% Decrease</u> | <u>Health Care Cost Trend Rate</u> | <u>1% Increase</u> |
| Total OPEB Liability | \$38,113,289,045 | \$46,110,832,982 | \$56,687,891,003 |

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

For the year ended June 30, 2018, the board of education recognized OPEB expense of \$2,129,660,368 determined by the State as the total OPEB liability for benefits provided through a defined benefit OPEB plan that is not administered through a trust that meets the criteria in paragraph 4 of GASB No. 75 and in which there is a special funding situation.

In accordance with GASB No. 75, the Shore Regional High School District proportionate share of school retirees OPEB is zero, there is no recognition of the allocation of proportionate share of deferred outflows of resources and deferred inflows of resources. At June 30, 2018, the State reported deferred outflows of resources and deferred inflows of resources related to retired school employee's OPEB from the following sources:

| | <u>Deferred Outflows Of Resources</u> | <u>Deferred inflows Of Resources</u> |
|--|---|--|
| Changes in proportion | \$ 1,377,313,892 | \$ (1,377,313,892) |
| Differences between expected and actual experience | \$ - | \$ (4,476,086,167) |
| Changes of assumptions or other inputs | \$ - | \$ (10,335,978,867) |
| Total | <u>\$ 1,377,313,892</u> | <u>\$ (16,189,378,926)</u> |

**SHORE REGIONAL HIGH SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2019**

NOTE 6. POST-RETIREMENT BENEFITS (Continued)

Total OPEB Liability (Continued)

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

| Measurement Period Ending June 30, | |
|------------------------------------|----------------------------|
| 2019 | \$ (1,825,218,593) |
| 2020 | \$ (1,825,218,593) |
| 2021 | \$ (1,825,218,593) |
| 2022 | \$ (1,825,218,593) |
| 2023 | \$ (1,825,218,593) |
| Total Thereafter | \$ (5,685,972,069) |
| | <u>\$ (14,812,065,034)</u> |

For the fiscal year ended June 30, 2019, the State of New Jersey contributed on behalf of the District \$ 508,182 to the TPAF for post-retirement medical benefits.

NOTE 7. INTERFUND RECEIVABLES AND PAYABLES

The following interfund balances remained on the balance sheet at June 30, 2019.

| <u>Fund</u> | <u>Receivable</u> | <u>Payable</u> |
|-----------------------|-------------------|------------------|
| General Fund | \$ 125,092 | |
| Special Revenue Fund | | |
| Capital Projects Fund | | |
| Debt Service Fund | | |
| Enterprise Fund | | |
| Trust and Agency Fund | | 125,092 |
| | <u>\$125,092</u> | <u>\$125,092</u> |

These amounts represent temporary advances between the various funds.

**SHORE REGIONAL HIGH SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2019**

NOTE 8. LITIGATION

The Board attorneys' report that there is no litigation, pending litigation, claims, contingent liabilities, unasserted claims or assessments or statutory violations which involve the Board of Education and which might materially affect the financial position of the District.

NOTE 9. COMPENSATED ABSENCES

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

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

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

**SHORE REGIONAL HIGH SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2019**

The liability for vested compensated absences of the proprietary fund types is recorded within those funds as the benefits accrue to employees.

NOTE 10. DEFERRED COMPENSATION

The Board offers its employees a deferred compensation plan created in accordance with Internal Revenue Code Section 403(b). The plan, which is administered by a benefits management company, permits participants to defer a portion of their salary until future years. Amounts deferred under the plan are not available to employees until termination, retirement, death or unforeseeable emergency. The Board has no liability for losses under the plan but does have the duty of due care that would be required of an ordinary prudent investor.

The Board offers several plan administrators for its employees to utilize.

NOTE 11. RISK MANAGEMENT

The Board has contracted with a commercial insurance company to provide coverage for various losses caused by the Board on its employees for losses sustained through other acts. The coverages are subject to various deductibles and coverage limits based on the type of policy coverage included. The coverages and its limits are detailed in the statistical section (Exhibit J-20).

The Board also maintains surety bond coverage on key financial employees.

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

| <u>Fiscal Year</u> | <u>Ending Balance</u> |
|--------------------|-----------------------|
| 2018-2019 | \$ 17,786 |
| 2017-2018 | \$ 10,529 |
| 2016-2017 | \$ 10,529 |

**SHORE REGIONAL HIGH SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2019**

NOTE 12. INVENTORY

Inventory in the Food Service Fund at June 30, 2019 consisted of the following:

| | |
|-----------------------------|-----------------|
| Food-Commodities | \$ 0 |
| Food and Non-Food – Regular | <u>\$ 2,516</u> |
| | <u>\$ 2,516</u> |
| | ===== |

NOTE 13. FUND BALANCE APPROPRIATED

General Fund (Exhibit B-1) - Of the \$1,925,798 General Fund fund balance at June 30, 2019, \$20,085 is committed for encumbrances; \$881,115 has been reserved as excess surplus in accordance with N.J.S.A. 18A:7F-7 (\$642,224 of the total reserve for excess surplus has been appropriated and included as anticipated revenue for the year ending June 30, 2019); \$320,842 has been reserved in the Capital Reserve Account; \$0 has been assigned and designated for subsequent year's expenditures; and \$703,756 is unreserved and undesignated.

Debt Service Fund - The Debt Service Fund fund balance at June 30, 2019 was \$92.

NOTE 14. CALCULATION OF EXCESS SURPLUS

The designation for Reserved Fund Balance – Excess Surplus is a required calculation pursuant to N.J.S.A. 18A:7F-7. New Jersey school districts are required to reserve General Fund fund balance at the end of the fiscal year of June 30 if they did not appropriate a required minimum amount as budgeted fund balance in their subsequent years' budget. The excess fund balance at June 30, 2019 is \$238,891.

NOTE 15. 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.

**SHORE REGIONAL HIGH SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2019**

NOTE 16. OTHER

Revenues and expenditures reported under the Food Distribution Program represent current year value received and current year distributions respectively. The amount reported as TPAF Pension Contributions represents the amount paid by the state on behalf of the district for the year ended June 30, 2019. TPAF Social Security Contributions represents the amount reimbursed by the state for the employer's share of social security contributions for TPAF members for the year ended June 30, 2019.

NOTE 17. SUBSEQUENT EVENTS

The Shore Regional High School District Board of Education has evaluated subsequent events occurring after June 30, 2019 through the date of December 23, 2019, which is the date the financial statements were available to be issued. The District has determined that there are no material subsequent events needed to be disclosed.

NOTE 18. CAPITAL RESERVE ACCOUNT

A capital reserve account was established by the Shore Regional High School Board of Education by inclusion of \$1 on October 19, 2000 for the accumulation of funds for use as capital outlay expenditures in subsequent fiscal years. The capital reserve account is maintained in the general fund, and its activity is included in the general fund annual budget.

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

**SHORE REGIONAL HIGH SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2019**

The capital reserve account reported the following activity for the fiscal year ended June 30, 2019:

| | | |
|---------------------------|----|----------------|
| Beginning Balance | \$ | 316,271 |
| Plus: Board Appropriation | | |
| Transfers In | | |
| Interest Income | | 4,155 |
| Adjustment | | 416 |
| Less: Transfers Out | | |
| Ending Balance | \$ | <u>320,842</u> |

NOTE 19. CONTINGENT LIABILITIES

The District participates in numerous state and federal grant programs, which are governed by various rules and regulations of the grantor agencies. To the extent that the District has not complied with the grant rules and regulations, 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 combined financial statements for such contingencies.

NOTE 20. 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 affect the District's programs and activities.

**SHORE REGIONAL HIGH SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2019**

NOTE 21. GASB #54 – FUND BALANCE DISCLOSURES

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

- Non-spendable - includes fund balance amounts that cannot be spent either because it is not in spendable form or because legal or contractual constraints.
- Restricted - includes fund balance amounts that are constrained for specific purposes which are externally imposed by external parties, constitutional provision or enabling legislation.
- Committed - includes fund balance amounts that are constrained for specific purposes that are internally imposed by the government through formal action of the highest level of decision making authority and does not lapse at year-end.
- Assigned - includes fund balance amounts that are intended to be used for specific purposes that are neither considered restricted or committed. Fund Balance may be assigned by the Business Administrator.
- Unassigned - includes balance within the General Fund which has not been classified within the above mentioned categories and negative fund balances in other governmental funds.

General Fund – Of \$1,925,798 General Fund fund balance at June 30, 2019, \$238,891 is restricted for excess surplus – current year; \$963,066 is restricted for other purposes; \$20,085 is committed; \$0 is assigned for other purposes; and \$703,756 is unassigned.

***REQUIRED SUPPLEMENTARY INFORMATION
PART II***

BUDGETARY COMPARISON SCHEDULES

Shore Regional High School District
 Budgetary Comparison Schedule
 General Fund
 Fiscal Year Ended June 30, 2019

| | Original Budget | Budget Transfers | Final Budget | Actual | Variance Final to Actual |
|---|--------------------|---------------------|-------------------|-------------------|-----------------------------|
| REVENUES: | | | | | |
| Local Sources: | | | | | |
| Local Tax Levy | \$ 15,117,134 | \$ (1) | \$ 15,117,133 | \$ 15,117,133 | \$ - |
| Transportation Fees From Other LEAs | 490,764 | - | 490,764 | 591,292 | 100,528 |
| Rental Facilities | - | - | - | - | - |
| Tuition | 360,152 | - | 360,152 | 354,442 | (5,710) |
| Interest Income - Other | - | - | - | 41,108 | 41,108 |
| Interest Earned on Capital Reserve Funds | 100 | (100) | - | 4,155 | 4,155 |
| Miscellaneous | 458,500 | 100 | 458,600 | 542,451 | 83,851 |
| Total - Local Sources | 16,426,650 | (1) | 16,426,649 | 16,650,581 | 223,932 |
| State Sources: | | | | | |
| Categorical Special Education Aid | 386,807 | - | 386,807 | 386,807 | - |
| Categorical Transportation Aid | 151,104 | - | 151,104 | 151,104 | - |
| Categorical Security Aid | 11,107 | - | 11,107 | 11,107 | - |
| Equalization Aid | - | - | - | - | - |
| Equalization Aid - ARRA | - | - | - | - | - |
| Extraordinary Aid | 195,000 | - | 195,000 | 249,350 | 54,350 |
| Extraordinary Aid - Previous Year | - | - | - | - | - |
| Adjustment Aid | - | - | - | - | - |
| Non Public Transportation Aid | - | - | - | 2,030 | 2,030 |
| Other State Aid | - | - | - | - | - |
| TPAF Pension (On-Behalf - Non-Budgeted) | - | - | - | 1,119,024 | 1,119,024 |
| TPAF Post-Retirement Medical (On-Behalf - Non-Budgeted) | - | - | - | 508,182 | 508,182 |
| TPAF Social Security (Reimbursed - Non-Budgeted) | - | - | - | 414,064 | 414,064 |
| Total State Sources | 744,018 | - | 744,018 | 2,841,668 | 2,097,650 |
| Federal Sources: | | | | | |
| Impact Aid | - | - | - | - | - |
| Community Disaster Loan - FEMA | - | - | - | - | - |
| Total - Federal Sources | - | - | - | - | - |
| Total Revenues | 17,170,668 | (1) | 17,170,667 | 19,492,249 | 2,321,582 |
| EXPENDITURES: | | | | | |
| Current Expense: | | | | | |
| Regular Programs - Instruction | | | | | |
| Preschool/Kindergarten - Salaries of Teachers | - | - | - | - | - |
| Grades 1-5 - Salaries of Teachers | - | - | - | - | - |
| Grades 6-8 - Salaries of Teachers | - | - | - | - | - |
| Grades 9-12 - Salaries of Teachers | 3,870,307 | (10,471) | 3,859,836 | 3,857,797 | 2,039 |
| Regular Programs - Home Instruction: | | | | | |
| Salaries of Teachers | 20,000 | 9,425 | 29,425 | 29,425 | - |
| Purchased Professional-Educational Services | 20,000 | (6,425) | 13,575 | 9,989 | 3,586 |
| Regular Programs - Undistributed Instruction | | | | | |
| Other Salaries for Instruction | - | - | - | - | - |
| Purchased Professional-Educational Services | 82,000 | 123,283 | 205,283 | 190,901 | 14,382 |
| Purchased Technical Services | - | - | - | - | - |
| Other Purchased Services (400-500 series) | - | - | - | - | - |
| General Supplies | 315,451 | (38,135) | 277,316 | 266,109 | 11,207 |
| Textbooks | 35,700 | (5,124) | 30,576 | 30,446 | 130 |
| Other Objects | 20,090 | (3,000) | 17,090 | 11,150 | 5,940 |
| TOTAL REGULAR PROGRAMS - INSTRUCTION | 4,363,548 | 69,553 | 4,433,101 | 4,395,817 | 37,284 |
| SPECIAL EDUCATION - INSTRUCTION | | | | | |
| Cognitive - Mild: | | | | | |
| Salaries of Teachers | - | - | - | - | - |
| Other Salaries for Instruction | - | - | - | - | - |
| Purchased Professional-Educational Services | - | - | - | - | - |
| Purchased Technical Services | - | - | - | - | - |
| Other Purchased Services (400-500 series) | - | - | - | - | - |
| General Supplies | - | - | - | - | - |
| Textbooks | - | - | - | - | - |
| Other Objects | - | - | - | - | - |
| Total Cognitive - Mild | - | - | - | - | - |
| Cognitive - Moderate: | | | | | |

Shore Regional High School District
 Budgetary Comparison Schedule
 General Fund
 Fiscal Year Ended June 30, 2019

| | Original Budget | Budget Transfers | Final Budget | Actual | Variance Final to Actual |
|--|--------------------|---------------------|-----------------|---------|-----------------------------|
| Salaries of Teachers | | - | | | - |
| Other Salaries for Instruction | | - | | | - |
| Purchased Professional-Educational Services | | - | | | - |
| Purchased Technical Services | | - | | | - |
| Other Purchased Services (400-500 series) | | - | | | - |
| General Supplies | | - | | | - |
| Textbooks | | - | | | - |
| Other Objects | | - | | | - |
| Total Cognitive - Moderate | - | - | - | - | - |
| Learning and/or Language Disabilities: | | | | | |
| Salaries of Teachers | 88,205 | - | 88,205 | 88,205 | - |
| Other Salaries for Instruction | | - | | | - |
| Purchased Professional-Educational Services | | - | | | - |
| Purchased Technical Services | | - | | | - |
| Other Purchased Services (400-500 series) | | - | | | - |
| General Supplies | | - | | | - |
| Textbooks | | - | | | - |
| Other Objects | | - | | | - |
| Total Learning and/or Language Disabilities | 88,205 | - | 88,205 | 88,205 | - |
| Visual Impairments: | | | | | |
| Salaries of Teachers | | - | | | - |
| Other Salaries for Instruction | | - | | | - |
| Purchased Professional-Educational Services | | - | | | - |
| Purchased Technical Services | | - | | | - |
| Other Purchased Services (400-500 series) | | - | | | - |
| General Supplies | | - | | | - |
| Textbooks | | - | | | - |
| Other Objects | | - | | | - |
| Total Visual Impairments | - | - | - | - | - |
| Auditory Impairments: | | | | | |
| Salaries of Teachers | | - | | | - |
| Other Salaries for Instruction | | - | | | - |
| Purchased Professional-Educational Services | | - | | | - |
| Purchased Technical Services | | - | | | - |
| Other Purchased Services (400-500 series) | | - | | | - |
| General Supplies | | - | | | - |
| Textbooks | | - | | | - |
| Other Objects | | - | | | - |
| Total Auditory Impairments | - | - | - | - | - |
| Behavioral Disabilities: | | | | | |
| Salaries of Teachers | | - | | | - |
| Other Salaries for Instruction | | - | | | - |
| Purchased Professional-Educational Services | | - | | | - |
| Purchased Technical Services | | - | | | - |
| Other Purchased Services (400-500 series) | | - | | | - |
| General Supplies | | - | | | - |
| Textbooks | | - | | | - |
| Other Objects | | - | | | - |
| Total Behavioral Disabilities | - | - | - | - | - |
| Multiple Disabilities: | | | | | |
| Salaries of Teachers | | - | | | - |
| Other Salaries for Instruction | | - | | | - |
| Purchased Professional-Educational Services | | - | | | - |
| Purchased Technical Services | | - | | | - |
| Other Purchased Services (400-500 series) | | - | | | - |
| General Supplies | | - | | | - |
| Textbooks | | - | | | - |
| Other Objects | | - | | | - |
| Total Multiple Disabilities | - | - | - | - | - |
| Resource Room/Resource Center: | | | | | |
| Salaries of Teachers | 352,035 | (13,189) | 338,846 | 338,846 | - |
| Other Salaries for Instruction | 74,250 | 2,124 | 76,374 | 76,374 | - |
| Purchased Professional-Educational Services | | - | | | - |
| Purchased Technical Services | | - | | | - |
| Other Purchased Services (400-500 series) | | - | | | - |
| General Supplies | 1,000 | 200 | 1,200 | 1,195 | 5 |
| Textbooks | | - | | | - |
| Other Objects | | - | | | - |
| Total Resource Room/Resource Center | 427,285 | (10,865) | 416,420 | 416,415 | 5 |

Shore Regional High School District
 Budgetary Comparison Schedule
 General Fund
 Fiscal Year Ended June 30, 2019

| | Original Budget | Budget Transfers | Final Budget | Actual | Variance Final to Actual |
|--|--------------------|---------------------|-----------------|---------|-----------------------------|
| Autism: | | | | | |
| Salaries of Teachers | | - | | | - |
| Other Salaries for Instruction | | - | | | - |
| Purchased Professional-Educational Services | | - | | | - |
| Purchased Technical Services | | - | | | - |
| Other Purchased Services (400-500 series) | | - | | | - |
| General Supplies | | - | | | - |
| Textbooks | | - | | | - |
| Other Objects | | - | | | - |
| Total Autism | - | - | - | - | - |
| Preschool Disabilities - Part-Time: | | | | | |
| Salaries of Teachers | | - | | | - |
| Other Salaries for Instruction | | - | | | - |
| Purchased Professional-Educational Services | | - | | | - |
| Purchased Technical Services | | - | | | - |
| Other Purchased Services (400-500 series) | | - | | | - |
| General Supplies | | - | | | - |
| Textbooks | | - | | | - |
| Other Objects | | - | | | - |
| Total Preschool Disabilities - Part-Time | - | - | - | - | - |
| Preschool Disabilities - Full-Time: | | | | | |
| Salaries of Teachers | | - | | | - |
| Other Salaries for Instruction | | - | | | - |
| Purchased Professional-Educational Services | | - | | | - |
| Purchased Technical Services | | - | | | - |
| Other Purchased Services (400-500 series) | | - | | | - |
| General Supplies | | - | | | - |
| Textbooks | | - | | | - |
| Other Objects | | - | | | - |
| Total Preschool Disabilities - Full-Time | - | - | - | - | - |
| Home Instruction: | | | | | |
| Purchased Professional-Educational Services | | - | | | - |
| Total Home Instruction | - | - | - | - | - |
| Cognitive - Severe: | | | | | |
| Salaries of Teachers | | - | | | - |
| Other Salaries for Instruction | | - | | | - |
| Purchased Professional-Educational Services | | - | | | - |
| Purchased Technical Services | | - | | | - |
| Other Purchased Services (400-500 series) | | - | | | - |
| General Supplies | | - | | | - |
| Textbooks | | - | | | - |
| Other Objects | | - | | | - |
| Total Cognitive - Severe | - | - | - | - | - |
| TOTAL SPECIAL EDUCATION - INSTRUCTION | 515,490 | (10,865) | 504,625 | 504,620 | 5 |
| School-Spon. Cocurricular Actvts. - Inst. | | | | | |
| Salaries | 133,230 | (3,735) | 129,495 | 124,391 | 5,104 |
| Purchased Services (300-500 series) | 32,350 | 800 | 33,150 | 29,576 | 3,574 |
| Supplies and Materials | 20,715 | 12,373 | 33,088 | 23,755 | 9,333 |
| Other Objects | 33,370 | (1,200) | 32,170 | 22,947 | 9,223 |
| Transfers to Cover Deficit (Agency Funds) | | | | | - |
| Total School-Spon. Cocurricular Actvts. - Inst. | 219,665 | 8,238 | 227,903 | 200,669 | 27,234 |
| Basic Skills/Remedial - Instruction | | | | | |
| Salaries of Teachers | | - | | | - |
| Other Salaries for Instruction | | - | | | - |
| Purchased Professional-Educational Services | | - | | | - |
| Purchased Technical Services | | - | | | - |
| Other Purchased Services (400-500 series) | | - | | | - |
| General Supplies | | - | | | - |
| Textbooks | | - | | | - |
| Other Objects | | - | | | - |
| Total Basic Skills/Remedial - Instruction | - | - | - | - | - |
| Bilingual Education - Instruction | | | | | |
| Salaries of Teachers | | - | | | - |
| Other Salaries for Instruction | | - | | | - |
| Purchased Professional-Educational Services | | - | | | - |
| Purchased Technical Services | | - | | | - |
| Other Purchased Services (400-500 series) | | - | | | - |
| General Supplies | | - | | | - |
| Textbooks | | - | | | - |

Shore Regional High School District
 Budgetary Comparison Schedule
 General Fund
 Fiscal Year Ended June 30, 2019

| | Original Budget | Budget Transfers | Final Budget | Actual | Variance Final to Actual |
|---|--------------------|---------------------|------------------|------------------|-----------------------------|
| Other Objects | - | - | - | - | - |
| Total Bilingual Education - Instruction | - | - | - | - | - |
| School-Spon. Athletics - Inst. | | | | | |
| Salaries of Teachers | 660,141 | - | 660,141 | 652,048 | 8,093 |
| Other Salaries for Instruction | - | - | - | - | - |
| Purchased Professional-Educational Services | - | - | - | - | - |
| Purchased Technical Services | - | - | - | - | - |
| Other Purchased Services (400-500 series) | 383,929 | 37,151 | 421,080 | 367,249 | 53,831 |
| General Supplies | 88,196 | 8,281 | 96,477 | 88,212 | 8,265 |
| Other Objects | 33,340 | (110) | 33,230 | 27,008 | 6,222 |
| Transfers to Cover Deficit (Agency Funds) | 40,000 | 5,000 | 45,000 | 43,960 | 1,040 |
| Total School-Spon. Athletics - Inst. | 1,205,606 | 50,322 | 1,255,928 | 1,178,477 | 77,451 |
| Before/After School Programs - Instruction | | | | | |
| Salaries of Teachers | 5,000 | - | 5,000 | 4,393 | 607 |
| Other Salaries of Instruction | - | - | - | - | - |
| Salaries of Teacher Tutors | - | - | - | - | - |
| Salaries of Reading Specialist | - | - | - | - | - |
| Unused Vacation Payment to Terminated/Retired Staff | - | - | - | - | - |
| Purchased Professional & Technical Services | - | - | - | - | - |
| Other Purchased Services (400-500 series) | - | - | - | - | - |
| Supplies & Materials | - | - | - | - | - |
| Other Objects | - | - | - | - | - |
| Total Before/After School Programs - Instruction | 5,000 | - | 5,000 | 4,393 | 607 |
| Summer School | | | | | |
| Salaries of Teachers | 65,000 | (2,550) | 62,450 | 62,450 | - |
| Total Summer School | 65,000 | (2,550) | 62,450 | 62,450 | - |
| Community Services Programs/Operation | | | | | |
| Salaries | - | - | - | - | - |
| Purchased Services (300-500 series) | - | - | - | - | - |
| Supplies and Materials | - | - | - | - | - |
| Other Objects | - | - | - | - | - |
| Transfers to Cover Deficit (Agency Funds) | 17,000 | 5,110 | 22,110 | 22,105 | 5 |
| Total Community Services Programs/Operation | 17,000 | 5,110 | 22,110 | 22,105 | 5 |
| Total Instruction | 6,391,309 | 119,808 | 6,511,117 | 6,368,531 | 142,586 |
| Undistributed Expenditures - Instruction: | | | | | |
| Tuition to CSSD & Regional Day Schools | - | - | - | - | - |
| Tuition to Private Schools for the Disabled - Within State | 823,641 | (26,604) | 797,037 | 792,019 | 5,018 |
| Tuition to Private Schools for the Disabled & Oth LEAs-Spl - o/s NJ | 394,499 | 110,034 | 504,533 | 504,533 | - |
| Tuition -County Voc School Dist.-Regular | 478,030 | (53,740) | 424,290 | 423,701 | 589 |
| Tuition -County Voc School Dist.-Special | 33,000 | 11,770 | 44,770 | 44,770 | - |
| Tuition - State Facilities | - | - | - | - | - |
| Tuition - Other | 75,150 | 30,000 | 105,150 | 102,595 | 2,555 |
| Tuition - Other LEAs Within State-Regular | - | - | - | - | - |
| Tuition - Other LEAs Within State-Special | 109,000 | 51,500 | 160,500 | 159,372 | 1,128 |
| Total Undistributed Expenditures - Instruction: | 1,913,320 | 122,960 | 2,036,280 | 2,026,990 | 9,290 |
| Undistributed Expend. - Attendance & Social Work | | | | | |
| Salaries | 57,077 | (824) | 56,253 | 56,253 | - |
| Purchased Professional and Technical Services | - | - | - | - | - |
| Other Purchased Services (400-500 series) | - | - | - | - | - |
| Supplies and Materials | - | - | - | - | - |
| Other Objects | - | - | - | - | - |
| Total Undistributed Expend. - Attendance & Social Work | 57,077 | (824) | 56,253 | 56,253 | - |
| Undist. Expend. - Health Services | | | | | |
| Salaries | 78,780 | 300 | 79,080 | 79,080 | - |
| Purchased Professional and Technical Services | 24,182 | (300) | 23,882 | 20,560 | 3,322 |
| Other Purchased Services (400-500 series) | - | - | - | - | - |
| Supplies and Materials | 4,400 | (49) | 4,351 | 2,684 | 1,667 |
| Other Objects | 7,350 | (4,262) | 3,088 | 524 | 2,564 |
| Total Undistributed Expenditures - Health Services | 114,712 | (4,311) | 110,401 | 102,848 | 7,553 |
| Undist. Expend. - Speech, OT, PT, Related Svcs. | | | | | |
| Salaries | - | - | - | - | - |
| Unused Vacation Payment to Terminated/Retired Staff | - | - | - | - | - |
| Purchased Professional - Educational Services | - | 10,700 | 10,700 | 10,020 | 680 |
| Supplies and Materials | - | - | - | - | - |
| Other Objects | - | - | - | - | - |
| Total Undist. Expend. - Speech, OT, PT, Related Svcs. | - | 10,700 | 10,700 | 10,020 | 680 |
| Undist. Expend. - Other Supp. Serv. Students - Related Serv. | | | | | |
| Salaries of Other Professional Staff | - | - | - | - | - |

**Shore Regional High School District
Budgetary Comparison Schedule
General Fund
Fiscal Year Ended June 30, 2019**

| | <u>Original Budget</u> | <u>Budget Transfers</u> | <u>Final Budget</u> | <u>Actual</u> | <u>Variance Final to Actual</u> |
|---|----------------------------|-----------------------------|-------------------------|---------------|-------------------------------------|
| Purchased Professional - Educational Services | | - | | | - |
| Supplies and Materials | | | | | - |
| Total Undist. Expend. - Other Supp. Serv. Students - Related Serv. | - | 10,700 | 10,700 | 10,020 | 680 |
| Undist. Expend. - Other Supp. Serv. Students - Extra. Serv. | | | | | |
| Salaries | 71,000 | (2,872) | 68,128 | 40,569 | 27,559 |
| Total Undist. Expend. - Other Supp. Serv. Students - Extra. Serv. | 71,000 | (2,872) | 68,128 | 40,569 | 27,559 |
| Undist. Expend. - Guidance | | | | | |
| Salaries of Other Professional Staff | 564,605 | (315) | 564,290 | 564,290 | - |
| Salaries of Secretarial and Clerical Assistants | 99,483 | (135) | 99,348 | 99,348 | - |
| Benefits | | | | | - |
| Unused Vacation Payment to Terminated/Retired Staff | | | | | - |
| Purchased Professional - Educational Services | | | | | - |
| Other Purchased Prof. and Tech. Services | | | | | - |
| Other Purchased Services (400-500 series) | 26,535 | 8,563 | 35,098 | 34,600 | 498 |
| Supplies and Materials | 2,300 | | 2,300 | 1,979 | 321 |
| Other Objects | 9,700 | (2,175) | 7,525 | 7,504 | 21 |
| Total Undist. Expend. - Guidance | 702,623 | 5,938 | 708,561 | 707,721 | 840 |
| Undist. Expend - Child Study Team | | | | | |
| Salaries of Other Professional Staff | 231,850 | (9,495) | 222,355 | 222,197 | 158 |
| Salaries of Secretarial and Clerical Assistants | 3,500 | (1,535) | 1,965 | 1,965 | - |
| Purchased Professional - Educational Services | 87,124 | (9,451) | 77,673 | 63,686 | 13,987 |
| Other Purchased Services (400-500 series) | | | | | - |
| Supplies and Materials | 1,500 | | 1,500 | 737 | 763 |
| Other Objects | 800 | | 800 | 797 | 3 |
| Total Undist. Expend - Child Study Team | 324,774 | (20,481) | 304,293 | 289,382 | 14,911 |
| Undist. Expend. - Improv. Of Inst. Serv. | | | | | |
| Salaries of Supervisors of Instruction | 141,560 | | 141,560 | 141,560 | - |
| Salaries of Other Professional Staff | 83,700 | (3,250) | 80,450 | 71,600 | 8,850 |
| Salaries of Secretarial and Clerical Assistants | 54,859 | | 54,859 | 54,859 | - |
| Other Salaries | | | | | - |
| Unused Vacation Payment to Terminated/Retired Staff | | | | | - |
| Sal of Facilitators, Math Coaches & Liteacy Coaches | | | | | - |
| Purchased Professional - Educational Services | | 170 | 170 | 107 | 63 |
| Other Purchased Prof. and Tech. Services | | | | | - |
| Other Purchased Services (400-500 series) | | | | | - |
| Supplies and Materials | 1,500 | 300 | 1,800 | 1,790 | 10 |
| Other Objects | 32,250 | 23,817 | 56,067 | 55,430 | 637 |
| Total Undist. Expend. - Improv. Of Inst. Serv. | 313,869 | 21,037 | 334,906 | 325,346 | 9,560 |
| Undist. Expend. - Other Supp. Serv. Students-Reg. | | | | | |
| Salaries of Other Professional Staff | | | | | - |
| Salaries of Secretarial and Clerical Assistants | | | | | - |
| Other Salaries | | | | | - |
| Purchased Professional - Educational Services | | | | | - |
| Other Purchased Prof. and Tech. Services | | | | | - |
| Other Purchased Services (400-500 series) | | | | | - |
| Supplies and Materials | | | | | - |
| Other Objects | | | | | - |
| Total Undist. Expend. - Other Supp. Serv. Students-Reg. | - | - | - | - | - |
| Undist. Expend. - Other Supp. Serv. Students - Special | | | | | |
| Salaries of Other Professional Staff | | | | | - |
| Salaries of Secretarial and Clerical Assistants | | | | | - |
| Purchased Professional Educational Services | | | | | - |
| Misc. Purch Serv (400 - 500 series o/than resid costs) | | | | | - |
| Supplies and Materials | | | | | - |
| Other Objects | | | | | - |
| Total Undist. Expend. - Other Supp. Serv. Students - Special | - | - | - | - | - |
| Undist. Expend. - Improvement of Inst. Serv. | | | | | |
| Salaries of Supervisor of Instruction | | | | | - |
| Salaries of Other Professional Staff | | | | | - |
| Salaries of Secr and Clerical Assist. | | | | | - |
| Other Salaries | | | | | - |
| Purchased Prof- Educational Services | | | | | - |
| Other Purch Prof. and Tech. Services | | | | | - |
| Other Purch Services (400-500) | | | | | - |
| Supplies and Materials | | | | | - |
| Other Objects | | | | | - |
| Total Undist. Expend. - Improvement of Inst. Serv. | - | - | - | - | - |
| Undist. Expend. - Edu. Media Serv./Sch. Library | | | | | |
| Salaries | 46,008 | (38,441) | 7,567 | 7,567 | - |

Shore Regional High School District
 Budgetary Comparison Schedule
 General Fund
 Fiscal Year Ended June 30, 2019

| | Original Budget | Budget Transfers | Final Budget | Actual | Variance Final to Actual |
|---|--------------------|---------------------|-----------------|----------------|-----------------------------|
| Other Purchased Prof. and Tech. Services | | - | | | - |
| Other Purchased Services (400-500 series) | | 8,610 | 8,610 | 8,610 | - |
| Supplies and Materials | 30,540 | (1,300) | 29,240 | 28,813 | 427 |
| Other Objects | | - | | | - |
| Total Undist. Expend. - Edu. Media Serv./Sch. Library | 76,548 | (31,131) | 45,417 | 44,990 | 427 |
| Undist. Expend. - Instructional Staff Training Serv. | | | | | |
| Salaries of Supervisors of Instruction | | - | | | - |
| Salaries of Other Professional Staff | | 1,000 | 1,000 | 1,000 | - |
| Salaries of Secretarial and Clerical Assist | | - | | | - |
| Other Salaries | | - | | | - |
| Purchased Professional - Educational Serv | | - | | | - |
| Other Purchased Prof. and Tech. Services | | 2,467 | 2,467 | 2,467 | - |
| Other Purchased Services (400-500 series) | 450 | 3,845 | 4,295 | 3,994 | 301 |
| Supplies and Materials | | - | | | - |
| Other Objects | | - | | | - |
| Total Undist. Expend. - Instructional Staff Training Serv. | 450 | 7,312 | 7,762 | 7,461 | 301 |
| Undist. Expend. - Supp. Serv. - General Admin. | | | | | |
| Salaries | 139,534 | 40,848 | 180,382 | 180,146 | 236 |
| Salaries of Attorneys | 11,220 | - | 11,220 | 11,220 | - |
| Legal Services | 60,000 | (40,700) | 19,300 | 16,897 | 2,403 |
| Audit Fees | 20,000 | - | 20,000 | 20,000 | - |
| Architectural/Engineering Services | | 3,000 | 3,000 | 3,000 | - |
| Other Purchased Professional Services | | - | | | - |
| Communications/Telephone | 70,580 | (500) | 70,080 | 62,123 | 7,957 |
| BOE Other Purchased Services | 4,800 | 216 | 5,016 | 4,354 | 662 |
| Other Purchased Services (400-500 series) | 6,550 | 1,100 | 7,650 | 7,364 | 286 |
| Other Purchased Prof. and Tech. Services | | - | | | - |
| Rental | | - | | | - |
| Travel | | - | | | - |
| Supplies and Materials | | - | | | - |
| General Supplies | 2,700 | - | 2,700 | 2,581 | 119 |
| BOE In house Training/Meeting Supplies | 2,800 | 400 | 3,200 | 3,135 | 65 |
| BOE Membership Dues and Fees | 7,800 | (101) | 7,699 | 7,699 | - |
| Judgements Against The School Distric | 50,000 | - | 50,000 | 50,000 | - |
| Miscellaneous Expenditures | 4,464 | (915) | 3,549 | 2,918 | 631 |
| Total Undist. Expend. - Supp. Serv. - General Admin. | 380,448 | 3,348 | 383,796 | 371,437 | 12,359 |
| Undist. Expend. - Support Serv. - School Admin. | | | | | |
| Salaries of Principals/Assistant Principals | 252,117 | - | 252,117 | 252,116 | 1 |
| Salaries of Other Professional Staff | | - | | | - |
| Salaries of Secretarial and Clerical Assistants | 61,679 | - | 61,679 | 61,679 | - |
| Other Salaries | | - | | | - |
| Purchased Professional and Technical Services | | - | | | - |
| Other Purchased Services (400-500 series) | 850 | - | 850 | 453 | 397 |
| Supplies and Materials | 17,100 | (2,045) | 15,055 | 9,245 | 5,810 |
| Rental | | - | | | - |
| Other Objects | | - | | | - |
| Total Undist. Expend. - Support Serv. - School Admin. | 331,746 | (2,045) | 329,701 | 323,493 | 6,208 |
| Undist. Expend. - Central Services | | | | | |
| Salaries | 150,500 | 440 | 150,940 | 150,940 | - |
| Purchased Professional Services | 62,300 | (300) | 62,000 | 61,287 | 713 |
| Other Purchased Services (400-500 series) | 3,100 | - | 3,100 | 1,968 | 1,132 |
| Sale/Lease Back Payments | | - | | | - |
| Supplies and Materials | 6,350 | (440) | 5,910 | 4,921 | 989 |
| Interest on Current Loans | | - | | | - |
| Miscellaneous Expenditures | | - | | | - |
| Other Objects New line | 1,575 | 300 | 1,875 | 1,755 | 120 |
| Total Undist. Expend. - Central Services | 223,825 | - | 223,825 | 220,871 | 2,954 |
| Undist. Expend. - Admin. Info. Tech. | | | | | |
| Salaries | 82,900 | - | 82,900 | 82,900 | - |
| Other Purchased Services (400-500 series) | 54,540 | (4,300) | 50,240 | 46,157 | 4,083 |
| Supplies and Materials | 14,510 | (2,100) | 12,410 | 11,761 | 649 |
| Other Objects | 300 | (300) | - | - | - |
| Total Undist. Expend. - Admin. Info. Tech. | 152,250 | (6,700) | 145,550 | 140,818 | 4,732 |
| Undist. Expend. - Required Maint.- School Facilities | | | | | |
| Salaries | | - | | | - |
| Salaries of Secretarial and Clerical Assistants | | - | | | - |
| Other Salaries | | - | | | - |
| Salaries of Other Professional Staff | | - | | | - |
| Cleaning, Repair and Maintenance Services | 109,672 | 50,853 | 160,525 | 152,263 | 8,262 |

**Shore Regional High School District
Budgetary Comparison Schedule
General Fund
Fiscal Year Ended June 30, 2019**

| | <u>Original Budget</u> | <u>Budget Transfers</u> | <u>Final Budget</u> | <u>Actual</u> | <u>Variance Final to Actual</u> |
|---|----------------------------|-----------------------------|-------------------------|------------------|-------------------------------------|
| Lead Testing of Drinking Water | | - | | | - |
| Insurance | | - | | | - |
| Miscellaneous Purchased Services-Rental | | - | | | - |
| General Supplies | 16,200 | 9,500 | 25,700 | 23,950 | 1,750 |
| Energy (Energy and Electricity) | | - | | | - |
| Other Objects | | - | | | - |
| Total Undist. Expend. - Required Maint.- School Facilities | <u>125,872</u> | <u>60,353</u> | <u>186,225</u> | <u>176,213</u> | <u>10,012</u> |
| Undist. Expend. - Oth. Oper. & Maint. of Plant | | | | | |
| Salaries | | - | | | - |
| Salaries of Secretarial and Clerical Assistants | | - | | | - |
| Other Salaries | | - | | | - |
| Hall Monitors | | - | | | - |
| Purchased Professional and Technical Services | | - | | | - |
| Cleaning, Repair and Maintenance Services | 911,632 | (2,500) | 909,132 | 908,185 | 947 |
| Other Purchased Property Services | 169,411 | (27,225) | 142,186 | 142,098 | 88 |
| Insurance | 171,900 | 26,761 | 198,661 | 198,661 | - |
| Miscellaneous Purchased Services-Rental | | - | | | - |
| General Supplies | 33,300 | (9,200) | 24,100 | 19,124 | 4,976 |
| Energy (Electricity) | 250,650 | 25,625 | 276,275 | 268,867 | 7,408 |
| Energy (Natural Gas) | 112,000 | (4,000) | 108,000 | 95,404 | 12,596 |
| Other Objects | | - | | | - |
| Total Undist. Expend. - Other Oper. & Maint. Of Plant | <u>1,648,893</u> | <u>9,461</u> | <u>1,658,354</u> | <u>1,632,339</u> | <u>26,015</u> |
| Undist. Expend. - Care & Upkeep of Grounds | | | | | |
| Salaries | | - | | | - |
| Cleaning, Repair and Maintenance Services | 192,281 | (12,250) | 180,031 | 177,629 | 2,402 |
| General Supplies | 24,000 | (3,000) | 21,000 | 20,905 | 95 |
| Other objects | | - | | | - |
| Total Undist. Expend. - Care & Upkeep of Grounds | <u>216,281</u> | <u>(15,250)</u> | <u>201,031</u> | <u>198,534</u> | <u>2,497</u> |
| Undist. Expend. - Security | | | | | |
| Salaries | 151,950 | 945 | 152,895 | 152,895 | - |
| General Supplies | 5,100 | (3,480) | 1,620 | 1,589 | 31 |
| Cleaning, Repair and Maintenance Services | 52,527 | (3,570) | 48,957 | 48,957 | - |
| Total Undist. Expend. - Security | <u>209,577</u> | <u>(6,105)</u> | <u>203,472</u> | <u>203,441</u> | <u>31</u> |
| Total Undist. Expend - Oper and Maint of Plant Serv. | <u>2,200,623</u> | <u>48,459</u> | <u>2,249,082</u> | <u>2,210,527</u> | <u>38,555</u> |
| Undist. Expend. - Student Transportation Serv. | | | | | |
| Salaries of Non-Instructional Aides | 58,210 | 5,126 | 63,336 | 63,336 | - |
| Salaries for pupil trans - (Between Home and School) - Reg | 581,781 | (11,628) | 570,153 | 567,341 | 2,812 |
| Salaries for pupil trans - (Between Home and School) - Sp Ed | | - | | | - |
| Salaries for pupil trans - (Other than Bet. Home and School) | 173,400 | (64,700) | 108,700 | 106,431 | 2,269 |
| Salaries for pupil trans - (Bet. Home and School) Non-Public | | - | | | - |
| Trans Benefits | | - | | | - |
| Cleaning, Repair and Maintenance Services | 115,000 | 20,000 | 135,000 | 106,708 | 28,292 |
| Lease Purchase Payments - School Buses | 159,141 | (59,842) | 99,299 | 99,299 | - |
| Contract Services - (Other than Bet. Home and School) - Vendors | | 2,800 | 2,800 | 2,240 | 560 |
| Contract Services - (Between Home and School) - Vendors | | - | | | - |
| Contract Services - (Between Home and School) - Joint | | - | | | - |
| Contract Services - (Special Ed Stds) - Vendors | 32,850 | (14,573) | 18,277 | 18,277 | - |
| Contract Services - (Special Ed Stds) - Joint | | 16,780 | 16,780 | 16,780 | - |
| Contract Services - (Reg Ed Stds) - ESCs & CTASAs | 119,000 | (4,000) | 115,000 | 113,808 | 1,192 |
| Contract Services - (Special Ed Stds) - ESCs & CTASAs | 258,500 | 197,603 | 456,103 | 453,641 | 2,462 |
| Contract Services - Aid in Lieu Of Pymts-NonPub Sch | 40,000 | 14,200 | 54,200 | 49,500 | 4,700 |
| Miscellaneous Purchased Services-Transportation | | - | | | - |
| Supplies and Materials | 500 | (216) | 284 | 284 | - |
| Transportation Supplies | 148,800 | (2,631) | 146,169 | 136,571 | 9,598 |
| Other Objects | 20,866 | (2,593) | 18,273 | 16,343 | 1,930 |
| Total Undist. Expend. - Student Transportation Serv. | <u>1,708,048</u> | <u>96,326</u> | <u>1,804,374</u> | <u>1,750,559</u> | <u>53,815</u> |
| Undist. Expend. - Student Transportation Serv. | | | | | |
| Social Security Contributions | 111,885 | 7,100 | 118,985 | 113,965 | 5,020 |
| Workmen's Compensation | 55,816 | - | 55,816 | 55,816 | - |
| Health Benefits | 1,236,870 | (31,291) | 1,205,579 | 1,203,700 | 1,879 |
| Tuition Reimbursement | 30,000 | - | 30,000 | 21,078 | 8,922 |
| Other Employee Benefits | | - | | | - |
| Total Regular Programs - Instruction | <u>1,434,571</u> | <u>(24,191)</u> | <u>1,410,380</u> | <u>1,394,559</u> | <u>15,821</u> |
| Undist. Expend. - Guidance | | | | | |
| Social Security Contributions | 14,737 | - | 14,737 | 14,737 | - |
| Workmen's Compensation | 7,352 | - | 7,352 | 7,352 | - |
| Health Benefits | 160,915 | (79,543) | 81,372 | 81,222 | 150 |
| Tuition Reimbursement | | - | | | - |
| Total Other Supp Serv - Guidance | <u>183,004</u> | <u>(79,543)</u> | <u>103,461</u> | <u>103,311</u> | <u>150</u> |
| Undist. Expend. - Library | | | | | |
| Tuition Reimbursement | | - | | | - |
| Total Educational Media Services - Sch. Library | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |

Shore Regional High School District
Budgetary Comparison Schedule
General Fund
Fiscal Year Ended June 30, 2019

| | Original Budget | Budget Transfers | Final Budget | Actual | Variance Final to Actual |
|---|--------------------|---------------------|-------------------|-------------------|-----------------------------|
| Social Security Contributions | 16,713 | - | 16,713 | 16,713 | - |
| Other Retirement contributions - PERS | 70,000 | - | 70,000 | 70,000 | - |
| Workmen's Compensation | 8,338 | - | 8,338 | 8,338 | - |
| Health Benefits | 184,770 | - | 184,770 | 184,671 | 99 |
| Total Student Transportation Services | 279,821 | - | 279,821 | 279,722 | 99 |
| Total Allocated Benefits | 1,897,396 | (103,734) | 1,793,662 | 1,777,592 | 16,070 |
| UNALLOCATED BENEFITS | | | | | |
| Group Insurance | - | - | - | - | - |
| Social Security Contributions | 51,664 | (6,000) | 45,664 | 41,020 | 4,644 |
| Other Retirement Contributions - PERS | 70,000 | 4,246 | 74,246 | 74,246 | - |
| Other Retirement Contributions - Regular | 12,000 | 5,750 | 17,750 | 16,542 | 1,208 |
| Interest for Lease Purchase | - | - | - | - | - |
| Unemployment Compensation | 5,000 | (800) | 4,200 | 4,000 | 200 |
| Workmen's Compensation | 25,774 | (518) | 25,256 | 25,256 | - |
| Health Benefits | 570,679 | (88,418) | 482,261 | 482,252 | 9 |
| Tuition Reimbursement | - | - | - | - | - |
| Other Employee Benefits | 500 | 7,300 | 7,800 | 7,718 | 82 |
| Unused Sick pay to Terminated/Retired Staff-mass severance | - | - | - | - | - |
| TOTAL UNALLOCATED BENEFITS | 735,617 | (78,440) | 657,177 | 651,034 | 6,143 |
| Total Personal Services - Employee Benefits | 2,633,013 | (182,174) | 2,450,839 | 2,428,626 | 22,213 |
| Undist. Expend. - Food Services | | | | | |
| Transfers to Cover Deficit (Enterprise Fund) | 20,000 | - | 20,000 | 20,000 | - |
| Total Undist. Expend. - Food Services | 20,000 | - | 20,000 | 20,000 | - |
| On-Behalf TPAF Pension Contributions (non-budgeted) | - | - | - | 1,119,024 | (1,119,024) |
| On-Behalf TPAF Post-Retirement Medical Contributions (non-budgeted) | - | - | - | 508,182 | (508,182) |
| Reimbursed TPAF Social Security Contributions (non-budgeted) | - | - | - | 414,064 | (414,064) |
| TOTAL ON-BEHALF CONTRIBUTIONS | - | - | - | 2,041,270 | (2,041,270) |
| TOTAL UNDISTRIBUTED EXPENDITURES | 11,224,326 | 65,542 | 11,289,868 | 13,119,181 | 211,957 |
| Increase in Capital Reserve | - | - | - | - | - |
| TOTAL GENERAL CURRENT EXPENSE | 17,615,635 | 185,350 | 17,800,985 | 19,487,712 | 354,543 |
| CAPITAL OUTLAY | | | | | |
| Equipment | | | | | |
| Regular Programs - Instruction: | | | | | |
| Preschool/Kindergarten | - | - | - | - | - |
| Grades 1-5 | - | - | - | - | - |
| Grades 6-8 | - | - | - | - | - |
| Grades 9-12 | - | - | - | - | - |
| Home Instruction | - | - | - | - | - |
| Special Education - Instruction: | | | | | |
| Cognitive - Mild | - | - | - | - | - |
| Cognitive - Moderate | - | - | - | - | - |
| Learning and/or Language Disabilities | - | - | - | - | - |
| Visual Impairments | - | - | - | - | - |
| Auditory Impairments | - | - | - | - | - |
| Behavioral Disabilities | - | - | - | - | - |
| Multiple Disabilities | - | - | - | - | - |
| Resource Room/Resource Center | - | - | - | - | - |
| Autism | - | - | - | - | - |
| Preschool Disabilities - Part-Time | - | - | - | - | - |
| Preschool Disabilities - Full-Time | - | - | - | - | - |
| Cognitive - Severe | - | - | - | - | - |
| Basic Skills/Remedial - Instruction | - | - | - | - | - |
| Bilingual Education - Instruction | - | - | - | - | - |
| Vocational Programs - Local - Instruction | - | - | - | - | - |
| School-Sponsored and Other Instructional Program | - | - | - | - | - |
| Undistributed Expenditures - Instruction | - | - | - | - | - |
| Undist. Expend.-Support Serv.-Students - Reg. | - | - | - | - | - |
| Undist. Expend.-Non-Instructional Services | - | - | - | - | - |
| Undistributed Expenditures - General Admin. | - | - | - | - | - |
| Undistributed Expenditures - Central Services | - | - | - | - | - |
| Undistributed Expenditures - Admin. Info Tech. | 4,700 | (4,100) | 600 | - | 600 |
| Undistributed Expenditures - Non-Inst. Equip. | - | 4,100 | 4,100 | 4,061 | 39 |
| Undistributed Expenditures - Operation of Plant Services | - | - | - | - | - |
| Undistributed Expenditures - Security | - | - | - | - | - |

**Shore Regional High School District
Budgetary Comparison Schedule
General Fund
Fiscal Year Ended June 30, 2019**

| | <u>Original Budget</u> | <u>Budget Transfers</u> | <u>Final Budget</u> | <u>Actual</u> | <u>Variance Final to Actual</u> |
|---|----------------------------|-----------------------------|-------------------------|----------------|-------------------------------------|
| Schools Buses - Regular | | - | | | - |
| Special Schools (All Programs) | | - | | | - |
| Total Equipment | <u>4,700</u> | <u>-</u> | <u>4,700</u> | <u>4,061</u> | <u>639</u> |
| Facilities Acquisition and Construction Services | | | | | |
| Architectural/Engineering Services | | - | | | - |
| Construction Services | | - | | | - |
| SDA Assessment | 1,024 | - | 1,024 | 1,024 | - |
| Other Objects | | - | | | - |
| Total Facilities Acquisition and Construction Services | <u>1,024</u> | <u>-</u> | <u>1,024</u> | <u>1,024</u> | <u>-</u> |
| Assets Acquired Under Capital Leases (non-budgeted) | | | | | |
| Undistributed Expenditures: | | | | | |
| Capital Leases | | - | | 121,770 | (121,770) |
| Assets Acquired Under Capital Leases (non-budgeted) | <u>-</u> | <u>-</u> | <u>-</u> | <u>121,770</u> | <u>(121,770)</u> |
| Deposit to Capital Reserve | <u>100</u> | <u>(100)</u> | | | <u>-</u> |
| TOTAL CAPITAL OUTLAY | <u>5,824</u> | <u>(100)</u> | <u>5,724</u> | <u>126,855</u> | <u>(121,131)</u> |
| SPECIAL SCHOOLS | | | | | |
| Summer School | | | | | |
| Salaries of Teachers | | - | | | - |
| Other Salaries for Instruction | | - | | | - |
| Purchased Professional and Technical Services | | - | | | - |
| Other Purchased Services (400-500 series) | | - | | | - |
| General Supplies | | - | | | - |
| Textbooks | | - | | | - |
| Other Objects | | - | | | - |
| Total Summer School - Instruction | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| Summer School - Support Services | | | | | |
| Salaries | | - | | | - |
| Personal Services - Employee Benefits | | - | | | - |
| Purchased Professional and Technical Services | | - | | | - |
| Other Purchased Services (400-500 series) | | - | | | - |
| Supplies and Materials | | - | | | - |
| Other Objects | | - | | | - |
| Total Summer School - Support Services | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| Total Summer School | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| Other Special Schools - Instruction | | | | | |
| Salaries of Teachers | | - | | | - |
| Other Salaries for Instruction | | - | | | - |
| Purchased Professional and Technical Services | | - | | | - |
| Other Purchased Services (400-500 series) | | - | | | - |
| General Supplies | | - | | | - |
| Textbooks | | - | | | - |
| Other Objects | | - | | | - |
| Total Other Special Schools - Instruction | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| Other Special Schools - Support Services | | | | | |
| Salaries | | - | | | - |
| Personal Services - Employee Benefits | | - | | | - |
| Purchased Professional and Technical Services | | - | | | - |
| Other Purchased Services (400-500 series) | | - | | | - |
| Supplies and Materials | | - | | | - |
| Other Objects | | - | | | - |
| Total Other Special Schools - Support Services | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| Total Other Special Schools | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| Accred. Even./Adult H.S./Post-Grad.-Inst. | | | | | |
| Salaries of Teachers | | - | | | - |
| Other Salaries for Instruction | | - | | | - |
| Purchased Professional and Technical Services | | - | | | - |
| Other Purchased Services (400-500 series) | | - | | | - |
| General Supplies | | - | | | - |
| Textbooks | | - | | | - |
| Other Objects | | - | | | - |
| Total Accred. Even./Adult H.S./Post-Grad.-Inst. | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| Accred. Even./Adult H.S./Post-Grad.-Supp. Service | | | | | |
| Salaries | | - | | | - |
| Personal Services - Employee Benefits | | - | | | - |
| Purchased Professional and Technical Services | | - | | | - |

Shore Regional High School District
 Budgetary Comparison Schedule
 General Fund
 Fiscal Year Ended June 30, 2019

| | Original Budget | Budget Transfers | Final Budget | Actual | Variance Final to Actual |
|--|--------------------|---------------------|-------------------|-------------------|-----------------------------|
| Other Purchased Services (400-500 series) | | - | | | - |
| Supplies and Materials | | - | | | - |
| Other Objects | | - | | | - |
| Total Accred. Even./Adult H.S./Post-Grad.-Supp. Service | - | - | - | - | - |
| Total Accred. Even./Adult H.S./Post-Grad. | - | - | - | - | - |
| Adult Education-Local-Instruction | | | | | |
| Salaries of Teachers | | - | | | - |
| Other Salaries for Instruction | | - | | | - |
| Purchased Professional and Technical Services | | - | | | - |
| Other Purchased Services (400-500 series) | | - | | | - |
| General Supplies | | - | | | - |
| Textbooks | | - | | | - |
| Other Objects | | - | | | - |
| Total Adult Education-Local-Instruction | - | - | - | - | - |
| Adult Education-Local-Support Serv. | | | | | |
| Salaries | | - | | | - |
| Personal Services - Employee Benefits | | - | | | - |
| Purchased Professional and Technical Services | | - | | | - |
| Other Purchased Services (400-500 series) | | - | | | - |
| Supplies and Materials | | - | | | - |
| Other Objects | | - | | | - |
| Total Adult Education-Local-Support Serv. | - | - | - | - | - |
| Total Adult Education-Local | - | - | - | - | - |
| Vocational Evening-Local-Instruction | | | | | |
| Salaries of Teachers | | - | | | - |
| Other Salaries for Instruction | | - | | | - |
| Purchased Professional and Technical Services | | - | | | - |
| Other Purchased Services (400-500 series) | | - | | | - |
| General Supplies | | - | | | - |
| Textbooks | | - | | | - |
| Other Objects | | - | | | - |
| Total Vocational Evening-Local-Instruction | - | - | - | - | - |
| Vocational Evening-Local-Support Serv. | | | | | |
| Salaries | | - | | | - |
| Personal Services - Employee Benefits | | - | | | - |
| Purchased Professional and Technical Services | | - | | | - |
| Other Purchased Services (400-500 series) | | - | | | - |
| Supplies and Materials | | - | | | - |
| Other Objects | | - | | | - |
| Total Vocational Evening-Local-Support Serv. | - | - | - | - | - |
| Total Vocational Evening-Local | - | - | - | - | - |
| Even.-Sch.-Foreign-Born-Local-Inst. | | | | | |
| Salaries of Teachers | | - | | | - |
| Other Salaries for Instruction | | - | | | - |
| Purchased Professional and Technical Services | | - | | | - |
| Other Purchased Services (400-500 series) | | - | | | - |
| General Supplies | | - | | | - |
| Textbooks | | - | | | - |
| Other Objects | | - | | | - |
| Total Even.-Sch.-Foreign-Born-Local-Inst. | - | - | - | - | - |
| Even.-Sch.-Foreign-Born-Local-Sup. Serv. | | | | | |
| Salaries | | - | | | - |
| Personal Services - Employee Benefits | | - | | | - |
| Purchased Professional and Technical Services | | - | | | - |
| Other Purchased Services (400-500 series) | | - | | | - |
| Supplies and Materials | | - | | | - |
| Other Objects | | (1) | (1) | | (1) |
| Total Even.-Sch.-Foreign-Born-Local-Sup. Serv. | - | (1) | (1) | - | (1) |
| Total Even.-Sch.-Foreign-Born-Local | - | (1) | (1) | - | (1) |
| TOTAL SPECIAL SCHOOLS | - | (1) | (1) | - | (1) |
| Transfer of Funds to Charter Schools | | | | | - |
| TOTAL EXPENDITURES | 17,621,459 | 185,249 | 17,806,708 | 19,614,567 | 233,411 |

Shore Regional High School District
Budgetary Comparison Schedule
General Fund
Fiscal Year Ended June 30, 2019

| | <u>Original Budget</u> | <u>Budget Transfers</u> | <u>Final Budget</u> | <u>Actual</u> | <u>Variance Final to Actual</u> |
|---|----------------------------|-----------------------------|-------------------------|---------------------|-------------------------------------|
| Excess (Deficiency) of Revenues Over (Under) Expenditures | (450,791) | (185,250) | (636,041) | (122,318) | 513,723 |
| Other Financing Sources (Uses): | | | | | |
| Transfer to Cover Expenditures - Cafeteria | | | | 121,770 | |
| Capital Leases (non-budgeted) | | | | | |
| Adjustments to Receivables/refunds | | - | | | - |
| Total Other Financing Sources: | - | - | - | 121,770 | - |
| Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Sources (Uses) | (450,791) | (185,250) | (636,041) | (548) | 513,723 |
| Fund Balance, July 1 | 1,926,346 | | 1,926,346 | 1,926,346 | |
| Fund Balance, June 30 | <u>\$ 1,475,555</u> | <u>\$ (185,250)</u> | <u>\$ 1,290,305</u> | <u>\$ 1,925,798</u> | <u>\$ 513,723</u> |
| Recapitulation: | | | | | |
| Restricted Fund Balance: | | | | | |
| Reserved Excess Surplus - Designated for Subsequent Year's Expenditures | | | | \$ 642,224 | |
| Reserve for Excess Surplus | | | | 238,891 | |
| Reserve for Capital Reserve | | | | 320,842 | |
| Reserve for Maintenance | | | | | |
| Committed Fund Balance: | | | | | |
| Reserve for Encumbrances | | | | 20,085 | |
| Assigned Fund Balance: | | | | | |
| Designated for Subsequent Year's Expenditures | | | | - | |
| Unrestricted Fund Balance | | | | 703,756 | |
| | | | | <u>1,925,798</u> | |
| Reconciliation to Governmental Funds Statements (GAAP): | | | | | |
| Last State Aid Payment not recognized on GAAP basis | | | | (51,949) | |
| Fund Balance per Governmental Funds (GAAP) | | | | <u>\$ 1,873,849</u> | |

**Shore Regional High School District
Budgetary Comparison Schedule
Special Revenue Fund
For the Fiscal Year Ended June 30, 2019**

| | Original Budget | Budget Transfers | Final Budget | Actual | Variance Final to Actual |
|---|--------------------|---------------------|-----------------|----------------|-----------------------------|
| REVENUES: | | | | | |
| Local Sources | | 66,890 | \$ 66,890 | \$ 42,832 | \$ (24,058) |
| State Sources | | 35,030 | 35,030 | 15,722 | (19,308) |
| Federal Sources | 219,635 | 79,090 | 298,725 | 278,971 | (19,754) |
| Total Revenues | 219,635 | 181,010 | 400,645 | 337,525 | (63,120) |
| EXPENDITURES: | | | | | |
| Instruction | | | | | |
| Salaries of Teachers | 87,768 | (1,768) | 86,000 | 85,580 | 420 |
| Other Salaries for Instruction | | - | | | - |
| Other Salaries | | - | | - | - |
| Purchased Professional - Educational Services | | 27,660 | 27,660 | 9,567 | 18,093 |
| Purchased Professional and Technical Services | | - | | - | - |
| Supplies and Materials | | - | | - | - |
| Other Purchased Services (400-500 series) | 110,192 | 14,370 | 124,562 | 124,562 | - |
| General Supplies | 9,229 | 4,595 | 13,824 | 7,143 | 6,681 |
| Textbooks | | 2,617 | 2,617 | 1,409 | 1,208 |
| Tuition | | - | | | - |
| Other Objects | | - | | | - |
| Total Instruction | 207,189 | 47,474 | 254,663 | 228,261 | 26,402 |
| Support Services | | | | | |
| Salaries of Other Professional Staff | | - | | | - |
| Salaries of Secretaries & Clerical Assistants | | - | | | - |
| Other Salaries | | - | | | - |
| Personal Services - Employee Benefits | | 30,709 | 30,709 | 30,709 | - |
| Purchased Professional Services | | 29,194 | 29,194 | 21,707 | 7,487 |
| Other Purchased Professional Services | | - | | | - |
| Other Purchased Professional and Technical Services | | - | | | - |
| Rentals | | - | | | - |
| Contracted Services Transportation | | - | | | - |
| Tuition | | - | | | - |
| Travel | | - | | | - |
| Other Purchased Services (400-500 series) | 12,446 | 70,687 | 83,133 | 53,902 | 29,231 |
| Supplies & Materials | | 2,946 | 2,946 | 2,946 | - |
| Other Objects | | - | | | - |
| Total Support Services | 12,446 | 133,536 | 145,982 | 109,264 | 36,718 |
| Facilities Acquisition and Construction Services: | | | | | |
| Buildings | | - | | | - |
| Instructional Equipment | | - | | | - |
| Noninstructional Equipment | | - | | | - |
| Total Facilities Acquisition and Construction Services | - | - | - | - | - |
| Transfer to Charter School | | | | | |
| Total Expenditures | 219,635 | 181,010 | 400,645 | 337,525 | 63,120 |

**Shore Regional High School District
 Budgetary Comparison Schedule
 Special Revenue Fund
 For the Fiscal Year Ended June 30, 2019**

| | Original Budget | Budget Transfers | Final Budget | Actual | Variance Final to Actual |
|---|--------------------|---------------------|-----------------|----------------|-----------------------------|
| Other Financing Sources (Uses) | | | | | |
| Transfer in from General Fund | | - | | | - |
| Transfer Out to Whole School Reform (General Fund) | | - | | | - |
| Total Other Financing Sources (Uses) | - | - | - | - | - |
| Total Outflows | 219,635 | 181,010 | 400,645 | 337,525 | 63,120 |
| Excess (Deficiency) of Revenues Over (Under) Expenditures and Other Financing Sources (Uses) | \$ - | \$ - | \$ - | \$ - | \$ - |

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

**Shore Regional High School District
Required Supplementary Information
Budgetary Comparison Schedule
Note to RSI
For the Fiscal Year Ended June 30, 2019**

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

| | | General Fund | | | Special Revenue Fund |
|---|-----------|--------------------------|-----------|--------|----------------------------|
| | | | | | |
| Sources/inflows of resources | | | | | |
| Actual amounts (budgetary basis) "revenue" | | | | | |
| from the budgetary comparison schedule | [C-1] | \$ 19,492,249 | [C-2] | \$ | 337,525 |
| Difference - budget to GAAP: | | | | | |
| Grant accounting budgetary basis differs from GAAP in that encumbrances are recognized as expenditures, and the related revenue is recognized: | | | | | |
| Add: Prior Year | | | | | 17,500 |
| Less: Current Year | | | | | (7,166) |
| State aid payment recognized for budgetary purposes, not recognized for GAAP statements | | (51,949) | | | |
| Prior year state aid payment recognized for GAAP purposes in current year | | 45,186 | | | |
| Total revenues as reported on the statement of revenues, expenditures and changes in fund balances - governmental funds. | [B-2] | <u>\$ 19,485,486</u> | [B-2] | \$ | <u>347,859</u> |
| Uses/outflows of resources | | | | | |
| Actual amounts (budgetary basis) "total outflows" from the budgetary comparison schedule | [C-1] | 19,614,567 | [C-2] | | 337,525 |
| Differences - budget to GAAP | | | | | |
| The district budgets for claims and compensated absences only to the extent expected to be paid, rather than on the modified accrual basis. | | | | | |
| Encumbrances for supplies and equipment ordered but not received are reported in the year the order is placed for <i>budgetary</i> purposes, but in the year the supplies are received for <i>financial reporting</i> purposes. | | | | | |
| Add: Prior Year | | | | | 17,500 |
| Less: Current Year | | | | | (7,166) |
| Transfers to and from other funds are presented as outflows of budgetary resources but are not expenditures for financial reporting purposes. | | | | | |
| Net transfers (outflows) to general fund | | | | | - |
| Total expenditures as reported on the statement of revenues, expenditures, and changes in fund balances - governmental funds | [B-2] | <u>\$ 19,614,567</u> | [B-2] | \$ | <u>347,859</u> |

***REQUIRED SUPPLEMENTARY INFORMATION
PART III***

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

Shore Regional High School District
Schedules of Required Supplementary Information
SCHEDULE OF THE DISTRICT'S PROPORTIONATE SHARE
OF THE NET PENSION LIABILITY
PERS
Last Six Fiscal Years*

| | <u>2015</u> | <u>2016</u> | <u>2017</u> | <u>2018</u> | <u>2019</u> |
|---|--------------|--------------|--------------|--------------|--------------|
| District's proportion of the net pension liability | 100.00% | 0.0130% | 0.0130% | 0.0136% | 0.0139% |
| District's proportionate share of the net pension liability | \$ 2,447,080 | \$ 2,926,957 | \$ 3,841,421 | \$ 3,174,168 | \$ 2,729,574 |
| District's covered employee payroll | \$ 871,725 | \$ 901,512 | \$ 943,274 | \$ 924,596 | \$ 878,089 |
| District's proportionate share of the net pension liability as a percentage of its covered-employee payroll | 35.62% | 30.80% | 24.56% | 29.13% | 32.17% |
| Plan fiduciary net position as a percentge of the total pension liability | 42.74% | 38.21% | 47.93% | 48.10% | 26.49% |

*This schedule does not contain ten years of information as GASB #68 was implemented during the fiscal year ending June 30, 2016.

Shore Regional High School District
Schedules of Required Supplementary Information
SCHEDULE OF DISTRICT CONTRIBUTIONS
PERS
Last Six Fiscal Years*

| | <u>2014</u> | <u>2015</u> | <u>2016</u> | <u>2017</u> | <u>2018</u> | <u>2019</u> |
|--|---------------------|---------------------|---------------------|---------------------|---------------------|---------------------|
| Contractually required contribution | \$ 100,295 | \$ 101,987 | \$ 132,214 | \$ 115,226 | \$ 126,320 | \$ 137,893 |
| Contributions in relation to the contractually required contribution | \$ <u>(100,295)</u> | \$ <u>(101,987)</u> | \$ <u>(132,214)</u> | \$ <u>(115,226)</u> | \$ <u>(126,320)</u> | \$ <u>(137,893)</u> |
| Contribution deficiency (excess) | \$ <u>0</u> | \$ <u>0</u> | \$ <u>0</u> | \$ <u>0</u> | \$ <u>0</u> | \$ <u>0</u> |
| District's covered employee payroll | \$ 889,644 | \$ 871,725 | \$ 901,512 | \$ 943,274 | \$ 924,596 | \$ 878,089 |
| Contributions as a percentage of its covered-employee payroll | 11.27% | 11.70% | 14.67% | 12.22% | 13.66% | 15.70% |

*This schedule does not contain ten years of information as GASB #68 was implemented during the fiscal year ending June 30, 2016.

Shore Regional High School District
Schedules of Required Supplementary Information
SCHEDULE OF DISTRICT'S PRPORTIONATE SHARE OF
NET PENSION LIABILITY
TPAF
Last Six Fiscal Years*

| | 2014 | 2015 | 2016 | 2017 | 2018 | 2019 |
|---|--------------|--------------|--------------|--------------|--------------|--------------|
| District's proportion of the net pension liability | N/A | N/A | N/A | 0.0536% | 0.0554% | 0.0543% |
| State's proportionate share of the net pension liability attributable to the District | \$26,942,066 | \$26,851,919 | \$33,958,948 | \$42,151,001 | \$37,326,119 | \$34,553,930 |
| District's covered employee payroll | \$ 5,034,731 | \$ 5,472,846 | \$ 5,701,035 | \$ 5,783,456 | \$ 5,860,042 | \$ 6,036,100 |
| District's proportionate share of the net pension liability as a percentage of its covered-employee payroll | 535.12% | 490.64% | 595.66% | 728.82% | 636.96% | 572.45% |
| Plan fiduciary net position as a percentage of the total pension liability | 33.76% | 33.64% | 28.71% | 22.33% | 25.41% | 26.49% |

*This schedule does not contain ten years of information as GASB #68 was implemented during the fiscal year ending June 30, 2016.

N/A - Information was not available.

***SCHEDULES RELATED TO ACCOUNTING AND REPORTING
FOR POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS***

**SHORE REGIONAL HIGH SCHOOL DISTRICT
SCHEDULE OF CHANGES IN THE TOTAL OPEB LIABILITY AND RELATED RATIOS
PUBLIC EMPLOYEE'S RETIREMENT SYSTEM AND
TEACHERS' PENSION AND ANNUITY FUND**

| | <u>2018</u> | <u>2019</u> |
|--|--------------------------|--------------------------|
| Total OPEB Liability | | |
| Service Cost | 1,060,885 | 881,506 |
| Interest Cost | 912,295 | 1,051,559 |
| Differences between Expected and Actual Experiences | - | (2,137,884) |
| Changes of Assumptions | (3,786,464) | (2,878,279) |
| Member Contributions | 24,574 | 23,180 |
| Gross Benefit Payments | (667,360) | (670,682) |
| Net Change in Total OPEB Liability | <u>(2,456,070)</u> | <u>(3,730,600)</u> |
| Total OPEB Liability - Beginning | <u>31,268,615</u> | <u>28,812,545</u> |
| Total OPE Liability - Ending | <u><u>28,812,545</u></u> | <u><u>25,081,945</u></u> |
| Covered-Employee Payroll | 6,708,052 | 6,784,638 |
| Total OPEB Liability as a Percentage of Covered Employee Payroll | 429.52% | 369.69% |

*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.

OTHER SUPPLEMENTARY INFORMATION

SCHOOL BASED BUDGET SCHEDULES

NOT APPLICABLE

***SPECIAL REVENUE FUND
DETAIL STATEMENTS***

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

Shore Regional High School District
 Special Revenue Fund
 Combining Schedule of Program Revenues and Expenditures - Budgetary Basis
 For the Fiscal Year Ended June 30, 2019

| | Total Brought Forward (Ex. E-1a) | Title I | Title IIA | Title IV | Title III | I.D.E.A. Part B Basic | Local Grants | Total |
|---|---|----------------|---------------|--------------|------------|-----------------------------|-----------------|----------------|
| REVENUES | | | | | | | | |
| Local Sources | \$ - | | | | | | \$ 42,832 | \$ 42,832 |
| State Sources | 15,722 | | | | | | | 15,722 |
| Federal Sources | - | 116,889 | 18,363 | 5,977 | 566 | 137,176 | | 278,971 |
| Total Revenues | 15,722 | 116,889 | 18,363 | 5,977 | 566 | 137,176 | 42,832 | 337,525 |
| EXPENDITURES: | | | | | | | | |
| Instruction: | | | | | | | | |
| Salaries of Teachers | - | 85,580 | | | | | | 85,580 |
| Other Salaries for Instruction | - | | | | | | | - |
| Purchased Professional - Educational Services | 9,567 | | | | | | | 9,567 |
| Purchased Professional and Technical Services | - | | | | | | | - |
| Other Purchased Services (400-500 series) | - | | | | | 124,562 | | 124,562 |
| Tuition | - | | | | | | | - |
| General Supplies | - | 600 | | 5,977 | 566 | | | 7,143 |
| Textbooks | 1,409 | | | | | | | 1,409 |
| Other Objects | - | | | | | | | - |
| Supplies and Materials | - | | | | | | | - |
| Total instruction | 10,976 | 86,180 | - | 5,977 | 566 | 124,562 | - | 228,261 |
| Support services: | | | | | | | | |
| Salaries of Secretarial and Clerical Assists. | - | | | | | | | - |
| Other Salaries | - | | | | | | | - |
| Personal Services - Employee Benefits | - | 30,709 | | | | | | 30,709 |
| Purchased Professional Services | 4,746 | | 4,347 | | | 12,614 | | 21,707 |
| Other Purchased Professional and Technical Services | - | | | | | | | - |
| Purchased Technical Services | - | | | | | | | - |
| Rentals | - | | | | | | | - |
| Travel | - | | | | | | | - |
| Other Purchased Services | - | | 14,016 | | | | 39,886 | 53,902 |
| Supplies & Materials | - | | | | | | 2,946 | 2,946 |
| Total support services | 4,746 | 30,709 | 18,363 | - | - | 12,614 | 42,832 | 109,264 |

Shore Regional High School District
Special Revenue Fund
Combining Schedule of Program Revenues and Expenditures - Budgetary Basis
For the Fiscal Year Ended June 30, 2019

| | Total Brought Forward (Ex. E-1a) | Title I | Title II A | Title IV | Title III | I.D.E.A. Part B Basic | Local Grants | Total |
|--|---|----------------|---------------|--------------|-------------|-----------------------------|-----------------|----------------|
| EXPENDITURES (CONT'D): | | | | | | | | |
| Facilities acquisition and const. serv.: | | | | | | | | |
| Buildings | - | | | | | | | - |
| Instructional Equipment | - | | | | | | | - |
| Noninstructional Equipment | - | | | | | | | - |
| Total facilities acquisition and const. serv. | - | - | - | | | - | - | - |
| Transfer to Charter Schools | - | | | | | | | - |
| Total Expenditures | 15,722 | 116,889 | 18,363 | 5,977 | 566 | 137,176 | 42,832 | 337,525 |
| Other Financing Sources (Uses) | | | | | | | | |
| Transfer In from General Fund | - | | | | | | | - |
| Contribution to Whole School Reform | - | | | | | | | - |
| Total Outflows | 15,722 | 116,889 | 18,363 | 5,977 | 566 | 137,176 | 42,832 | 337,525 |
| Excess (Deficiency) of Revenues Over (Under) | | | | | | | | |
| Expenditures and Other Financing Sources (Uses) | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - |

Shore Regional High School District
 Special Revenue Fund
 Combining Schedule of Program Revenues and Expenditures - Budgetary Basis
 For the Fiscal Year Ended June 30, 2019

N.J. Nonpublic Handicapped Services Ch. 192 and 193

| | Compensatory Education | Supplemental Instruction | Annual Examination & Classification | Initial Examination & Classification | Nonpublic Technology | Nonpublic Nursing | Nonpublic Textbooks | Corrective Speech | Total Carried Forward |
|---|---------------------------|-----------------------------|---|--|-------------------------|----------------------|------------------------|----------------------|-----------------------------|
| REVENUES | | | | | | | | | |
| Local Sources | | | | | | | | | \$ - |
| State Sources | 2,825 | 3,307 | 1,686 | | 1,749 | 4,746 | 1,409 | | 15,722 |
| Federal Sources | | | | | | | | | - |
| Total Revenues | 2,825 | 3,307 | 1,686 | - | 1,749 | 4,746 | 1,409 | - | 15,722 |
| EXPENDITURES: | | | | | | | | | |
| Instruction: | | | | | | | | | |
| Salaries of Teachers | | | | | | | | | - |
| Other Salaries for Instruction | | | | | | | | | - |
| Purchased Professional - Educational Services | 2,825 | 3,307 | 1,686 | | 1,749 | | | | 9,567 |
| Purchased Professional and Technical Services | | | | | | | | | - |
| Other Purchased Services (400-500 series) | | | | | | | | | - |
| Tuition | | | | | | | | | - |
| General Supplies | | | | | | | | | - |
| Textbooks | | | | | | | 1,409 | | 1,409 |
| Other Objects | | | | | | | | | - |
| Supplies and Materials | | | | | | | | | - |
| Total instruction | 2,825 | 3,307 | 1,686 | - | 1,749 | - | 1,409 | - | 10,976 |
| Support services: | | | | | | | | | |
| Salaries of Secretarial and Clerical Assists. | | | | | | | | | - |
| Other Salaries | | | | | | | | | - |
| Personal Services - Employee Benefits | | | | | | | | | - |
| Purchased Professional Services | | | | | | | 4,746 | | 4,746 |
| Other Purchased Professional and Technical Services | | | | | | | | | - |
| Purchased Technical Services | | | | | | | | | - |
| Rentals | | | | | | | | | - |
| Travel | | | | | | | | | - |
| Other Purchased Services | | | | | | | | | - |
| Supplies & Materials | | | | | | | | | - |
| Total support services | - | - | - | - | - | 4,746 | - | - | 4,746 |

Shore Regional High School District
 Special Revenue Fund
 Combining Schedule of Program Revenues and Expenditures - Budgetary Basis
 For the Fiscal Year Ended June 30, 2019

N.J. Nonpublic Handicapped Services Ch. 192 and 193

EXPENDITURES (CONT'D):

Facilities acquisition and const. serv.:

| | Compensatory Education | Supplemental Instruction | Annual Examination & Classification | Initial Examination & Classification | Nonpublic Technology | Nonpublic Nursing | Nonpublic Textbooks | Corrective Speech | Total Carried Forward |
|----------------------------|---------------------------|-----------------------------|---|--|-------------------------|----------------------|------------------------|----------------------|-----------------------------|
| Buildings | | | | | | | | | - |
| Instructional Equipment | | | | | | | | | - |
| Noninstructional Equipment | | | | | | | | | - |

Total facilities acquisition and const. serv.

| | | | | | | | | | |
|---|---|---|---|---|---|---|---|---|---|
| - | - | - | - | - | - | - | - | - | - |
|---|---|---|---|---|---|---|---|---|---|

Transfer to Charter Schools

| | | | | | | | | | |
|---|---|---|---|---|---|---|---|---|---|
| - | - | - | - | - | - | - | - | - | - |
|---|---|---|---|---|---|---|---|---|---|

Total Expenditures

| | | | | | | | | | |
|-------|-------|-------|---|-------|-------|-------|---|---|--------|
| 2,825 | 3,307 | 1,686 | - | 1,749 | 4,746 | 1,409 | - | - | 15,722 |
|-------|-------|-------|---|-------|-------|-------|---|---|--------|

Other Financing Sources

Transfer in from General Fund

| | | | | | | | | | |
|---|---|---|---|---|---|---|---|---|---|
| - | - | - | - | - | - | - | - | - | - |
|---|---|---|---|---|---|---|---|---|---|

Contribution to Whole School Reform

| | | | | | | | | | |
|---|---|---|---|---|---|---|---|---|---|
| - | - | - | - | - | - | - | - | - | - |
|---|---|---|---|---|---|---|---|---|---|

Total Outflows

| | | | | | | | | | |
|-------|-------|-------|---|-------|-------|-------|---|---|--------|
| 2,825 | 3,307 | 1,686 | - | 1,749 | 4,746 | 1,409 | - | - | 15,722 |
|-------|-------|-------|---|-------|-------|-------|---|---|--------|

Excess (Deficiency) of Revenues Over (Under) Expenditures

| | | | | | | | | | |
|------|---|---|---|------|---|---|---|---|---|
| \$ - | - | - | - | \$ - | - | - | - | - | - |
|------|---|---|---|------|---|---|---|---|---|

***CAPITAL PROJECTS FUND
DETAIL STATEMENTS***

The Capital Projects Fund is used to account for the acquisition and construction of major capital facilities and equipment purchases other than those financed by proprietary funds. – N/A

***PROPRIETARY FUNDS
DETAIL STATEMENTS***

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

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

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

***FIDUCIARY FUNDS
DETAIL STATEMENTS***

Fiduciary Funds are used to account for funds received by the school district for a specific purpose. Agency Funds are used to account for assets held by the school district as an agent for individuals, private organizations, other governments and/or other funds.

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

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

**SHORE REGIONAL HIGH SCHOOL DISTRICT
COUNTY OF MONMOUTH
COMBINING STATEMENT OF FIDUCIARY NET POSITION
FIDUCIARY FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2019**

| | Unemployment Compensation Trust | Private Purpose Scholarship Fund | Agency Fund | Total |
|--|---------------------------------------|---|----------------|---------------|
| ASSETS: | | | | |
| Cash and Cash Equivalents | \$ 17,786 | 28,640 | 53,889 | 100,315 |
| Total Assets | \$ 17,786 | 28,640 | 53,889 | 100,315 |
| LIABILITIES: | | | | |
| Payable to Student Groups | \$ | | (1,238) | (1,238) |
| Payroll Deductions and Withholdings | _____ | _____ | 55,127 | 55,127 |
| Total Liabilities | \$ - | - | <u>53,889</u> | <u>53,889</u> |
| NET ASSETS: | | | | |
| Held in Trust for Unemployment Claims and Other Purpose: | \$ 17,786 | | | 17,786 |
| Reserved for Scholarships | | 28,640 | | 28,640 |
| Reserved for Other Trust | _____ | _____ | | - |
| Total Net Assets | \$ <u>17,786</u> | <u>28,640</u> | | <u>46,426</u> |

**SHORE REGIONAL HIGH SCHOOL DISTRICT
COUNTY OF MONMOUTH
COMBINING STATEMENT OF FIDUCIARY NET POSITION
FIDUCIARY FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2019**

| | Unemployment Compensation Trust | Private Purpose Scholarship Fund | Total |
|--|---------------------------------------|---|---------------|
| ADDITIONS: | | | |
| Contributions: | | | |
| Plan Member | \$ 33,826 | 3,597 | 37,423 |
| Other | | | - |
| | 33,826 | 3,597 | 37,423 |
| Total Contributions | \$ 33,826 | 3,597 | 37,423 |
| Investment Earnings: | | | |
| Interest & Dividends | \$ 186 | 370 | 556 |
| | 186 | 370 | 556 |
| Net Investment Earnings | \$ 186 | 370 | 556 |
| | \$ 34,012 | 3,967 | 37,979 |
| Total Additions | \$ 34,012 | 3,967 | 37,979 |
| DEDUCTIONS: | | | |
| Quarterly Contribution Reports | \$ 26,569 | | 26,569 |
| Unemployment Claims | | | - |
| Scholarships Awarded | | | - |
| Miscellaneous | | | |
| Transfer of Interest | 186 | | 186 |
| | 26,569 | - | 26,569 |
| Total Deductions | \$ 26,569 | - | 26,569 |
| Change in Net Assets | \$ 7,257 | 3,967 | 11,224 |
| Net Assets - Beginning of Fiscal Year | \$ 10,529 | 24,673 | 35,202 |
| Net Assets - End of Fiscal Year | \$ 17,786 | 28,640 | 46,426 |

SHORE REGIONAL HIGH SCHOOL DISTRICT
COUNTY OF MONMOUTH
STUDENT ACTIVITY AGENCY FUND
STATEMENT OF ACTIVITY
FOR THE FISCAL YEAR ENDED JUNE 30, 2019

| <u>Schools</u> | <u>Balance July 1, 2018</u> | <u>Cash Receipts</u> | <u>Cash Disbursements</u> | <u>Balance June 30, 2019</u> |
|--------------------------|---------------------------------|--------------------------|-------------------------------|----------------------------------|
| High School: | | | | |
| Student Activity Account | \$ 173,231 | 193,773 | 175,694 | 191,310 |
| Athletic Fund | <u>3,055</u> | <u>66,234</u> | <u>59,856</u> | <u>9,433</u> |
| Total | \$ <u>176,286</u> | <u>260,007</u> | <u>235,550</u> | <u>200,743</u> |

SHORE REGIONAL HIGH SCHOOL DISTRICT
COUNTY OF MONMOUTH
PAYROLL AGENCY FUND
STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
FOR THE FISCAL YEAR ENDED JUNE 30, 2019

| | Balance <u>July 1, 2018</u> | <u>Additions</u> | <u>Deletions</u> | Balance <u>June 30, 2019</u> |
|-------------------------------------|--------------------------------|-------------------------|-------------------------|---------------------------------|
| ASSETS: | | | | |
| Cash and cash equivalents | \$ <u>32,789</u> | <u>9,303,833</u> | <u>9,282,733</u> | <u>53,889</u> |
| Total Assets | \$ <u><u>32,789</u></u> | <u><u>9,303,833</u></u> | <u><u>9,282,733</u></u> | <u><u>53,889</u></u> |
| LIABILITIES: | | | | |
| Net payroll | \$ 4,339 | 5,182,843 | 5,188,420 | (1,238) |
| Payroll deductions and withholdings | <u>28,450</u> | <u>4,120,990</u> | <u>4,094,313</u> | <u>55,127</u> |
| Total Liabilities | \$ <u><u>32,789</u></u> | <u><u>9,303,833</u></u> | <u><u>9,282,733</u></u> | <u><u>53,889</u></u> |

LONG-TERM DEBT SCHEDULES

The Long-Term Schedules are used to reflect the outstanding principal balances of the general long-term liabilities of the school district. This includes serial bonds outstanding, mortgages payable, term loans and obligations under capital leases.

SHORE REGIONAL HIGH SCHOOL DISTRICT
GENERAL LONG-TERM DEBT ACCOUNT GROUP
STATEMENT OF SERIAL BONDS AND LOANS
June 30, 2019

| Issue | Date of Issue | Amount of Issue | Annual Maturities of Bonds and Loans Outstanding June 30, 2019 | | Interest Rate | Balance 7/1/208 | Issued | Retired | Balance June 30, 2019 |
|--|---------------|-----------------|--|---------------------|---------------|-----------------|------------|--------------|-----------------------|
| | | | Date | Amount | | | | | |
| Replacement of the Heating, Ventilation and Air Conditioning System | 10/7/2009 | 13,999,000 | 9/15/2019 | 660,000 | 3.000% | \$ 1,300,000 | | \$ 640,000 | \$ 660,000 |
| | | | 9/15/2020 | * 680,000 | | | | | |
| | | | 9/15/2021 | * 710,000 | 3.250% | | | | |
| | | | 9/15/2022 | * 735,000 | | | | | |
| | | | 9/15/2023 | * 765,000 | | | | | |
| | | | 9/15/2024 | * 795,000 | 3.500% | | | | |
| | | | 9/15/2025 | * 830,000 | 3.750% | | | | |
| | | | 9/15/2026 | * 865,000 | | | | | |
| | | | 9/15/2027 | * 900,000 | 4.000% | | | | |
| | | | 6/15/2028 | * 940,000 | | | | | |
| | | | 9/15/2029 | * 985,000 | | | | | |
| | | | | <u>\$ 8,865,000</u> | | | | | |
| Refunding School Bonds; Advance refunded \$10,125 of the Bonds originally issued on 10/07/09 and maturing on or after 09/15/29 | 8/11/2016 | 7,720,000 | 8/1/2020 | 630,000 | 3.0 - 4.0% | \$ 7,720,000 | | | \$ 7,720,000 |
| | | | 8/1/2021 | 655,000 | | | | | |
| | | | 8/1/2022 | 685,000 | | | | | |
| | | | 8/1/2023 | 715,000 | | | | | |
| | | | 8/1/2024 | 750,000 | | | | | |
| | | | 8/1/2025 | 785,000 | | | | | |
| | | | 8/1/2026 | 820,000 | | | | | |
| | | | 8/1/2027 | 855,000 | | | | | |
| | | | 8/1/2028 | 890,000 | | | | | |
| | | | 8/1/2029 | 935,000 | | | | | |
| | | | | | | | | | |
| | | | | | \$ 9,020,000 | \$ - | \$ 640,000 | \$ 8,380,000 | |

* The bonds associated with this issuance were refunded with the Refunding School Bonds issued on August 11, 2016. (See notes for additional information)

SHORE REGIONAL HIGH SCHOOL DISTRICT
 COUNTY OF MONMOUTH
 GENERAL LONG-TERM DEBT ACCOUNT GROUP
 STATEMENT OF OBLIGATIONS UNDER CAPITAL LEASES
 June 30, 2019

| Series | Amount of Original Issue | Amount Outstanding July 1, 2018 | Adjustments | Issued Current Year | Retired Current Year | Amount Outstanding June 30, 2019 |
|---|--------------------------------|---------------------------------------|-------------|---------------------------|----------------------------|--|
| Various Savin Copiers | 384,000 | 6,438 | - | - | 6,438 | - |
| Savin MP6502 Copier | 32,667 | 20,556 | - | - | 7,286 | 13,270 |
| Savin MP6503 and MP4054SP Copiers | 30,382 | 21,415 | - | - | 6,786 | 14,629 |
| Cameras and Door Access System | 209,201 | 128,948 | - | - | 41,517 | 87,431 |
| Stadium Lights, School Bus and Media Center Furniture | 400,000 | - | - | - | - | - |
| Grandstand, Fence and Buses | 1,204,000 | 761,000 | - | - | 241,000 | 520,000 |
| SAVIN MPC2504 (Media Ctr) | 8,611 | - | - | 8,611 | 1,502 | 7,109 |
| CHROMEBOOKS | 44,125 | - | - | 44,125 | 12,907 | 31,218 |
| SAVIN MP40555P (Athletics) | 12,961 | - | - | 12,961 | 743 | 12,218 |
| IMAC LAB (30) | 56,073 | - | - | 56,073 | 18,691 | 37,382 |
| | | <u>\$ 938,357</u> | <u>-</u> | <u>\$ 121,770</u> | <u>\$ 336,870</u> | <u>\$ 723,257</u> |

**Shore Regional High School District
Budgetary Comparison Schedule
Debt Service Fund
For the Fiscal Year Ended June 30, 2019**

| | Original Budget | Budget Transfers | Final Budget | Actual | Variance Positive (Negative) Final to Actual |
|--|--------------------|---------------------|------------------|------------------|--|
| REVENUES: | | | | | |
| Local Sources: | | | | | |
| Local Tax Levy | \$ 374,710 | \$ - | \$ 374,710 | \$ 374,710 | \$ - |
| State Sources: | | | | | |
| Debt Service Aid Type II | 330,446 | - | 330,446 | 330,446 | - |
| Total Revenues | <u>705,156</u> | <u>-</u> | <u>705,156</u> | <u>705,156</u> | <u>-</u> |
| EXPENDITURES: | | | | | |
| Regular Debt Service: | | | | | |
| Interest | 331,900 | - | 331,900 | 331,900 | - |
| Redemption of Principal | 640,000 | - | 640,000 | 640,000 | - |
| Total Regular Debt Service | <u>971,900</u> | <u>-</u> | <u>971,900</u> | <u>971,900</u> | <u>-</u> |
| Total expenditures | <u>971,900</u> | <u>-</u> | <u>971,900</u> | <u>971,900</u> | <u>-</u> |
| Excess (Deficiency) of Revenues Over (Under) Expenditures | (266,744) | - | (266,744) | (266,744) | - |
| Other Financing Sources: | | | | | |
| Operating Transfers In: | | | | | |
| Transfers from Capital Projects Fund | | | | | - |
| Interest Income | | | | | - |
| Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures | <u>(266,744)</u> | <u>-</u> | <u>(266,744)</u> | <u>(266,744)</u> | <u>-</u> |
| Fund Balance, July 1 | 266,836 | | 266,836 | 266,836 | - |
| Fund Balance, June 30 | <u>\$ 92</u> | <u>\$ -</u> | <u>\$ 92</u> | <u>\$ 92</u> | <u>-</u> |

STATISTICAL SECTION

INTRODUCTION TO THE STATISTICAL SECTION

**Shore Regional High School District
Introduction to the Statistical Section**

| <u>Contents</u> | <u>Page</u> |
|--|--------------------|
| 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. | 97-103 |
| Revenue Capacity These schedules contain information to help the reader assess the district's most significant local revenue source, the property tax. | 104-116 |
| 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. | 117-120 |
| 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. | 121-128 |
| 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. | 129-133 |

SHORE REGIONAL HIGH SCHOOL DISTRICT
Net Assets by Component,
Last ten fiscal years
(accrual basis of accounting)

| | Fiscal Year Ending June 30, | | | | | | | | | |
|--|-----------------------------|---------------------|---------------------|---------------------|---------------------|---------------------|---------------------|---------------------|---------------------|---------------------|
| | 2010 | 2011 | 2012 | 2013 | 2014 | 2015 | 2016 | 2017 | 2018 | 2019 |
| Governmental activities | | | | | | | | | | |
| Invested in capital assets, net of related debt | \$ (59,912) | \$ 3,210,098 | \$ 2,922,670 | \$ 3,187,506 | \$ 4,707,267 | \$ 7,112,601 | \$ 6,559,847 | \$ 8,702,574 | \$ 3,295,297 | \$ 3,288,639 |
| Restricted (Deficit) | 3,468,714 | 762,393 | 1,795,253 | 2,342,375 | 1,446,571 | 1,614,472 | 1,164,434 | 911,708 | 884,173 | 1,202,049 |
| Unrestricted (Deficit) | (342,787) | (798,920) | 215,176 | 378,863 | 1,724,014 | (3,920,011) | (2,324,520) | (2,557,625) | (2,064,514) | (2,732,292) |
| Total governmental activities net assets | \$ 3,066,015 | \$ 3,173,571 | \$ 4,933,099 | \$ 5,908,744 | \$ 7,877,852 | \$ 4,807,062 | \$ 5,399,761 | \$ 7,056,657 | \$ 2,114,956 | \$ 1,758,396 |
| Business-type activities | | | | | | | | | | |
| Invested in capital assets, net of related debt | \$ 52,926 | \$ 45,579 | \$ 38,232 | \$ 30,886 | \$ 23,041 | \$ 14,696 | | | | |
| Restricted | | | | | | | | | | |
| Unrestricted | (57,085) | (67,479) | (90,685) | (86,474) | (108,020) | (93,168) | (92,698) | (10,607) | (108,514) | 23,053 |
| Total business-type activities net assets | \$ (4,159) | \$ (21,900) | \$ (52,453) | \$ (55,588) | \$ (84,979) | \$ (78,472) | \$ (92,658) | \$ (10,607) | \$ (108,514) | \$ 23,053 |
| District-wide | | | | | | | | | | |
| Invested in capital assets, net of related debt | \$ (6,986) | \$ 3,255,677 | \$ 2,960,902 | \$ 3,218,392 | \$ 4,730,308 | \$ 7,127,297 | \$ 6,559,847 | \$ 8,702,574 | \$ 3,295,297 | \$ 3,288,639 |
| Restricted (Deficit) | 3,468,714 | 762,393 | 1,795,253 | 2,342,375 | 1,446,571 | 1,614,472 | 1,164,434 | 911,708 | 884,173 | 1,202,049 |
| Unrestricted (Deficit) | (399,872) | (866,399) | 124,491 | 292,389 | 1,615,994 | (4,013,179) | (2,417,218) | (2,568,232) | (2,173,028) | (2,709,239) |
| Total district net assets | \$ 3,061,856 | \$ 3,151,671 | \$ 4,880,646 | \$ 5,853,156 | \$ 7,792,873 | \$ 4,728,590 | \$ 5,307,063 | \$ 7,046,050 | \$ 2,006,442 | \$ 1,781,449 |

Source: School District Financial Reports

SHORE REGIONAL HIGH SCHOOL DISTRICT
Changes in Net Assets/Net Position
Last Ten Fiscal Years
(accrual basis of accounting)

| | Fiscal Year Ending June 30, | | | | | | | | | |
|--|-----------------------------|----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|
| | 2010 | 2011 | 2012 | 2013 | 2014 | 2015 | 2016 | 2017 | 2018 | 2019 |
| Expenses | | | | | | | | | | |
| Governmental activities | | | | | | | | | | |
| Instruction | | | | | | | | | | |
| Regular | \$ 5,840,534 | \$ 5,571,442 | \$ 5,902,339 | \$ 3,985,074 | \$ 3,871,622 | \$ 4,103,905 | \$ 4,051,839 | \$ 4,262,504 | \$ 4,451,747 | \$ 4,395,817 |
| Special education | 831,317 | 835,204 | 753,580 | 494,990 | 636,107 | 756,844 | 855,086 | 677,752 | 878,739 | 732,881 |
| Other special education | 3,599 | 3,674 | 10,912 | | | | | | | |
| Vocational | | | | | | | | | | |
| Other instruction | 816,088 | 840,943 | 1,022,530 | 835,507 | 854,356 | 1,010,793 | 948,527 | 897,230 | 1,454,341 | 1,468,094 |
| Nonpublic school programs | | | | | | | | | | |
| Adult/continuing education programs | | | | | | | | | | |
| Support Services: | | | | | | | | | | |
| Tuition | 1,753,879 | 1,657,703 | 1,947,840 | 1,491,446 | 1,534,024 | 1,823,538 | 1,672,821 | 1,743,211 | 1,546,353 | 2,026,990 |
| Student & instruction related services | 1,920,215 | 1,991,345 | 2,055,916 | 1,632,615 | 1,793,014 | 1,612,919 | 1,461,247 | 1,527,859 | 1,572,662 | 1,704,188 |
| School Administrative services | 655,105 | 586,220 | 561,903 | 333,544 | 564,785 | 638,707 | 474,041 | 476,496 | 321,523 | 323,493 |
| General administration | 539,456 | 508,150 | 476,171 | 365,221 | 249,485 | 79,307 | 470,487 | 365,567 | 419,533 | 371,437 |
| Central Services | 371,846 | 234,934 | 268,415 | 207,671 | 171,943 | 251,555 | 253,673 | 304,359 | 235,263 | 220,871 |
| Plant operations and maintenance | 1,475,334 | 1,361,543 | 1,498,831 | 1,503,898 | 1,421,592 | 1,557,393 | 2,322,140 | 1,627,843 | 1,798,846 | 2,210,527 |
| Administrative information technology | 32,479 | 31,007 | 28,464 | 68,836 | | 33,140 | 180,942 | 178,613 | 143,716 | 140,818 |
| Pupil transportation | 1,511,093 | 1,773,978 | 1,574,030 | 1,010,342 | 1,413,807 | 1,098,444 | 1,041,135 | 1,187,998 | 1,590,669 | 1,750,559 |
| Other support services | | | | | | | | | | |
| Unallocated Benefits | | | | 3,403,553 | 3,223,792 | 3,281,736 | 3,674,447 | 3,685,033 | 4,107,742 | 4,469,896 |
| Pension Plan | | | | | | | | 384,939 | 132,829 | 52,739 |
| Compensated absences | | | | | | | | (5,068) | 17,978 | 28,708 |
| Interest on long-term debt | 294,981 | 443,732 | 426,082 | 414,596 | 387,238 | 392,136 | 380,849 | 259,095 | 320,167 | 326,300 |
| Capital Outlay | | | | | | | | | | |
| Transfer to Food Service | | | | | | | | 43,272 | 20,000 | 20,000 |
| Unallocated Depreciation | | | | 1,173,682 | 451,693 | 100,663 | 266,366 | 941,526 | 893,910 | 868,042 |
| Total governmental activities expenses | 16,045,926 | 15,839,875 | 16,527,013 | 16,920,975 | 16,573,458 | 16,741,080 | 18,053,600 | 18,558,229 | 19,906,018 | 21,111,360 |
| Business-type activities: | | | | | | | | | | |
| Food service | 219,992 | 234,890 | 202,441 | 207,261 | 200,746 | 195,868 | 236,682 | 236,727 | 215,978 | 232,498 |
| Enrichment Program | | | | | | | | | | |
| Total business-type activities expense | 219,992 | 234,890 | 202,441 | 207,261 | 200,746 | 195,868 | 236,682 | 236,727 | 215,978 | 232,498 |
| Total district expenses | \$ 16,265,918 | \$ 16,074,765 | \$ 16,729,454 | \$ 17,128,236 | \$ 16,774,204 | \$ 16,936,948 | \$ 18,290,282 | \$ 18,794,956 | \$ 20,121,996 | \$ 21,343,858 |
| Program Revenues | | | | | | | | | | |
| Governmental activities: | | | | | | | | | | |
| Charges for services: | | | | | | | | | | |
| Instruction (tuition) | \$ 30,000 | \$ 20,000 | \$ 58,222 | \$ 78,000 | \$ 118,000 | \$ 142,500 | \$ 129,100 | \$ 297,270 | \$ 383,420 | \$ 354,442 |
| Special Education | | | | | | \$ 133,835 | | | | |
| Plant Operations and Maintenance | | | | | | \$ 213,795 | \$ 322,142 | | | |
| Pupil transportation | 238,268 | 389,245 | 157,439 | 352,672 | 340,638 | | | 355,734 | 501,637 | 591,292 |
| Central and other support services | | | | | | | | | | |
| Operating grants and contributions | 271,782 | | 10,568 | 441,998 | 210,865 | | \$ 2,068,453 | \$ 2,472,634 | \$ 2,719,575 | |
| Capital grants and contributions | | | | | | | | | | |
| Total governmental activities program revenues | 540,050 | 409,245 | 226,229 | 872,670 | 669,503 | 490,130 | 451,242 | 2,721,457 | 3,357,691 | 3,665,309 |
| Business-type activities: | | | | | | | | | | |
| Charges for services: | | | | | | | | | | |
| Food service | \$ 177,864 | \$ 217,122 | \$ 161,888 | \$ 194,082 | \$ 171,318 | \$ 188,830 | \$ 202,456 | \$ 198,543 | \$ 207,835 | \$ 209,546 |
| Enrichment Program | | | | | | | | | | |
| Operating grants and contributions | | | | | | | | | 20,000 | 20,000 |
| Capital grants and contributions | | | | | | | | | | |
| Total business type activities program revenues | 177,864 | 217,122 | 161,888 | 194,082 | 171,318 | 188,830 | 202,456 | 198,543 | 227,835 | 229,546 |
| Total district program revenues | \$ 717,914 | \$ 626,367 | \$ 388,117 | \$ 1,066,752 | \$ 840,821 | \$ 678,960 | \$ 653,698 | \$ 2,920,000 | \$ 3,585,526 | \$ 3,894,855 |

SHORE REGIONAL HIGH SCHOOL DISTRICT
Changes in Net Assets/Net Position
Last Ten Fiscal Years
(accrual basis of accounting)

| | Fiscal Year Ending June 30, | | | | | | | | | |
|---|-----------------------------|------------------------|------------------------|------------------------|------------------------|------------------------|------------------------|------------------------|------------------------|------------------------|
| | 2010 | 2011 | 2012 | 2013 | 2014 | 2015 | 2016 | 2017 | 2018 | 2019 |
| Net (Expense)/Revenue | | | | | | | | | | |
| Governmental activities | \$ (15,505,876) | \$ (15,430,630) | \$ (16,300,784) | \$ (16,048,305) | \$ (15,903,955) | \$ (16,250,950) | \$ (17,602,358) | \$ (15,836,772) | \$ (16,548,327) | \$ (17,446,051) |
| Business-type activities | (42,128) | (17,768) | (40,553) | (13,179) | (29,428) | (7,038) | (34,226) | (38,184) | 11,857 | (2,952) |
| Total district-wide net expense | \$ (15,548,004) | \$ (15,448,398) | \$ (16,341,337) | \$ (16,061,484) | \$ (15,933,383) | \$ (16,257,988) | \$ (17,636,584) | \$ (15,874,956) | \$ (16,536,470) | \$ (17,449,003) |
| General Revenues and Other Changes in Net Assets | | | | | | | | | | |
| Governmental activities: | | | | | | | | | | |
| Property taxes levied for general purposes, net | \$ 13,677,088 | \$ 14,104,171 | \$ 14,386,255 | \$ 14,673,980 | \$ 13,998,200 | \$ 14,047,137 | \$ 13,852,556 | \$ 14,673,980 | \$ 14,820,720 | \$ 15,117,133 |
| Taxes levied for debt service | | | 1,367,917 | 633,245 | 644,451 | 637,923 | 433,232 | 639,781 | 639,758 | 374,710 |
| Unrestricted grants and contributions | 1,515,704 | 1,397,823 | 2,263,233 | 1,905,501 | 2,641,042 | 2,877,415 | 3,100,882 | 626,965 | 1,822,072 | 793,635 |
| Cancellation of Prior Year Accounts Payable | | | | | | | | | | |
| Payments in lieu of taxes | | | | | | | | | | |
| Tuition Received | | | | | | | | | | |
| Transportation fees | | | | | | | | | | |
| Investment earnings | 80,636 | 4,826 | | 1,360 | | | | 11,630 | 42,039 | 45,263 |
| Miscellaneous income | 92,520 | 31,366 | 52,908 | 51,390 | 91,843 | 10,777 | (163,595) | 15,143 | 21,374 | 542,451 |
| Rental income | | | | | | | | | | |
| Receivables/refunds | | | | | | | | (172,162) | | |
| Issuance of refunding bonds | | | | | | | | 3,549,272 | | |
| Fixed assets | | | | | | | | (364,496) | (6,206,342) | (120,571) |
| Capital Leases | | | | | | | | (1,376,373) | 482,005 | 336,870 |
| Transfers | | | (10,000) | (10,000) | | | 991,982 | | | |
| Other Adjustments | | | | | | | | | | |
| Total governmental activities | 15,365,948 | 15,538,186 | 18,060,313 | 17,255,476 | 17,375,536 | 17,573,252 | 18,215,057 | 17,603,760 | 11,621,626 | 17,089,491 |
| Business-type activities: | | | | | | | | | | |
| Investment earnings | 279 | 27 | - | 43 | 37 | 52 | - | 183 | 328 | 480 |
| Miscellaneous Income | | | | | | | | | | 8,947 |
| Transfers | | | 10,000 | 10,000 | | | | 10,000 | | |
| Total business-type activities | 279 | 27 | 10,000 | 10,043 | 37 | 52 | - | 10,183 | 328 | 9,427 |
| Total district-wide | \$ 15,366,227 | \$ 15,538,213 | \$ 18,070,313 | \$ 17,265,519 | \$ 17,375,573 | \$ 17,573,304 | \$ 18,215,057 | \$ 17,613,943 | \$ 11,621,954 | \$ 17,098,918 |
| Change in Net Assets | | | | | | | | | | |
| Governmental activities | \$ (139,928) | \$ 107,556 | \$ 1,759,529 | \$ 1,207,171 | \$ 1,471,581 | \$ 1,322,302 | \$ 612,699 | \$ 1,766,988 | \$ (4,926,701) | \$ (356,560) |
| Business-type activities | (41,849) | (17,741) | (30,553) | (3,136) | (29,391) | (6,986) | (34,226) | (28,001) | 12,185 | 6,475 |
| Total district | \$ (181,777) | \$ 89,815 | \$ 1,728,976 | \$ 1,204,035 | \$ 1,442,190 | \$ 1,315,316 | \$ 578,473 | \$ 1,738,987 | \$ (4,914,516) | \$ (350,085) |

Source: School District Financial Reports

SHORE REGIONAL HIGH SCHOOL DISTRICT
Fund Balances, Governmental Funds,
Last Ten Fiscal Years
(modified accrual basis of accounting)

| | Fiscal Year Ending June 30, | | | | | | | | | |
|------------------------------------|-----------------------------|--------------|--------------|--------------|--------------|--------------|--------------|--------------|--------------|--------------|
| | 2010 | 2011 | 2012 | 2013 | 2014 | 2015 | 2016 | 2017 | 2018 | 2019 |
| General Fund | | | | | | | | | | |
| Reserved | \$ 263,344 | | | | | | | | | |
| Restricted | \$ 275,839 | \$ 414,304 | \$ 914,305 | \$ 1,498,989 | \$ 1,408,303 | \$ 310,626 | \$ 311,358 | \$ 790,731 | \$ 617,337 | \$ 1,201,957 |
| Committed | | | | | | | | 13,788 | 22,622 | 20,085 |
| Assigned | | \$ 111,816 | \$ 540,225 | 1,050,590 | 938,606 | 866,230 | 621,400 | 39 | 149,725 | |
| Unreserved | | 578,461 | 534,147 | 378,863 | 426,945 | 378,160 | 434,345 | 456,278 | 1,091,476 | 651,807 |
| Total general fund | \$ 539,183 | \$ 1,104,581 | \$ 1,988,677 | \$ 2,928,442 | \$ 2,773,854 | \$ 1,555,016 | \$ 1,367,103 | \$ 1,260,836 | \$ 1,881,160 | \$ 1,873,849 |
| All Other Governmental Funds | | | | | | | | | | |
| Reserved | \$ 59,069 | | \$ - | \$ - | \$ - | \$ - | \$ 72 | \$ 75 | \$ 266,744 | |
| Unreserved, reported in: | | | | | | | | | | |
| Special revenue fund | | | | | | | | | | |
| Capital projects fund | 2,951,825 | 236,273 | 231,529 | 231,529 | 231,529 | 231,529 | 231,529 | | | |
| Debt service fund | 105,383 | (1,008,420) | 109,195 | 109,267 | 206,015 | 206,015 | 75 | 286,335 | 92 | 92 |
| Permanent fund | | | | | | | | | | |
| Total all other governmental funds | \$ 3,116,277 | \$ (772,147) | \$ 340,724 | \$ 340,796 | \$ 437,544 | \$ 437,544 | \$ 231,676 | \$ 286,410 | \$ 266,836 | \$ 92 |

Source: School District Financial Reports

SHORE REGIONAL HIGH SCHOOL DISTRICT
Changes in Fund Balances, Governmental Funds,
Last Ten Fiscal Years
(modified accrual basis of accounting)

| | Fiscal Year Ending June 30, | | | | | | | | | |
|--|-----------------------------|----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|
| | 2019 | 2018 | 2017 | 2016 | 2015 | 2014 | 2013 | 2012 | 2011 | 2010 |
| Revenues | | | | | | | | | | |
| Local Tax levy | \$ 15,491,843 | \$ 15,460,478 | \$ 15,313,761 | \$ 14,285,788 | \$ 14,685,060 | \$ 14,642,651 | \$ 15,307,225 | \$ 15,754,172 | \$ 14,104,171 | \$ 13,677,088 |
| Tuition Charges | 354,442 | 383,420 | 297,270 | 40,800 | 133,853 | 340,638 | 352,672 | 58,222 | 20,000 | 30,000 |
| Transportation Fees | 591,292 | 501,637 | 355,734 | | | | | | | |
| Interest Earnings | 45,263 | 42,039 | 11,630 | | | | | | | |
| Other Local Revenue | | | | 88,300 | 142,500 | 118,000 | 1,360 | 5 | 1,140 | 3,063 |
| State sources | 3,181,073 | 2,725,336 | 2,554,252 | 2,322,097 | 2,109,982 | 1,857,840 | 2,011,410 | 2,199,996 | 1,192,325 | 1,481,469 |
| Federal sources | 289,305 | 1,562,408 | 139,838 | 1,097,508 | 977,193 | 990,527 | 336,089 | 73,806 | 205,498 | 306,017 |
| Miscellaneous | 585,283 | 28,336 | 16,491 | 53,403 | 14,812 | 23,685 | 51,390 | 194,300 | 424,298 | 408,285 |
| Total revenue | 20,538,501 | 20,703,654 | 18,688,976 | 17,887,896 | 18,063,400 | 17,973,341 | 18,138,146 | 18,280,501 | 15,947,432 | 15,905,922 |
| Expenditures | | | | | | | | | | |
| Instruction: | | | | | | | | | | |
| Regular | 4,395,817 | 4,451,747 | 4,262,504 | 4,034,213 | 4,103,905 | 3,871,622 | 3,985,074 | 3,656,061 | 3,672,367 | 4,045,346 |
| Special | 732,881 | 878,739 | 677,752 | 855,086 | 756,844 | 636,107 | 494,990 | 444,312 | 508,559 | 543,440 |
| Other | 1,468,094 | 1,454,341 | 897,230 | | | | | | | |
| School-Sponsored/Other Instructional | | | | 948,527 | 1,010,793 | 854,356 | 835,507 | 908,446 | 802,529 | 778,462 |
| Total Instruction | 6,596,792 | 6,784,827 | 5,837,486 | 5,837,826 | 5,871,542 | 5,362,085 | 5,315,571 | 5,008,819 | 4,983,455 | 5,367,248 |
| Undistributed: | | | | | | | | | | |
| Tuition | 2,026,990 | 1,546,353 | 1,743,211 | 1,672,821 | 1,823,538 | 1,534,024 | 1,491,446 | 1,947,840 | 1,657,703 | 1,753,879 |
| Student and Instruction Related Services | 1,704,188 | 1,572,662 | 1,527,859 | 1,461,247 | 1,612,919 | 1,634,709 | 1,632,615 | 1,500,561 | 1,411,773 | 1,411,634 |
| Instruction | | | | | | | | | | |
| Support Services-Students | | | | | | | | | | |
| Support Services-Instructional Staff | | | | | | | | | | |
| General Administration | 371,437 | 419,533 | 365,567 | 470,487 | 79,307 | 249,485 | 333,544 | 312,438 | 329,402 | 382,190 |
| School Administration | 323,493 | 321,523 | 476,496 | 474,041 | 638,707 | 564,785 | 365,221 | 375,875 | 387,603 | 480,159 |
| Central Services | 220,871 | 235,263 | 304,359 | 253,673 | 251,555 | | 207,671 | 262,864 | 233,065 | 370,016 |
| Admin. Information Technology | 140,818 | 143,716 | 178,613 | 180,942 | 33,140 | | 68,836 | 28,464 | 31,007 | 32,479 |
| Operations and Maintenance | 2,210,527 | 1,798,846 | 1,627,843 | 1,644,902 | 1,557,393 | 1,421,592 | 1,503,898 | 1,458,286 | 1,348,581 | 1,463,469 |
| Student Transportation | 1,750,559 | 1,590,669 | 1,187,998 | 1,041,135 | 1,098,444 | 1,413,807 | 1,267,679 | 961,873 | 1,201,843 | 1,057,901 |
| Business and Other Support Services: | | | | | | | | | | |
| Employee Benefits | 4,469,896 | 4,107,742 | 3,685,033 | 3,585,826 | 3,381,453 | 3,223,792 | 3,401,186 | 3,224,023 | 3,455,315 | 3,169,965 |
| Other | | | | | | | | | | |
| Food Services | 20,000 | 20,000 | 10,000 | | | | | | | |
| On-behalf TPAF Pension Contributions | | | | | | | | | | |
| Reimbursed TPAF Social Security Contributions | | | | | | | | | | |
| Total Undistributed | 13,238,779 | 11,756,307 | 11,106,979 | 10,785,074 | 10,476,466 | 10,042,194 | 10,272,096 | 10,072,224 | 10,056,292 | 10,121,692 |
| Capital Outlay: | | | | | | | | | | |
| Equipment | 126,855 | 590,970 | 1,029,191 | 456,714 | 1,913,312 | 1,775,900 | | 637,380 | 3,113,222 | 10,843,029 |
| Facilities Acquisition and Construction Services | | | | | | | | | | |
| Lease Purchase Agreements | | | | | | | | | | |
| Assets Acquired Under Capital Leases | | | | | | | | | | |
| Total Capital Outlay | 126,855 | 590,970 | 1,029,191 | 456,714 | 1,913,312 | 1,775,900 | - | 637,380 | 3,113,222 | 10,843,029 |
| Special Schools | | | | | | | 641,181 | | | |
| Total General Fund Expenditures | 19,962,426 | 19,132,104 | 17,973,656 | 17,079,614 | 18,261,310 | 17,180,179 | 16,228,848 | 15,718,423 | 18,152,969 | 26,331,969 |
| Special Revenue: | | | | | | | | | | |
| Federal | | | | | | | | | | - |
| State | | | | | | | | | | - |
| Other | | | | | | | | | | - |
| Total Special Revenue Expenditures | - | - | - | - | - | - | - | - | - | - |
| Debt Service Expenditures: | | | | | | | | | | |
| Principal | 640,000 | 620,000 | 600,000 | 585,000 | 570,000 | 555,000 | 540,000 | 525,000 | 499,000 | |
| Interest and Other Charges | 331,900 | 350,800 | 314,760 | 383,556 | 396,550 | 408,513 | 419,463 | 430,113 | 618,489 | |
| Total Debt Service Expenditures | 971,900 | 970,800 | 914,760 | 968,556 | 966,550 | 963,513 | 959,463 | 955,113 | 1,117,489 | - |
| Total Governmental Fund Expenditures | \$ 20,934,326 | \$ 20,102,904 | \$ 18,888,416 | \$ 18,048,170 | \$ 19,227,860 | \$ 18,143,692 | \$ 17,188,311 | \$ 16,673,536 | \$ 19,270,458 | \$ 26,331,969 |

SHORE REGIONAL HIGH SCHOOL DISTRICT
Changes in Fund Balances, Governmental Funds,
Last Ten Fiscal Years
(modified accrual basis of accounting)

| | Fiscal Year Ending June 30, | | | | | | | | | |
|---|-----------------------------|-------------------|--------------------|---------------------|---------------------|---------------------|-------------------|---------------------|-----------------------|---------------------|
| | 2019 | 2018 | 2017 | 2016 | 2015 | 2014 | 2013 | 2012 | 2011 | 2010 |
| Excess (Deficiency) of revenues over (under) expenditures | (395,825) | 600,750 | (199,440) | (160,274) | (1,164,460) | (170,351) | 949,835 | 1,606,965 | (3,323,026) | (10,426,047) |
| Other Financing sources (uses) | | | | | | | | | | |
| Proceeds from borrowing | | | | | | | | | | 13,999,000 |
| Capital leases (non-budgeted) | 121,770 | | 353,250 | | 219,244 | | | 400,000 | | 400,000 |
| Proceeds from refunding | | | | | | | | | | |
| Payments to escrow agent | | | | | | | | | | |
| Prior Period Adjustment - Fund 20 expenditures | | | | | | | | | | |
| Capital Reserve Contribution | | | | | | | | | | |
| Adjustment | | | (172,162) | (213,579) | | | | | | |
| Transfers in | | | | | 804,735 | | | 125 | 3,686 | 77,668 |
| Transfers out | | | (33,272) | (20,000) | (804,735) | | (10,000) | (10,125) | (3,686) | (77,592) |
| Total other financing sources (uses) | <u>121,770</u> | <u>-</u> | <u>147,816</u> | <u>(233,579)</u> | <u>219,244</u> | <u>-</u> | <u>(10,000)</u> | <u>390,000</u> | <u>-</u> | <u>14,399,076</u> |
| Net change in fund balances | <u>\$ (274,055)</u> | <u>\$ 600,750</u> | <u>\$ (51,624)</u> | <u>\$ (393,853)</u> | <u>\$ (945,216)</u> | <u>\$ (170,351)</u> | <u>\$ 939,835</u> | <u>\$ 1,996,965</u> | <u>\$ (3,323,026)</u> | <u>\$ 3,973,029</u> |
| Debt service as a percentage of noncapital expenditures | 4.67% | 4.98% | 5.12% | 5.51% | 5.58% | 5.89% | 5.58% | 5.96% | 6.92% | 0.00% |

Source: District records

Notes: Noncapital expenditures are total expenditures less capital outlay.

Exhibit J-5

**SHORE REGIONAL HIGH SCHOOL DISTRICT
GENERAL FUND OTHER LOCAL REVENUE BY SOURCE
LAST TEN FISCAL YEARS
MODIFIED ACCRUAL BASIS OF ACCOUNTING**

| <u>Fiscal Year Ended June 30,</u> | <u>Interest Income</u> | <u>Tuition</u> | <u>Transportation</u> | <u>Prior Year Refunds</u> | <u>Miscellaneous</u> | <u>Annual Totals</u> |
|---------------------------------------|----------------------------|----------------|-----------------------|-------------------------------|----------------------|----------------------|
| 2010 | 3,045 | 30,000 | 238,268 | 63,185 | 24,768 | 359,266 |
| 2011 | 1,140 | 20,000 | 389,245 | 11,783 | 9,745 | 431,913 |
| 2012 | 5 | 58,222 | 157,439 | 10,534 | 19,543 | 245,743 |
| 2013 | 1,287 | 78,000 | - | 22,888 | 8,579 | 110,754 |
| 2014 | 7,246 | 118,000 | 340,638 | 10,190 | 6,249 | 482,323 |
| 2015 | 6,548 | 32,500 | 133,853 | - | 4,157 | 177,058 |
| 2016 | 3,969 | 129,100 | 15,636 | 28,836 | 1,469 | 179,010 |
| 2017 | 11,630 | 297,270 | 355,734 | | 15,143 | 679,777 |
| 2018 | 42,039 | 383,420 | 501,637 | | 21,374 | 948,470 |
| 2019 | 45,263 | 354,442 | 591,292 | | 585,283 | 1,576,280 |

Source: District Records

REVENUE CAPACITY

Exhibit J-6

**SHORE REGIONAL HIGH SCHOOL DISTRICT
 ASSESSED AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY
 LAST TEN FISCAL YEARS
 UNAUDITED**

MONMOUTH BEACH BORO

| <u>Year Ended June 30,</u> | <u>Net Assessed Valuations</u> | <u>Estimated Full Cash Valuations</u> | <u>Percentage of Net Assessed to Estimated Full Cash Valuations</u> |
|--------------------------------|------------------------------------|---|---|
| 2010 | 1,208,498,441 | 1,423,404,577 | 84.90% |
| 2011 | 1,211,337,859 | 1,368,632,937 | 88.51% |
| 2012 | 1,209,463,656 | 1,336,713,919 | 90.48% |
| 2013 | 1,159,479,132 | 1,296,305,263 | 89.44% |
| 2014 | 1,152,279,432 | 1,269,533,083 | 90.76% |
| 2015 | 1,249,408,306 | 1,300,216,806 | 96.09% |
| 2016 | 1,240,287,878 | 1,317,429,356 | 94.14% |
| 2017 | 1,376,781,700 | 1,403,348,494 | 98.11% |
| 2018 | 1,465,914,900 | 1,500,602,607 | 97.69% |
| 2019 | 1,555,952,600 | 1,542,888,398 | 100.85% |

Source: Municipal Tax Assessor

Exhibit J-6a

**SHORE REGIONAL HIGH SCHOOL DISTRICT
 ASSESSED AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY
 LAST TEN FISCAL YEARS
 UNAUDITED**

OCEANPORT BOROUGH

| Year Ended June 30, | Net Assessed Valuations | Estimated Full Cash Valuations | Percentage of Net Assessed to Estimated Full Cash Valuations |
|------------------------|----------------------------|-----------------------------------|--|
| 2010 | 1,045,954,002 | 1,302,431,303 | 80.31% |
| 2011 | 1,048,364,465 | 1,212,620,231 | 86.45% |
| 2012 | 1,050,192,320 | 1,194,628,446 | 87.91% |
| 2013 | 1,020,133,815 | 1,170,057,750 | 87.19% |
| 2014 | 1,032,603,815 | 1,124,668,563 | 91.81% |
| 2015 | 1,028,488,106 | 1,144,745,650 | 89.84% |
| 2016 | 657,635,919 | 1,152,876,723 | 57.04% |
| 2017 | 1,037,556,230 | 1,190,836,447 | 87.13% |
| 2018 | 1,296,916,559 | 1,251,193,544 | 103.65% |
| 2019 | 1,333,347,020 | 1,275,042,873 | 104.57% |

Source: Municipal Tax Assessor

Notes: Real property is assessed at a percentage of true value (fair or market value) established by each County Board of Taxation. A reassessment occurs when the County Board of Taxation requests the Treasury to order a reassessment.

* Revaluation

Exhibit J-6b

**SHORE REGIONAL HIGH SCHOOL DISTRICT
ASSESSED AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY
LAST TEN FISCAL YEARS
UNAUDITED**

SEA BRIGHT BOROUGH

| <u>Year Ended June 30,</u> | <u>Net Assessed Valuations</u> | <u>Estimated Full Cash Valuations</u> | <u>Percentage of Net Assessed to Estimated Full Cash Valuations</u> |
|--------------------------------|------------------------------------|---|---|
| 2010 | 521,260,003 | 773,609,622 | 67.38% |
| 2011 | 519,636,031 | 764,116,137 | 68.00% |
| 2012 | 518,337,818 | 766,356,363 | 67.64% |
| 2013 | 447,804,294 | 732,278,578 | 61.15% |
| 2014 | 464,337,994 | 693,849,625 | 66.92% |
| 2015 | 437,700,056 | 636,906,890 | 68.72% |
| 2016 | 643,216,736 | 627,570,711 | 102.49% |
| 2017 | 699,175,583 | 685,007,983 | 102.07% |
| 2018 | 738,116,674 | 726,341,002 | 101.62% |
| 2019 | 777,727,764 | 815,541,433 | 95.36% |

Source: Municipal Tax Collector

Note: Real property is assessed at a percentage of true value (fair or market value) established by each County Board of Taxation. A reassessment occurs when the County Board of Taxation requests the Treasury to order a reassessment.

Exhibit J-6c

**SHORE REGIONAL HIGH SCHOOL DISTRICT
 ASSESSED AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY
 LAST TEN FISCAL YEARS
 UNAUDITED**

WEST LONG BRANCH BOROUGH

| <u>Year Ended June 30,</u> | <u>Net Assessed Valuations</u> | <u>Estimated Full Cash Valuations</u> | <u>Percentage of Net Assessed to Estimated Full Cash Valuations</u> |
|--------------------------------|------------------------------------|---|---|
| 2010 | 1,356,679,559 | 1,378,188,012 | 98.44% |
| 2011 | 1,344,898,134 | 1,329,061,308 | 101.19% |
| 2012 | 1,353,201,480 | 1,235,297,174 | 109.54% |
| 2013 | 1,122,639,005 | 1,286,974,317 | 87.23% |
| 2014 | 1,120,684,905 | 1,246,466,572 | 89.91% |
| 2015 | 1,195,860,380 | 1,225,860,984 | 97.55% |
| 2016 | 962,992,033 | 1,238,330,325 | 77.77% |
| 2017 | 1,239,617,200 | 1,302,569,411 | 95.17% |
| 2018 | 1,297,979,270 | 1,385,102,623 | 93.71% |
| 2019 | 1,367,368,030 | 1,379,578,915 | 99.11% |

Source: Municipal Tax Collector

Note: Real property is assessed at a percentage of true value (fair or market value) established by each County Board of Taxation. A reassessment occurs when the County Board of Taxation requests the Treasury to order a reassessment.

**SHORE REGIONAL HIGH SCHOOL DISTRICT
PROPERTY TAX RATES - DIRECT AND OVERLAPPING GOVERNMENTS
PER \$100 OF ASSESSED VALUATION
LAST TEN FISCAL YEARS
UNAUDITED**

MONMOUTH BEACH BORO

| Fiscal Year Ended June 30, | Monmouth Beach Borough District Direct Rate | | | Local School Rate | Overlapping Rates | | Total Direct and Overlapping Tax Rate |
|----------------------------------|--|--|------------------------------------|-------------------------|------------------------------|--------------------|--|
| | Basic Rate | General Obligation Debt Service | Total Direct School Tax Rate | | Monmouth Beach Borough | Monmouth County | |
| 2010 | 0.338 | | 0.338 | 0.279 | 0.655 | 0.305 | 1.577 |
| 2011 | 0.337 | | 0.337 | 0.322 | 0.681 | 0.305 | 1.645 |
| 2012 | 0.343 | | 0.343 | 0.309 | 0.706 | 0.307 | 1.665 |
| 2013 | 0.343 | | 0.343 | 0.300 | 0.761 | 0.312 | 1.716 |
| 2014 | 0.325 | | 0.325 | 0.292 | 0.761 | 0.323 | 1.701 |
| 2015 | 0.332 | | 0.332 | 0.276 | 0.338 | 0.311 | 1.257 |
| 2016 | 0.361 | | 0.361 | 0.316 | 0.343 | 0.303 | 1.323 |
| 2017 | 0.346 | | 0.346 | 0.284 | 0.343 | 0.295 | 1.268 |
| 2018 | 0.332 | | 0.332 | 0.260 | 0.336 | 0.301 | 1.229 |
| 2019 | 0.318 | | 0.318 | 0.286 | 0.317 | 0.281 | 1.202 |

Source: Municipal Tax Assessor

Note: N/A Not Available

**SHORE REGIONAL HIGH SCHOOL DISTRICT
PROPERTY TAX RATES - DIRECT AND OVERLAPPING GOVERNMENTS
PER \$100 OF ASSESSED VALUATION
LAST TEN FISCAL YEARS
UNAUDITED**

OCEANPORT BOROUGH

| Fiscal Year Ended June 30, | Oceanport School District District Direct Rate | | | Local School Rate | Overlapping Rates | | Total Direct and Overlapping Tax Rate |
|----------------------------------|---|--|------------------------------------|-------------------------|----------------------|--------------------|--|
| | Basic Rate | General Obligation Debt Service | Total Direct School Tax Rate | | Oceanport Borough | Monmouth County | |
| 2010 | 0.764 | | 0.764 | 0.357 | 0.519 | 0.344 | 1.984 |
| 2011 | 0.762 | | 0.762 | 0.419 | 0.528 | 0.332 | 2.041 |
| 2012 | 0.761 | | 0.761 | 0.422 | 0.528 | 0.338 | 2.049 |
| 2013 | 0.784 | | 0.784 | 0.405 | 0.508 | 0.346 | 2.043 |
| 2014 | 0.579 | | 0.579 | 0.352 | 0.539 | 0.348 | 1.818 |
| 2015 | 0.806 | | 0.806 | 0.372 | 0.549 | 0.347 | 2.074 |
| 2016 | 0.852 | | 0.852 | 0.395 | 0.559 | 0.337 | 2.143 |
| 2017 | 0.892 | | 0.892 | 0.344 | 0.584 | 0.337 | 2.157 |
| 2018 | 0.743 | | 0.743 | 0.271 | 0.487 | 0.288 | 1.789 |
| 2019 | 0.740 | | 0.740 | 0.289 | 0.497 | 0.275 | 1.801 |

Source: Municipal Tax Assessor

**SHORE REGIONAL HIGH SCHOOL DISTRICT
PROPERTY TAX RATES - DIRECT AND OVERLAPPING GOVERNMENTS
PER \$100 OF ASSESSED VALUATION
LAST TEN FISCAL YEARS
UNAUDITED**

SEABRIGHT BOROUGH

| Fiscal Year Ended June 30, | Seabright Borough District Direct Rate | | | Local School Rate | Overlapping Rates | | Total Direct and Overlapping Tax Rate |
|----------------------------------|---|--|------------------------------------|-------------------------|----------------------|--------------------|--|
| | Basic Rate | General Obligation Debt Service | Total Direct School Tax Rate | | Seabright Borough | Monmouth County | |
| 2010 | 0.183 | | 0.183 | 0.356 | 0.706 | 0.399 | 1.644 |
| 2011 | 0.209 | | 0.209 | 0.329 | 0.739 | 0.412 | 1.689 |
| 2012 | 0.189 | | 0.189 | 0.411 | 0.766 | 0.431 | 1.797 |
| 2013 | 0.159 | | 0.159 | 0.444 | 0.775 | 0.424 | 1.802 |
| 2014 | 0.499 | | 0.122 | 0.586 | 0.808 | 0.481 | 1.997 |
| 2015 | 0.177 | | 0.177 | 0.492 | 0.892 | 0.445 | 2.006 |
| 2016 | 0.124 | | 0.124 | 0.311 | 0.596 | 0.274 | 1.305 |
| 2017 | 0.092 | | 0.092 | 0.477 | 0.607 | 0.283 | 1.459 |
| 2018 | 0.070 | | 0.070 | 0.484 | 0.593 | 0.289 | 1.436 |
| 2019 | 0.077 | | 0.077 | 0.405 | 0.578 | 0.297 | 1.357 |

Source: Municipal Tax Collector

**SHORE REGIONAL HIGH SCHOOL DISTRICT
PROPERTY TAX RATES - DIRECT AND OVERLAPPING GOVERNMENTS
PER \$100 OF ASSESSED VALUATION
LAST TEN FISCAL YEARS
UNAUDITED**

West Long Branch Borough

| Fiscal Year Ended June 30, | West Long Branch Borough District Direct Rate | | | Local School Rate | Overlapping Rates | | Total Direct and Overlapping Tax Rate |
|----------------------------------|--|--|------------------------------------|-------------------------|--------------------------------|--------------------|--|
| | Basic Rate | General Obligation Debt Service | Total Direct School Tax Rate | | West Long Branch Borough | Monmouth County | |
| 2010 | 0.732 | | 0.732 | 0.366 | 0.475 | 0.276 | 1.849 |
| 2011 | 0.709 | | 0.709 | 0.394 | 0.502 | 0.275 | 1.880 |
| 2012 | 0.710 | | 0.710 | 0.386 | 0.524 | 0.267 | 1.887 |
| 2013 | 0.867 | | 0.867 | 0.428 | 0.669 | 0.347 | 2.311 |
| 2014 | 0.647 | | 0.872 | 0.422 | 0.692 | 0.345 | 2.331 |
| 2015 | 0.815 | | 0.815 | 0.387 | 0.660 | 0.313 | 2.175 |
| 2016 | 0.805 | | 0.805 | 0.400 | 0.663 | 0.304 | 2.172 |
| 2017 | 0.850 | | 0.850 | 0.389 | 0.673 | 0.304 | 2.216 |
| 2018 | 0.784 | | 0.784 | 0.356 | 0.663 | 0.313 | 2.116 |
| 2019 | 0.747 | | 0.747 | 0.337 | 0.674 | 0.286 | 2.044 |

Source: Municipal Tax Collector

Exhibit J-8

**SHORE REGIONAL HIGH SCHOOL DISTRICT
SCHEDULE OF PRINCIPAL TAXPAYERS
FOR YEAR ENDED DECEMBER 31, 2018**

MONMOUTH BEACH BOROUGH

| <u>Taxpayer</u> | <u>Assessed Valuation 2018</u> | <u>As a % of District's Net Assessed Valuation</u> |
|-------------------------------|------------------------------------|--|
| Morgan Realty Development LLC | \$ 7,856,600 | 0.50% |
| Monmouth Beach Club | 7,826,800 | 0.50% |
| Individual Taxpayer #1 | 4,835,600 | 0.31% |
| YAYAPOP, LLC | 4,102,100 | 0.26% |
| Individual Taxpayer #2 | 3,683,700 | 0.24% |
| Individual Taxpayer #3 | 3,508,800 | 0.23% |
| Individual Taxpayer #4 | 3,484,200 | 0.22% |
| Individual Taxpayer #5 | 3,479,000 | 0.22% |
| Individual Taxpayer #6 | 3,461,100 | 0.22% |
| Individual Taxpayer #7 | <u>3,421,800</u> | <u>0.22%</u> |
| Total | <u>\$ 45,659,700</u> | <u>3.11%</u> |

Source: Municipal Tax Assessor

Exhibit J-8a

**SHORE REGIONAL HIGH SCHOOL DISTRICT
SCHEDULE OF PRINCIPAL TAXPAYERS
FOR YEAR ENDED DECEMBER 31, 2018**

OCEANPORT BOROUGH

| <u>Taxpayer</u> | <u>Assessed Valuation 2018</u> | <u>As a % of District's Net Assessed Valuation</u> |
|--|------------------------------------|--|
| New Jersey Sports & Exposition Authority | \$ 108,830,900 | 8.16% |
| MPCC II, LLC | 14,141,800 | 1.06% |
| Acutecare Management Services, LLC | 7,797,300 | 0.58% |
| Oceanport Village Center, LLC | 6,551,900 | 0.49% |
| Residences at Fort Monmouth LLC | 3,945,200 | 0.30% |
| Individual Taxpayer #1 | 3,594,200 | 0.27% |
| Individual Taxpayer #2 | 3,467,500 | 0.26% |
| Individual Taxpayer #3 | 3,440,200 | 0.26% |
| Individual Taxpayer #4 | 3,366,500 | 0.25% |
| Individual Taxpayer #5 | 3,240,600 | 0.24% |
| Total | \$ <u>158,376,100</u> | <u>10.87%</u> |

Source: Municipal Tax Collector

Exhibit J-8b

**SHORE REGIONAL HIGH SCHOOL DISTRICT
SCHEDULE OF PRINCIPAL TAXPAYERS
FOR YEAR ENDED DECEMBER 31, 2018**

SEABRIGHT BOROUGH

| <u>Taxpayer</u> | <u>Assessed Valuation 2018</u> | <u>As a % of District's Net Assessed Valuation</u> |
|-----------------------------------|------------------------------------|--|
| 1485 Ocean Avenue Realty, LLC | \$ 15,204,900 | 1.96% |
| Edgewater Beach Inc. | 10,730,800 | 1.38% |
| Surfrider Beach Club, LLC | 9,303,000 | 1.20% |
| Beach Club Holdings, LLC | 9,284,700 | 1.19% |
| Sea Bright Beach Club | 8,408,300 | 1.08% |
| Rozinante, Inc | 8,374,700 | 1.08% |
| Navesink Partners, LLC | 7,113,800 | 0.91% |
| SBBP, Inc | 6,342,600 | 0.82% |
| Sea Bright Hospitality Group, LLC | 4,857,800 | 0.62% |
| Individual Taxpayer #1 | 3,756,500 | 0.48% |
| Total | \$ 83,377,100 | 11.30% |

Source: Municipal Tax Collector

Exhibit J-8c

**SHORE REGIONAL HIGH SCHOOL DISTRICT
SCHEDULE OF PRINCIPAL TAXPAYERS
FOR YEAR ENDED DECEMBER 31, 2018**

| <u>Taxpayer</u> | <u>Assessed Valuation 2018</u> | <u>As a % of District's Net Assessed Valuation</u> |
|--------------------------------------|------------------------------------|--|
| BG Monmouth LLC | \$ 37,539,000 | 2.75% |
| Avalon West Long Branch , LLC | 31,647,100 | 2.31% |
| WLB of New Jersey, LLC | 22,845,000 | 1.67% |
| 185 Monmouth Parkway Assoc. | 13,085,700 | 0.96% |
| 136 Monmouth Road Holding, LLC | 9,457,500 | 0.69% |
| WLB Empire, LLC | 7,174,500 | 0.52% |
| West Long Branch Shopping Center | 6,889,900 | 0.50% |
| West Long Branch Lodging Realty, LLC | 6,882,000 | 0.50% |
| WEP Investments, LLC | 5,277,000 | 0.39% |
| Cedar Village Group, LLC | 4,765,400 | 0.35% |
| Total | \$ 145,563,100 | 11.21% |

Source: Municipal Tax Collector

N/A - Not Available

**SHORE REGIONAL HIGH SCHOOL DISTRICT
PROPERTY TAX LEVIES AND COLLECTIONS
LAST TEN FISCAL YEARS
UNAUDITED**

| Fiscal Year Ended June 30, | Taxes Levied for the Fiscal Year | Collected Within the Fiscal Year of the Levy ^a | | Collections in Subsequent Years |
|----------------------------------|-------------------------------------|--|-----------------------|---------------------------------------|
| | | Amount | Percentage of Levy | |
| 2010 | 13,677,088 | 7,190,126 | 100.00% | - |
| 2011 | 14,104,171 | 7,160,883 | 100.00% | - |
| 2012 | 15,754,172 | 15,754,172 | 100.00% | - |
| 2013 | 15,307,225 | 15,307,225 | 100.00% | - |
| 2014 | 14,819,624 | 14,819,624 | 100.00% | - |
| 2015 | 15,327,224 | 15,214,227 | 99.00% | - |
| 2016 | 14,147,788 | 13,896,701 | 98.00% | - |
| 2017 | 15,313,760 | 15,313,760 | 100.00% | - |
| 2018 | 15,460,478 | 15,460,478 | 100.00% | - |
| 2019 | 15,818,407 | 15,818,407 | 100.00% | - |

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

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

DEBT CAPACITY

**SHORE REGIONAL HIGH SCHOOL DISTRICT
Ratios of Outstanding Debt by Type
Last ten fiscal years**

| Fiscal Year Ended June 30, | Governmental Activities | | | | Business-Type Activities | | Total District | Percentage of Personal Income ^a | Per Capita ^a |
|-------------------------------------|---|----------------------------------|----------------|--------------------------------------|-----------------------------|------------|----------------|--|-------------------------|
| | General Obligation Bonds ^b | Certificates of Participation | Capital Leases | Bond Anticipation Notes (BANs) | Capital Leases | | | | |
| 2010 | 13,999,000 | - | 1,032,944 | - | - | 15,031,944 | 2.17% | 770 | |
| 2011 | 13,500,000 | - | 623,556 | - | - | 14,123,556 | 2.00% | 759 | |
| 2012 | 12,975,000 | - | 802,433 | - | - | 13,777,433 | 1.74% | 740 | |
| 2013 | 12,435,000 | - | 893,160 | - | - | 13,328,160 | 1.69% | 716 | |
| 2014 | 11,880,000 | - | 768,377 | - | - | 12,648,377 | 1.60% | 679 | |
| 2015 | 11,310,000 | - | 511,675 | - | - | 11,821,675 | 1.50% | 635 | |
| 2016 | 10,725,000 | - | 1,637,675 | - | - | 12,362,675 | N/A | N/A | |
| 2017 | 10,125,000 | - | 1,222,295 | - | - | 11,347,295 | N/A | N/A | |
| 2018 | 9,020,000 | - | 938,357 | - | - | 9,958,357 | N/A | N/A | |
| 2019 | 8,380,000 | - | 723,257 | - | - | 9,103,257 | N/A | N/A | |

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

- a See Exhibit NJ J-14 for personal income and population data. These ratios are calculated using personal income and population for the prior calendar year.
- b Includes Early Retirement Incentive Plan ("ERIP") refunding
- N/A Not Available

**SHORE REGIONAL HIGH SCHOOL DISTRICT
RATIO OF NET GENERAL BONDED DEBT OUTSTANDING
LAST TEN FISCAL YEARS
UNAUDITED**

| <u>Fiscal Year Ended June 30,</u> | <u>General Obligation Bonds</u> | <u>Deductions</u> | <u>Net General Bonded Debt Outstanding</u> | <u>Percentage of Actual Taxable Value^a of Property</u> | <u>Per Capita^b</u> |
|---------------------------------------|---|-------------------|--|---|-------------------------------|
| 2010 | 13,999,000 | None | 13,999,000 | 0.33% | N/A |
| 2011 | 13,500,000 | None | 13,500,000 | 0.29% | N/A |
| 2012 | 12,975,000 | None | 12,975,000 | 0.29% | N/A |
| 2013 | 12,435,000 | None | 12,435,000 | 0.27% | N/A |
| 2014 | 11,880,000 | None | 11,880,000 | 0.26% | N/A |
| 2015 | 11,310,000 | None | 11,310,000 | 0.25% | N/A |
| 2016 | 10,725,000 | None | 10,725,000 | 0.36% | N/A |
| 2017 | 10,125,000 | None | 10,125,000 | 0.23% | N/A |
| 2018 | 9,020,000 | None | 9,020,000 | 0.19% | N/A |
| 2019 | 8,380,000 | None | 8,380,000 | 0.17% | N/A |

Note: Details regarding the District's outstanding debt can be found in the Notes to the Financial Statements.

- a See Exhibit NJ J-6 for property tax data.
- b Population data can be found in Exhibit NJ J-14.

N/A Not Available

Exhibit J-12

**SHORE REGIONAL HIGH SCHOOL DISTRICT
COMPUTATION OF DIRECT AND OVERLAPPING BONDED DEBT
FOR FISCAL YEAR ENDED JUNE 30, 2019
UNAUDITED**

| | | | |
|---|----|------------|------------|
| Net Direct Debt of School District as of June 30, 2019 | | \$ | 8,380,000 |
| Net Overlapping Debt of School District: | | | |
| Monmouth Beach Borough | \$ | | 3,575,080 |
| Oceanport Borough | \$ | | |
| Sea Bright Borough | \$ | | |
| West Long Branch Borough | \$ | | |
| Monmouth County General Obligation Debt: | | | |
| Monmouth Beach Borough | \$ | 11,311,578 | |
| Oceanport Borough | \$ | 20,265,297 | |
| Sea Bright Borough | \$ | 9,828,184 | |
| West Long Branch Borough | \$ | 7,752,964 | |
| | | | 52,733,103 |
| Total Direct and Overlapping Bonded Debt as of June 30, 2019 | | \$ | 61,113,103 |

Source: Assessed value data to estimate applicable percentages provided by the Monmouth County Board of Taxation.

**SHORE REGIONAL HIGH SCHOOL DISTRICT
COMPUTATION OF LEGAL DEBT MARGIN
LAST TEN FISCAL YEARS**

| Legal Debt Margin Calculation for Fiscal Year Ended June 30, 2017 | | | | | |
|---|-----------------------|------------------------------|----------------------|----------------------|--------------------------------|
| Year | Total | Monmouth Beach Borough | Oceanport Borough | Seabright Borough | West Long Branch Borough |
| 2019 | 4,954,304,749 | 1,530,022,858 | 1,255,706,578 | 805,723,648 | 1,362,851,665 |
| 2018 | 4,794,569,357 | 1,479,769,974 | 1,233,986,102 | 710,222,746 | 1,370,590,535 |
| 2017 | 4,794,569,357 | 1,479,769,974 | 1,233,986,102 | 710,222,746 | 1,370,590,535 |
| (A) | <u>14,543,443,463</u> | <u>4,489,562,806</u> | <u>3,723,678,782</u> | <u>2,226,169,140</u> | <u>4,104,032,735</u> |
| Average Equalized Valuation of Taxable Property | (A/3) | 4,847,814,488 | - | | |
| Debt limit (3% of Average Equalization Value) | (B) | 145,434,435 | | | |
| Total Net Debt Applicable to Limit | (C) | <u>8,380,000</u> | | | |
| Legal Debt Margin | (B-C) | <u>137,054,435</u> | | | |

| | 2010 | 2011 | 2012 | 2013 | 2014 | 2015 | 2016 | 2017 | 2018 | 2019 |
|---|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|
| Debt Limit | \$ 149,380,978 | \$ 146,179,977 | \$ 140,850,600 | \$ 144,856,159 | \$ 149,380,978 | \$ 146,179,977 | \$ 140,850,600 | \$ 136,726,824 | \$ 141,310,446 | \$ 145,434,435 |
| Total Net Debt Applicable to Limit | <u>13,999,000</u> | <u>13,500,000</u> | <u>12,975,000</u> | <u>12,435,000</u> | <u>13,999,000</u> | <u>13,500,000</u> | <u>12,975,000</u> | <u>9,640,000</u> | <u>9,020,000</u> | <u>8,380,000</u> |
| Legal Debt Margin | <u>135,381,978</u> | <u>132,679,977</u> | <u>127,875,600</u> | <u>132,421,159</u> | <u>135,381,978</u> | <u>132,679,977</u> | <u>127,875,600</u> | <u>127,086,824</u> | <u>132,290,446</u> | <u>137,054,435</u> |
| Total Net Debt Applicable to the Limit as a Percentage of Debt Limit | 9.37% | 9.24% | 9.21% | 8.58% | 9.37% | 9.24% | 9.21% | 7.05% | 6.38% | 5.76% |

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

Note: * Limit set by NJSA 18A:24-19 for a 9 through 12 district; other percent limits would be applicable for other district types.

DEMOGRAPHIC AND ECONOMIC INFORMATION

Exhibit J-14

**SHORE REGIONAL HIGH SCHOOL DISTRICT
DEMOGRAPHIC AND ECONOMIC STATISTICS
LAST TEN FISCAL YEARS
UNAUDITED**

MONMOUTH BEACH BOROUGH

| <u>Year Ended June 30,</u> | <u>Unemployment Rate</u> | <u>Monmouth Beach Per Capita Income</u> | <u>Estimated School District Population (as of July 1)</u> |
|--------------------------------|------------------------------|---|--|
| 2009 | N/A | N/A | 3,567 |
| 2010 | 7.90% | N/A | 3,571 |
| 2011 | 8.10% | 52,862 | 3,282 |
| 2012 | 8.10% | 56,955 | 3,282 |
| 2013 | 8.50% | 58,355 | 3,279 |
| 2014 | 5.70% | 61,426 | 3,290 |
| 2015 | 5.60% | 66,218 | 3,290 |
| 2016 | 3.80% | 69,839 | 3,222 |
| 2017 | 3.40% | 71,237 | 3,236 |
| 2018 | 3.10% | 75,395 | 3,228 |

Source: Per Capita Income of County of Monmouth from the U.S. Department of Commerce.
School District Population from the U.S. Bureau of the Census, Population Division.

N/A - Not Available

Exhibit J-14a

**SHORE REGIONAL HIGH SCHOOL DISTRICT
DEMOGRAPHIC AND ECONOMIC STATISTICS
LAST TEN FISCAL YEARS
UNAUDITED**

OCEANPORT BOROUGH

| <u>Year Ended June 30,</u> | <u>Unemployment Rate</u> | <u>Monmouth County Per Capita Income</u> | <u>Estimated School District Population (as of July 1)</u> |
|--------------------------------|------------------------------|--|--|
| 2009 | N/A | N/A | 5,807 |
| 2010 | 4.30% | 33,356 | 5,730 |
| 2011 | 4.30% | 36,024 | 5,832 |
| 2012 | 4.40% | 44,068 | 5,837 |
| 2013 | 4.60% | 47,578 | 5,833 |
| 2014 | 5.70% | 51,384 | 5,816 |
| 2015 | 5.60% | 54,749 | 5,816 |
| 2016 | 4.80% | 69,839 | 5,725 |
| 2017 | 4.10% | 71,237 | 5,755 |
| 2018 | 4.20% | 75,395 | 5,751 |

Source: Per Capita Income of County of Monmouth from the U.S. Department of Commerce.
School District Population from the U.S. Bureau of the Census, Population Division.

N/A - Not Available

SHORE REGIONAL HIGH SCHOOL DISTRICT
DEMOGRAPHIC AND ECONOMIC STATISTICS
LAST TEN FISCAL YEARS
UNAUDITED

WEST LONG BRANCH BOROUGH

| <u>Year Ended June 30,</u> | <u>Unemployment Rate</u> | <u>West Long Branch Per Capita Income</u> | <u>Estimated School District Population (as of July 1)</u> |
|--------------------------------|------------------------------|---|--|
| 2009 | 5.20% | N/A | 8,258 |
| 2010 | 8.50% | 27,651 | 8,416 |
| 2011 | 8.60% | 29,863 | 8,097 |
| 2012 | 8.70% | 32,252 | 8,105 |
| 2013 | 9.10% | 33,491 | 8,516 |
| 2014 | 8.80% | 34,764 | 8,509 |
| 2015 | 5.60% | 35,965 | 8,352 |
| 2016 | 4.60% | 69,839 | 7,963 |
| 2017 | 4.10% | 71,237 | 7,972 |
| 2018 | 3.80% | 75,395 | 7,909 |

Source: Monmouth County Planning Board, Demographic and Economic Status Report
www.co.monmouth.nj.us/documents
Per Capita Income www.lwd.dol.state.nj.us/labor

N/A - Not Available

Exhibit J-14c

**SHORE REGIONAL HIGH SCHOOL DISTRICT
DEMOGRAPHIC AND ECONOMIC STATISTICS
LAST TEN FISCAL YEARS
UNAUDITED**

SEABRIGHT BOROUGH

| <u>Year Ended June 30,</u> | <u>Unemployment Rate</u> | <u>SeaBright Per Capita Income</u> | <u>Estimated School District Population (as of July 1)</u> |
|--------------------------------|------------------------------|--|--|
| 2009 | 5.90% | N/A | 1,818 |
| 2010 | 9.60% | 45,066 | 1,808 |
| 2011 | 9.70% | 48,671 | 1,412 |
| 2012 | 9.80% | 50,542 | 1,414 |
| 2013 | 10.20% | 58,355 | 1,388 |
| 2014 | 9.00% | 61,426 | 1,359 |
| 2015 | 5.60% | 68,979 | 1,359 |
| 2016 | 4.10% | 69,839 | 1,387 |
| 2017 | 3.70% | 71,237 | 1,389 |
| 2018 | 3.40% | 75,395 | 1,364 |

Source: Monmouth County Planning Board, Demographic and Economic Status Report
www.co.monmouth.nj.us/documents
 Per Capita Income www.lwd.dol.state.nj.us/labor

Exhibit J-15

**SHORE REGIONAL HIGH SCHOOL DISTRICT
Principal Employers,
Current Year**

MONMOUTH BEACH BOROUGH

| <u>2018</u> | | | |
|--|------------------|----------------------------|---|
| <u>Employer</u> | <u>Employees</u> | <u>Rank [Optional]</u> | <u>Percentage of Total Municipal Employment</u> |
| Channel Club Caterers | 76 | 1 | N/A |
| Monmouth Beach Public Schools | 60 | 2 | N/A |
| Two Rivers Water Reclamation Authority | 47 | 3 | N/A |
| Fail Safe Testing Inc. | 30 | 4 | N/A |
| A M Supplies Inc. | 29 | 5 | N/A |
| Awakening Holistic Learning | 22 | 6 | N/A |
| Celtic Concepts | 22 | 7 | N/A |
| Borough of Monmouth Beach | 22 | 8 | N/A |
| Amiel Restaurant Partners | 19 | 9 | N/A |
| Channel Club Tower Association | 19 | 10 | N/A |
| | <u>346</u> | | <u>0.00%</u> |

Note: N/A = Not Available

**SHORE REGIONAL HIGH SCHOOL DISTRICT
Principal Employers,
Current Year**

OCEANPORT BOROUGH

| 2018 | | | |
|--------------------------------|------------|--------------------|---|
| Employer | Employees | Rank [Optional] | Percentage of Total Municipal Employment |
| CommVault Systems Inc. | 436 | 1 | N/A |
| Oceanport Board of Education | 65 | 2 | N/A |
| Antebi Property LLC | 65 | 3 | N/A |
| Devoted Companion Home Health | 41 | 4 | N/A |
| Todd A Pletcher Racing | 33 | 5 | N/A |
| Borough of Oceanport | 30 | 6 | N/A |
| Ben Perking Jr. Racing Stable | 22 | 7 | N/A |
| Universal Institute | 19 | 8 | N/A |
| Shore Kids Pediatric Therapies | 18 | 9 | N/A |
| Monmouth Mall | 18 | 10 | N/A |
| | <u>747</u> | | <u>0.00%</u> |

Note: N/A = Not Available

Exhibit J-15c

**SHORE REGIONAL HIGH SCHOOL DISTRICT
Principal Employers,
Current Year**

WEST LONG BRANCH BOROUGH

| 2018 | | | |
|----------------------------------|------------------|----------------------------|---|
| Employer | Employees | Rank [Optional] | Percentage of Total Municipal Employment |
| Monmouth University | 989 | 1 | N/A |
| Monmouth Medical Center | 300 | 2 | N/A |
| Monmouth Junior College | 300 | 3 | N/A |
| Home Depot | 220 | 4 | N/A |
| Abt Srbi | 138 | 5 | N/A |
| Shore Regional High School | 110 | 6 | N/A |
| Nora V McCormik | 110 | 7 | N/A |
| Kmart | 92 | 8 | N/A |
| N Monmouth County Associate | 84 | 9 | N/A |
| West Long Branch School District | 76 | 10 | N/A |
| | <u>2,419</u> | | <u>0.00%</u> |

Note: N/A = Not Available

OPERATING INFORMATION

**SHORE REGIONAL HIGH SCHOOL DISTRICT
Full-time Equivalent District Employees by Function/Program,
For the Year Ended June 30, 2019**

| <u>Function/Program</u> | <u>2010</u> | <u>2011</u> | <u>2012</u> | <u>2013</u> | <u>2014</u> | <u>2015</u> | <u>2016</u> | <u>2017</u> | <u>2018</u> | <u>2019</u> |
|--|--------------|-------------|--------------|--------------|--------------|--------------|--------------|--------------|--------------|--------------|
| Instruction | | | | | | | | | | |
| Regular | 51 | 46 | 47 | 48 | 47.5 | 48 | 48 | 48 | 47 | 48 |
| Special education | 9 | 8 | 9 | 9 | 9 | 9 | 9 | 9 | 9 | 9 |
| Other special education | | | | | | | | | | |
| Vocational | | | | | | | | | | |
| Other instruction | | | | | | | | | | |
| Nonpublic school programs | | | | | | | | | | |
| Adult/continuing education programs | | | | | | | | | | |
| Support Services: | | | | | | | | | | |
| Student & instruction related services | 9 | 9 | 9 | 9 | 9 | 9 | 9 | 9 | 9 | 9 |
| General administration | 2.5 | 2.5 | 2.5 | 2 | 2 | 2 | 2 | 2 | 2 | 2 |
| School administrative services | 5.5 | 5.5 | 5.5 | 5 | 5 | 5 | 5 | 5 | 5 | 5 |
| Other administrative services | | | | | | | | | 2 | 2 |
| Central services | 2.5 | 2.5 | 2.5 | 2 | 2 | 2 | 2 | 2 | 2 | 2 |
| Administrative Information Technology | | | | | | | | | | |
| Plant operations and maintenance | 3.5 | 3.5 | 3.5 | 3.5 | 3.5 | 4.5 | 4.5 | 4.5 | 4.5 | 4.5 |
| Pupil transportation | 14 | 16 | 17 | 17 | 17 | 17 | 17 | 17 | 17 | 17 |
| Other support services | 7 | 6 | 6.5 | 6.5 | 6.5 | 6.5 | 6.5 | 6.5 | 6.5 | 6.5 |
| Special Schools | | | | | | | | | | |
| Food Service | | | | | | | | | | |
| Child Care | | | | | | | | | | |
| Total | <u>104.0</u> | <u>99.0</u> | <u>102.5</u> | <u>102.0</u> | <u>101.5</u> | <u>103.0</u> | <u>103.0</u> | <u>103.0</u> | <u>104.0</u> | <u>105.0</u> |

Source: District Personnel Records

SHORE REGIONAL HIGH SCHOOL DISTRICT
 Operating Statistics,
 Last ten fiscal years

| Fiscal Year | Enrollment | Operating Expenditures ^a | Cost Per Pupil | Percentage Change | Teaching Staff ^b | Pupil/Teacher Ratio | | | Average Daily Enrollment (ADE) ^c | Average Daily Attendance (ADA) ^c | % Change in Average Daily Enrollment | Student Attendance Percentage |
|-------------|------------|-------------------------------------|----------------|-------------------|-----------------------------|---------------------|---------------|--------------------|---|---|--------------------------------------|-------------------------------|
| | | | | | | Elementary | Middle School | Senior High School | | | | |
| 2010 | 728 | 15,199,504 | \$ 20,878 | 1.36% | 60 | - | - | 12.1 | 675.7 | 646.0 | -8.41% | 95.60% |
| 2011 | 698 | 14,799,673 | \$ 21,203 | 1.55% | 54 | - | - | 12.9 | 657.1 | 631.0 | -2.75% | 96.03% |
| 2012 | 671 | 14,417,132 | \$ 21,486 | 1.34% | 56 | - | - | 12.0 | 646.7 | 624.0 | -1.58% | 96.49% |
| 2013 | 659 | 15,208,152 | \$ 23,078 | 7.41% | 57 | - | - | 11.6 | 641.8 | 621.0 | -0.76% | 96.76% |
| 2014 | 662 | 14,424,778 | \$ 21,790 | -5.58% | 57 | - | - | 11.7 | 644.8 | 624.0 | -0.47% | 96.77% |
| 2015 | 651 | 14,387,567 | \$ 22,101 | 1.43% | 56 | - | - | 11.6 | 605.5 | 586.0 | -6.09% | 96.78% |
| 2016 | 628 | 15,434,737 | \$ 24,578 | 11.21% | 57 | - | - | 11.0 | 610.1 | 588.0 | 0.75% | 96.38% |
| 2017 | 630 | 16,327,823 | \$ 25,917 | 5.45% | 57 | - | - | 11.1 | 614.3 | 591.0 | 0.68% | 96.21% |
| 2018 | 646 | 17,499,918 | \$ 27,090 | 4.52% | 56 | - | - | 11.1 | 615.7 | 593.0 | 0.34% | 96.31% |
| 2019 | 636 | 17,806,708 | \$ 27,998 | 3.35% | 57 | - | - | 11.2 | 614.5 | 592.0 | -0.34% | 96.34% |

Source: District records

Note: Enrollment based on annual October district count.

- a Operating expenditures equal total expenditures less debt service and capital outlay.
- b Teaching staff includes only full-time equivalents of certificated staff.
- c Average daily enrollment and average daily attendance are obtained from the School Register Summary (SRS).

SHORE REGIONAL HIGH SCHOOL DISTRICT
School Building Information
Last Ten Fiscal Years
District Building

| | <u>2010</u> | <u>2011</u> | <u>2012</u> | <u>2013</u> | <u>2014</u> | <u>2015</u> | <u>2016</u> | <u>2017</u> | <u>2018</u> | <u>2019</u> |
|-----------------------------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|
| High School | | | | | | | | | | |
| Shore Regional High School (1962) | | | | | | | | | | |
| Square Feet | 155,000 | 155,000 | 155,000 | 155,000 | 155,000 | 155,000 | 155,000 | 155,000 | 155,000 | 155,000 |
| Capacity (students) | 716 | 716 | 716 | 716 | 716 | 716 | 716 | 716 | 716 | 716 |
| Enrollment | 728 | 698 | 671 | 659 | 662 | 651 | 628 | 630 | 646 | 636 |

Other:
 Athletic Building (2006)

Number of Schools at June 30, 2016
 Senior High School 1

Source: District Facilities Office
 October 15, Enrollment data

Exhibit J-19

SHORE REGIONAL HIGH SCHOOL DISTRICT
General Fund
Schedule Of Required Maintenance For School Facilities
Last ten fiscal years

**UNDISTRIBUTED EXPENDITURES - REQUIRED
MAINTENANCE FOR SCHOOL FACILITIES**

| | *School Facilities | Shore Regional High School |
|-------------------------|---------------------------|---------------------------------------|
| 2010 | | 66,666 |
| 2011 | | 70,105 |
| 2012 | | 133,212 |
| 2013 | | 182,509 |
| 2014 | | 110,770 |
| 2015 | | 123,350 |
| 2016 | | 156,044 |
| 2017 | | 192,443 |
| 2018 | | 183,547 |
| 2019 | | 151,546 |
| Total School Facilities | | <u>\$ 1,370,191</u> |

Note: *School Facilities as Defined Under EFCFA.
(N.J.A.C. 6A:26-1.2 and N.J.A.C. 6:24-1.3)

**SHORE REGIONAL HIGH SCHOOL DISTRICT
INSURANCE SCHEDULE
June 30, 2019
UNAUDITED**

| Type of Policy | Coverage | Deductible |
|---|----------------------|------------|
| Commercial Package Policy-MOCSSIF | | |
| Property-Blanket Building & Contents | \$ 35,944,222 | \$ 5,000 |
| Blanket Extra Expense | 50,000,000 | 5,000 |
| Blanket Valuable Papers & Records | 10,000,000 | 5,000 |
| Computers | 500,000 | 1,000 |
| Equipment Breakdown | 100,000,000 | 5,000 |
| Environmental Package | 1,000,000 | 25,000 |
| Electronic Data Processing: | | |
| Blanket Hardware/Software | 500,000 | 1,000 |
| Blanket Extra Expense | Included | |
| Coverage Extension: | | |
| Terrorism | Included in Property | |
| General Liability: | | |
| Bodily Injury & Property Damage | 31,000,000 | |
| Pesticide/Herbicide Applicators | 250,000 | |
| Employee Benefit Liability | 10,000,000 | 1,000 |
| Sexual Abuse/Child Molestation | 31,000,000 | - |
| Mold Coverage | 25,000 | 5,000 |
| Terrorism | 1,000,000 | 5,000 |
| Automotive Coverage | | |
| Combined Single Limit for Bodily Injury & Property Damage | 31,000,000 | |
| Crime Coverage | | |
| Faithful Performance | 250,000 | 1,000 |
| Money & Securities | 50,000 | 500 |
| Forgery or Alteration | 100,000 | 500 |
| Money Orders/counterfeit | 10,000 | 500 |
| Computer Fraud | 100,000 | 1,000 |
| Bond - Business Administrator | 205,000 | 1,000 |
| Bond - Treasurer | 205,000 | 1,000 |
| Boiler & Machinery Coverage: | | |
| Combined Single Limit/Accident for Property | | |
| Damage & Extra Exp. | 100,000,000 | 5,000 |
| Off Premises Property Damage | 100,000 | 5,000 |
| Extra Expenses | 10,000,000 | 5,000 |
| Service Interruption | 10,000,000 | 5,000 |
| Contingent Business Interruption | 100,000 | 5,000 |
| Perishable Goods | 500,000 | 5,000 |
| Data Restoration | 100,000 | 5,000 |
| Demolition | 1,000,000 | 5,000 |
| Ordinance of Law | 1,000,000 | 5,000 |
| Expediting Expense | 500,000 | 5,000 |
| Hazardous Substance | 500,000 | 5,000 |
| School Leaders Errors and Omissions Liability-MOCSSIF | | |
| Board of Education Liability/School Leaders Errors & Omissions | 31,000,000 | 5,000 |
| Employee Related Practices Violations | Included | |
| Workers' Compensation-MOCSSIF | | |
| Professional | 6,560,000 | |
| Non-Professional | 573,000 | |
| Student/Athletic Volunteer Accident-Peoples Benefit Life | | |
| All Students | 5,000,000 | |
| Catastrophic Cash | 1,000,000 | |

Source: District records.

SINGLE AUDIT SECTION

Certified Public Accountants

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K-1

**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***

The Honorable President and
Members of the Board of Education
Shore Regional High School District
County of Monmouth
West Long Branch, New Jersey

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States and audit requirements as prescribed by the Office of School Finance, Department of Education, State of New Jersey, the financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Shore Regional High School District, as of and for the year ended June 30, 2019, and the related notes to the financial statements, which collectively comprise Shore Regional High School District's basic financial statements, and have issued our report thereon dated December 23, 2019.

Internal Control Over Financial Reporting

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

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

combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

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

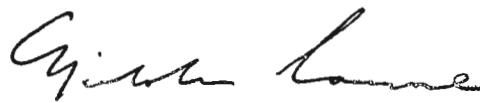
Compliance and Other Matters

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

Purpose of this Report

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

This report is intended for the information of the management of the Shore Regional High School District Board of Education, the New Jersey State Department of Education (the cognizant audit agency) and other state and federal awarding agencies. However, this report is a matter of public record and its distribution is not limited.



Nicholas A. Cannone
Licensed Public School Accountant
No. CS-02103
Cannone & Company, CPAs

Date: December 23, 2019

Certified Public Accountants

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K-2

Report on Compliance For Each Major Program; Report on Internal Control Over Compliance; and Report on the Schedule of Expenditures of Federal Awards Required by the U.S. Uniform Guidance and Schedule of Expenditures of State Financial Assistance as required by New Jersey OMB Circular 15-08

The Honorable President and
Members of the Board of Education
Shore Regional High School District
County of Monmouth
West Long Branch, New Jersey

Report on Compliance for Each Major Federal and State Program

We have audited the Board of Education of the Shore Regional High School District, in the County of Monmouth, compliance with the types of compliance requirements described in the *U.S. Office of Management and Budget (OMB) Compliance Supplement* and the *New Jersey OMB Circular 15-08 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 fiscal year ended June 30, 2019. The Shore Regional High School District Board of Education's major federal and state programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

Management's Responsibility

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

Auditor's Responsibility

Our responsibility is to express an opinion on compliance for each of Shore Regional High School District's major federal and state programs based on our audit of the types of compliance

requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and 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 the New Jersey OMB Circular 15-08 State Aid/Grant Compliance Supplement, and the audit requirements as prescribed by the Office of School Finance, Department of Education, State of New Jersey and the New Jersey OMB's Circular 15-08, Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid. Those standards and the Uniform Guidance require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal and state program occurred. An audit includes examining, on a test basis, evidence about Shore Regional High School District's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

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

Opinion on Each Major Federal and State Program

In our opinion, Shore Regional High School District complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal and state programs for the year ended June 30, 2019.

Other Matters

The results of our auditing procedures did not disclose instances of noncompliance, which are required to be reported in accordance with Uniform Guidance, in the New Jersey State Aid/Grant Compliance Supplement, and the audit requirements as prescribed by the Office of School Finance, Department of Education, State of New Jersey and the New Jersey OMB's Circular 15-08, Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid. Our opinion on each major federal and state program is not modified with respect to these matters.

Report on Internal Control Over Compliance

Management of Shore Regional High School District is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered Shore Regional High School 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 Uniform Guidance, the New Jersey State Aid/Grant Compliance Supplement, and the audit requirements as prescribed

by the Office of School Finance, Department of Education, State of New Jersey and the New Jersey OMB's Circular 15-08, Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid, 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 Shore Regional High School District's internal control over compliance.

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

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

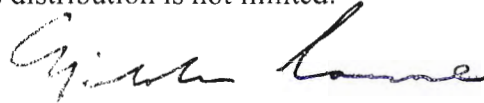
The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of Uniform Guidance and the New Jersey State Aid/Grant Compliance Supplement, and the audit requirements as prescribed by the Office of School Finance, Department of Education, State of New Jersey and the New Jersey OMB's Circular 15-08, Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid. Accordingly, this report is not suitable for any other purpose.

Report on Schedule of Expenditures of Federal Awards and the Schedule of Expenditures of State Financial Assistance Required by Uniform Guidance and State Financial Assistance

We have audited the financial statements of Shore Regional High School District as of and for the year ended June 30, 2019, and have issued our report thereon dated December 23, 2019, which contained an unmodified opinion on those financial statements. Our audit was conducted for the purpose of forming an opinion on the financial statements as a whole. The accompanying schedule of expenditures of federal awards and the schedule of expenditures of state financial assistance are presented for purposes of additional analysis as required by Uniform Guidance and the New Jersey State Aid/Grant Compliance Supplement, and the audit requirements as prescribed by the Office of School Finance, Department of Education, State of New Jersey and the New Jersey OMB's Circular 15-08, Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid and are not a required part of the financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial

statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the schedule of expenditure of federal awards and the schedule of expenditures of state financial assistance are fairly stated in all material respects in relation to the financial statements

This report is intended solely for the information of the management of the Shore Regional High School Board of Education, the New Jersey State Department of Education (cognizant audit agency), other state and federal awarding agencies and pass-through entities. However, this report is a matter of public record and its distribution is not limited.



Nicholas A. Cannone
Licensed Public School Accountant
No. CS-02103
Cannone & Company, CPAs

Date: December 23, 2019

SHORE REGIONAL HIGH SCHOOL DISTRICT
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2019

| Federal Grantor/ Pass-through Grantor Program Title | Federal CFDA Number | Grant or State Project Number | Grant Period | Award Amount | Balance at June 30, 2018 | | | Carryover Amount/ Walkover | Prior Year Accounts Payable/ Receivable Canceled | Cash Received | Budgetary Expenditures | Adjustments | Repayment of Prior Year Balances | Balance at June 30, 2019 | | | | |
|---|---------------------------|----------------------------------|-------------------|-----------------|-----------------------------|------------------------|-------------------|----------------------------------|--|------------------|---------------------------|-------------|---|--------------------------|--------------------------|-------------------|-------------|------|
| | | | | | Deferred Revenue | Accounts Receivable | Due to Grantor | | | | | | | Deferred Revenue | (Accounts Receivable) | Due to Grantor | | |
| U.S. Department of Education | | | | | | | | | | | | | | | | | | |
| Passed-through State Department of Education: | | | | | | | | | | | | | | | | | | |
| Special Revenue Fund: | | | | | | | | | | | | | | | | | | |
| Title I | 84.010 | NCLB327018 | 09/01/18-08/31/19 | 127,284 | | | | | 67,013 | (116,889) | | | | | | | | |
| Title I | 84.010 | NCLB327017 | 09/01/17-08/31/18 | 109,710 | (132,524) | | | | 132,524 | | | | | | | | (49,876) | |
| Title IIA | 84.367A | NCLB327019 | 09/01/18-08/31/19 | 23,689 | | | | | 17,984 | (18,363) | | | | | | | (379) | |
| Title IIA | 84.367A | NCLB327017 | 09/01/16-08/31/17 | 18,152 | (6,899) | | | | 286 | | 6,613 | | | | | | 0 | |
| Title III | 84.367A | NCLB327019 | 09/01/18-08/31/19 | 566 | | | | | | (566) | | | | | | | (566) | |
| Title III | 84.367A | NCLB327018 | 09/01/17-08/31/18 | 1,536 | (3,771) | | | | 3,771 | | | | | | | | 0 | |
| Title IV | 84.367A | NCLB327019 | 09/01/18-08/31/19 | 10,000 | | | | | 5,977 | (5,977) | | | | | | | | |
| IDEA: | | | | | | | | | | | | | | | | | | |
| Part B - Basic | 84.027 | IDEA327019 | 09/01/18-08/31/19 | 137,186 | | | | | 128,828 | (137,176) | | | | | | | (8,348) | |
| Part B - Basic | 84.027 | IDEA327018 | 09/01/17-08/31/18 | 137,740 | (57,080) | | | | 57,080 | | | | | | | | | |
| Total U.S. Dept. of Ed. - Special Revenue Fund | | | | | 0 | (200,274) | 0 | 0 | 0 | 413,463 | (278,971) | 6,613 | 0 | 0 | 0 | | (59,169) | 0 |
| Total Federal Financial Assistance | | | | | \$ 0 | \$ (200,274) | \$ 0 | 0 | 0 | \$ 413,463 | \$ (278,971) | \$ 6,613 | \$ 0 | \$ 0 | \$ 0 | | \$ (59,169) | \$ 0 |

See accompanying notes to schedules of financial assistance.

SHORE REGIONAL HIGH SCHOOL DISTRICT
SCHEDULE OF STATE FINANCIAL ASSISTANCE
FOR THE FISCAL YEAR ENDED JUNE 30, 2019

| State Grantor/Program Title | Grant or State Project Number | Grant Period | Award Amount | Balance at July 1, 2018 | | Prior Year Accounts Payable/Receivable Canceled | Cash Received | Budgetary Expenditures | Adjustments | Repayment of Prior Year's Balances | Balance at June 30, 2019 | | | Memo | |
|---|-------------------------------|-------------------|--------------|--|--------------------|---|---------------------|------------------------|-------------|------------------------------------|---------------------------------|--------------------------------------|------------------|-----------------------|-------------------------------|
| | | | | Deferred Revenue (Accounts Receivable) | Due to Grantor | | | | | | GAAP Budgetary Deferred Revenue | GAAP Budgetary (Accounts Receivable) | Due to Grantor | Budgetary Receivables | Cumulative Total Expenditures |
| State Department of Education | | | | | | | | | | | | | | | |
| General Fund: | | | | | | | | | | | | | | | |
| Extraordinary Aid | 19-495-034-5120-044 | 07/01/18-06/30/19 | 249,350 | | | | | (249,350) | | | | (249,350) | (249,350) | 249,350 | |
| Extraordinary Aid | 18-495-034-5120-045 | 07/01/17-06/30/18 | 150,379 | (150,379) | | | 150,379 | | | | | | | 150,379 | |
| Special Education Categorical Aid | 19-495-034-5120-089 | 07/01/18-06/30/19 | 386,807 | | | | | (386,807) | | | | | (35,728) | 386,807 | |
| Special Education Categorical Aid | 18-495-034-5120-090 | 07/01/17-06/30/18 | 386,807 | (36,680) | | | 36,680 | | | | | | | 386,807 | |
| Transportation Aid | 19-495-034-5120-014 | 07/01/18-06/30/19 | 151,104 | | | | | (151,104) | | | | | (15,110) | 151,104 | |
| Transportation Aid | 18-495-034-5120-014 | 07/01/17-06/30/18 | 52,642 | (5,264) | | | 5,264 | | | | | | | 52,642 | |
| Security Aid | 19-495-034-5120-084 | 07/01/18-06/30/19 | 11,107 | | | | | (11,107) | | | | | (1,111) | 11,107 | |
| Security Aid | 18-495-034-5120-084 | 07/01/17-06/30/18 | 11,107 | (1,111) | | | 1,111 | | | | | | | 11,107 | |
| Adjustment Aid | 18-495-034-5120-085 | 07/01/17-06/30/18 | 2,702 | (270) | | | 270 | | | | | | | 2,702 | |
| PARCC Readiness Aid | 18-495-034-5120-098 | 07/01/17-06/30/18 | 6,310 | (631) | | | 631 | | | | | | | 6,310 | |
| Per Pupil Growth Aid | 18-495-034-5120-097 | 07/01/17-06/30/18 | 6,310 | (631) | | | 631 | | | | | | | 6,310 | |
| Non Public Transportation | 19-498-034-5120-014 | 07/01/18-06/30/19 | 2,030 | | | | | (2,030) | | | | (2,030) | (2,030) | 2,030 | |
| Non Public Transportation | 18-498-034-5120-014 | 07/01/17-06/30/18 | 4,640 | (4,640) | | | 4,640 | | | | | | | 4,640 | |
| On Behalf of TPAF Pension Contributions | 19-495-034-5095-006 | 07/01/18-06/30/19 | 1,119,024 | | | | 1,119,024 | (1,119,024) | | | | | | 1,119,024 | |
| On Behalf of TPAF Post Retirement Medical | 19-495-034-5095-001 | 07/01/18-06/30/19 | 508,182 | | | | 508,182 | (508,182) | | | | | | 508,182 | |
| Reimbursed TPAF Social Security | 19-100-034-5095-003 | 07/01/18-06/30/19 | 414,064 | | | | 393,334 | (414,064) | | | | (20,730) | (20,730) | 414,064 | |
| Reimbursed TPAF Social Security | 18-100-034-5095-003 | 07/01/17-06/30/18 | 412,275 | (21,917) | | | 21,917 | | | | | | | 412,275 | |
| Professional Learning Comm. | 18-495-034-5120-101 | 07/01/17-06/30/18 | 5,990 | (599) | | | 599 | | | | | | | 5,990 | |
| Total General Fund | | | | \$ (222,122) | \$ 0 | \$ 0 | \$ 2,739,731 | \$ (2,841,668) | \$ 0 | \$ 0 | \$ 0 | \$ (272,110) | \$ 0 | \$ (324,059) | \$ 3,880,830 |
| Special Revenue Fund: | | | | | | | | | | | | | | | |
| N.J. Nonpublic Aid: | | | | | | | | | | | | | | | |
| Chapter 192: | | | | | | | | | | | | | | | |
| Compensatory Education | 19-100-034-5120-067 | 07/01/18-06/30/19 | 7,614 | | | | 7,614 | (2,825) | | | | | 4,789 | 2,825 | |
| Compensatory Education | 18-100-034-5120-067 | 07/01/17-06/30/18 | 11,516 | | (7,087) | | 7,087 | | | | | | | 4,429 | |
| Chapter 193: | | | | | | | | | | | | | | | |
| Initial Exam & Classification | 19-100-034-5120-066 | 07/01/18-06/30/19 | 6,366 | | | | 6,366 | 0 | | | | | 6,366 | | |
| Annual Exam & Classification | 19-100-034-5120-066 | 07/01/18-06/30/19 | 5,472 | | | | 5,472 | (1,686) | | | | | 3,786 | 1,686 | |
| Annual Exam & Classification | 18-100-034-5120-066 | 07/01/17-06/30/18 | 5,107 | | (1,459) | | 1,459 | | | | | | | 3,648 | |
| Corrective Speech | 19-100-034-5120-066 | 07/01/18-06/30/19 | 893 | | | | 893 | | | | | | 893 | | |
| Corrective Speech | 18-100-034-5120-066 | 07/01/17-06/30/18 | 1,786 | | (1,786) | | 1,786 | | | | | | | 884 | |
| Supplemental Instruction | 19-100-034-5120-373 | 07/01/18-06/30/19 | 5,551 | | | | 5,551 | (3,307) | | | | | 2,244 | 3,307 | |
| Supplemental Instruction | 18-100-034-5120-373 | 07/01/17-06/30/18 | 7,930 | | (5,551) | | 5,551 | | | | | | | 2,379 | |
| Non-Public Technology | 19-100-034-5120-373 | 07/01/18-06/30/19 | 1,764 | | | | 1,764 | (1,749) | | | | | 15 | 1,749 | |
| Non-Public Textbooks | 19-100-034-5120-064 | 07/01/18-06/30/19 | 2,617 | | | | 2,617 | (1,409) | | | | | 1,208 | 1,409 | |
| Non-Public Textbooks | 18-100-034-5120-064 | 07/01/17-06/30/18 | 3,342 | | (114) | | 114 | | | | | | | 3,228 | |
| Non-Public Nursing | 19-100-034-5120-070 | 07/01/18-06/30/19 | 4,753 | | | | 4,753 | (4,746) | | | | | 7 | 4,746 | |
| Non-Public Nursing | 18-100-034-5120-070 | 07/01/17-06/30/18 | 5,917 | | (9) | | 9 | | | | | | | 5,908 | |
| Total Special Revenue Fund | | | | \$ 0 | \$ (16,006) | \$ 0 | \$ 51,036 | \$ (15,722) | \$ 0 | \$ 0 | \$ 0 | \$ 0 | \$ 19,308 | \$ 0 | \$ 36,198 |
| Debt Service Fund: | | | | | | | | | | | | | | | |
| Debt Service Type II Aid | 19-495-034-5120-017 | 07/01/18-06/30/19 | 330,446 | | | | 330,446 | (330,446) | | | | | | 330,446 | |
| Total Debt Service Fund | | | | \$ 0 | \$ 0 | \$ 0 | \$ 330,446 | \$ (330,446) | \$ 0 | \$ 0 | \$ 0 | \$ 0 | \$ 0 | \$ 0 | \$ 330,446 |
| Total State Financial Assistance | | | | \$ (222,122) | \$ (16,006) | \$ 0 | \$ 3,121,213 | \$ (3,187,836) | \$ 0 | \$ 0 | \$ 0 | \$ (272,110) | \$ 19,308 | \$ (324,059) | \$ 4,247,474 |
| Less State Financial Assistance not Subject to New Jersey OMB Circular 04-04 | | | | | | | | | | | | | | | |
| On Behalf of TPAF Pension Contributions | 19-495-034-5095-006 | 07/01/18-06/30/19 | 1,119,024 | | | | | (1,119,024) | | | | | | | |
| On Behalf of TPAF Post Retirement Medical | 19-495-034-5095-001 | 07/01/18-06/30/19 | 508,182 | | | | | (508,182) | | | | | | | |
| Total State Financial Assistance Subject to New Jersey OMB Circular 04-04 | | | | | | | | (1,560,630) | | | | | | | |

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SHORE REGIONAL HIGH SCHOOL DISTRICT
 NOTES TO THE SCHEDULES OF AWARDS AND FINANCIAL ASSISTANCE
 JUNE 30, 2019

NOTE 1. GENERAL

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

NOTE 2. BASIS OF ACCOUNTING

The accompanying schedules of financial assistance are presented using the modified accrual basis of accounting with the exception of programs recorded in the food service fund, which are presented using the accrual basis of accounting and those recorded in the special revenue fund, which are presented using the budgetary basis of accounting. These bases of accounting are described in Notes 1 to the Board's general purpose financial statements.

NOTE 3. RELATIONSHIP TO GENERAL PURPOSE FINANCIAL STATEMENTS

Amounts reported in the accompanying schedules agree with amounts reported in the Board's general purpose financial statements. The general purpose financial statements present the special revenue fund on both a GAAP basis and a budgetary basis. The special revenue fund is presented in the accompanying schedules on the grant accounting budgetary basis which recognizes encumbrances as expenditures and also recognizes the related revenues, whereas the GAAP basis does not. The net adjustment to reconcile from the budgetary basis to the GAAP basis for the General Fund is (\$6,763) and for the Special Revenue Fund is \$10,334. Financial assistance revenues are reported in the Board's general purpose financial statements on a GAAP basis as follows:

| | <u>Federal</u> | <u>State</u> | <u>Total</u> |
|----------------------------|-------------------|---------------------|---------------------|
| General Fund | \$ - | \$ 2,834,905 | \$ 2,834,905 |
| Special Revenue Fund | 289,305 | 15,722 | 305,027 |
| Debt Service | | 330,446 | 330,446 |
| Total Financial Assistance | <u>\$ 289,305</u> | <u>\$ 3,181,073</u> | <u>\$ 3,470,378</u> |

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SHORE REGIONAL HIGH SCHOOL DISTRICT
NOTES TO THE SCHEDULES OF AWARDS AND FINANCIAL ASSISTANCE
JUNE 30, 2019

NOTE 4. RELATIONSHIP TO FEDERAL AND STATE FINANCIAL REPORTS

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

NOTE 5. OTHER

The amount reported as TPAF Pension Contributions represents the amount paid by the state on behalf of the district for the year ended June 30, 2019. TPAF Social Security Contributions represents the amount reimbursed by the state for the employer's share of social security contributions for TPAF members for the year ended June 30, 2019.

SHORE REGIONAL HIGH SCHOOL DISTRICT
BOARD OF EDUCATION
COUNTY OF MONMOUTH
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2019

Section I - Summary of Auditor's Results

Financial Statements

Type of auditor's report issued: UNMODIFIED

Internal control over financial reporting:

1. Material weakness(es) identified? yes ✓ no
2. Significant Deficiencies identified that are not considered to be material weaknesses? yes ✓ none reported

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

Federal Awards and State Financial Assistance

Internal control over major programs:

1. Material weakness(es) identified? yes ✓ no
2. Significant Deficiencies identified that are not considered to be material weaknesses? yes ✓ none reported

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

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

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

SHORE REGIONAL HIGH SCHOOL DISTRICT
COUNTY OF MONMOUTH
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2019

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

Federal Awards and State Financial Assistance (Continued)

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

\$750,000

Auditee qualified as low-risk auditee?

yes no

Identification of major programs:

Name of Federal/State Program or Cluster

Federal Awards:

None

State Financial Assistance:

State Grant Number

19-495-034-5120-089

Special Education Categorical Aid (Public Cluster)

19-495-034-5120-084

Security Aid (Public Cluster)

19-495-034-5095-002

TPAF Social Security Contributions

19-495-034-5120-014

Transportation Aid (Public Cluster)

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Sheet 1**

**SHORE REGIONAL HIGH SCHOOL DISTRICT
BOARD OF EDUCATION
COUNTY OF MONMOUTH
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2019**

**Section II - Schedule of Financial Statement Findings
Not Applicable**

**K-7
Sheet 2**

**SHORE REGIONAL HIGH SCHOOL DISTRICT
BOARD OF EDUCATION
COUNTY OF MONMOUTH
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2019**

**Section III - Schedule of Federal Awards and State Financial Assistance
Findings and Questioned Costs - N/A**

**SHORE REGIONAL HIGH SCHOOL DISTRICT
BOARD OF EDUCATION
COUNTY OF MONMOUTH
SUMMARY OF SCHEDULE OF PRIOR AUDIT FINDINGS
FOR THE FISCAL YEAR ENDED JUNE 30, 2019**

Follow-up on Prior Year Findings - N/A

In accordance with Government Auditing Standards, our procedures included a review of all prior year recommendations.

The District had no prior year audit findings.