

SCHOOL DISTRICT  
OF  
**BOROUGH OF WOODBINE**

Borough of Woodbine Board of Education  
Woodbine, New Jersey

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

# **COMPREHENSIVE ANNUAL FINANCIAL REPORT**

**of the**

**Borough of Woodbine Board of Education**

**Woodbine, New Jersey**

**For the Fiscal Year Ended June 30, 2019**

**Prepared by**

**Borough of Woodbine Board of Education**

**Finance Department**

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OF THE BOROUGH OF WOODBINE BOARD OF EDUCATION  
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## **INTRODUCTORY SECTION**



# WOODBINE BOARD OF EDUCATION

801 Webster Street  
Woodbine, New Jersey 08270

November 11, 2019

Honorable President and  
Members of the Board of Education  
Borough of Woodbine School District  
County of Cape May

Dear Board Members:

The Comprehensive Annual Financial Report of the Borough of Woodbine School District for the fiscal year ending June 30, 2019, is hereby submitted. Responsibility for both the accuracy of the data and completeness and fairness of the presentation, including all disclosures, rests with the management of the Board of Education. To the best of our knowledge and belief, the data presented in this report is accurate in all material respects and is reported in a manner designed to present fairly the financial position and results of operations of the various funds of the District. All disclosures necessary to enable the reader to gain an understanding of the District's financial activities have been included.

The Comprehensive Annual Financial Report is presented in four sections: introductory, financial, statistical and single audit. The introductory section includes this transmittal letter, the District's organizational chart and a list of the principal officials. The financial section includes the basic financial statements and schedules, management's discussion and analysis, 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 Title 2 U.S. CFR 200-Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards (Uniform Guidance), "Audits of States, Local Governments, and Non-Profit Organizations" and the State of New Jersey Treasury Circular OMB 15-08,. Information related to this single audit, including the auditor's report on the internal control structure and compliance with applicable laws and regulations and findings and recommendations, are included in the single audit section of the report.

## **1. REPORTING ENTITY AND ITS SERVICES:**

The Borough of Woodbine School District is an independent reporting entity within the criteria adopted by GASB as established by GASB Statement 14. All funds of the District are included in this report. The Borough of Woodbine Board of Education and its school constitute the District's reporting entity.

The District provides a full range of educational services appropriate to grade levels PK through 8. These include regular, vocational as well as special education for handicapped youngsters. The District completed the 2018-19 fiscal year with an enrollment of 235 students, which is 14 students more than the previous year's enrollment. The following details the changes in the student enrollment of the District over the last ten years.

<u>Year</u>	<u>Enrollment</u>	<u>Change from Prior Year</u>
2018-19	235	6.33%
2017-18	221	3.17%
2016-17	228	7.02%
2015-16	212	2.91%
2014-15	206	*-2.83%
2013-14	212	*-3.64%
2012-13	220	*4.20%
2011-12	211	*-2.76%
2010-11	217	*-4.41%
2009-10	227	*6.57%

\*Actual Enrollment as of June 30.

## **2 ECONOMIC CONDITION AND OUTLOOK:**

The Borough of Woodbine continued to experience slow economic development during the past year. The district's status as a district in severe need is primarily due to a higher than average number of low- income families, a higher than average transient student population and a decrease in ratables.

The economic outlook for the Borough of Woodbine remains status quo. The Stockton College expansion of the Azeez Museum was completed and the Borough is continuing work on the pipeline project throughout the Borough.

## **3 MAJOR INITIATIVES:**

The education of our children remains the top priority for the District. During the past year, the district continued to make changes in all curriculum areas in response to the implementation of the New Jersey Student Learning Standards and the new teacher and principal evaluation tools.

During the past year, the district was in the fifth year of the choice school program. In 2018-19 the district had 4 choice students from other districts.

Also, during the 2018-19 school-year, the district continued the Free Breakfast and Lunch Program where nutritious breakfasts are offered to all students before classes each day. The District also added universal lunch through the CEP Program.

During the 2018-2019 school year the district created standards aligned benchmark assessments.

## **4 INTERNAL ACCOUNTING CONTROLS:**

Management of the District is responsible for establishing and maintaining an internal control structure designed to ensure that the assets of the District are protected from loss, theft or misuse, and to ensure that adequate accounting data is 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: (1) the cost of a control should not exceed the benefits likely to be derived; and (2) the valuation of costs and benefits requires estimates and judgments by management.

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

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

#### **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 and the special revenue fund and the debt service fund. Project-length budgets are approved for the capital improvements accounted for in the capital projects fund. The final budget amount as amended for the fiscal year is reflected in the financial section.

An encumbrance accounting system is used to record outstanding purchase commitments on a line item basis. Open encumbrances at year-end are either canceled or are included as re-appropriations of fund balance in the subsequent year. Those amounts to be re-appropriated are reported as assignments to fund balance at June 30, 2019.

#### **6. ACCOUNTING SYSTEM AND REPORTS:**

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

#### **7. FINANCIAL INFORMATION AT FISCAL YEAR-END:**

As demonstrated by the various statements and schedules included in the financial section of this report, the District continues to meet its responsibility for sound financial management and improve its financial position.

#### **8. DEBT ADMINISTRATION:**

At June 30, 2019, the District's outstanding debt issues included \$2,017,000 of school bonds. There is also \$2,805,737 available for future debt authorizations in accordance with NJSA 18A.

**9. CASH MANAGEMENT:**

The investment policy of the District is guided in large part by state statute as detailed in "Notes to the Financial Statements", Note 2. The District has adopted a cash management plan, which requires it to deposit public funds in Governmental Unit Deposit Protection Act ("GUDPA"). GUDPA was enacted in 1970 to protect Governmental Units from a loss of funds on deposit with a failed banking institution in New Jersey. The law requires governmental units to deposit public funds only in public depositories located in New Jersey, where the funds are secured in accordance with the Act.

**10. RISK MANAGEMENT:**

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

**11. OTHER INFORMATION:**

Independent Audit - State statutes require an annual audit by independent certified public accountants or registered municipal accountants. The accounting firm of Nightlinger, Colavita and Volpa, PA. was appointed by the Board. In addition to meeting the requirements set forth in State statutes, the audit also was designed to meet the requirements of the Title 2 U.S. Code of Federal Regulations Part 200-Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards (Uniform Guidance), and State of New Jersey Treasury Circular 15-08 OMB, Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid. The auditor's report on the basic financial statements and combining and individual fund statements and schedules are included in the financial section of this report. The auditor's report related specifically to the single audit are included in the single audit section of this report.

**12. ACKNOWLEDGEMENTS:**

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

Respectfully submitted:

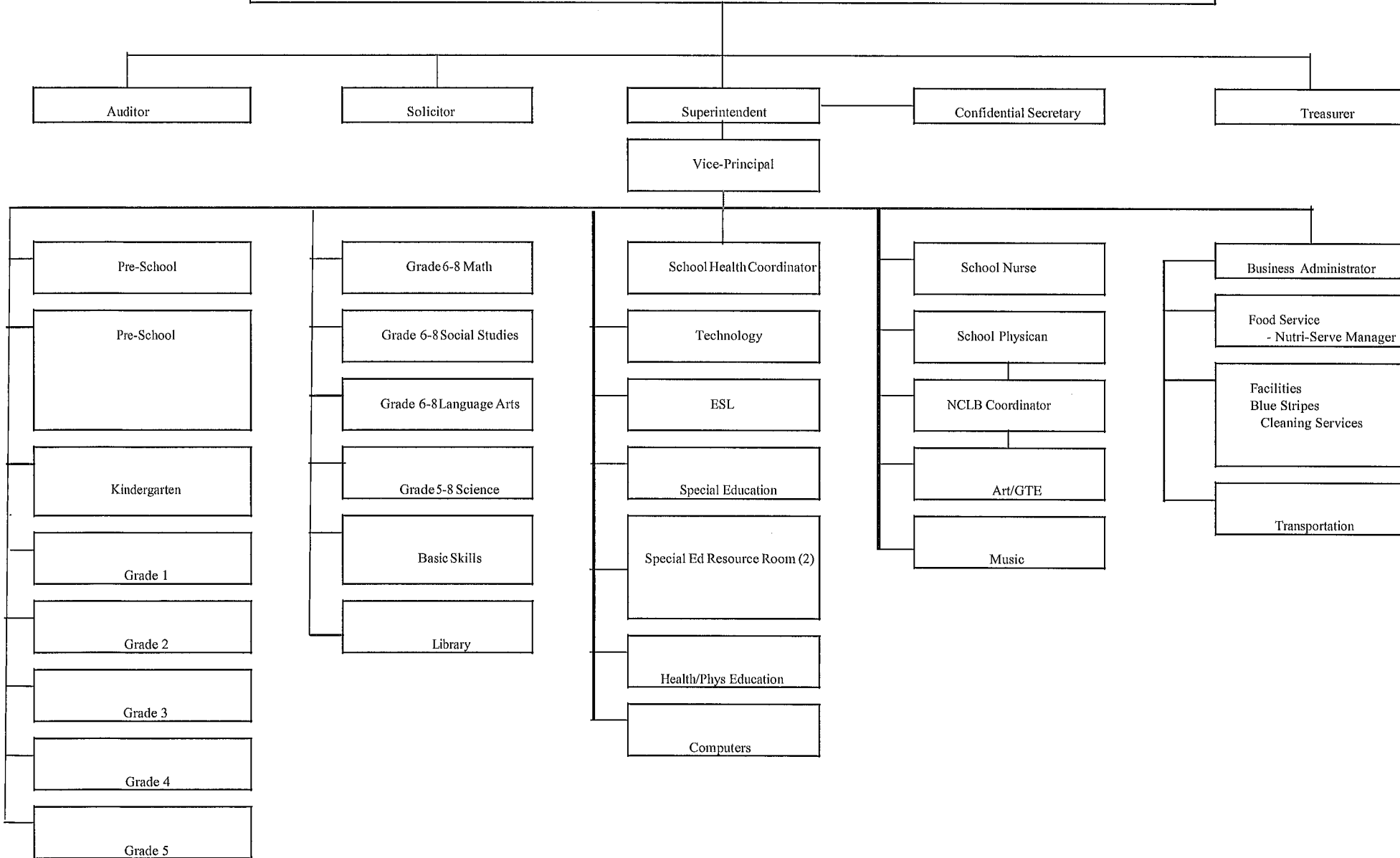
*Anthony DeVico*

Anthony DeVico  
Principal/Superintendent

*Darren Harris*

Darren Harris  
Board Secretary/  
Business Administrator

# Woodbine Board of Education



**BOROUGH OF WOODBINE**  
**BOARD OF EDUCATION**  
**WOODBINE, NEW JERSEY**

**ROSTER OF OFFICIALS**

**June 30, 2019**

<u>MEMBERS OF THE BOARD OF EDUCATION</u>	<u>TERM EXPIRES</u>
Gregory Hudgins, President	2021
Patrick Keenan, Vice President	2020
Adelina Feliciano	2019
Janita Hutchinson	2020
Donald Jenkins	2021
Alicia Larcombe	2021
Miriam Vives-Rivera	2020
Rachel Young	2019
Elizabeth Gray	2019
<u>OTHER OFFICIALS</u>	<u>Bond Amount</u>
Anthony DeVico, Principal/Superintendent	
Darren Harris, Business Administrator	
Frank Onorato, Treasurer of School Monies	\$180,000
Michael Stanton, Esq., Solicitor	

**BOROUGH OF WOODBINE BOARD OF EDUCATION**  
**COUNTY OF CAPE MAY**  
**WOODBINE, NJ**

**CONSULTANTS AND ADVISORS**

**ATTORNEY**

**Mike Stanton**  
**McCrosson & Stanton**  
200 Asbury Ave  
Ocean City, NJ 08226

**AUDIT FIRM**

**Raymond Colavita, CPA, RMA**  
**Nightlinger, Colavita and Volpa, P. A.**  
Certified Public Accountants  
991 S. Black Horse Pike  
P.O. Box 799  
Williamstown, NJ 08094

**OFFICIAL DEPOSITORY**

**Sturdy Savings Bank**  
506 S. Main Street  
P.O. Box 900  
Cape May Court House, New Jersey 08210

**FINANCIAL SECTION**



# NIGHTLINGER, COLAVITA & VOLPA

*A Professional Association*

*Certified Public Accountants*

991 S. Black Horse Pike  
P.O. Box 799  
Williamstown, NJ 08094

(856) 629-3111  
Fax (856) 728-2245  
[www.colavita.net](http://www.colavita.net)

## INDEPENDENT AUDITOR'S REPORT

The Honorable President and  
Members of the Board of Education  
Borough of Woodbine School District  
County of Cape May, New Jersey

### ***Report on the Financial Statements***

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Board of Education of the Borough of Woodbine School District, New Jersey, as of and for the year ended June 30, 2019, and the related notes to the financial statements, which collectively comprise the Borough of Woodbine 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 Division of Administration and Finance, Department of Education, State of New Jersey. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

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

An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

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

### ***Opinions***

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Borough of Woodbine Board of Education in the County of Cape May, State of New Jersey, as of June 30, 2019, and the respective changes in financial position and cash flows, where applicable, thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

### ***Other Matters***

#### *Required Supplementary Information*

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

#### *Other Information*

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Borough of Woodbine School Board of Education's basic financial statements. The introductory section, combining and individual non-major fund financial statements, and statistical section are presented for purposes of additional analysis and are not a required part of the basic financial statements. The accompanying schedule of expenditures of federal awards and state financial assistance is presented for purposes of additional analysis as required by the Title 2 U.S. Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards (Uniform Guidance) and New Jersey OMB's Circular 15-08, Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid, and is also not a required part of the basic financial statements.

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

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

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

In accordance with *Government Auditing Standards*, we have also issued our report dated November 11, 2019 on our consideration of the Borough of Woodbine 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 the effectiveness of the Borough of Woodbine Board of Education's of 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 Borough of Woodbine Board of Education's internal control over financial reporting and compliance.

Respectfully submitted,

**NIGHTLINGER, COLAVITA & VOLPA, P.A.**



Raymond Colavita, C.P.A., R.M.A.  
Licensed Public School Accountant  
No. 915

November 11, 2019

**REQUIRED SUPPLEMENTARY INFORMATION – PART I**

**WOODBINE SCHOOL DISTRICT  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2019  
UNAUDITED**

The discussion and analysis of Borough of Woodbine School District's financial performance provides an overall review of the School District's financial activities for the fiscal year ended June 30, 2019. The intent of this discussion and analysis is to look at the School District's financial performance as a whole; readers should also review the basic financial statements and notes to enhance their understanding of the School District's financial performance.

### **Financial Highlights**

Key financial highlights for 2019 are as follows:

- In total, net position increased \$97,335, which represents an increase of 47% from 2018.
- General revenues accounted for \$5,940,015 of total revenue or 81% of all revenues. Program specific revenues in the form of charges for services and operating grants and contributions and capital grants and contributions accounted for \$1,432,196 or 19% of total revenues of \$7,372,211.
- Total assets of governmental activities decreased by \$722,682 as capital assets decreased by \$211,782, cash increased by \$298, and receivables decreased by \$511,198.
- The School District had \$7,274,876 in expenses of which only \$1,432,196 of these expenses was offset by program specific charges for services, grants or contributions. General revenues (primarily taxes and state aid) of \$5,940,015 were used to provide for these programs.
- Among governmental funds, the General Fund had \$5,616,360 in revenues and \$5,567,264 in expenditures. The General Fund's fund balance decreased \$31,615 from 2018.

### **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 Borough of Woodbine School District as a financial whole, an entire operating entity. The statements then proceed to provide an increasingly detailed look at specific financial activities.

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

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

#### Statement of Net Position and the Statement of Activities

While this document contains the large number of funds used by the School District to provide programs and activities, the view of the School District, as a whole looks at all financial transactions and ask the question, "How did we do financially during 2019?" The Statement of Net Position and the Statement of Activities answer this question.

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

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

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

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

## **Reporting the School District's Most Significant Funds**

### Fund Financial Statements

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

### Governmental Funds

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

### Enterprise Fund

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

## **Notes to the Financial Statements**

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

**Net position:** The District's governmental activities net position increased \$63,467 between fiscal years 2018 and 2019. The business-type activities net assets increased \$33,868 due to operating costs in excess of revenues.

	Governmental Activities		Business-Type Activities		Total	
	2019	2018	2019	2018	2019	2018
<b>Assets</b>						
Current and Other Assets	\$ 606,828	\$ 1,295,362	\$ 127,164	\$ 30,533	\$ 733,992	\$ 1,325,895
Capital Assets, Net	5,186,690	5,398,472	91,557	104,018	5,278,247	5,502,490
Total Assets	5,793,518	6,693,834	218,721	134,551	6,012,239	6,828,385
<b>Deferred Outflows</b>	33,853	177,634			33,853	177,634
<b>Liabilities</b>						
Long-term Liabilities	2,623,999	2,966,042			2,623,999	2,966,042
Other Liabilities	308,055	1,421,761	57,752	7,450	365,807	1,429,211
Total Liabilities	2,932,054	4,387,803	57,752	7,450	2,989,806	4,395,253
<b>Deferred Inflows</b>	525,819	271,514			525,819	271,514
<b>Net Position</b>						
Invested in Capital Assets	3,169,690	3,136,472	91,557	104,018	3,261,247	3,240,490
Restricted	349,441	200,750			349,441	200,750
Unrestricted (Deficit)	(1,149,633)	(1,031,191)	69,412	23,083	(1,080,221)	(1,008,108)
Total Net Position	\$ 2,369,498	\$ 2,306,031	\$ 160,969	\$ 127,101	\$ 2,530,467	\$ 2,433,132

**Changes in net position:** The total general revenues of the District decreased by \$496,887 due to a decrease in local revenue, federal aid and state aid. The local tax levy is 27% of total governmental activity revenues. The municipality levies this tax on properties located in the Borough and remits the collections on a monthly basis to the District. Approximately 71.6% of the District's total governmental activity revenue comes from the State of New Jersey in the form of state aid, along with federal awards. The state aid is based on the Districts enrollment as well as other factors such as legislative funding of the SFRA formula. The District expenses are primarily related to instruction, administration and plant operations.

Governmental and Program Revenues	2019	2019	2018	2018
	Amount	Percentage	Amount	Percentage
Property Taxes	\$ 1,931,419	26.77%	\$ 1,892,612	24.54%
Unrestricted Federal and State Aid	3,758,424	52.09%	3,867,765	50.15%
Restricted Federal and State Aid	157,806	2.19%	153,795	1.99%
Miscellaneous	174,874	2.42%	119,720	1.55%
Operating Grants and Contributions	1,192,351	16.53%	1,677,869	21.77%
Totals	\$ 7,214,874	100.00%	\$ 7,711,761	100.00%

## Governmental Activities

The following schedule summarizes the governmental and business-type activities of the District during the 2019 and 2018 fiscal years.

	Governmental Activities		Business-Type Activities		Total	
	2019	2018	2019	2018	2019	2018
<b>Revenues</b>						
Program Revenue						
Charges for Services	\$	\$	\$ 44,403	\$ 29,197	\$ 44,403	\$ 29,197
Federal and State Grants	1,192,351	1,480,596	195,442	158,353	1,387,793	1,638,949
General Revenues						
Property Taxes	1,931,419	1,892,612			1,931,419	1,892,612
Federal/State Aid Entitlement	3,916,230	3,715,819			3,916,230	3,715,819
Miscellaneous	92,339	119,706	27	14	92,366	119,720
Total Revenues	<u>7,132,339</u>	<u>7,208,733</u>	<u>239,872</u>	<u>187,564</u>	<u>7,372,211</u>	<u>7,396,297</u>
<b>Expenses</b>						
Instruction						
Regular	2,147,091	2,206,890			2,147,091	2,206,890
Special Education	647,962	648,885			647,962	648,885
Other Instruction	57,704	22,361			57,704	22,361
Support Services						
Tuition	1,653,818	1,469,890			1,653,818	1,469,890
Student & Instruct Related	935,409	790,874			935,409	790,874
General Admin Services	407,327	532,573			407,327	532,573
School Admin Services	287,566	356,823			287,566	356,823
Plant Operations/Maint	628,107	544,259			628,107	544,259
Pupil Transportation	216,319	214,689			216,319	214,689
Unallocated Interest Expense	87,569	94,618			87,569	94,618
Business Type Activities			206,004	197,578	206,004	197,578
Total Expenses	<u>7,068,872</u>	<u>6,881,862</u>	<u>206,004</u>	<u>197,578</u>	<u>7,274,876</u>	<u>7,079,440</u>
Excess (Deficiency) before Extraordinary/Special Items	<u>63,467</u>	<u>326,871</u>	<u>33,868</u>	<u>(10,014)</u>	<u>97,335</u>	<u>316,857</u>
Increase (Decrease) in Net Position	\$ <u>63,467</u>	\$ <u>326,871</u>	\$ <u>33,868</u>	\$ <u>(10,014)</u>	\$ <u>97,335</u>	\$ <u>316,857</u>

## Business-type Activities

Program revenues of the District's business-type activities increased by \$52,308 over the previous year and expenditures increased by \$8,426.



## FINANCIAL ANALYSIS OF THE DISTRICT'S FUNDS

As of the year end, the governmental funds reported a combined deficit in fund balance of \$(49,633) which is \$41,658 less than the beginning of the year.

### General Fund Budgetary Highlights

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

### Capital Assets

At the end of the fiscal year 2019, the School District had \$5,278,247 invested in land, building and machinery and equipment. The following shows fiscal year 2019 balances compared to 2018.

#### Capital Assets (Net of Depreciation) at June 30

	2019	2018
Land and Building Improvements	1	1
Building and Building Improvements	5,155,040	5,386,378
Machinery and Equipment	123,206	116,111
Total	<u>\$ 5,278,247</u>	<u>\$ 5,502,490</u>

Overall capital assets decreased \$224,243 from fiscal year 2018 to fiscal year 2019. The decrease in capital assets is due to depreciation in inventory adjustments during the current year. For more detailed information, please refer to the Notes to the Financial Statements.

### Debt Administration

At June 30, 2019, the School District had \$2,017,000 of outstanding debt in serial bonds that were issued in 2010. There is also a Loan payable to the State of New Jersey for Advanced State Aid in the amount of \$370,500.

### For the Future

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

The District continues to provide quality education programs while continuing to stabilize the tax rate in Borough of Woodbine. In conclusion, the Borough of Woodbine School District has committed itself to financial excellence for many years. In addition, the School District's system for financial planning, budgeting, and internal financial controls are well regarded. The School District plans to continue its sound fiscal management to meet the challenges of the future.

### Contacting the School District's Management

This financial report is designed to provide our citizens, taxpayers, investors, and creditors with a general overview of the School District's finances and to show the School District's accountability for the money it receives. If you have questions about this report or need additional information, contact Darren Harris, Business Administrator at Borough of Woodbine School District, 801 Webster Street, Borough of Woodbine, New Jersey 08270.

**BASIC FINANCIAL STATEMENTS**

## **DISTRICT WIDE FINANCIAL STATEMENTS**

The statement of net position and the statement of activities display information about the District.

These statements include the financial activities of the overall District, except for fiduciary activities.

Eliminations have been made to minimize the double-counting of internal activities. These statements distinguish between the governmental and business-type activities of the District.

**BOROUGH OF WOODBINE SCHOOL DISTRICT**  
**Statement of Net Position**  
**June 30, 2019**

	<u>Governmental Activities</u>	<u>Business-type Activities</u>	<u>Total</u>
<b>ASSETS</b>			
Cash and cash equivalents	\$ 428,484	\$ 92,209	\$ 520,693
Receivables, net	174,367	28,914	203,281
Due from Trust & Agency Funds	3,977		3,977
Inventory		6,041	6,041
Capital assets, net	5,186,690	91,557	5,278,247
Total Assets	<u>5,793,518</u>	<u>218,721</u>	<u>6,012,239</u>
<b>DEFERRED OUTFLOWS OF RESOURCES</b>			
Deferred Outflows Related to Pensions	33,853		33,853
Total Deferred Outflows of Resources	<u>33,853</u>		<u>33,853</u>
<b>LIABILITIES</b>			
Accounts payable	122,249	53,698	175,947
Other Current Liabilities	3,360	4,054	7,414
Accrued Interest Payable	22,094		22,094
Unearned Revenue	160,352		160,352
Noncurrent Liabilities:			
Payable to State Government	370,500		370,500
Due within one year	255,000		255,000
Due beyond one year	1,998,499		1,998,499
Total Liabilities	<u>2,932,054</u>	<u>57,752</u>	<u>2,989,806</u>
<b>DEFERRED INFLOWS OF RESOURCES</b>			
Deferred Inflows Related to Pensions	525,819		525,819
Total Deferred Inflows of Resources	<u>525,819</u>		<u>525,819</u>
<b>NET POSITION</b>			
Invested in Capital Assets, Net of Related Debt	3,169,690	91,557	3,261,247
Restricted	349,441		349,441
Unrestricted (Deficit)	(1,149,633)	69,412	(1,080,221)
Total Net Position	<u>\$ 2,369,498</u>	<u>\$ 160,969</u>	<u>\$ 2,530,467</u>

See Accompanying Notes to the Financial Statements

**BOROUGH OF WOODBINE SCHOOL DISTRICT**  
**Statement of Changes in Net Position**  
**For the Year Ended June 30, 2019**

Functions/Programs	Expenses	Indirect Expenses Allocation	Program Revenues		Net (Expense) Revenue and Changes in Net Position		
			Charges for Services	Operating Grants and Contributions	Governmental Activities	Business Type Activities	Total
Governmental Activities:							
Instruction:							
Regular	\$ 1,706,592	\$ 440,499	\$ -	\$ 570,748	\$ (1,576,343)	\$ -	\$ (1,576,343)
Special Education	466,601	181,361			(647,962)		(647,962)
Other Instruction	41,658	16,046			(57,704)		(57,704)
Support Services:							
Tuition	1,653,818				(1,653,818)		(1,653,818)
Student & Instruction Related Services	832,386	103,023		383,009	(552,400)		(552,400)
General and Central Administrative Services	256,117	151,210			(407,327)		(407,327)
School Administrative Services	232,001	55,565		238,594	(48,972)		(48,972)
Plant Operations and Maintenance	502,572	125,535			(628,107)		(628,107)
Pupil Transportation	216,319				(216,319)		(216,319)
Unallocated Benefits	1,073,239	(1,073,239)					
Unallocated Interest Expense	87,569				(87,569)		(87,569)
Total Governmental Activities	<u>7,068,872</u>			<u>1,192,351</u>	<u>(5,876,521)</u>		<u>(5,876,521)</u>
Business-type Activities:							
Food Service	187,623		10,598	195,442		18,417	18,417
Child Care	18,381		33,805			15,424	15,424
Total Business-type Activities	<u>206,004</u>		<u>44,403</u>	<u>195,442</u>		<u>33,841</u>	<u>33,841</u>
Total Primary Government	<u>\$ 7,274,876</u>	<u>\$ -</u>	<u>\$ 44,403</u>	<u>\$ 1,387,793</u>	<u>\$ (5,876,521)</u>	<u>\$ 33,841</u>	<u>\$ (5,842,680)</u>
General Revenues:							
Taxes:							
Property Taxes, Levied for General Purposes, Net					\$ 1,770,593	\$ -	\$ 1,770,593
Property Taxes, Levied for Debt Service					160,826		160,826
Federal and State Aid Not Restricted					3,758,424		3,758,424
Federal and State Aid - Restricted for Specific Purpose					157,806		157,806
Miscellaneous Income					174,847	27	174,874
Cancellations					(72,677)		(72,677)
Transfer to Charter Schools					(9,831)		(9,831)
Total General Revenues, Special Items, Extraordinary Items and Transfers					<u>5,939,988</u>	<u>27</u>	<u>5,940,015</u>
Change in Net Position					63,467	33,868	97,335
Net Position—Beginning					2,306,031	127,101	2,433,132
Net Position—Ending					<u>\$ 2,369,498</u>	<u>\$ 160,969</u>	<u>\$ 2,530,467</u>

See Accompanying Notes to the Financial Statements

## **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.

**GOVERNMENTAL FUNDS**

**BOROUGH OF WOODBINE SCHOOL DISTRICT**  
**Balance Sheet**  
**Governmental Funds**  
**June 30, 2019**

	General Fund	Special Revenue Fund	Capital Projects Fund	Total Governmental Funds
<b>ASSETS</b>				
Cash and Cash Equivalents	\$ 306,945	\$ 125,083	\$ 21	\$ 432,049
Due from Other Funds	72,713			72,713
State Aid Receivable	61,166			61,166
Federal Aid Receivable		98,201		98,201
Receivables from Other Governments	15,000			15,000
	<u>455,824</u>	<u>223,284</u>	<u>21</u>	<u>679,129</u>
Total Assets				
<b>LIABILITIES AND FUND BALANCES</b>				
Liabilities:				
Accounts Payable	55,331	66,918		122,249
State Aid Loan Payable	370,500			370,500
Due to Grantor		3,360		3,360
Interfunds Payable	11,082	61,198	21	72,301
Unearned Revenue		160,352		160,352
	<u>436,913</u>	<u>291,828</u>	<u>21</u>	<u>728,762</u>
Total Liabilities				
Fund Balances:				
Restricted for:				
Excess Surplus	112,127			112,127
Excess Surplus Designated for for Subsequent Year's Expenditures	109,190			109,190
Maintenance Reserve	128,124			128,124
Assigned to:				
Encumbrances	3,876			3,876
Unreserved, Reported in:				
General Fund (Deficit)	(334,406)			(334,406)
Special Revenue Fund (Deficit)		(68,544)		(68,544)
	<u>18,911</u>	<u>(68,544)</u>	<u></u>	<u>(49,633)</u>
Total Fund Balances (Deficit)				
Total Liabilities and Fund Balances	<u>\$ 455,824</u>	<u>\$ 223,284</u>	<u>\$ 21</u>	

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

Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds. The cost of Assets is \$9,378,554 and the accumulated depreciation is \$4,191,864 (See Note )

5,186,690

Pension liabilities net of deferred inflows and outflows

(591,276)

Long-term liabilities, including bonds payable and compensated absences, and accrued interest, are not due and payable in the current period and therefore are not reported in the current period and therefore are not reported in the funds.

(2,176,283)

Net position of governmental activities

\$ 2,369,498



**BOROUGH OF WOODBINE SCHOOL DISTRICT**  
**Statement of Revenues, Expenditures, And Changes in Fund Balances**  
**Governmental Funds**  
**For the Year Ended June 30, 2019**

	<u>General Fund</u>	<u>Special Revenue Fund</u>	<u>Capital Projects Fund</u>	<u>Debt Service Fund</u>	<u>Total Governmental Funds</u>
<b>REVENUES</b>					
Local tax levy	\$ 1,770,593	\$	\$	\$ 160,826	\$ 1,931,419
Rents	36,782				36,782
Miscellaneous	138,057		8		138,065
Local sources		23,151			23,151
State sources	3,669,258	634,924		157,806	4,461,988
Federal sources	1,670	374,430			376,100
Total revenues	<u>5,616,360</u>	<u>1,032,505</u>	<u>8</u>	<u>318,632</u>	<u>6,967,505</u>
<b>EXPENDITURES</b>					
Current:					
Regular instruction	1,059,746	570,748			1,630,494
Special education instruction	436,541				436,541
Other instruction	38,705				38,705
Support services and undistributed costs:					
Tuition	1,653,818				1,653,818
Student & instruction related services	236,583	383,009			619,592
General administrative services	206,010				206,010
School administrative services	133,974	87,002			220,976
Central Services	126,918				126,918
Administrative Info. Technology	24,577				24,577
Plant operations and maintenance	312,996				312,996
Pupil transportation	216,319				216,319
Unallocated Benefits	1,073,239				1,073,239
Debt Service:					
Principal				245,000	245,000
Interest				73,632	73,632
Capital outlay	47,838				47,838
Total expenditures	<u>5,567,264</u>	<u>1,040,759</u>	<u></u>	<u>318,632</u>	<u>6,926,655</u>
Excess (Deficiency) of revenues over expenditures	<u>49,096</u>	<u>(8,254)</u>	<u>8</u>	<u></u>	<u>40,850</u>
<b>OTHER FINANCING (USES)</b>					
Interest Earned in Capital Projects Fund	8		(8)		
Capital Reserve Transferred to Capital Projects fund	(70,888)		70,888		
Cancellation of State Aid			(70,888)		(70,888)
Cancellation			(1,789)		(1,789)
Transfer to Charter Schools	(9,831)				(9,831)
Total other financing and uses	<u>(80,711)</u>	<u></u>	<u>(1,797)</u>	<u></u>	<u>(82,508)</u>
Net change in fund balances	(31,615)	(8,254)	(1,789)		(41,658)
Fund balance (Deficit) —July 1	50,526	(60,290)	1,789		(7,975)
Fund balance (Deficit)—June 30	<u>\$ 18,911</u>	<u>\$ (68,544)</u>	<u>\$</u>	<u>\$</u>	<u>\$ (49,633)</u>

**BOROUGH OF WOODBINE SCHOOL DISTRICT**  
**Reconciliation of the Statement of Revenues, Expenditures,**  
**and Changes in Fund Balances of Governmental Funds**  
**to the Statement of Changes in Net Position**  
**For the Year Ended June 30, 2019**

<b>Total net change in fund balances - governmental funds (from B-2)</b>	<b>\$</b>	<b>(41,658)</b>
<p>Amounts reported for governmental activities in the statement of activities (A-2) are different because:</p>		
<p>Repayment of long term debt is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net assets and is not reported in the statement of activities.</p>		245,000
<p>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.</p>		
	<p>Depreciation Expense \$ (243,234)</p> <p>Capital Outlays <u>31,452</u></p>	(211,782)
<p>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 (+).</p>		(26,293)
<p>Pension contributions are reported in governmental funds as expenditures. However, in the statement of activities, the contributions are adjusted for actuarial valuation adjustments, including service and interest costs, administrative costs, investment returns, and experience/assumption. This is the amount by which net pension liability and deferred inflows/outflows related to pension changed during the period.</p>		95,750
<p>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 an addition in the reconciliation.</p>		<u>2,450</u>
<b>Change in net position of governmental activities</b>	<b>\$</b>	<b><u><u>63,467</u></u></b>

**PROPRIETARY FUNDS**

**BOROUGH OF WOODBINE SCHOOL DISTRICT**  
**Statement of Net Assets**  
**Proprietary Funds**  
**June 30, 2019**

	<b>Non-Major Funds</b>	<b>Totals</b>
<b>ASSETS</b>		
Current assets:		
Cash and cash equivalents	\$ 88,644	\$ 88,644
Accounts receivable:		
Federal	28,529	28,529
State	295	295
Other	90	90
Interfunds Receivable	18,266	18,266
Inventories	6,041	6,041
Total current assets	141,865	141,865
Noncurrent assets:		
Furniture, machinery & equipment	194,511	194,511
Less accumulated depreciation	(102,954)	(102,954)
Total noncurrent assets	91,557	91,557
Total assets	\$ 233,422	\$ 233,422
<b>LIABILITIES</b>		
Current liabilities:		
Unearned Income	\$ 4,054	\$ 4,054
Interfund payable	14,701	14,701
Accounts Payable	53,698	53,698
Total current liabilities	72,453	72,453
Total liabilities	\$ 72,453	\$ 72,453
<b>NET POSITION</b>		
Invested in Capital Assets Net of Related Debt	\$ 91,557	\$ 91,557
Unrestricted	69,412	69,412
Total Net Position	\$ 160,969	\$ 160,969

**BOROUGH OF WOODBINE SCHOOL DISTRICT**  
**Statement of Revenues, Expenses, and Changes in Fund Net Position**  
**Proprietary Funds**  
**For the Year Ended June 30, 2019**

	Non-Major Funds	Total Enterprise
Operating revenues:		
Charges for services:		
Daily sales	\$ 3,829	\$ 3,829
Latchkey program revenue	33,805	33,805
Miscellaneous	6,769	6,769
Total operating revenues	44,403	44,403
 Operating expenses:		
Salaries	68,810	68,810
Employee Benefits	10,835	10,835
Supplies and materials	4,887	4,887
Direct Expenses	9,967	9,967
Management Fee	15,229	15,229
Cost of Sales - Reimbursable	79,076	79,076
Cost of Sales - Non Reimbursable	4,739	4,739
Depreciation	12,461	12,461
Total Operating Expenses	206,004	206,004
Operating (loss)	(161,601)	(161,601)
 Nonoperating revenues (expenses):		
State sources:		
State school lunch program	1,912	1,912
Federal sources:		
National school lunch program	108,681	108,681
National school breakfast program	57,905	57,905
School snack program	4,303	4,303
Fresh Fruit and Vegetable Program	9,071	9,071
Food distribution program	13,570	13,570
Interest and investment revenue	27	27
Total non-operating revenues	195,469	195,469
 Change in Net Position	33,868	33,868
Total Net Position - Beginning	127,101	127,101
Total Net Position—Ending	\$ 160,969	\$ 160,969

See Accompanying Notes to the Financial Statements

**BOROUGH OF WOODBINE SCHOOL DISTRICT**  
**Statement of Cash Flows**  
**Proprietary Funds**  
**For the Year Ended June 30, 2019**

	<b>Non-Major Funds</b>	<b>Total Enterprise</b>
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Receipts from customers	\$ 44,403	\$ 44,403
Payments to employees	(78,890)	(78,890)
Payments to cost of sales	(81,800)	(81,800)
	(116,287)	(116,287)
<b>CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES</b>		
Cash received from local, state and federal reimbursements	181,872	181,872
	181,872	181,872
<b>CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES</b>		
Net cash used in capital and related financing activities		
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Interest	27	27
	27	27
Net increase/(decrease) in cash and cash equivalents	65,612	65,612
Balances—beginning of year	23,032	23,032
Balances—end of year	\$ 88,644	\$ 88,644
<b>Reconciliation of operating income (loss) to net cash provided (used) by operating activities:</b>		
Operating Income (Loss)	\$ (161,601)	\$ (161,601)
Adjustments to Reconcile Operating Income (Loss) to Cash Provided (Used) by Operating Activities		
Depreciation	12,461	12,461
Federal Commodities	13,570	13,570
Change in Assets and Liabilities:		
(Increase)/Decrease in Accounts Receivable	(21,469)	(21,469)
(Increase)/Decrease in Interfund Receivable	(11,083)	(11,083)
(Increase)/Decrease in Inventory	801	801
Increase/(Decrease) in Interfund Payable	755	755
Increase/(Decrease) in Accounts Payable	50,918	50,918
Increase/(Decrease) in Unearned Revenue	(639)	(639)
	45,314	45,314
Net cash (used for) operating activities	\$ (116,287)	\$ (116,287)

**FIDUCIARY FUNDS**

**BOROUGH OF WOODBINE SCHOOL DISTRICT**  
**Statement of Fiduciary Net Position**  
**Fiduciary Funds**  
**June 30, 2019**

	<u>Trust Fund</u>	<u>Agency Funds</u>
<b>ASSETS</b>		
Cash and Cash Equivalents	\$ 12,451	\$ 24,560
Total Assets	<u>\$ 12,451</u>	<u>\$ 24,560</u>
<b>LIABILITIES</b>		
Due to Student Groups	\$	\$ 3,239
Due to General Fund		3,977
Payroll Deductions and Withholdings		17,344
Total liabilities		<u>\$ 24,560</u>
<b>NET POSITION</b>		
Expendable Trust - Scholarship Fund	<u>\$ 12,451</u>	

See Accompanying Notes to the Financial Statements



**BOROUGH OF WOODBINE SCHOOL DISTRICT**  
**Statement of Changes in Fiduciary Net Position**  
**Fiduciary Funds**  
**For the Year Ended June 30, 2019**

	<u>Private Purpose Scholarship Fund</u>
<b>ADDITIONS</b>	
Contributions:	
Donations	\$ 300
Total Contributions	<u>300</u>
Investment earnings:	
Interest	<u>6</u>
Net investment earnings	<u>6</u>
Total additions	306
<b>DEDUCTIONS</b>	
Scholarships	
Total deductions	<u>        </u>
Change in net position	306
Net position—beginning of the year	<u>12,145</u>
Net position—end of the year	<u>\$ 12,451</u>

See Accompanying Notes to the Financial Statements

**BOROUGH OF WOODBINE SCHOOL DISTRICT**  
**NOTES TO FINANCIAL STATEMENTS**  
**FOR THE FISCAL YEAR ENDED JUNE 30, 2019**

**NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

The Borough of Woodbine School District is an instrumentality of the State of New Jersey, established to function as an educational institution. The Board consists of elected officials and is responsible for the fiscal control of the District. A superintendent is appointed by the Board and is responsible for the administrative control of the District.

The financial statements of the Borough of Woodbine School District (District) have been prepared in conformity with generally accepted accounting principles (GAAP) as applied to governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. In its accounting and financial reporting, the District follows the pronouncements of the Governmental Accounting Standards Board (GASB). The more significant accounting policies established in GAAP and used by the District are discussed below.

**A. REPORTING ENTITY:**

The Borough of Woodbine School District is a Type II district located in the County of Cape May, State of New Jersey. As a Type II District, the School District functions independently through a Board of Education. The board is comprised of nine members elected to three-year terms. Effective with the 2012 fiscal year, the election of Board Members was moved to the general election in November resulting in the members whose term would have expired in April of 2019 being carried over to December 31, 2019. The purpose of the district is to educate students in grades K-8. The Borough of Woodbine School District had an enrollment at June 30, 2019 of 235 students.

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

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

Based on the aforementioned criteria, the District has no component units.

**B. BASIC FINANCIAL STATEMENTS – GOVERNMENT-WIDE STATEMENTS:**

The District's basic financial statements include both government-wide (reporting the District as a whole) and fund financial statements (reporting the District's major funds). Both the government-wide and fund financial statements categorize primary activities as either governmental or business type. The District's general and special revenue activities are classified as governmental activities. The District's food service program is classified as business-type activities.

**BOROUGH OF WOODBINE SCHOOL DISTRICT**  
**NOTES TO FINANCIAL STATEMENTS**  
**FOR THE FISCAL YEAR ENDED JUNE 30, 2019**

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

**B. BASIC FINANCIAL STATEMENTS – GOVERNMENT-WIDE STATEMENTS (CONT'D):**

In the governmental-wide Statement of Net Position, both the governmental and business-type activities columns (a) are presented on a consolidated basis by column, (b) and are reported on a full accrual, economic resource basis, which recognizes all long-term assets and receivables as well as long-term debt and obligations. The District's net position are reported in three parts—invested in capital assets, net of related debt; restricted net position; and unrestricted net position. The District first utilizes restricted resources to finance qualifying activities.

The government-wide Statement of Changes in Net Position reports both the gross and net cost of each of the District's functions and business-type activities (food service). The functions are also supported by general government revenues (property taxes, tuition, certain intergovernmental revenues, etc.). The Statement of Changes in Net Position reduces gross expenses (including depreciation) by related program revenues, operating and capital grants. Program revenues must be directly associated with the function (regular instruction, vocational programs, student & instruction related services, etc.) or a business-type activity. Operating grants include operating-specific and discretionary (either operating or capital) grants while the capital grants column reflects capital-specific grants.

The net costs (by function or business-type activity) are normally covered by general revenue (property taxes, interest income, etc.).

- a. The District does allocate indirect costs such as depreciation expense, compensated absences, On-behalf TPAF Pension Contributions, and Reimbursed TPAF Social Security Contributions.

The government-wide focus is more on the sustainability of the District as an entity and the change in the District's net position resulting from the current year's activities. Fiduciary funds are not included in the government-wide statements.

**C. BASIC FINANCIAL STATEMENTS – FUND FINANCIAL STATEMENTS**

The financial transactions of the District are reported in individual funds in the fund financial statements. Each fund is accounted for by providing a separate set of self-balancing accounts that comprise its assets, liabilities, reserves, fund equity, revenues and expenditures/expenses. The various funds are reported by generic classification within the financial statements.

The emphasis in fund financial statements is on the major funds in either the governmental or business-type activities categories. Non-major funds by category are summarized into a single column. GASBS No. 34 sets forth minimum criteria (percentage of the assets, liabilities, revenues or expenditures/expenses of either fund category or the governmental and enterprise combined) for the determination of major funds. The non-major funds are combined in a column in the fund financial statements. The State of New Jersey Department of Education has mandated that all New Jersey School Districts must report all governmental funds as major, regardless of the fund meeting the GASB definition of a major fund. However, the criteria are applied to proprietary funds.

**BOROUGH OF WOODBINE SCHOOL DISTRICT**  
**NOTES TO FINANCIAL STATEMENTS**  
**FOR THE FISCAL YEAR ENDED JUNE 30, 2019**

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

**C. BASIC FINANCIAL STATEMENTS – FUND FINANCIAL STATEMENTS (CONT'D)**

The following fund types are used by the District:

**1. Governmental Funds:**

The focus of the governmental funds' measurement (in the fund statements) is upon determination of financial position and changes in financial position (sources, uses, and balances of financial resources) rather than upon net income. The following is a description of the governmental funds of the District.

- a. **General fund** is the general operating fund of the District. It is used to account for all financial resources except those required to be accounted for in another fund.
- b. **Special revenue** funds are used to account for the proceeds of specific revenue sources that are legally restricted to expenditures for a specific purpose. The special revenue fund is specifically used to account for state and federal grant monies that have been allocated to the District.
- c. **Capital projects** funds are used to account for all financial resources to be used for the acquisition or construction of major capital facilities. The financial resources are derived from temporary notes or serial bonds that are specifically authorized by the voters as a separate question on the ballot either during the annual election or at a special election.
- d. **Debt service** funds are 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.

**Fund Balances – Governmental Funds**

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

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

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

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

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

**BOROUGH OF WOODBINE SCHOOL DISTRICT**  
**NOTES TO FINANCIAL STATEMENTS**  
**FOR THE FISCAL YEAR ENDED JUNE 30, 2019**

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

**C. BASIC FINANCIAL STATEMENTS – FUND FINANCIAL STATEMENTS (CONT'D)**

**Fund Balances – Governmental Funds (Cont'd)**

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

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

**2. Proprietary Funds:**

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

- a. **Enterprise funds** are required to be used to account for operations for which a fee is charged to external users for goods or services and the activity (a) is financed with debt that is solely secured by a pledge of the net revenues, (b) has third party requirements that the cost of providing services, including capital costs, be recovered with fees and charges or (c) establishes fees and charges based on a pricing policy designated to recover similar costs. The District operates a food service fund to provide a child nutrition program for the students of the district, a school store to provide school supplies for students and teachers, and a latch-key program to provide before and after school care for students.

**3. Fiduciary Funds:**

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

**Fund Balances – Fiduciary Funds**

The District's fiduciary funds are presented in the fiduciary fund financial statements by type (pension, private purpose and agency). Since by definition these assets are being held for the benefit of a third party (other local governments, private parties, pension participants, etc.), and cannot be used to address activities or obligations of the government, these funds are not incorporated into the government-wide statements.

All fund internal activity is eliminated when carried to the Government-wide statements.

**BOROUGH OF WOODBINE SCHOOL DISTRICT**  
**NOTES TO FINANCIAL STATEMENTS**  
**FOR THE FISCAL YEAR ENDED JUNE 30, 2019**

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

**D. BASIS OF ACCOUNTING**

Basis of accounting refers to the point at which revenues or expenditures/expenses are recognized in the accounts and reported in the financial statements. It relates to the timing of the measurements made regardless of the measurement focus applied.

**1. Accrual:**

Both governmental and business-type activities in the government-wide financial statements and the proprietary and fiduciary fund financial statements are presented on the accrual basis of accounting. Revenues are recognized when earned and expenses are recognized when incurred.

**2. Modified Accrual:**

The governmental fund financial statements are presented on the modified accrual basis of accounting. Under the modified accrual basis of accounting, revenues are recorded when susceptible to accrual; i.e., both measurable and available. "Available" means collectible within the current period or within 60 days after year end. Expenditures are generally recognized under the modified accrual basis of accounting when the related liability is incurred. The exception to this general rule is that principal and interest on general obligation long-term debt, if any, is recognized when due.

**E. FINANCIAL STATEMENT AMOUNTS**

**1. Cash and Cash Equivalents:**

Cash and cash equivalents include petty cash, change funds, cash in banks and all highly liquid investments with a maturity of three months or less at the time of purchase and are stated at cost plus accrued interest. U.S. Treasury and agency obligations and certificates of deposit with maturities of one year or less when purchased are stated at cost. All other investments are stated at fair value. New Jersey school districts are limited as to the types of investments and types of financial institutions they may invest in. New Jersey statute 18A:20-37 provides a list of permissible investments that may be purchased by New Jersey school districts. Additionally, the District has adopted a cash management plan that requires it to deposit public funds in public depositories protected from loss under the provisions of the Governmental Unit Deposit Protection Act ("GUDPA"). GUDPA was enacted in 1970 to protect Governmental Units from a loss of funds on deposit with a failed banking institution in New Jersey.

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

**BOROUGH OF WOODBINE SCHOOL DISTRICT**  
**NOTES TO FINANCIAL STATEMENTS**  
**FOR THE FISCAL YEAR ENDED JUNE 30, 2019**

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

**E. FINANCIAL STATEMENT AMOUNTS (CONT'D)**

**2. Investments:**

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

**3. Inventories:**

Inventories in the general fund consist of expendable supplies held for the District's use and are carried at cost using the first-in, first-out method. Inventories in the enterprise fund are valued at cost, which approximates market, using the first-in, first -out method. As of June 30, 2019, the District did not have inventory in the general fund and had the following inventory in the enterprise fund:

Food	\$	5,545
Supplies		496
	\$	<u>6,041</u>

The value of Federal donated commodities is the difference between market value and cost of the commodities at the date of purchase and has been included as an item of non-operating revenue in the financial statements. The value of commodities included in the food inventory on June 30, 2019 is \$3,807.

**4. Capital Assets:**

Capital assets purchased or acquired with an original cost of \$2,000 or more are reported at historical cost or estimated historical cost. Contributed assets are reported at fair market value as of the date received. Additions, improvements and other capital outlays that significantly extend the useful life of an asset are capitalized. Other costs incurred for repairs and maintenance are expensed as incurred. Depreciation on all assets is provided on the straight-line basis over the following estimated useful lives:

Buildings	20-50 years
Machinery and equipment	5-10 years
Improvements	10-20 years
Infrastructure Assets	50-65 years

Infrastructure assets include roads, parking lots, underground pipe, etc. The District includes all infrastructure assets as depreciable assets in the financial statements.

**BOROUGH OF WOODBINE SCHOOL DISTRICT**  
**NOTES TO FINANCIAL STATEMENTS**  
**FOR THE FISCAL YEAR ENDED JUNE 30, 2019**

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

**E. FINANCIAL STATEMENT AMOUNTS (CONT'D)**

**5. Revenues:**

Substantially all governmental fund revenues are accrued. Property taxes are susceptible to accrual and under New Jersey State Statutes a municipality is required to remit to its school district the entire balance of taxes in the amount 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. Subsidies and grants to proprietary funds, which finance either capital or current operations, are reported as non operating revenue. In respect to grant revenues, the provider recognizes liabilities and expenses and the recipient recognizes receivables and revenue when the applicable eligibility requirements, including time requirements are met. Resources transmitted before the eligibility requirements are met are reported as advances by the provider and unearned revenue by the recipient. Program revenues, including tuition revenue are reported as reductions to expenses in the statement of activities.

**6. Expenditures:**

Expenses are recognized when the related fund liability is incurred. Inventory costs are reported in the period when inventory items are used, rather than in the period purchased.

**7. Compensated Absences:**

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

In governmental and similar trust funds, compensated absences that are expected to be liquidated with expendable available financial resources are reported as both an expenditure and a fund liability in the fund that will pay for the compensated absences. The remainder of the compensated absences liability is reported in the District-wide Financial Statements as a Governmental Activity.

In proprietary and similar trust funds, compensated absences are recorded as an expense and liability of the fund that will pay for them.



**BOROUGH OF WOODBINE SCHOOL DISTRICT**  
**NOTES TO FINANCIAL STATEMENTS**  
**FOR THE FISCAL YEAR ENDED JUNE 30, 2019**

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

**E. FINANCIAL STATEMENT AMOUNTS (CONT'D)**

**7. Interfund Activity:**

Interfund activity is reported as loans, services provided, reimbursements or transfers. Loans are reported as interfund receivables and payables as appropriate and are subject to elimination upon consolidation. Services provided, deemed to be at market or near market rates, are treated as revenues and expenditures/expenses. Reimbursements are when one fund incurs a cost, charges the appropriate benefiting fund and reduces its related costs as reimbursement. All other interfund transactions are treated as transfers. Transfers between governmental or proprietary funds are netted as part of the reconciliation to the government-wide financial statements.

**8. Budgets/Budgetary Control:**

Annual appropriated budgets are prepared in the spring of each year for the general, special revenue and debt service funds. The budgets are submitted to the county office for approval and, as long as the District budget is within State mandated CAPs, there is no public vote on the budget. If the budget exceeds State mandated CAPs, the voters have an opportunity to approve or reject the budget at the regular election held in November. Budgets are prepared using the modified accrual basis of accounting, except for the special revenue fund as described later. The legal level of budgetary control is established at line item accounts within each fund. 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. 6:23-2(g). Transfers of appropriations may be made by School Board resolution at any time during the fiscal year and are subject to two-thirds majority vote by the School Board and under certain circumstances require approval by the County Superintendent of Schools. Significant transfers approved by the Board of Education during the fiscal year were as follows:

Special Education-Instruction	
Resource Room/Resource Center	
Purchased Prof. Educational Services	\$ 43,416
Bilingual Education - Salaries of Teachers	21,750
Undistributed Expenditures-Instruction	
Tuition to Other LEA's Within the State-Regular	12,981
Tuition to Other LEA's Within the State- Special	(64,800)
Tuition to CSSD & Regional Day Schools	95,618
Tuition to Private Schools for the Disabled-Within State	69,408
Undistributed Expenditures- Health Services	
Salaries	22,470
Undistributed Expenditures-Required Main. for School Facilities	
Cleaning, Repair, and Maintenance Services	58,085
Undistributed Expenditures-Student Transportation Services	
Contracted Services-( Special Ed.)-Joint Agrmnts.	(34,797)
Contracted Services-(Reg. Stud.)-ESC's & CTA's Joint Agrmnts.	
Contracted Services-(Speical Ed. Stud.)-ESC's & CTA's	(29,687)
Unallocated Benefits	
Health Benefits	(45,857)
Capital Outlay	
Equipment	
Required Maintenance	31,452

**BOROUGH OF WOODBINE SCHOOL DISTRICT**  
**NOTES TO FINANCIAL STATEMENTS**  
**FOR THE FISCAL YEAR ENDED JUNE 30, 2019**

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

**E. FINANCIAL STATEMENT AMOUNTS (CONT'D)**

**8. Budgets/Budgetary Control:**

Formal budgetary integration into the accounting system is employed as a management control device during the year. For governmental funds there are no substantial differences between the budgetary basis of accounting and generally accepted accounting principles with the exception of the legally mandated revenue recognition of the last state aid 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.

**9. Tuition Receivable**

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

**10. Tuition Payable**

Tuition charges for the fiscal years 2018-19 were based on rates established by the receiving district. These rates are subject to change when the actual costs have been determined.

**11. Use of Estimates**

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those results.

**12. Allocation of Costs**

In the government-wide statement of activities, the District has allocated unallocated benefits to various programs based on the budgetary expenditures by program.

**BOROUGH OF WOODBINE SCHOOL DISTRICT**  
**NOTES TO FINANCIAL STATEMENTS**  
**FOR THE FISCAL YEAR ENDED JUNE 30, 2019**

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

**E. FINANCIAL STATEMENT AMOUNTS (CONT'D)**

**13. Pensions**

For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the fiduciary net position of the Teachers' Pension and Annuity Fund (TPAF) and Public Employees Retirement System (PERS) and additions to/deductions from the fiduciary net position have been determined on the same basis as they are reported by the TPAF and 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

**New Accounting Standards:**

The School District has adopted the following GASB statements:

- GASB No. 83 - *Certain Asset Retirement Obligations*: This Statement addresses accounting and financial reporting for certain asset retirement obligations (AROs). The requirements of Statement will be effective for reporting periods beginning after June 15, 2018. The adoption of GASB 83 is not expected to impact the financial statements of the School District.
- GASB No. 88 – *Certain Disclosures Related to Debt, including Direct Borrowings and Direct Placements*: The primary objective of this Statement is to improve the information that is disclosed in notes to government financial statements related to debt, including direct borrowings and direct placements. The requirements of this Statement are effective for reporting periods beginning after June 15, 2018. The adoption of GASB 88 is not expected to impact the financial statements of the School District.

Other accounting standards that the School District is currently reviewing for applicability and potential impact on the financial statements include:

- GASB No. 84 - *Fiduciary Activities*: The objective of this Statement is to improve guidance regarding the identification of fiduciary activities for accounting and financial reporting purposes and how those activities should be reported. The requirements of Statement will be effective for reporting periods beginning after December 15, 2018. The Board is evaluating the potential impact of the adoption of GASB 84 on the School District's financial statements.
- GASB No. 87 - *Leases*: The objective of this Statement is to better meet the information needs of financial statement users by improving accounting and financial reporting for leases by governments. The requirements of Statement will be effective for reporting periods beginning after December 15, 2019. The Board is evaluating the potential impact of the adoption of GASB 87 on the School District's financial statements.

**BOROUGH OF WOODBINE SCHOOL DISTRICT**  
**NOTES TO FINANCIAL STATEMENTS**  
**FOR THE FISCAL YEAR ENDED JUNE 30, 2019**

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

**New Accounting Standards (Cont'd):**

- GASB No. 89 - *Accounting for Interest Cost Incurred before the End of a Construction Period*: The objectives of this Statement are (1) to enhance the relevance and comparability of information about capital assets and the cost of borrowing for a reporting period and (2) to simplify accounting for interest cost incurred before the end of a construction period. The requirements of this Statement are effective for reporting periods beginning after December 15, 2019. Management is evaluating the potential impact of the adoption of GASB 89 on the School District's financial statements.
  
- GASB Statement - No. 90 - *Majority Equity Interests—an amendment of GASB Statements No. 14 and No. 61*: The primary objectives of this Statement are to improve the consistency and comparability of reporting a government's majority equity interest in a legally separate organization and to improve the relevance of financial statement information for certain component units. The requirements of this Statement are effective for reporting periods beginning after December 15, 2018. Management is evaluating the potential impact of the adoption of GASB 90 on the School District's financial statements.
  
- GASB Statement - No. 91 – *Conduit Debt Obligations*: The primary objectives of this Statement are to provide a single method of reporting conduit debt obligations by issuers and eliminate diversity in practice associated with (1) commitments extended by issuers, (2) arrangements associated with conduit debt obligations, and (3) related note disclosures. The requirements of this Statement are effective for reporting periods beginning after December 15, 2020. Management is evaluating the potential impact of the adoption of GASB 91 on the School District's financial statements.

**NOTE 2. CASH AND CASH EQUIVALENTS AND INVESTMENTS**

**Custodial Credit Risk Related to Deposits**

Custodial credit risk is the risk that, in the event of bank failure, the School District's deposits might not be recovered. Although the School District does not have a formal policy regarding custodial credit risk, N.J.S.A. 17:9-41 et seq. requires that governmental units shall deposit public funds in public depositories protected from loss under the provisions of the Governmental Unit Deposit Protection Act. The District does not place a limit on the amount that may be invested in any one issuer.

As of June 30, 2019, the District's bank balance of \$537,957 was insured or collateralized as follows:

Insured	\$ 250,000
Uninsured and collateralized under GUDPA by pledging financial institutions	287,957
	<hr/>
	\$ 537,957
	<hr/> <hr/>

**BOROUGH OF WOODBINE SCHOOL DISTRICT**  
**NOTES TO FINANCIAL STATEMENTS**  
**FOR THE FISCAL YEAR ENDED JUNE 30, 2019**

**NOTE 3. INVESTMENTS**

As of June 30, 2019, the District had no investments. However, if the District had investments they would be subject to following risks.

**Interest Rate Risk.** The district does not have a formal investment policy that limits investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates. However, New Jersey Statutes 18A:20-37 limits the length of time for most investment to 397 days.

**Credit Risk.** New Jersey Statutes 18A:20-37 limits district investments to those specified in the Statutes. The type of allowable investments are Bonds of the United States of America or of the district or the local units in which the district is located; obligations of federal agencies not exceeding 397 days; government money market mutual funds; the State of New Jersey Cash Management Plan; local government investment pools; or repurchase of fully collateralized securities.

**Concentration of Credit Risk.** The district places no limit on the amount the district may invest in any one issuer.

**NOTE 4. INTERFUND TRANSFERS AND BALANCES**

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

The following interfund balances remained on the fund financial statements at June 30, 2019:

Fund	Interfund Receivable	Interfund Payable
General Fund	\$ 72,713	\$ 11,082
Special Revenue Fund		61,198
Capital Projects Fund		21
Food Service	18,266	
Latchkey Program		14,701
Payroll Agency		3,977
	<u>\$ 90,979</u>	<u>\$ 90,979</u>

Interfunds were created throughout the year due to short term borrowings to cover cash flow needs in the various funds.

**BOROUGH OF WOODBINE SCHOOL DISTRICT**  
**NOTES TO FINANCIAL STATEMENTS**  
**FOR THE FISCAL YEAR ENDED JUNE 30, 2019**

**NOTE 5. CAPITAL ASSETS**

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

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Retirements</u>	<u>Ending Balance</u>
Governmental Activities:				
Capital Assets that are not Being Depreciated:				
Land	\$ 1	\$	\$	\$ 1
Total Capital Assets not Being Depreciated	1			1
Building and Building Improvements	9,188,557			9,188,557
Machinery and Equipment	158,544	\$ 31,452		189,996
Totals at Historical Cost	9,347,101			9,378,553
Less Accumulated Depreciation for :				
Building and Improvements	(3,802,179)	(231,338)		(4,033,517)
Equipment	(146,451)	(11,896)		(158,347)
Total Accumulated Depreciation	(3,948,630)	(243,234)		(4,191,864)
Total Capital Assets Being Depreciated, Net of Accumulated Depreciation	5,398,471	(243,234)		5,186,689
<b>Government Activities Capital Assets, Net</b>	<b>\$ 5,398,472</b>	<b>\$ (243,234)</b>	<b>\$ -</b>	<b>\$ 5,186,690</b>
	To A-1			To A-1
Business-type Activities - Equipment	\$ 194,511	\$	\$ -	\$ 194,511
Less Accumulated Depreciation	(90,493)	(12,461)		(102,954)
<b>Business-type Activities Capital Assets, Net</b>	<b>\$ 104,018</b>	<b>\$ (12,461)</b>	<b>\$ -</b>	<b>\$ 91,557</b>

Depreciation is charged to governmental functions as follows:

Regular Education	\$ 3,087
Special Education	
Other Instruction	294
Student & Instructional Related Services	68,800
General Administrative Services	468
School Administrative Services	1,816
Plant Operation and Maintenance	168,769
	<u>\$ 243,234</u>

**BOROUGH OF WOODBINE SCHOOL DISTRICT**  
**NOTES TO FINANCIAL STATEMENTS**  
**FOR THE FISCAL YEAR ENDED JUNE 30, 2019**

**NOTE 6. LONG-TERM OBLIGATIONS**

Changes in long-term obligations for the year ended June 30, 2019 are as follows:

	Balance July 1, 2018	Issues or Additions	Payments or Expenditures	Balance June 30, 2019	Amounts Due Within One Year
State Loan	\$ 442,000	\$	\$ 71,500	\$ 370,500	\$ 71,500
Compensated Absences	110,896	51,107	24,814	137,189	
Serial Bonds	2,262,000		245,000	2,017,000	255,000
Net Pension Liability	593,146		493,836	99,310	
	<u>\$ 3,408,042</u>	<u>\$ 51,107</u>	<u>\$ 835,150</u>	<u>\$ 2,623,999</u>	<u>\$ 326,500</u>

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

**Bonds Payable**

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

At June 30, 2019, bonds payable consisted of the following issues:

\$3,682,000 School Bonds dated September 1, 2010, due in annual installments through March 1, 2026, bearing interest rates from 2.000% per annum to 3.625% per annum. The balance remaining as of June 30, 2019 is \$2,017,000.

Debt service requirements on serial bonds payable at June 30, 2018 are as follows:

Fiscal Year Ending June 30,	Principal	Interest	Total
2020	255,000	66,281	321,281
2021	260,000	58,632	318,632
2022	272,000	50,832	322,832
2023	295,000	42,331	337,331
2024	305,000	32,744	337,744
2025	310,000	22,450	332,450
2026	320,000	11,600	331,600
	<u>\$ 2,017,000</u>	<u>\$ 284,870</u>	<u>\$ 2,301,870</u>

**BOROUGH OF WOODBINE SCHOOL DISTRICT**  
**NOTES TO FINANCIAL STATEMENTS**  
**FOR THE FISCAL YEAR ENDED JUNE 30, 2019**

**NOTE 7. SHORT-TERM DEBT**

	Balance July 1, 2018	Issues or Additions	Payments or Expenditures	Balance June 30, 2019
Capital Project Anticipation Notes	\$ 561,991		\$ 561,991	\$ -
State Aid Anticipation Note	442,000		71,500	370,500
	<u>\$ 1,003,991</u>		<u>\$ 633,491</u>	<u>\$ 370,500</u>

The District issued a Grant Anticipation Note in the Capital Projects Fund in the amount of \$561,991 on October 6, 2016, with an interest rate of 1.18% and maturing October 6, 2018.

On June 22, 2018 the District issued a State Aid Anticipation Note in the amount of \$442,000, bearing an interest rate of 3.50% per annum.

**NOTE 8. PENSION PLANS**

**Description of Plans** - Eligible employees of the School District can be covered by Public Employees' Retirement System (PERS), Teachers' Pension and Annuity Fund (TPAF), or Defined Contribution Retirement Program (DCRP). PERS and TPAF are administered by the New Jersey Division of Pension and Benefits (NJDPB) and the DCRP is jointly administered by Prudential and NJDPB. The NJDPB issues publicly available financial reports that include financial statements and required supplementary information for the systems. These reports may be obtained online at <https://www.nj.gov/treasury/pensions/financial-reports.shtml>.

**Public Employees' Retirement System**

The PERS is a cost sharing multiple-employer defined benefit pension plan that was established in 1955. The PERS provides retirement, death and disability, and medical benefits to qualified members. The vesting and benefit provisions for PERS are set by N.J.S.A. 43:15A. All benefits vest after ten years of service, except for medical benefits that vest after 25 years of service or under the disability provisions of PERS.

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



**BOROUGH OF WOODBINE SCHOOL DISTRICT**  
**NOTES TO FINANCIAL STATEMENTS**  
**FOR THE FISCAL YEAR ENDED JUNE 30, 2019**

**NOTE 8. PENSION PLANS (CONTINUED)**

**Public Employees' Retirement System (Continued)**

The following represents the membership tiers for PERS:

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

**Contributions** - The contribution policy is set by N.J.S.A. 43:15A and requires contributions by active members and contributing employers. Plan member and employer contributions may be amended by State of New Jersey legislation. The PERS member total contribution rate as of July 1, 2018 was 7.5% of base salary. The District employees' contributions for the year ended June 30, 2019 were 5,614. Employers in PERS are required to contribute at an actuarially determined rate which includes funding for cost-of-living adjustments, noncontributory death benefits, and post-retirement medical premiums. The PERS employer rate due in 2019 is 13.37% of covered payroll. The District is billed annually for its normal contribution plus any accrued liability. These contributions were paid by the District and equal to the required contributions for each year. The District's contributions to PERS for the years ended June 30, 2019, and 2018, were \$5,114 and \$24,787 respectively.

The total payroll for the year ended June 30, 2019 was \$2,136,748. Payroll covered by PERS was \$74,852 for fiscal year 2019.

**Components of Net Pension Liability** - At June 30, 2019, the District's proportionate share of the PERS net pension liability was \$99,310. The net pension liability was measured as of June 30, 2018. The District's proportion of the net pension liability was based on the District's actual contributions to the plan relative to the total of all participating employers' contributions for the year ended June 30, 2018. The District's proportion measured as of June 30, 2018 was 0.000504% which was a decrease of 0.00204% from its proportion measured as of June 30, 2017.

**BOROUGH OF WOODBINE SCHOOL DISTRICT**  
**NOTES TO FINANCIAL STATEMENTS**  
**FOR THE FISCAL YEAR ENDED JUNE 30, 2019**

**NOTE 8. PENSION PLANS (CONTINUED)**

**Public Employees' Retirement System (Continued)**

**Pension Expense and Deferred Outflows/Inflows of Resources** - The District's 2019 PERS pension expense, with respect to GASB 68, was \$(110,408). The District's 2019 deferred outflows of resources and deferred inflows of resources were from the following sources:

	<b>Deferred Outflows of Resources</b>	<b>Deferred Inflows of Resources</b>
Differences between expected and actual experience	\$ 1,894	\$ 512
Changes of assumptions	16,365	31,754
Net difference between projected and actual earnings on pension plan investments		932
Changes in proportion	10,480	492,621
Contributions subsequent to the measurement date	5,114	
<b>Total</b>	<b>\$ 33,853</b>	<b>\$ 525,819</b>

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

Year		PERS
2020	\$	(109,115)
2021		(119,031)
2022		(152,747)
2023		(106,333)
2024		(9,854)
Thereafter		
<b>Total</b>	<b>\$</b>	<b>(497,080)</b>

**Additional Information** - Collective Balances at June 30, 2019 and 2018 are as follows:

Year		2019		2018
Collective deferred outflows of resources	\$	33,853	\$	177,634
Collective deferred inflows of resources	\$	525,819	\$	271,514
Collective Net Pension Liability	\$	99,310	\$	593,146
District's Proportion		0.000504%		0.002548%

**BOROUGH OF WOODBINE SCHOOL DISTRICT**  
**NOTES TO FINANCIAL STATEMENTS**  
**FOR THE FISCAL YEAR ENDED JUNE 30, 2019**

**NOTE 8. PENSION PLANS (CONTINUED)**

**Public Employees' Retirement System (Continued)**

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

	<u>PERS</u>
Measurement Date	June 30, 2018
Actuarial Valuation Date	July 1, 2017
Investment Rate of Return	7.00%
Salary Scale (Based on Age):	
Through 2026	1.65% - 4.15%
Thereafter	2.65% - 5.15%
Inflation	2.25%

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

In addition, the tables for service retirements and beneficiaries of former members provide for future improvements in mortality from the base year of 2013 using a generational approach based on the plan actuary's modified MP-2014 projection scale. Disability retirement rates used to value disabled retirees were based on the RP-2000 Disabled Mortality Table (set back 3 years for males and set forward 1 year for females).

The actuarial assumptions used in the July 1, 2017 valuation were based on the results of an actuarial experience study for the period July 1, 2011 to June 30, 2014. It is likely that future experience will not exactly conform to these assumptions. To the extent that actual experience deviates from these assumptions, the emerging liabilities may be higher or lower than anticipated. The more the experience deviates, the larger the impact on future financial statements.

**BOROUGH OF WOODBINE SCHOOL DISTRICT**  
**NOTES TO FINANCIAL STATEMENTS**  
**FOR THE FISCAL YEAR ENDED JUNE 30, 2019**

**NOTE 8. PENSION PLANS (CONTINUED)**

**Public Employees' Retirement System (Continued)**

**Long-Term Expected Rate of Return** - In accordance with State statute, the long-term expected rate of return on plan investments is determined by the State Treasurer, after consultation with the Directors of the Division of Investments and Division of Pensions and Benefits, the board of trustees and the actuaries. Best estimates of arithmetic real rates of return for each major asset class included in PERS's target asset allocation as of June 30, 2018 are summarized in the following table:

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

**Discount Rate** - The discount rate, as of June 30, 2018, used to measure the total pension liability was 5.66% for PERS. This single blended discount rate was based on the long-term expected rate of return on pension plan investments of 7.00% and a municipal bond rate of 3.87% as of June 30, 2018 based on the Bond Buyer Go 20-Bond Municipal Bond Index, which includes tax-exempt general obligation municipal bonds with an average rating of AA/Aa or higher. The projection of cash flows used to determine the discount rate assumed that contributions from plan members will be made at the current member contribution rates and that contributions from employers will be made based on the contribution rate in the most recent fiscal year. The State employer contributed 50% of the actuarially determined contributions and the local employers contributed 100% of their actuarially determined contributions. Based on those assumptions, the plan's fiduciary net position was projected to be available to make projected future benefit payments of current plan members through 2046 for PERS. Therefore, the long-term expected rate of return on plan investments was applied to projected benefit payments through 2046 and the municipal bond rate was applied to projected benefit payments after that date in determining the total pension liability.

**BOROUGH OF WOODBINE SCHOOL DISTRICT**  
**NOTES TO FINANCIAL STATEMENTS**  
**FOR THE FISCAL YEAR ENDED JUNE 30, 2019**

**NOTE 8. PENSION PLANS (CONTINUED)**

**Public Employees' Retirement System (Continued)**

**Sensitivity of the Collective Net Pension Liability to Changes in the Discount Rate** - The following presents the collective net pension liability of the participating employers as of June 30, 2018, calculated using the discount rate as disclosed above, as well as what the collective net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower (4.66%) or 1-percentage-point higher (6.66%) than the current rate:

	1% Decrease (4.66%)	Current Discount (5.66%)	1% Increase (6.66%)
District's Proportionate Share of the Net Pension Liability	\$ 124,871	\$ 99,310	\$ 77,866

**Teachers' Pension and Annuity Fund**

The State of New Jersey Teachers' Pension and Annuity Fund (TPAF) is a cost sharing multiple-employer defined benefit pension plan with a special funding situation that was established in 1955. As under current statute, all employer contributions are made by the State of New Jersey on behalf of the District and the system's other related non-contributing employers. Membership is mandatory for substantially all teachers or members of the professional staff certified by the State Board of Examiners, and employees of the Department of Education who have titles that are unclassified, professional and certified.

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

The following represents the membership tiers for TPAF:

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

**BOROUGH OF WOODBINE SCHOOL DISTRICT**  
**NOTES TO FINANCIAL STATEMENTS**  
**FOR THE FISCAL YEAR ENDED JUNE 30, 2019**

**NOTE 8. PENSION PLANS (CONTINUED)**

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

**Special Funding Situation** - The employer contributions for local participating employers are legally required to be funded by the State in accordance with N.J.S.A 18:66-33. Therefore, these local participating employers are considered to be in a special funding situation as defined by GASB Statement No. 68 and the State is treated as a nonemployer contributing entity. Since the local participating employers do not contribute directly to the plan (except for employer specific financed amounts), there is no net pension liability or deferred outflows or inflows to report in the financial statements of the local participating employers. However, the notes to the financial statements of the local participating employers must disclose the portion of the nonemployer contributing entities' total proportionate share of the net pension liability that is associated with the local participating employer.

**Contributions** - The contribution policy is set by N.J.S.A. 18A:66 and requires contributions by active members and contributing employers. The member contribution rate was 7.5% in as of July 1, 2018. The State's pension contribution is based on an actuarially determined amount which includes the employer portion of the normal cost and an amortization of the unfunded accrued liability. Funding for noncontributory group insurance benefits is based on actual claims paid. For fiscal year 2018, the State's pension contribution was less than the actuarial determined amount. Under current statute, all employer contributions are made by the State of New Jersey on-behalf of the District and all other related non-contributing employers. No normal or accrued liability contribution by the District has been required over several preceding fiscal years. These on-behalf contributions by the State of New Jersey are considered a special funding situation, under the definition of GASB 68, Accounting and Financial Reporting for Pensions. The District was not required to make any contributions to the pension plan during the fiscal year ended June 30, 2019 because of the 100% special funding situation with the State of New Jersey.

During the fiscal year ended June 30, 2019, the State of New Jersey contributed \$301,655 to the TPAF for pension contributions, \$136,830 for post-retirement benefits on behalf of the School, and \$588 for long-term disability. Also, in accordance with N.J.S.A. 18A:66-66 the State of New Jersey reimbursed the District \$133,293 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.

**Components of Net Pension Liability** - At June 30, 2019, the District was not required to report a liability for its proportionate share of the net pension liability because of a 100% reduction for State of New Jersey pension support provided to the District.

**Pension Expense** - For the year ended June 30, 2019, the District recognized pension expense of \$548,997 and revenue of \$548,997 for support provided by the State.

**BOROUGH OF WOODBINE SCHOOL DISTRICT**  
**NOTES TO FINANCIAL STATEMENTS**  
**FOR THE FISCAL YEAR ENDED JUNE 30, 2019**

**NOTE 8. PENSION PLANS (CONTINUED)**

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

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

	TPAF
Measurement Date	June 30, 2018
Actuarial Valuation Date	July 1, 2017
Investment Rate of Return	7.00%
Salary Scale (Based on Age):	
Through 2026	1.55% - 4.55%
Thereafter	2.00% - 5.45%
Inflation	2.25%

**Long-Term Expected Rate of Return** - Best estimates of arithmetic real rates of return for each major asset class included in TPAF's target asset allocation as of June 30, 2018 are summarized in the following table:

	TPAF	
Asset Class	Target Allocation	Long-Term Expected Real Rate of Return
Absolute return/risk mitigation	5.00%	5.51%
Cash equivalents	5.50%	1.00%
US Treasuries	3.00%	1.87%
Investment grade credit	10.00%	3.78%
Public high yield	2.50%	6.82%
Global diversified credit	5.00%	7.10%
Client oriented hedge funds	1.00%	6.60%
Debt related private equity	2.00%	10.63%
Debt related real estate	1.00%	6.61%
Private real asset	2.50%	11.83%
Equity related real estate	6.25%	9.23%
U.S. equity	30.00%	8.19%
Non-U.S. developed markets equity	11.50%	9.00%
Emerging markets equity	6.50%	11.64%
Buyouts/venture capital	8.25%	13.08%
Total	100.00%	

**BOROUGH OF WOODBINE SCHOOL DISTRICT**  
**NOTES TO FINANCIAL STATEMENTS**  
**FOR THE FISCAL YEAR ENDED JUNE 30, 2019**

**NOTE 8. PENSION PLANS (CONTINUED)**

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

**Discount Rate** - The discount rate used to measure the total pension liability was 4.25% as of June 30, 2018. This single blended discount rate was based on the long-term expected rate of return on pension plan investments of 7.00% and a municipal bond rate of 3.58% as of June 30, 2018 based on the Bond Buyer Go 20-Bond Municipal Bond Index, which includes tax-exempt general obligation municipal bonds with an average rating of AA/Aa or higher. The projection of cash flows used to determine the discount rate assumed that contributions from plan members will be made at the current member contribution rates and that contributions from employers will be made based on the contribution rate in the most recent fiscal year. The State contributed 40% of the actuarially determined contributions. Based on those assumptions, the plan's fiduciary net position was projected to be available to make projected future benefit payments of current plan members through 2036. Therefore, the long-term expected rate of return on plan investments was applied to projected benefit payments through 2036 and the municipal bond rate was applied to projected benefit payments after that date in determining the total pension liability.

**Sensitivity of the Collective Net Pension Liability to Changes in the Discount Rate** - The following presents the collective net pension liability of the participating employers as of June 30, 2019, calculated using the discount rate as disclosed above, as well as what the collective net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower (4.66%) or 1-percentage-point higher (6.66%) than the current rate:

	<u>1% Decrease (3.86%)</u>	<u>Current Discount (4.86%)</u>	<u>1% Increase (5.86%)</u>
State's Share of the Net Pension Liability associated with the District	\$ 11,164,070	\$ 9,417,316	\$ 8,020,334
State's Share of the Net Pension Liability	\$ <u>75,417,894,537</u>	\$ <u>63,806,350,446</u>	\$ <u>54,180,663,328</u>

**Pension Plan Fiduciary Net Position** - Detailed information about each pension plan's fiduciary net position is available in the separately issued New Jersey Division of Pension and Benefits financial report. Information on where to obtain the report is indicated at the beginning of this note

**NOTE 9. POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS (OPEB)**

**General Information about the OPEB Plan**

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



**BOROUGH OF WOODBINE SCHOOL DISTRICT**  
**NOTES TO FINANCIAL STATEMENTS**  
**FOR THE FISCAL YEAR ENDED JUNE 30, 2019**

**NOTE 9. POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS (OPEB) (Continued)**

**General Information about the OPEB Plan (Continued)**

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

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

As of June 30, 2017, the Local Education Retired Plan had 99,686 Inactive employees or beneficiaries currently receiving benefit payments and 224,418 Active employees.

**Special Funding Situation**

The participating local education employer allocations included in the supplemental Schedule of special funding amounts by employer are provided as each local education employer is required to record in their financial statements, as an expense and corresponding revenue, their respective amount of total OPEB expense attributable to the State of New Jersey under the special funding situation and to include their respective amount of total OPEB liability in their notes to their financial statements. The total OPEB liability and service cost for each employer was determined separately based on actual data for each employer's participants.

**Total OPEB Liability**

The State of New Jersey's total OPEB liability, as of the measurement date of June 30, 2018, was \$46,110,832,982. Of this amount, the total OPEB liability attributable to the School District was \$6,813,964. The State of New Jersey's proportionate share of the total OPEB liability is 100%, including the proportion attributable to the School District of 0.01478%. The total OPEB liability for the School District measured as of June 30, 2018 is zero as a result of the Special Funding Situation with the State of New Jersey. The School District's proportionate share of the total OPEB liability measured as of June 30, 2018 is 0.00%. Accordingly, the School District did not recognize any portion of the collective net OPEB liability on the Statement of Net Position.

**BOROUGH OF WOODBINE SCHOOL DISTRICT**  
**NOTES TO FINANCIAL STATEMENTS**  
**FOR THE FISCAL YEAR ENDED JUNE 30, 2019**

**NOTE 9. POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS (OPEB) (Continued)**

**Total Nonemployer OPEB Liability**

The total nonemployer OPEB liability as of June 30, 2018 was determined by an actuarial valuation as of June 30, 2017, which was rolled forward to June 30, 2018. The actuarial assumptions vary for each plan member depending on the pension plan the member is enrolled in. This actuarial valuation used the following actuarial assumptions, applied to all periods in the measurement:

	<b>TPAF/ABP</b>	<b>PERS</b>	<b>PFRS</b>
Inflation Rate	2.50%	2.50%	2.50%
	Based on	Based on	Based on
Salary Increases:	Years of Service	Age	Age
Through 2026	1.55% - 4.55%	2.15% - 4.15%	2.10% - 8.98%
Thereafter	2.00% - 5.45%	3.15% - 5.15%	3.10% - 9.98%

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

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

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

**Health Care Trend Assumptions**

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

**Discount rate**

The discount rate for June 30, 2018 was 3.87%. This represents the municipal bond return rate as chosen by the Division. The source is the Bond Buyer Go 20-Bond Municipal Bond Index, which includes tax-exempt general obligation municipal bonds with an average rating of AA/Aa or higher.

**BOROUGH OF WOODBINE SCHOOL DISTRICT**  
**NOTES TO FINANCIAL STATEMENTS**  
**FOR THE FISCAL YEAR ENDED JUNE 30, 2019**

**NOTE 9. POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS (OPEB) (Continued)**

**Changes in the Total OPEB Liability**

	<b>Total OPEB Liability</b>
State of New Jersey	
<b>Balance as of June 30, 2017 Measurement Date</b>	<b>\$ 53,639,841,858</b>
Changes for the year:	
Service Cost	1,984,642,729
Interest	1,970,236,232
Changes of Benefit Terms	
Differences between Expected and Actual	(5,002,065,740)
Changes of Assumptions	(5,291,448,855)
Benefit Payments	(1,232,987,247)
Contributions from Members	42,614,005
<b>Net Changes</b>	<b>(7,529,008,876)</b>
<b>Balance as of June 30, 2018 Measurement Date</b>	<b>\$ 46,110,832,982</b>

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

The following presents the total nonemployer OPEB liability as of June 30, 2018, respectively, calculated using the discount rate as disclosed above as well as what the total nonemployer OPEB liability would be if it was calculated using a discount rate that is 1-percentage point lower or 1-percentage point higher than the current rate:

	<b>June 30, 2018</b>		
	At 1.00% Decrease	At Discount Rate	At 1.00% Increase
	2.87%	3.87%	4.87%
\$	54,512,391,175	46,110,832,982	39,432,461,816

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

The following presents the total nonemployer OPEB liability as of June 30, 2018, calculated using the healthcare trend rate as disclosed above as well as what the total nonemployer OPEB liability would be if it was calculated using a healthcare trend rate that is 1- percentage point lower or 1-percentage point higher than the current rate:

	<b>June 30, 2018</b>		
		Healthcare Cost	
	1.00% Decrease	Trend Rate	1.00% Increase
\$	38,113,289,045	46,110,832,982	56,687,891,003

**BOROUGH OF WOODBINE SCHOOL DISTRICT**  
**NOTES TO FINANCIAL STATEMENTS**  
**FOR THE FISCAL YEAR ENDED JUNE 30, 2019**

**NOTE 9. POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS (OPEB) (Continued)**

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

For the year ended June 30, 2019, the School District recognized OPEB expense of \$267,877. The School District reported deferred outflows of resources and deferred inflows of resources from the following sources:

	<b>Deferred Outflows of Resources</b>	<b>Deferred Inflows of Resources</b>
Differences Between Expected and Actual Experience	\$	\$ 661,447
Changes of Assumptions		1,527,385
Net difference Between Projected and Actual Earnings on OPEB Plan Investments		
Changes in Proportion		97,444
Contributions Subsequent to the Measurement Date		
Total	\$	\$ 2,286,276

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

Measurement Period Ending June 30,		OPEB
2019	\$	(280,810)
2020		(280,810)
2021		(280,810)
2022		(280,810)
2023		(280,810)
Thereafter		(882,226)
Total	\$	(2,286,276)

**NOTE 12. COMPENSATED ABSENCES**

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

The liability for vested compensated absences of the proprietary fund types is recorded within those funds as the benefits accrue to employees. As of June 30, 2019, no liability existed for compensated absences in the Food Service Enterprise Fund or the Latchkey Enterprise Fund.

**BOROUGH OF WOODBINE SCHOOL DISTRICT**  
**NOTES TO FINANCIAL STATEMENTS**  
**FOR THE FISCAL YEAR ENDED JUNE 30, 2019**

**NOTE 12. COMPENSATED ABSENCES (Continued)**

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

Lincoln Investment Planning Siracusa Benefits Program Travelers

**NOTE 14. RISK MANAGEMENT**

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

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

New Jersey Unemployment and Compensation Insurance – The District has elected to fund its New Jersey Unemployment Compensation Insurance under the “Contributory Method”.

Worker’s Compensation Fund – The Board Currently maintains traditional insurance for its worker’s compensation coverage.

**NOTE 15. CONTINGENT LIABILITIES**

Federal and State Grants

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

**NOTE 16. COMMITMENTS**

The District has not adopted an encumbrance policy for the fiscal year end to consider significant encumbrances. All encumbrances are classified as either Assigned Fund Balance in the General Fund or Committed Fund Balance in the Capital Projects Fund. There were encumbrances in the amount of \$3,876 at June 30, 2019.

**NOTE 17. ECONOMIC DEPENDENCY**

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

**BOROUGH OF WOODBINE SCHOOL DISTRICT**  
**NOTES TO FINANCIAL STATEMENTS**  
**FOR THE FISCAL YEAR ENDED JUNE 30, 2019**

**NOTE 18. FUND BALANCES**

General Fund – Of the \$18,911 General Fund Balance at June 30, 2019, \$221,317 is reserved for Excess surplus, of which \$109,190 is assigned as fund balance appropriated and included as anticipated revenue for the year ending June 30, 2020; \$128,124 is restricted for maintenance reserve, \$0 is reserved for Capital Reserve, \$3,876 is assigned for Encumbrances, \$0 is assigned as fund balance appropriated and included as anticipated revenue for the year ending June 30, 2020 and (\$334,406) is unreserved and undesignated.

**NOTE 19. CALCULATION OF EXCESS SURPLUS**

The designation for Reserved Fund Balance – Excess Surplus is a required calculation pursuant to 18A:7F-7, as amended. New Jersey school districts are required to reserve General Fund balance at the fiscal year end of June 30 if they did not appropriate a required minimum amount as budgeted fund balance in their subsequent years' budget. The excess fund balance at June 30, 2019 is \$221,317, of which \$109,190 was assigned for utilization in the 2019-20 budget and \$112,127 will be utilized in the 2020-21 budget.

**NOTE 20. DEFICIT FUND BALANCES**

The District has a deficit fund balance of (\$68,544) in the Special Revenue Fund and (\$334,406) in the General Fund at June 30, 2019, as reported in the fund statements (modified accrual basis). N.J.S.A. 18A:22-44.2 provides that in the event a state school aid payment is not made until the following school budget year, districts must record the delayed one or more June state aid payments as revenue, for budget purposes only, in the current school budget year. The bill provides legal authority for school districts to recognize this revenue in the current budget year. For intergovernmental transactions, GASB Statement No. 33 requires that recognition (revenue, expenditure, asset, liability) should be in symmetry, i.e., if one government recognizes an asset, the other government recognizes a liability. Since the State is recording the June state aid payment(s) in the subsequent fiscal year, the school district cannot recognize the June state aid payment(s) (on the GAAP financial statements) until the year the State records the payable. Due to the timing difference of recording the June state aid payments, the General Fund balance deficit does not alone indicate that the district is facing financial difficulties.

Pursuant to N.J.S.A. 18A:22-44.2 any negative unreserved, undesignated Fund Balance that is reported as a direct result from a delay in the June payments of state aid until the following fiscal year, is not considered in violation of New Jersey statute and regulation nor in need of corrective action. The District deficit in the GAAP funds statements of (\$68,544) in the Special Revenue Fund is equal to the last two state aid payments. The General Fund unassigned deficit of (\$334,406) was more than the total of the last two state aid payments totaled \$226,825. It is important to note, however, that there is a balance of \$370,500 in State Advanced Aid, which temporarily offsets this deficit.

**BOROUGH OF WOODBINE SCHOOL DISTRICT**  
**NOTES TO FINANCIAL STATEMENTS**  
**FOR THE FISCAL YEAR ENDED JUNE 30, 2019**

**NOTE 21. TAX ABATEMENT**

As defined by the Governmental Accounting Standards Board (GASB), a tax abatement is an agreement between a government and an individual or entity in which the government promises to forgo tax revenues and the individual or entity promises to subsequently take a specific action that contributes to economic development or otherwise benefits the government or its citizens. School districts are not authorized by New Jersey statute to enter into tax abatement agreements. However, the county or municipality in which the school district is situated may have entered into tax abatement agreements, and that potential must be disclosed in these financial statements. If the county or municipality entered into tax abatement agreements, those agreements will not directly affect the school district's local tax revenue because NJSA 54:4-75 and NJSA 54:4-76 require that amounts so forgiven must effectively be recouped from other taxpayers and remitted to the school district.

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

**NOTE 22. SUBSEQUENT EVENTS**

Management has reviewed and evaluated all events and transactions that occurred from June 30, 2019 through November 11, 2019, the date that the financial statements were issued for possible disclosure and recognition in the financial statements and no items have come to attention of the District that would require disclosure.

End of Notes to Financial Statements

**REQUIRED SUPPLEMENTARY INFORMATION – PART II**



**BUDGETARY COMPARISON SCHEDULES**

**BOROUGH OF WOODBINE SCHOOL DISTRICT**  
**Budgetary Comparison Schedule**  
**General Fund**  
**For the Fiscal Year Ended June 30, 2019**

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Under/(Over) Final to Actual
<b>REVENUES:</b>					
<b>Local Sources:</b>					
Local Tax Levy	\$ 1,770,593		\$ 1,770,593	\$ 1,770,593	\$
Rents	36,782		36,782	36,782	
Interest Earned	51		51	463	412
Unrestricted Miscellaneous Revenues	80,000		80,000	137,594	57,594
<b>Total - Local Sources</b>	<b>1,887,426</b>		<b>1,887,426</b>	<b>1,945,432</b>	<b>58,006</b>
<b>State Sources:</b>					
School Choice Aid	31,836		31,836	31,836	
Categorical Special Education Aid	150,703		150,703	150,703	
Equalization Aid	1,802,434		1,802,434	1,802,434	
Categorical Security Aid	94,856		94,856	94,856	
Adjustment Aid	685,541		685,541	685,541	
Categorical Transportation Aid	164,200		164,200	164,200	
New Jersey Advanced Aid	40,977		40,977	40,977	
Non-Public Transportation				6,960	6,960
Extraordinary Aid				5,959	5,959
NJ Homeless Tuition	1,488		1,488	20,188	18,700
On behalf TPAF Pension Contrib. (non-budgeted)				301,655	301,655
On-behalf TPAF Post Retirement Medical Contrib. (non-budgeted)				136,830	136,830
On-behalf TPAF Long-Term Disability Contrib (non-budgeted)				588	588
Reimbursed TPAF Social Security Contrib. (non-budgeted)				133,293	133,293
<b>Total - State Sources</b>	<b>2,972,035</b>		<b>2,972,035</b>	<b>3,576,020</b>	<b>603,985</b>
<b>Federal Sources:</b>					
Medicaid				1,670	1,670
<b>Total - Federal Sources</b>				<b>1,670</b>	<b>1,670</b>
<b>Total Revenues</b>	<b>4,859,461</b>		<b>4,859,461</b>	<b>5,523,122</b>	<b>663,661</b>

**BOROUGH OF WOODBINE SCHOOL DISTRICT**  
**Budgetary Comparison Schedule**  
**General Fund**  
**For the Fiscal Year Ended June 30, 2019**

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Under/(Over) Final to Actual
EXPENDITURES:					
Current Expense:					
Regular Programs - Instruction:					
Salaries of Teachers:					
Inclusion	\$ 48,232		\$ 48,232	\$ 48,232	
Kindergarten	114,510		113,780	109,875	3,905
Grades 1-5	515,025		509,901	508,294	1,607
Grades 6-8	320,592		305,152	305,145	7
Regular Programs - Home Instruction:					
Salaries of Teachers	12,500		5,900	5,888	12
Purchased Professional Ed. Services	1,000	560	1,560	1,560	
Regular Programs - Undistributed					
Purchased Professional Educational Services	40,800		20,691	20,691	
Other Purchased Services	28,700	285	28,985	28,985	
General Supplies	24,258	7,086	31,344	31,076	268
Textbooks	10,000		1		1
Total Regular Programs	<u>1,115,617</u>	<u>(50,071)</u>	<u>1,065,546</u>	<u>1,059,746</u>	<u>5,800</u>
Special Education - Instruction:					
Auditory Impairments					
General Supplies					
Total Resource Room/Resource Center					
Resource Room/Resource Center					
Salaries of Teachers	204,057	(2,180)	201,877	201,587	290
Purchased Professional Educational Services	192,960	43,416	236,376	234,567	1,809
General Supplies	600	(150)	450	387	63
Total Resource Room/Resource Center	<u>397,617</u>	<u>41,086</u>	<u>438,703</u>	<u>436,541</u>	<u>2,162</u>
Total Special Education - Instruction	<u>397,617</u>	<u>41,086</u>	<u>438,703</u>	<u>436,541</u>	<u>2,162</u>

**BOROUGH OF WOODBINE SCHOOL DISTRICT**  
**Budgetary Comparison Schedule**  
**General Fund**  
**For the Fiscal Year Ended June 30, 2019**

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Under/(Over) Final to Actual
Basic Skills/Remedial - Instruction					
Salaries of Teachers					
Total Basic Skills/Remedial - Instruction					
Bilingual Education - Instruction:					
Salaries of Teachers	\$ 10,814	\$ 21,750	\$ 32,564	\$ 32,455	\$ 109
Total Bilingual Education - Instruction	10,814	21,750	32,564	32,455	109
School Sponsored Co-curricular Activities					
Salaries of Teachers	4,000	2,250	6,250	6,250	
Supplies and Materials	1,500	(1,500)			
Total School Sponsored Co-curricular Activities	5,500	750	6,250	6,250	
Total Instruction	1,529,548	13,515	1,543,063	1,534,992	8,071
Undistributed Expenditures - Instruction:					
Tuition to Other LEAs Within the State - Regular	623,413	12,981	636,394	636,394	
Tuition to Other LEAs Within the State - Special	284,856	(64,800)	220,056	219,970	86
Tuition to County Vocational Schools - Regular	189,788		189,788	189,780	8
Tuition to County Vocational Schools - Special	39,310		39,310	39,310	
Tuition to CSSD & Regional Day Schools	284,241	95,618	379,859	379,859	
Tuition to Private Schools for the Disabled - Within State	10,356	69,408	79,764	79,764	
Tuition - State Facilities	108,741		108,741	108,741	
Total Undistributed Expenditures - Instruction	1,540,705	113,207	1,653,912	1,653,818	94

**BOROUGH OF WOODBINE SCHOOL DISTRICT**  
**Budgetary Comparison Schedule**  
**General Fund**  
**For the Fiscal Year Ended June 30, 2019**

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Under/(Over) Final to Actual
Undistributed Expenditures - Attendance and Social Work Services					
Salaries	\$ 19,886	\$ (5,000)	\$ 14,886	\$ 14,591	\$ 295
Total Undistributed Expenditures - Attendance and Social Work Services	19,886	(5,000)	14,886	14,591	295
Undistributed Expenditures - Health Services:					
Salaries	48,565	22,470	71,035	58,718	12,317
Purchased Professional and Technical Services	3,120	105	3,225	3,225	
Supplies and Materials	1,000	(481)	519	513	6
Other Objects	110		110	110	
Total Undistributed Expenditures - Health Services	52,795	22,094	74,889	62,566	12,323
Undistributed Expenditures - Other Support Services - Speech, OT, PT and Related Services					
Purchased Professional Educational Services	110,000	(6,745)	103,255	103,255	
Total Undistributed Expenditures - Other Support Services - Students - Related Services	110,000	(6,745)	103,255	103,255	
Undistributed Expenditures - Other Support Services - Guidance					
Salaries of Other Professional Staff	11,282	216	11,498	11,498	
Supplies and Materials	200		200	194	6
Total Undistributed Expenditures - Other Support Services - Guidance	11,482	216	11,698	11,692	6

**BOROUGH OF WOODBINE SCHOOL DISTRICT**  
**Budgetary Comparison Schedule**  
**General Fund**  
**For the Fiscal Year Ended June 30, 2019**

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Under/(Over) Final to Actual
Undistributed Expenditures - Other Support Services - Child Study Team					
Salaries					
Purchased Professional-Educational Services	\$ 22,250	\$ (7,330)	\$ 14,920	\$ 14,920	\$
<b>Total Undistributed Expenditures - Other Support Services - Child Study Team</b>	<b>22,250</b>	<b>(7,330)</b>	<b>14,920</b>	<b>14,920</b>	
Undistributed Expenditures - Improvement of Instructional Services					
Salary of Supervisor of Instruction	28,674		28,674	28,674	
Other Purchase Services					
<b>Total Undist. Expend. - Improvement Of Instructional Services</b>	<b>28,674</b>		<b>28,674</b>	<b>28,674</b>	
Undistributed Expenditures - Educational Media Serv/Sch Library:					
Other Purchase Services					
Supplies and Materials	500	(500)			
Other Objects	1,000	(115)	885	885	
<b>Total Undistributed Expenditures - Educational Media Services School Library</b>	<b>1,500</b>	<b>(615)</b>	<b>885</b>	<b>885</b>	
Undistributed Expenditures - Instructional Staff Training Services					
Other Salaries	1,000	(1,000)			
Other Objects	1,500	(1,500)			
<b>Total Undistributed Expenditures - Instructional Staff Training Services</b>	<b>2,500</b>	<b>(2,500)</b>			

**BOROUGH OF WOODBINE SCHOOL DISTRICT**  
**Budgetary Comparison Schedule**  
**General Fund**  
**For the Fiscal Year Ended June 30, 2019**

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Under/(Over) Final to Actual
Undistributed Expenditures - Support Services - Gen. Administration					
Salaries	\$ 32,864	\$	\$ 32,864	\$ 32,864	\$
Salaries - State Monitor	48,000		48,000	40,416	7,584
NJDOE Loan Principal	71,500		71,500	71,500	
Legal Services	10,000		4,296	4,296	
Audit Fees	17,500	(1,054)	16,446	16,445	1
Architectural/Engineering		2,060	2,060	2,060	
Other Purchased Professional Services	8,500	(460)	8,040	7,889	151
Communications/Telephone	10,000	(3,565)	6,435	6,434	1
BOE Other Purchased Services	3,500	820	4,320	4,320	
Miscellaneous Purchased Services	11,005	(764)	10,241	10,154	87
General Supplies	1,500	1,359	2,859	2,859	
Miscellaneous Expenditures	2,000	1,800	3,800	3,800	
BOE Membership Dues and Fees	3,000		3,000	2,973	27
<b>Total Undistributed Expenditures - Support Services - Gen. Admin.</b>	<b>219,369</b>	<b>(5,508)</b>	<b>213,861</b>	<b>206,010</b>	<b>7,851</b>
Undistributed Expenditures - Support Serv. - School Admin.:					
Salaries of Principals/Assistant Principals	115,339		115,339	115,339	
Salaries of Secretarial and Clerical Assistants	17,570		17,570	17,570	
Purchased Professional and Technical Services	1,000	65	1,065	1,065	
Other Objects	500	(65)	435		435
<b>Total Undistributed Expenditures - Support Serv. - School Admin.</b>	<b>134,409</b>		<b>134,409</b>	<b>133,974</b>	<b>435</b>

**BOROUGH OF WOODBINE SCHOOL DISTRICT**  
**Budgetary Comparison Schedule**  
**General Fund**  
**For the Fiscal Year Ended June 30, 2019**

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Under/(Over) Final to Actual
Undistributed Expenditures - Central Services					
Salaries	\$ 14,886	\$ 2,500	\$ 17,386	17,092	\$ 294
Purchased Professional Services	84,900	896	85,796	85,796	
Purchased Technical Services	11,618	(83)	11,535	11,535	
Supplies and Materials	1,500	1,740	3,240	3,220	20
Interest on BANS	9,500	(425)	9,075	9,075	
Miscellaneous Expenditures	500		201	200	1
<b>Total Undistributed Expenditures - Central Services</b>	<b>122,904</b>	<b>4,329</b>	<b>127,233</b>	<b>126,918</b>	<b>315</b>
Undistributed Expenditures - Admin. Info. Technology					
Purchased Technical Services	2,000	(453)	1,547	1,449	98
Other Purchased Services	27,500	(4,662)	22,838	22,838	
Supplies and Materials	500	(210)	290	290	
<b>Total Undistributed Expenditures - Admin. Info Technology</b>	<b>30,000</b>	<b>(5,325)</b>	<b>24,675</b>	<b>24,577</b>	<b>98</b>
Undistributed Expenditures - Required Maint for School Facilities					
Cleaning, Repair, and Maintenance Services	21,274	58,085	79,359	79,359	
General Supplies	1,000	2,716	3,716	3,715	1
<b>Total Undistributed Expenditures - Required Maint for School Facilities</b>	<b>22,274</b>	<b>60,801</b>	<b>83,075</b>	<b>83,074</b>	<b>1</b>



**BOROUGH OF WOODBINE SCHOOL DISTRICT  
Budgetary Comparison Schedule  
General Fund  
For the Fiscal Year Ended June 30, 2019**

	<u>Original Budget</u>	<u>Budget Transfers</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Under/(Over) Final to Actual</u>
Undistributed Expenditures - Operation and Maintenance of Plant Services:					
Purchased Professional and Technical Services	\$ 102,000	\$ 4,244	\$ 106,244	\$ 106,244	
Cleaning, Repair, and Maintenance Services	1,500	(508)	992	992	
Other Purchased Property Services	34,127	(5,206)	28,921	28,801	120
Insurance	10,000	(349)	9,651	9,651	
General Supplies	25,000	3,963	28,963	28,963	
Energy (Natural Gas)	33,000	4,768	37,768	37,768	
Energy (Electricity)	500	(205)	295		295
Other Objects	820	(820)			
Interest - Energy Savings Improvement Program Bonds					
<b>Total Undistributed Expenditures - Operation and Maintenance of Plant Services</b>	<b>206,947</b>	<b>5,887</b>	<b>212,834</b>	<b>212,419</b>	<b>415</b>
Undistributed Expenditures - Care & Upkeep of Grounds:					
Cleaning, Repair, and Maintenance Services	5,000	2,582	7,582	7,582	
General Supplies	500	(325)	175	135	40
<b>Total Undistributed Expenditures - Care &amp; Upkeep of Grounds</b>	<b>5,500</b>	<b>2,257</b>	<b>7,757</b>	<b>7,717</b>	<b>40</b>
Undistributed Expenditures - Security:					
Purchased Professional and Technical Services	780	874	1,654	1,654	
General Supplies		8,226	8,226	8,132	94
<b>Total Undistributed Expenditures - Security</b>	<b>780</b>	<b>9,100</b>	<b>9,880</b>	<b>9,786</b>	<b>94</b>
<b>Total Operation and Maintenance of Plant Services</b>	<b>235,501</b>	<b>78,045</b>	<b>313,546</b>	<b>312,996</b>	<b>550</b>
Undistributed Expenditures - Student Transportation Services:					
Sal. For Pupil Trans ( Bet Home & Sch) - Reg.	7,443		7,443	7,412	31
Management Fee - ESC & CTSA Trans. Program	6,065	(1,348)	4,717	4,712	5
Contracted Services - Aid in Lieu of Payments-Non-pub Sch	2,000		2,000	2,000	
Contracted Services - (Other than Betw Home and Sch) - Vendors	8,700	249	8,949	8,948	1
Contracted Services - (Between Home and School) - Joint Agrmnts	107,620	(8,620)	99,000	99,000	
Contracted Services - (Special Ed. Students) - Joint Agrmnts	34,798	(34,797)	1		1
Contracted Services - (Special Ed Students) - ESCs and CTAs	123,934	(29,687)	94,247	94,247	
<b>Total Undistributed Expenditures - Student Transportation Serv.</b>	<b>290,560</b>	<b>(74,203)</b>	<b>216,357</b>	<b>216,319</b>	<b>38</b>

**BOROUGH OF WOODBINE SCHOOL DISTRICT**  
**Budgetary Comparison Schedule**  
**General Fund**  
**For the Fiscal Year Ended June 30, 2019**

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Under/(Over) Final to Actual
Unallocated Benefits:					
Social Security Contributions	\$ 22,000	\$ (2,855)	\$ 19,145	\$ 18,645	\$ 500
Other Retirement Contributions - PERS	6,900	(3,400)	3,500	3,305	195
Unemployment Compensation	10,000	(1,200)	8,800	8,800	
Workmen's Compensation	27,720	(4,485)	23,235	23,025	210
Health Benefits	488,244	(45,857)	442,387	442,018	369
Tuition Reimbursement	10,000	(9,950)	50		50
Other Employee Benefits	10,600	(4,163)	6,437	5,080	1,357
<b>Total Unallocated Benefits</b>	<b>575,464</b>	<b>(71,910)</b>	<b>503,554</b>	<b>500,873</b>	<b>2,681</b>
On-behalf TPAF Pension Contributions (non-budgeted)				301,655	(301,655)
On-behalf TPAF Post Retirement Contrib (non-budgeted)				136,830	(136,830)
On-behalf TPAF Long-Term Disability Contrib (non-budgeted)				588	(588)
Reimbursed TPAF Social Security Contributions (non-budgeted)				133,293	(133,293)
<b>Total On-behalf Contributions</b>				<b>572,366</b>	<b>(572,366)</b>
Required Maintenance for School Facilities: Increase in Maintenance Reserve	51		51		51
<b>Total Undistributed Expenditures</b>	<b>3,398,050</b>	<b>38,755</b>	<b>3,436,805</b>	<b>3,984,434</b>	<b>(547,629)</b>
<b>Total Current Expense</b>	<b>4,927,598</b>	<b>52,270</b>	<b>4,979,868</b>	<b>5,519,426</b>	<b>(539,558)</b>
Capital Outlay:					
Equipment:					
Instruction		1,729	1,729		1,729
Special Education - Instruction: Required maintenance for School Facilities		31,452	31,452	31,452	
<b>Total Equipment</b>		<b>33,181</b>	<b>33,181</b>	<b>31,452</b>	<b>1,729</b>
Facilities Acquisition and Construction Services: Assessment for Debt Service for SDA Funding	16,386		16,386	16,386	
<b>Total Facilities Acquisition and Construction Services</b>	<b>16,386</b>		<b>16,386</b>	<b>16,386</b>	
Increase in Capital Reserve					
<b>Total Capital Outlay</b>	<b>16,386</b>	<b>33,181</b>	<b>49,567</b>	<b>47,838</b>	<b>1,729</b>
<b>Total Expenditures</b>	<b>4,943,984</b>	<b>85,451</b>	<b>5,029,435</b>	<b>5,567,264</b>	<b>(537,829)</b>

**BOROUGH OF WOODBINE SCHOOL DISTRICT**  
**Budgetary Comparison Schedule**  
**General Fund**  
**For the Fiscal Year Ended June 30, 2019**

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Under/(Over) Final to Actual
Excess (Deficiency) of Revenues Over (Under) Expenditures	\$ (84,523)	\$ (85,451)	\$ (169,974)	\$ (44,142)	125,832
Other Financing Sources/(Uses)					
Operating transfers out:					
Interest Earned in Capital Projects Fund				8	8
Capital Reserve Transferred to Capital Projects Fund				(70,888)	(70,888)
Transfer to Charter Schools	(10,555)	724	(9,831)	(9,831)	
Total Other Financing Sources/(Uses)	(10,555)	724	(9,831)	(80,711)	(70,880)
Excess (deficiency) of revenues and other financing sources over (under) expenditures and other financing uses	(95,078)	(84,727)	(179,805)	(124,853)	54,952
Fund Balances, July 1	741,089		741,089	741,089	
Fund Balances, June 30	\$ 646,011	\$ (84,727)	\$ 561,284	\$ 616,236	\$ 54,952

Restricted:

Excess Surplus	\$ 112,127
Excess Surplus - Designated for Subsequent Year's Expenditures	109,190
Maintenance Reserve	128,124
Assigned Fund Balance:	
Reserve for Encumbrances	3,876
Unassigned Fund Balance	262,919
	<u>616,236</u>
Reconciliation to Governmental Funds Statements (GAAP):	
Last State Aid Payment Not Recognized on GAAP Basis	(226,825)
State Advanced Aid Not Recognized on GAAP Basis	(370,500)
	<u>\$ 18,911</u>

**BOROUGH OF WOODBINE SCHOOL DISTRICT**  
**Budgetary Comparison Schedule**  
**Special Revenue Fund**  
**For the Fiscal Year Ended June 30, 2019**

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Under/(Over) Final to Actual
<b>REVENUES:</b>					
Local Sources:					
Revenue from Local Sources	\$	\$ 30,266	\$ 30,266	\$ 23,151	\$ (7,115)
<b>Total - Local Sources</b>		<b>30,266</b>	<b>30,266</b>	<b>23,151</b>	<b>(7,115)</b>
State Sources:					
Preschool Education Aid	790,047		790,047	643,178	(146,869)
<b>Total - State Sources</b>	<b>790,047</b>		<b>790,047</b>	<b>643,178</b>	<b>(146,869)</b>
Federal Sources:					
Title I	221,185	(13,447)	207,738	185,917	(21,821)
Title I - SIA		93,089	93,089	63,269	(29,820)
Title I - Reallocated		6,976	6,976	6,976	
Title II	9,939	3,331	13,270	8,530	(4,740)
Title III		4,572	4,572	154	
REAP		15,762	15,762	15,762	
I.D.E.A., Part B	79,619	13,210	92,829	92,829	
I.D.E.A., Preschool		993	993	993	
<b>Total - Federal Sources</b>	<b>310,743</b>	<b>124,486</b>	<b>435,229</b>	<b>374,430</b>	<b>(60,799)</b>
<b>Total Revenues</b>	<b>1,100,790</b>	<b>154,752</b>	<b>1,255,542</b>	<b>1,040,759</b>	<b>(214,783)</b>
<b>EXPENDITURES:</b>					
<b>Instruction</b>					
Salaries of teachers	509,217	(87,320)	421,897	381,145	40,752
Purchased professional services		31,352	31,352	31,352	
Other purchased services - Pre K	109,000	(2,306)	106,694	93,130	13,564
Other purchased services	1,200	6,322	7,522	7,255	267
Tuition		1,246	1,246	1,246	
General Supplies	20,000	45,175	65,175	56,620	8,555
Other Objects	1,000		1,000		1,000
<b>Total instruction</b>	<b>640,417</b>	<b>(5,531)</b>	<b>634,886</b>	<b>570,748</b>	<b>64,138</b>
<b>EXPENDITURES (CONT'D):</b>					
<b>Support Services</b>					
Salaries of program directors					
Salaries of Teachers	9,939	53,692	63,631	45,662	17,969
Salaries supervisors of instruction	29,543	1,109	30,652	30,592	60
Salaries of other professional staff	15,738	319	16,057	10,748	5,309
Salaries of Master Teacher	53,590	5,000	58,590	45,737	12,853
Personal services- employee benefits	172,069	65,645	237,714	158,786	78,928
Purchased professional technical services		8,220	8,220	7,818	402
Purchased professional educational services	79,619	39,453	119,072	110,142	8,930
Purchased professional services	22,250	(22,250)			
Rentals	36,782		36,782	36,782	
Other purchased services		1,212	1,212	1,212	
Contracted Field Trip Transportation	1,800	894	2,694	2,694	
Travel	1,100		1,100	513	587
Supplies and materials	27,092	11,202	38,294	18,815	19,479
Other Objects	10,851	(4,213)	6,638	510	6,128
<b>Total support services</b>	<b>460,373</b>	<b>160,283</b>	<b>620,656</b>	<b>470,011</b>	<b>150,645</b>
<b>Facilities acquisition and construction services:</b>					
Instructional Equipment					
<b>Total facilities acquisition and construction services</b>					
<b>Transfers to Charter Schools</b>					
<b>Total expenditures</b>	<b>1,100,790</b>	<b>154,752</b>	<b>1,255,542</b>	<b>1,040,759</b>	<b>214,783</b>
Excess (Deficiency) of Revenues Over (Under) Expenditures	\$	\$	\$	\$	\$

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

**BOROUGH OF WOODBINE SCHOOL DISTRICT  
Required Supplementary Information  
Budgetary Comparison Schedule  
Notes to Required Supplementary Information  
For the Fiscal Year Ended June 30, 2019**

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

	General Fund	Special Revenue
<b>Sources/inflows of resources</b>		
Actual amounts (budgetary basis) "revenue" from the budgetary comparison schedule	\$ 5,523,122	\$ 1,040,759
Difference - budget to GAAP:		
Grant accounting budgetary basis differs from GAAP in that encumbrances are recognized as expenditures, and the related revenue is recognized		
Prior year		
Current year		
State Aid Advance Loan recognized for budget purposes, not recognized for GAAP purposes		
State Aid Advance Loan payment recognized for budget purposes, not recognized for GAAP purposes	71,500	
State aid payment recognized for GAAP statements in the current year, previously recognized for budgetary purposes.	248,563	60,290
State aid payment recognized for budgetary purposes, not recognized for GAAP statements until the subsequent year.	(226,825)	(68,544)
	<u>5,616,360</u>	<u>1,032,505</u>
Total revenues reported on the statement of revenues, expenditures and changes in fund balances - governmental funds		
	<u>5,616,360</u>	<u>1,032,505</u>
<b>Uses/outflows of resources</b>		
Actual amounts (budgetary basis) "total outflows" from the budgetary comparison schedule	5,567,264	1,040,759
Differences - budget to GAAP:		
Encumbrances for supplies and equipment ordered but not received are reported in the year the order is placed for budgetary purposes, but in the year the supplies are received for financial reporting purposes		
Prior year		
Current year		
	<u>5,567,264</u>	<u>1,040,759</u>
Total expenditures as reported on the statement of revenues, expenditures, and changes in fund balances - governmental funds		
	<u>\$ 5,567,264</u>	<u>\$ 1,040,759</u>

**REQUIRED SUPPLEMENTARY INFORMATION**  
**PART III**

**BOROUGH OF WOODBINE SCHOOL DISTRICT**  
**Schedule of District Contributions**  
**Public Employees' Retirement System (PERS)**  
**Last Ten Fiscal Years\***

	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>
Contractually Required Contribution	\$ 5,114	\$ 24,787	\$ 29,395	\$ 27,400	\$ 25,693	\$ 26,200
Contributions in relation to the Contractually Required Contribution	(5,114)	(24,787)	(29,395)	(27,400)	(25,693)	(26,200)
Contribution Deficiency (Excess)	<u>\$</u>	<u>\$</u>	<u>\$</u>	<u>\$</u>	<u>\$</u>	<u>\$</u>
District's Covered-Employee Payroll	\$ 74,852	\$ 64,874	\$ 35,420	\$ 173,087	\$ 217,084	\$ 165,406
Contributions as a Percentage of Covered-Employee Payroll	6.83%	38.21%	82.99%	15.83%	11.84%	15.84%

\* This schedule is presented to illustrate the requirement to show information for 10 years. However, until a 10-year trend is compiled, this presentation will include information for those years for which information is available.



**BOROUGH OF WOODBINE SCHOOL DISTRICT**  
**Schedule of the District's Proportionate Share of the Net Pension Liability**  
**Teachers' Pension and Annuity Fund (TPAF)**  
**Last Ten Fiscal Years\***

	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>
District's Proportion of the Net Pension Liability	0.014803%	0.016216%	0.017122%	0.017475%	0.153156%	0.017065%
District's Proportionate Share of the Net Pension Liability	\$ 9,417,316	\$ 10,933,529	\$ 13,469,413	\$ 11,044,917	\$ 8,185,698	\$ 8,624,364
District's Covered-Employee Payroll	\$ 1,847,464	\$ 1,601,878	\$ 1,542,086	\$ 1,501,844	\$ 1,694,598	\$ 1,673,180
District's Proportionate Share of the Net Pension Liability as a percentage of its Covered-Employee Payroll	509.74%	682.54%	873.45%	735.42%	483.05%	515.45%
Plan Fiduciary Net Position as a percentage of the Total Pension Liability	26.49%	25.41%	22.33%	28.71%	33.64%	33.76%

Note: The amounts presented for each fiscal year were determined as of the prior fiscal year end measurement date.

\* This schedule is presented to illustrate the requirement to show information for 10 years. However, until a 10-year trend is compiled, this presentation will include information for those years for which information is available.

**BOROUGH OF WOODBINE SCHOOL DISTRICT**  
**Required Supplementary Information - Part III**  
**Schedule of Changes in the Total OPEB Liability and Related Ratios**  
**State Health Benefit Local Education Retired Employees Plan**  
**Last Ten Fiscal Years**

	<u>2018</u>	<u>2017</u>
<b>Total OPEB Liability</b>		
Service Cost	\$ 258,363	\$ 311,486
Interest Cost	292,284	253,220
Changes of Benefit Terms		
Differences Between Expected and Actual Experiences	(772,023)	
Changes of Assumptions	(781,936)	(1,055,154)
Member Contributions	6,297	6,817
Gross Benefit Payments	(182,203)	(185,139)
<b>Net Change in Total OPEB Liability</b>	<u>(1,179,218)</u>	<u>(668,770)</u>
<b>Total OPEB Liability - Beginning</b>	<u>7,993,182</u>	<u>8,661,952</u>
<b>Total OPEB Liability - Ending</b>	<u>\$ 6,813,964</u>	<u>\$ 7,993,182</u>
<b>Covered-Employee Payroll</b>	<u>\$ 1,922,316</u>	<u>\$ 1,666,752</u>
<b>Total OPEB Liability as a Percentage of Covered-Employee Payroll</b>	354.47%	479.57%

Notes to Schedule:

Changes of Benefit Terms: None

Differences Between Expected and Actual Experiences: There is no change in the Total OPEB Liability from June 30, 2016 to June 30, 2017 due to differences in expected and actual experiences. The decrease in liability from June 30, 2017 to June 30, 2018 is due to changes in the census, claims and premiums experience.

Changes in Assumptions: The decrease in the liability from June 30, 2016 to June 30, 2017 is due to the increase in the assumed discount rate from 2.85% as of June 30, 2016 to 3.58% as of June 30, 2017. The decrease in the liability from June 30, 2017 to June 30, 2018 is due to the increase in the assumed discount rate from 3.58% as of June 30, 2017 to 3.87% as of June 30, 2018; and a decrease in the assumed health care cost trend and excise tax assumptions.

Note: This schedule is presented to illustrate the requirement to show information for 10 years. However, until a full 10-year trend is compiled, this presentation will only include information for those years for which information is available.

**OTHER SUPPLEMENTARY INFORMATION**

## **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.

**BOROUGH OF WOODBINE SCHOOL DISTRICT**  
**Special Revenue Fund**  
**Combining Schedule of Revenue and Expenditures**  
**Budgetary Basis**  
**FOR THE FISCAL YEAR ENDED June 30, 2019**

	Preschool Education Aid	Total State Funds	Title I Part A	Title I Part A Reallocated	Title I SIA	Title II Part A	Title III 17-18	REAP 2018-19	REAP 2017-18	IDEA B Basic	IDEA B Preschool	Total Federal Funds	Ocean Inc STEM	Garden Grant	Elks Grant	Pre-K Autism Grant	AZEEZ Grant	Safety Grant	Total All Other Funds	Totals
<b>REVENUES:</b>																				
State Sources	\$ 643,178	\$ 643,178																		
Federal Sources			\$ 185,917	\$ 6,976	\$ 63,269	\$ 8,530	\$ 154	\$ 11,077	\$ 4,685	\$ 92,829	\$ 993	\$ 374,430								\$ 643,178
Local Sources													\$ 7,958	\$ 77	\$ 2,000	\$ 181	\$ 10,000	\$ 2,935	\$ 23,151	\$ 374,430
<b>Total Revenues</b>	<b>643,178</b>	<b>643,178</b>	<b>185,917</b>	<b>6,976</b>	<b>63,269</b>	<b>8,530</b>	<b>154</b>	<b>11,077</b>	<b>4,685</b>	<b>92,829</b>	<b>993</b>	<b>374,430</b>	<b>7,958</b>	<b>77</b>	<b>2,000</b>	<b>181</b>	<b>10,000</b>	<b>2,935</b>	<b>23,151</b>	<b>1,040,759</b>
<b>EXPENDITURES:</b>																				
Instruction:																				
Salaries of Teachers	290,013	290,013	29,206		61,926							91,132								381,145
Purchased Professional Services			31,352									31,352								31,352
Other Purchased Services - Pre K	93,130	93,130																		93,130
Other Purchased Services	4,922	4,922	2,333									2,333								7,255
Tuition	1,246	1,246																		1,246
Supplies and Materials	10,139	10,139	5,079	2,835			154	11,077	4,685			23,830	7,458	77	2,000	181	10,000	2,935	22,651	56,620
<b>Total Instruction</b>	<b>399,450</b>	<b>399,450</b>	<b>67,970</b>	<b>2,835</b>	<b>61,926</b>		<b>154</b>	<b>11,077</b>	<b>4,685</b>			<b>148,647</b>	<b>7,458</b>	<b>77</b>	<b>2,000</b>	<b>181</b>	<b>10,000</b>	<b>2,935</b>	<b>22,651</b>	<b>570,748</b>
Support Services:																				
Salaries of Teachers			44,912	750								45,662								45,662
Salaries Supervisors of Instruction	30,592	30,592																		30,592
Salaries of Other Professional Staff	10,748	10,748																		10,748
Salaries of Master Teacher	45,737	45,737																		45,737
Personal Services- Employee Benefits	84,581	84,581	72,812	50	1,343							74,205								158,786
Purchased Prof. and Tech. Services						7,818						7,818								7,818
Purchased Prof. Edu. Service	16,320	16,320								92,829	993	93,822								110,142
Rentals	36,782	36,782																		36,782
Other Purchased Services						712						712	500						500	1,212
Contracted Field Trip Transportation	2,694	2,694																		2,694
Travel	513	513																		513
Supplies and Materials	15,251	15,251	223	3,341								3,564								18,815
Other Objects	510	510																		510
<b>Total Support Services</b>	<b>243,728</b>	<b>243,728</b>	<b>117,947</b>	<b>4,141</b>	<b>1,343</b>	<b>8,530</b>				<b>92,829</b>	<b>993</b>	<b>225,783</b>	<b>500</b>						<b>500</b>	<b>470,011</b>
Facilities Acquisition and Construction:																				
Non-Instructional Equipment																				
<b>Total Expenditures</b>	<b>\$ 643,178</b>	<b>\$ 643,178</b>	<b>\$ 185,917</b>	<b>\$ 6,976</b>	<b>\$ 63,269</b>	<b>\$ 8,530</b>	<b>\$ 154</b>	<b>\$ 11,077</b>	<b>\$ 4,685</b>	<b>\$ 92,829</b>	<b>\$ 993</b>	<b>\$ 374,430</b>	<b>\$ 7,958</b>	<b>\$ 77</b>	<b>\$ 2,000</b>	<b>\$ 181</b>	<b>\$ 10,000</b>	<b>\$ 2,935</b>	<b>\$ 23,151</b>	<b>\$ 1,040,759</b>

**BOROUGH OF WOODBINE SCHOOL DISTRICT**  
**Special Revenue Fund**  
**Statement of Preschool Education Aid**  
**Budgetary Basis**  
**For the Fiscal Year Ended June 30, 2019**

	<u>Budgeted</u>	<u>Actual</u>	<u>Variance</u>
<b>EXPENDITURES:</b>			
<b>Instruction:</b>			
Salaries of Teachers	\$ 290,132	\$ 290,013	\$ 119
Other Purchased Services - Pre-K	106,694	93,130	13,564
Other Purchased Services	4,922	4,922	
Tuition	1,246	1,246	
Supplies and materials	15,238	10,139	5,099
Other Objects	1,000		1,000
<b>Total instruction</b>	<u>419,232</u>	<u>399,450</u>	<u>19,782</u>
<b>Support services:</b>			
Salaries of Supervisors of Instruction	30,652	30,592	60
Salaries of Other Professional Staff	16,057	10,748	5,309
Salary of Master Teacher	58,590	45,737	12,853
Personal Services - Employee Benefits	167,069	84,581	82,488
Purchased Professional Educational Services	16,320	16,320	
Purchased Professional Services	8,930		8,930
Rental	36,782	36,782	
Contracted Field Trip Transportation	2,694	2,694	
Misc. Purchased Services	1,100	513	587
Supplies and materials	25,983	15,251	10,732
Other Objects	6,638	510	6,128
<b>Total support services</b>	<u>370,815</u>	<u>243,728</u>	<u>127,087</u>
Facilities Acquisition and Construction: Non-Instructional Equipment			
<b>Total expenditures</b>	<u>\$ 790,047</u>	<u>\$ 643,178</u>	<u>\$ 146,869</u>

**CALCULATION OF BUDGET & CARRYOVER**

Total Revised 2018-19 Preschool Education Aid Allocation	\$ 685,440
Add: Actual ECPA/PEA Carryover (June 30, 2018)	61,942
Prior Year Expenditure Adjustment	
Add: Budgeted Transfer from the General Fund 2018-2019	48,232
Total Preschool Education Aid Funds Available for 2018-2019 Budget	795,614
Less: 2018-2019 Budgeted Preschool Education Aid (Including prior year budgeted carryover)	(790,047)
Available & Unbudgeted Preschool Education Aid Funds as of June 30, 2019	5,567
Add: June 30, 2019 Unexpended Preschool Education Aid	146,869
2018-2019 Carryover - Preschool Education Aid Programs	\$ 152,436
2018-19 Preschool Education Aid Carryover Budgeted for Preschool Programs in 2019-2020	\$ 10,186

Note: Since the 2018-19 Actual Carryover is more than the amount budgeted in 2019-20, the District should consider revising the 2018-19 Budget or appropriating this amount in the 2020-21 School Year Preschool Education Program Budget by amendment. \$ 142,250

## **CAPITAL PROJECTS FUND DETAIL STATEMENT**

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.

**BOROUGH OF WOODBINE SCHOOL DISTRICT  
Capital Projects Fund  
Summary Statement of Project Expenditures  
For the Fiscal Year Ended June 30, 2019**

<u>Project Title/Issue</u>	<u>Original Date</u>	<u>Appropriations</u>	<u>Transfer From General Fund</u>	<u>Expenditures to Date</u>		<u>Cancelled</u>	<u>Unexpended Balance June 30, 2019</u>
				<u>Prior Years</u>	<u>Current Year</u>		
Various Improvements & Renovations Including Solar Panels	12/31/09	\$ 3,682,000	\$	\$ 3,680,211	\$	\$ 1,789	\$
Building Upgrades and Boiler Project Transfer from General Fund	12/31/09 6/30/17	925,693	40,996 20,000	986,689			
		<u>\$ 4,607,693</u>	<u>\$ 60,996</u>	<u>\$ 4,666,900</u>	<u>\$</u>	<u>\$ 1,789</u>	<u>\$</u>



**BOROUGH OF WOODBINE SCHOOL DISTRICT**  
**Capital Projects Fund**  
**Summary Schedule of Revenues, Expenditures, and Changes in Fund Balance**  
**Budgetary Basis**  
**For the Year Ended June 30, 2019**

Revenues and Other Financing Sources	
State Sources	
School Construction Corporation Grant	
Federal Sources	
Small Cities Public Facilities Grant	
Borough Portion	\$ 70,888
Miscellaneous - Interest	8
Total revenue	70,896
Expenditures and Other Financing Uses	
Purchased professional and technical services	
Land and improvements	
Construction Services	
Legal Services	
Other Objects	
Total expenditures	
Deficiency of revenues over expenditures	\$ 70,896
Other Financing Sources/(Uses)	
Interest Earned Transfer to General Fund	(8)
Transfer	
Cancellation	\$ (1,789)
Cancellation of State Aid	(70,888)
Fund balance - beginning	1,789
Fund balance - ending	\$ -

**BOROUGH OF WOODBINE SCHOOL DISTRICT**  
**Capital Projects Fund**  
**Schedule of Project Revenues, Expenditures, Project Balance,**  
**and Project Status - Budgetary Basis**  
**Various Improvements & Renovations Including Solar Panels**  
**From Inception and for the Year Ended June 30, 2019**

	<u>Prior Periods</u>	<u>Current Year Cancelled</u>	<u>Totals</u>	<u>Revised Authorized Cost</u>
<b>Revenues and Other Financing Sources</b>				
Bond proceeds and transfers				
Borough of Woodbine	\$ 3,682,000	\$ (1,789)	\$ 3,680,211	\$ 3,680,211
Total revenue	<u>3,682,000</u>	<u>(1,789)</u>	<u>3,680,211</u>	<u>3,680,211</u>
<b>Expenditures and Other Financing Uses</b>				
Purchased professional and technical services	233,056		233,056	284,487
Construction services	3,325,730		3,325,730	3,325,730
Legal Services	21,588		21,588	22,921
Other Objects	48,862		48,862	48,862
Transfer to Debt Service	50,975		50,975	
Total expenditures	<u>3,680,211</u>		<u>3,680,211</u>	<u>3,682,000</u>
Excess of revenues over expenditures	<u>\$ 1,789</u>	<u>\$ (1,789)</u>	<u>\$</u>	<u>\$</u>

**Additional project information:**

Project number	N/A
Grant date	N/A
Bond authorization date	40,155
Bond authorized	3,682,000
Bonds issued	3,682,000
Original authorized cost	3,682,000
Additional authorized cost	
Revised authorized cost	3,682,000
Percentage increase over original cost	
Percentage completion	100%
Original target completion date	6/30/2014
Revised target completion date	6/30/2014

**BOROUGH OF WOODBINE SCHOOL DISTRICT**  
**Capital Projects Fund**  
**Schedule of Project Revenues, Expenditures, Project Balance,**  
**and Project Status - Budgetary Basis**  
**Building Upgrades and Boiler Project**  
**From Inception and for the Year Ended June 30, 2019**

	Prior Periods	Current Year	Totals	Revised Authorized Cost
<b>Revenues and Other Financing Sources</b>				
State Sources				
School Construction Corporation Grant	\$ 561,991	\$	\$ 561,991	\$ 561,991
Federal sources				
Small Cities Public Facilities Grant	335,911		335,911	335,911
Other	15,207		15,207	15,207
Transfer from General Fund	40,996	20,000	60,996	60,996
Miscellaneous	12,584		12,584	12,584
<b>Total revenue</b>	<b>966,689</b>	<b>20,000</b>	<b>986,689</b>	<b>986,689</b>
<b>Expenditures and Other Financing Uses</b>				
Purchased professional and technical services	51,210		51,210	51,210
Construction services	858,788		858,788	858,788
Legal Services	37,294		37,294	37,294
Other Objects	39,397		39,397	39,397
<b>Total expenditures</b>	<b>986,689</b>		<b>986,689</b>	<b>986,689</b>
Excess of revenues over expenditures	\$ (20,000)	\$ 20,000	\$	\$

**Additional project information:**

Project number	5840-050-09-3000
Grant date	
Bond authorization date	N/A
Bond authorized	N/A
Bonds issued	N/A
Original authorized cost	3,057,476
Additional authorized cost	
Revised authorized cost	3,057,476
Percentage increase over original cost	
Percentage completion	100%
Original target completion date	6/30/2014
Revised target completion date	6/30/2014

## PROPRIETARY FUND DETAIL STATEMENTS

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

**Food Services Fund** – This fund provides for the operation of food services for the schools within the school district.

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

**BOROUGH OF WOODBINE SCHOOL DISTRICT**  
**Non-major Enterprise Funds**  
**Combining Statement of Net Position**  
**June 30, 2019**

	Food Service	Latchkey	Total
<b>ASSETS:</b>			
Cash and Cash Equivalents	\$ 54,974	\$ 33,670	\$ 88,644
Accounts Receivable:			
State	295		295
Federal	28,529		28,529
Other		90	90
Interfunds Receivable	18,266		18,266
Inventories	6,041		6,041
	108,105	33,760	141,865
Total Current Assets			
<b>Fixed Assets:</b>			
Equipment	194,511		194,511
Accumulated Depreciation	(102,954)		(102,954)
	91,557		91,557
Total fixed assets			
Total assets	\$ 199,662	\$ 33,760	\$ 233,422
<b>LIABILITIES AND NET POSITION</b>			
<b>Current liabilities:</b>			
Unearned Income	\$ 3,989	\$ 65	\$ 4,054
Interfund Payable		14,701	14,701
Accounts Payable	53,698		53,698
	57,687	14,766	72,453
Total current liabilities			
Total Liabilities	\$ 57,687	\$ 14,766	\$ 72,453
<b>Net Position:</b>			
Invested in Capital - net of related debt	\$ 91,557	\$	\$ 91,557
Unrestricted	50,418	18,994	69,412
	141,975	18,994	160,969
Total Net Position			
Total liabilities and net position	\$ 199,662	\$ 33,760	\$ 233,422

**BOROUGH OF WOODBINE SCHOOL DISTRICT**  
**Non-major Enterprise Funds**  
**Combining Statement of Revenues, Expenses**  
**and Changes in Fund Net Position**  
**For the Fiscal Year ended June 30, 2019**

	<u>Food Service</u>	<u>Latchkey</u>	<u>Total</u>
<b>OPERATING REVENUES:</b>			
Local Sources:			
Daily Sales - Non-Reimbursable	\$ 3,829	\$	\$ 3,829
Latchkey Program Revenue		33,805	33,805
Miscellaneous (Non Reimbursable)	6,769		6,769
Total Operating Revenues	<u>10,598</u>	<u>33,805</u>	<u>44,403</u>
<b>OPERATING EXPENSES:</b>			
Salaries	52,050	16,760	68,810
Employee Benefits	9,551	1,284	10,835
Supplies & Materials	4,765	122	4,887
Direct Expenses	9,752	215	9,967
Management Fee	15,229		15,229
Cost of Sales - Reimbursable Programs	79,076		79,076
Cost of Sales - Non Reimbursable Programs	4,739		4,739
Depreciation	12,461		12,461
Total Operating Expenses	<u>187,623</u>	<u>18,381</u>	<u>206,004</u>
Operating (loss)	<u>(177,025)</u>	<u>15,424</u>	<u>(161,601)</u>
<b>Nonoperating Revenues:</b>			
State Sources			
State School Lunch Program	1,912		1,912
Federal Sources			
National School Lunch Program	108,681		108,681
National School Breakfast Program	57,905		57,905
School Snack Program	4,303		4,303
Fresh Fruit and Vegetable Program	9,071		9,071
Food Distribution Program	13,570		13,570
Interest	14	13	27
Total Nonoperating Revenues	<u>195,456</u>	<u>13</u>	<u>195,469</u>
Net (loss)	18,431	15,437	33,868
Other Financing Sources/(Uses)			
Total Net Position —Beginning	<u>123,544</u>	<u>3,557</u>	<u>127,101</u>
Total Net Position —Ending	<u>\$ 141,975</u>	<u>\$ 18,994</u>	<u>\$ 160,969</u>

**BOROUGH OF WOODBINE SCHOOL DISTRICT**  
**Combining Statement of Cash Flows**  
**Non-major Enterprise Funds**  
**For the Fiscal Year ended June 30, 2019**

	Food Service	Latchkey	Total
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>			
Receipts from Customers	\$ 10,598	\$ 33,805	\$ 44,403
Payments to Employers	(61,601)	(17,289)	(78,890)
Payments to Suppliers	(81,463)	(337)	(81,800)
	(132,466)	16,179	(116,287)
<b>CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES</b>			
Local, State and Federal Reimbursements	181,872		181,872
	181,872		181,872
<b>Cash Flows from Investing Activities:</b>			
Interest	14	13	27
	14	13	27
Net Cash Provided by Investing Activities	14	13	27
Net Increase/(Decrease) in Cash and Cash Equivalents	49,420	16,192	65,612
Cash and Cash Equivalents, July 1	5,554	17,478	23,032
Cash and Cash Equivalents, June 30	\$ 54,974	\$ 33,670	\$ 88,644
<b>Reconciliation of operating income (loss) to net cash provided (used) by operating activities:</b>			
Operating Income (Loss)	\$ (177,025)	\$ 15,424	\$ (161,601)
Adjustments to Reconcile Operating Income (Loss) to Cash Provided (Used) by Operating Activities			
Depreciation	12,461		12,461
Federal Commodities	13,570		13,570
Change in Assets and Liabilities:			
(Increase)/Decrease in Accounts Receivable	(21,469)		(21,469)
(Increase)/Decrease in Interfund Receivable	(11,083)		(11,083)
(Increase)/Decrease in Inventory	801		801
Increase/(Decrease) in Interfund Payable		755	755
Increase/(Decrease) in Accounts Payable	50,918		50,918
Increase/(Decrease) in Unearned Revenue	(639)		(639)
	44,559	755	45,314
Total Adjustments	44,559	755	45,314
Net cash provided by/(used for) operating activities	\$ (132,466)	\$ 16,179	\$ (116,287)

## 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 an/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.



**BOROUGH OF WOODBINE SCHOOL DISTRICT**  
**Fiduciary Fund**  
**Combining Statement of Fiduciary Net Assets**  
**June 30, 2019**

	Expendable Trust		Agency	
	Scholarship	Student Activity	Payroll	Total
<b>ASSETS:</b>				
Cash and cash equivalents	\$ 12,451	\$ 3,239	\$ 21,321	\$ 37,011
<b>Total Assets</b>	<b>\$ 12,451</b>	<b>\$ 3,239</b>	<b>\$ 21,321</b>	<b>\$ 37,011</b>
<b>LIABILITIES AND FUND BALANCES:</b>				
Liabilities:				
Payroll Deductions & Withholdings	\$	\$	\$ 17,344	\$ 17,344
Interfund payable			3,977	3,977
Due to student groups		3,239		3,239
<b>Total Liabilities</b>		<b>3,239</b>	<b>21,321</b>	<b>24,560</b>
Equity:				
Net Assets				
Reserved - Expendable Trust	12,451			12,451
<b>Total fund balances</b>	<b>12,451</b>			<b>12,451</b>
<b>Total liabilities and fund balances</b>	<b>\$ 12,451</b>	<b>\$ 3,239</b>	<b>\$ 21,321</b>	<b>\$ 37,011</b>

**BOROUGH OF WOODBINE SCHOOL DISTRICT**  
**Student Activity Agency Fund**  
**Schedule of Changes in Assets and Liabilities**  
**for the Fiscal Year ended June 30, 2019**

	<u>Balance</u> <u>July 1, 2018</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance</u> <u>June 30, 2019</u>
<b>ASSETS:</b>				
Cash and cash equivalents	\$ 2,535	\$ 1,416	\$ 712	\$ 3,239
Total assets	<u>2,535</u>	<u>1,416</u>	<u>712</u>	<u>3,239</u>
<b>LIABILITIES:</b>				
Due to Student groups	<u>2,535</u>	<u>1,416</u>	<u>712</u>	<u>3,239</u>
Total liabilities	<u>\$ 2,535</u>	<u>\$ 1,416</u>	<u>\$ 712</u>	<u>\$ 3,239</u>

**BOROUGH OF WOODBINE SCHOOL DISTRICT  
Scholarship Expendable Trust Fund  
Statement of Revenues, Expenditures  
and Changes in Fund Balances  
for the Fiscal Year ended June 30, 2019**

	<u>2019</u>
<b>OPERATING REVENUES:</b>	
Local sources:	
Interest	\$          6
Donations	300
	<hr/>
Total operating revenues	306
	<hr/>
<b>OPERATING EXPENSES:</b>	
Scholarship payments	
	<hr/>
Total operating expenses	
	<hr/>
Net Income	306
	<hr/>
Fund balances, July 1	12,145
	<hr/>
Fund balances, June 30	\$      12,451
	<hr/> <hr/>

**BOROUGH OF WOODBINE SCHOOL DISTRICT**  
**Payroll Agency Fund**  
**Schedule of Receipts and Disbursements**  
**For the Fiscal Year ended June 30, 2019**

	<u>Balance</u> <u>July 1, 2018</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance</u> <u>June 30, 2019</u>
<b>ASSETS:</b>				
Cash and Cash Equivalents	\$ 38,023	\$ 2,324,239	\$ 2,340,941	\$ 21,321
Total assets	<u>\$ 38,023</u>	<u>\$ 2,324,239</u>	<u>\$ 2,340,941</u>	<u>\$ 21,321</u>
<b>LIABILITIES:</b>				
Payroll Deductions and Withholdings	\$ 18,732	\$ 1,051,968	\$ 1,053,356	\$ 17,344
Net Payroll	15,408	1,272,177	1,287,585	
Interfund Payable	3,883	94		3,977
Total liabilities	<u>\$ 38,023</u>	<u>\$ 2,324,239</u>	<u>\$ 2,340,941</u>	<u>\$ 21,321</u>

## **LONG-TERM DEBT SCHEDULES**

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

**BOROUGH OF WOODBINE SCHOOL DISTRICT**  
**Long-Term Debt**  
**Schedule of Serial Bonds**  
**June 30, 2019**

Issue	Date of Issue	Amount of Issue	Annual Maturities		Interest Rate	Balance July 1, 2018	Issued	Retired	Balance June 30, 2019
			Date	Amount					
Renovations Project	8/12/2010	\$ 3,682,000	3/1/20	\$ 255,000	3.000%				
			3/1/21	260,000	3.000%				
			3/1/22	272,000	3.125%				
			3/1/23	295,000	3.250%				
			3/1/24	305,000	3.375%				
			3/1/25	310,000	3.500%				
			3/1/26	320,000	3.625%				
					\$ 2,262,000	\$	\$ \$ 245,000	\$ 2,017,000	

**Borough of Woodbine School District  
 Budgetary Comparison Schedule  
 Debt Service Fund  
 For the Fiscal Year Ended June 30, 2019**

	<u>Original Budget</u>	<u>Budget Transfers</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative) Final to Actual</u>
<b>REVENUES:</b>					
Local Sources:					
Tax Levy	\$ 160,826	\$	\$ 160,826	\$ 160,826	\$
Miscellaneous					
	<u>160,826</u>		<u>160,826</u>	<u>160,826</u>	
State Sources:					
Debt Service Aid Type II	157,806		157,806	157,806	
Total - State Sources	<u>157,806</u>		<u>157,806</u>	<u>157,806</u>	
<b>Total Revenues</b>	<u>318,632</u>		<u>318,632</u>	<u>318,632</u>	
<b>EXPENDITURES:</b>					
Regular Debt Service:					
Interest	73,632		73,632	73,632	
Redemption of Principal	245,000		245,000	245,000	
Total Regular Debt Service	<u>318,632</u>		<u>318,632</u>	<u>318,632</u>	
<b>Total expenditures</b>	<u>318,632</u>		<u>318,632</u>	<u>318,632</u>	
Excess (Deficiency) of Revenues Over (Under) Expenditures					
Fund Balance, July 1					
Fund Balance, June 30	\$	\$	\$	\$	\$

**STATISTICAL SECTION**



**BOROUGH OF WOODBINE BOARD OF EDUCATION**  
**Net Position by Component,**  
**Last Ten Fiscal Years**  
*Unaudited*

	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	\$ 3,711,460	\$ 3,172,299	\$ 3,803,648	\$ 3,295,230	\$ 3,219,856	\$ 3,154,582	\$ 3,161,949	\$ 3,143,775	\$ 3,136,472	\$ 3,169,690
Restricted (Deficit)	66,335	742,490	231,298	(51,159)	(57,758)	(57,757)	(18,211)	129,862	309,940	349,441
Unrestricted (Deficit)	(470,221)	(402,339)	(689,541)	(1,192,332)	(1,347,023)	(1,652,827)	(1,418,692)	(1,294,477)	(1,140,381)	(1,149,633)
<b>Total governmental activities net position</b>	<b>3,307,573</b>	<b>3,512,449</b>	<b>3,345,405</b>	<b>2,051,739</b>	<b>1,815,075</b>	<b>1,443,997</b>	<b>1,725,046</b>	<b>1,979,160</b>	<b>2,306,031</b>	<b>2,369,498</b>
Business-type activities										
Invested in capital assets, net of related debt	7,888	16,452	17,841	172,304	157,480	144,337	129,515	116,477	104,018	91,557
Restricted										
Unrestricted (Deficit)	(58,658)	(90,328)	(46,063)	(12,506)	(4,985)	(12,958)	3,645	20,638	23,083	69,412
<b>Total business-type activities net position</b>	<b>(50,770)</b>	<b>(73,876)</b>	<b>(28,222)</b>	<b>159,798</b>	<b>152,495</b>	<b>131,380</b>	<b>133,160</b>	<b>137,115</b>	<b>127,101</b>	<b>160,969</b>
District-wide										
Invested in capital assets, net of related debt	3,719,347	3,188,752	3,821,489	3,821,489	3,377,336	3,298,919	3,291,464	3,260,252	3,240,490	3,261,247
Restricted (Deficit)	66,335	742,490	231,298	231,298	(57,758)	(57,757)	(18,211)	129,862	309,940	349,441
Unrestricted (Deficit)	(528,879)	(492,668)	(735,604)	(735,604)	(1,352,008)	(1,665,785)	(1,415,047)	(1,273,839)	(1,117,298)	(1,080,221)
<b>Total district-wide net position</b>	<b>\$ 3,256,803</b>	<b>\$ 3,438,574</b>	<b>\$ 3,317,183</b>	<b>\$ 3,317,183</b>	<b>\$ 1,967,570</b>	<b>\$ 1,575,377</b>	<b>\$ 1,858,206</b>	<b>\$ 2,116,275</b>	<b>\$ 2,433,132</b>	<b>\$ 2,530,467</b>

\* Net position was restated as of June 30, 2014 as required by implementation of GASB 68.

Source: CAFR Schedule A-1

**BOROUGH OF WOODBINE BOARD OF EDUCATION**  
**Changes in Net Position,**  
**Last Ten Fiscal Years**  
*Unaudited*

	Fiscal Year Ending June 30,									
	2010	2011	2012	2013	2014	2015	2016	2017	2018	2019
<b>Expenses</b>										
Governmental activities:										
Instruction:										
Regular	\$ 1,139,228	\$ 1,165,264	\$ 1,568,939	\$ 1,697,102	\$ 1,659,491	\$ 1,882,799	\$ 1,694,525	\$ 1,882,365	\$ 2,333,757	\$ 2,147,091
Special education	900,194	954,053	281,901	489,003	335,662	444,434	406,243	428,747	696,544	647,962
Other Instruction	140,352	154,395	297,514	198,944	106,866	37,471	35,088	104,733	24,021	57,704
Support Services:										
Tuition	1,434,283	1,353,275	1,749,250	1,925,864	1,696,009	1,412,240	2,090,005	2,197,385	1,469,890	1,653,818
Student & instruction related services	892,445	973,631	766,941	640,565	751,003	812,428	748,886	767,908	816,835	935,409
General administrative services	255,227	276,476	332,223	318,263	363,118	511,718	386,324	410,315	581,008	407,327
School administrative services	72,425	74,124	208,911	308,932	247,884	297,503	278,424	276,115	382,550	287,566
Plant operations and maintenance	292,941	259,749	269,456	324,068	312,447	341,770	464,928	569,569	583,414	628,107
Pupil transportation	363,671	241,476	336,845	318,281	285,753	396,631	436,661	351,368	214,689	216,319
Unallocated capital outlay			68,954	10,627	22,985	16,386	16,386			
Interest on long-term debt			210,218	109,283	105,581	97,681	91,431	101,318	94,618	87,569
<b>Total governmental activities expenses</b>	<b>5,490,766</b>	<b>5,452,443</b>	<b>6,091,152</b>	<b>6,340,932</b>	<b>5,886,798</b>	<b>6,251,061</b>	<b>6,648,901</b>	<b>7,089,823</b>	<b>7,197,326</b>	<b>7,068,872</b>
Business-type activities:										
Food service	202,339	173,207	159,107	171,784	186,584	191,093	173,424	177,216	182,908	187,623
School Store				245						
Latchkey	6,516	8,556	8,467	8,163	6,757	7,824	9,071	11,265	14,670	18,381
<b>Total business-type activities expenses</b>	<b>208,855</b>	<b>181,762</b>	<b>167,574</b>	<b>180,192</b>	<b>193,341</b>	<b>198,917</b>	<b>182,495</b>	<b>188,481</b>	<b>197,578</b>	<b>206,004</b>
<b>Total district expenses</b>	<b>5,699,621</b>	<b>5,634,206</b>	<b>6,258,726</b>	<b>6,521,124</b>	<b>6,080,140</b>	<b>6,449,978</b>	<b>6,831,396</b>	<b>7,278,304</b>	<b>7,394,904</b>	<b>7,274,876</b>
<b>Program Revenues</b>										
Governmental activities:										
Operating grants and contributions	937,700	951,075	898,626	826,029	827,356	1,179,783	1,340,300	1,802,525	1,490,319	1,192,351
Capital grants and contributions		1,128,494								
<b>Total governmental activities program revenues</b>	<b>937,700</b>	<b>2,079,568</b>	<b>898,626</b>	<b>826,029</b>	<b>827,356</b>	<b>1,179,783</b>	<b>1,340,300</b>	<b>1,802,525</b>	<b>1,490,319</b>	<b>1,192,351</b>
Business-type activities:										
Charges for services:										
Food service	48,830	28,118	40,594	31,047	29,652	29,828	19,652	16,758	10,254	10,598
School Store				307						
Latchkey	5,709	9,239	7,520	6,695	7,999	6,876	10,866	14,178	18,943	33,805
Operating grants and contributions	128,561	105,322	115,559	140,559	147,527	141,122	137,869	161,487	158,353	195,442
<b>Total business-type activities program revenue</b>	<b>183,099</b>	<b>142,679</b>	<b>163,673</b>	<b>178,608</b>	<b>185,177</b>	<b>177,827</b>	<b>168,387</b>	<b>192,423</b>	<b>187,550</b>	<b>239,845</b>
<b>Total district program revenue</b>	<b>1,120,799</b>	<b>2,222,247</b>	<b>1,062,299</b>	<b>1,004,637</b>	<b>1,012,534</b>	<b>1,357,610</b>	<b>1,508,687</b>	<b>1,994,948</b>	<b>1,677,869</b>	<b>1,432,196</b>
<b>Net (Expense)/Revenue</b>										
Governmental activities	(4,553,066)	(3,372,875)	(5,192,526)	(5,514,903)	(5,059,442)	(5,071,278)	(5,308,601)	(5,287,298)	(5,707,007)	(5,876,521)
Business-type activities	(25,756)	(39,083)	(3,901)	(1,584)	(8,164)	(21,091)	(14,108)	3,942	(10,028)	33,841
<b>Total district-wide net expense</b>	<b>(4,578,822)</b>	<b>(3,411,958)</b>	<b>(5,196,427)</b>	<b>(5,516,487)</b>	<b>(5,067,606)</b>	<b>(5,092,369)</b>	<b>(5,322,709)</b>	<b>(5,283,356)</b>	<b>(5,717,035)</b>	<b>(5,842,680)</b>

**BOROUGH OF WOODBINE BOARD OF EDUCATION**  
**Changes in Net Position,**  
**Last Ten Fiscal Years**  
*Unaudited*

	2010	2011	2012	2013	2014	2015	2016	2017	2018	2019
<b>General Revenues and Other Changes in Net Assets</b>										
Governmental activities:										
Property taxes levied for general purposes, net	1,279,075	1,284,516	1,284,516	1,335,896	1,369,809	1,444,527	1,473,417	1,613,698	1,735,875	1,770,593
Property taxes levied for debt service				97,268			151,714	155,020	156,737	160,826
Unrestricted grants and contributions	3,302,323	3,219,153	3,213,645	3,255,480	3,245,259	3,331,013	3,539,214	3,467,672	3,867,765	3,758,424
Federal and State Aid Restricted for a Specific Purpose			407,109	146,663	148,867	150,922	152,828	152,111	153,795	157,806
Miscellaneous income	3,558	57,612	169,741	107,989	77,448	116,660		179,269	152,911	174,847
Cancellations							125,109			(72,677)
Transfers		(16,738)	(49,529)	(256,272)					(10,555)	(9,831)
Total governmental activities	<u>4,584,956</u>	<u>4,544,543</u>	<u>5,025,482</u>	<u>4,687,024</u>	<u>4,841,383</u>	<u>5,043,122</u>	<u>5,621,551</u>	<u>5,541,412</u>	<u>6,033,878</u>	<u>5,939,988</u>
Business-type activities:										
Investment earnings	106	40	25	4	5	9	8	13	14	27
Transfers and Adjustments		15,938	49,529	21,995			(16,020)			
Total business-type activities	<u>106</u>	<u>15,978</u>	<u>49,554</u>	<u>21,999</u>	<u>5</u>	<u>9</u>	<u>(16,012)</u>	<u>13</u>	<u>14</u>	<u>27</u>
Total district-wide	<u>4,585,062</u>	<u>4,560,521</u>	<u>5,075,036</u>	<u>4,709,023</u>	<u>4,841,388</u>	<u>5,043,131</u>	<u>5,605,539</u>	<u>5,541,425</u>	<u>6,033,892</u>	<u>5,940,015</u>
Changes in Net Position										
Governmental activities	31,890	1,171,668	(167,044)	(827,879)	(218,059)	(28,156)	312,950	254,114	326,871	63,467
Business-type activities	(25,650)	(23,106)	45,653	20,415	(8,159)	(21,082)	(30,120)	3,955	(10,014)	33,868
Total district	<u>6,240</u>	<u>1,148,562</u>	<u>(121,391)</u>	<u>(807,464)</u>	<u>(226,218)</u>	<u>(49,238)</u>	<u>282,830</u>	<u>258,069</u>	<u>316,857</u>	<u>97,335</u>

Source: CAFR Schedule A-2

**BOROUGH OF WOODBINE BOARD OF EDUCATION**  
**Fund Balances, Governmental Funds,**  
**Last Ten Fiscal Years**  
*Unaudited*

	Fiscal Year Ending June 30,									
	2010	2011	2012	2013	2014	2015	2016	2017	2018	2019
General Fund										
Restricted								\$ 128,073	\$ 308,151	\$ 349,441
Assigned:										
Subsequent Year's Expenditures									95,078	
Encumbrances							\$ 96,979	125,113	84,728	3,876
Unassigned (Deficit)		\$ (231,611)	\$ (421,219)	\$ (977,122)	\$ (995,547)	\$ (794,302)	(688,734)	(523,008)	(437,431)	(334,406)
Reserved	\$ 159,231									
Unreserved (Deficit)	(275,124)									
<b>Total general fund</b>	<b>(115,893)</b>	<b>(231,611)</b>	<b>(421,219)</b>	<b>(977,122)</b>	<b>(995,547)</b>	<b>(794,302)</b>	<b>(591,755)</b>	<b>(269,822)</b>	<b>50,526</b>	<b>18,911</b>
All Other Governmental Funds										
Restricted										
Capital Projects Fund		789,179	231,298	(51,159)	(57,758)	(57,757)	(18,211)	1,789	1,789	
Unrestricted, reported in:										
Special revenue fund (Deficit)	(31,254)	(45,839)	(45,839)	(48,035)	(53,055)	(53,055)	(50,644)	(66,319)	(60,290)	(68,544)
Capital projects fund (Deficit)	(61,642)									
<b>Total all other governmental funds</b>	<b>\$ (92,896)</b>	<b>\$ 743,340</b>	<b>\$ 185,459</b>	<b>\$ (99,194)</b>	<b>\$ (110,813)</b>	<b>\$ (110,812)</b>	<b>\$ (68,855)</b>	<b>\$ (64,530)</b>	<b>\$ (58,501)</b>	<b>\$ (68,544)</b>

Source: CAFR Schedule B-1

**BOROUGH OF WOODBINE BOARD OF EDUCATION**  
**Changes in Fund Balances, Governmental Funds,**  
**Last Ten Fiscal Years**  
*Unaudited*

	2010	2011	2012	2013	2014	2015	2016	2017	2018	2019
<b>Revenues</b>										
Tax Levy	\$ 1,279,075	1,284,516	1,284,516	1,433,164	1,521,514	1,569,657	1,642,004	1,846,472	1,892,612	1,931,419
Miscellaneous	3,558	57,612	47,065	47,605	77,439	100,179	158,357	75,156	130,261	174,847
Local Sources	15,903	14,990	140,818	86,189	14,829	31,323	14,039	16,277	13,803	23,151
State sources	3,210,019	4,222,568	3,980,249	3,883,219	3,922,248	3,983,122	4,193,068	4,278,434	4,360,697	4,461,988
Federal sources	1,014,100	1,061,163	520,989	319,148	279,395	317,763	291,969	297,959	297,504	376,100
<b>Total revenue</b>	<b>\$ 5,522,656</b>	<b>6,640,849</b>	<b>5,973,637</b>	<b>5,769,325</b>	<b>5,815,425</b>	<b>6,002,044</b>	<b>6,299,437</b>	<b>6,514,298</b>	<b>6,694,877</b>	<b>6,967,505</b>
<b>Expenditures</b>										
Instruction:										
Regular instruction	\$ 1,030,133	984,858	1,249,653	1,234,835	1,320,084	1,268,641	1,345,530	1,449,928	1,496,493	1,630,494
Special education instruction	702,939	700,118	207,839	330,824	254,424	277,287	300,736	292,886	382,013	436,541
Other instruction	104,374	112,301	269,919	161,536	81,961	24,665	25,543	25,061	13,068	38,705
Support Services:										
Tuition	1,434,283	1,353,275	1,347,094	1,537,728	1,437,707	1,119,474	1,532,253	1,514,454	1,469,890	1,653,818
Student & instruction related services	687,659	725,371	700,675	576,126	688,962	682,196	496,591	563,739	525,031	619,592
General administrative services	125,452	127,598	144,159	113,771	167,974	260,223	232,133	218,711	231,031	206,010
School administrative services	53,986	53,743	183,076	273,556	228,055	269,540	243,363	230,631	276,935	220,976
Central Services	77,275	94,946	100,867	101,570	108,022	105,549	116,238	115,337	120,473	126,918
Business administrative services							21,538	31,585	30,330	24,577
Plant operations and maintenance	292,022	258,730	199,776	220,370	239,669	250,642	226,735	278,145	325,001	312,996
Pupil transportation	361,824	239,735	248,436	244,958	240,174	316,507	315,549	238,469	214,689	216,319
Unallocated employee benefits	700,408	886,127	921,178	1,071,200	754,870	917,155	966,964	905,576	946,073	1,073,239
Capital outlay	235,293	4,048,791	754,891	178,815	22,985	16,386	16,386	16,386	16,386	47,838
Debt service:										
Principal			170,000	185,000	195,000	205,000	215,000	220,000	230,000	245,000
Interest and other charges			174,024	111,132	105,581	99,731	93,581	87,132	80,532	73,632
<b>Total Expenditures</b>	<b>5,805,647</b>	<b>9,585,593</b>	<b>6,671,587</b>	<b>6,341,421</b>	<b>5,845,469</b>	<b>5,812,996</b>	<b>6,148,140</b>	<b>6,188,040</b>	<b>6,357,945</b>	<b>6,926,655</b>
Excess (Deficiency) of revenues over (under) expenditures	(282,992)	(2,944,743)	(697,950)	(572,096)	(30,044)	189,048	151,297	326,258	336,932	40,850
<b>Other Financing Sources (Uses)</b>										
Serial Bonds		3,682,000								
Cancellations				(234,277)			125,109			(72,677)
Transfers		(16,738)	(49,529)	(21,995)			(31,901)		(10,555)	(9,831)
<b>Total other financing sources (uses)</b>		<b>3,665,262</b>	<b>(49,529)</b>	<b>(256,272)</b>			<b>93,208</b>		<b>(10,555)</b>	<b>(82,508)</b>
<b>Net change in fund balances</b>	<b>\$ (282,992)</b>	<b>720,519</b>	<b>(747,479)</b>	<b>(828,368)</b>	<b>(30,044)</b>	<b>189,048</b>	<b>244,505</b>	<b>326,258</b>	<b>326,377</b>	<b>(41,658)</b>
Debt service as a percentage of noncapital expenditures	0%	0%	6%	5%	5%	5%	5%	5%	5%	5%

Source: CAFR Schedule B-2

**BOROUGH OF WOODBINE BOARD OF EDUCATION**  
**General Fund Other Local Revenue by Source,**  
**Last Ten Fiscal Years**  
*Unaudited*

<u>Fiscal Year</u> <u>Ended June 30,</u>	<u>Interest on</u> <u>Investments</u>	<u>Miscellaneous</u>	<u>SRECS</u>	<u>Rent</u>	<u>Tuition</u>	<u>Totals</u>
2010	288	2,838				\$ 3,126
2011	538	8,830				9,368
2012	381	46,684				47,065
2013	620	20,945				21,565
2014	46	77,394				77,439
2015	164	100,015				100,179
2016	127	158,229			16,873	175,229
2017	180	74,963			77,754	152,897
2018	287	46,716	83,245			130,248
2019	463	5,654	58,386	36,782	73,554	174,839

Source: District Records

**BOROUGH OF WOODBINE BOARD OF EDUCATION**  
**Assessed Value and Actual Value of Taxable Property,**  
**Last Ten Fiscal Years**  
*Unaudited*

<b>Fiscal Year Ended June 30,</b>	<b>Vacant Land</b>	<b>Residential</b>	<b>Farm Regular</b>	<b>Q Farm</b>	<b>Commercial</b>	<b>Industrial</b>	<b>Apartment</b>	<b>Total Assessed Value</b>	<b>Public Utilities</b>	<b>Net Valuation Taxable</b>	<b>Total District School Tax Rate</b>	<b>Estimated County Equalized Value</b>
2010	\$ 8,527,100	133,733,100	3,920,400	96,000	24,124,400	4,763,000	5,061,400	180,225,400	1,401,630	181,627,030	0.704	182,376,135
2011	8,367,200	133,927,900	3,614,800	94,300	24,646,200	4,700,300	3,911,400	179,262,100		179,262,100	0.708	180,544,076
2012	8,020,300	132,902,600	3,624,900	101,700	24,287,400	3,700,300	3,911,400	176,548,600	1,151,120	177,699,720	0.803	193,273,968
2013	7,583,600	133,033,300	3,725,700	94,200	23,713,300	3,700,300	3,911,400	175,761,800	936,356	176,698,156	0.858	189,925,208
2014	7,769,900	132,635,800	3,753,700	100,800	23,504,200	3,499,100	3,864,400	175,127,900	866,871	175,994,771	0.888	156,280,475
2015	7,497,000	132,215,400	3,769,500	102,100	27,628,600	3,249,100	3,864,400	178,326,100	876,003	179,202,103	0.903	159,134,482
2016	7,553,200	132,312,100	3,769,500	102,100	26,959,600	3,249,100	3,650,000	177,595,600	837,702	178,433,302	0.988	151,454,545
2017	7,067,600	131,552,200	3,769,500	107,000	26,888,100	3,249,100	3,650,000	176,283,500		176,283,500	1.070	156,487,794
2018	6,733,100	132,084,200	3,846,600	107,200	27,313,600	3,249,100	3,650,000	176,983,800		176,983,800	1.087	169,257,668
2019	6,588,000	130,627,600	3,520,100	108,500	28,794,800	3,249,100	3,550,000	176,438,100	837,202	177,275,302	1.130	158,380,949

R = Revaluation

Source: County Abstract of Ratables & Municipal Tax Assessor

**BOROUGH OF WOODBINE BOARD OF EDUCATION**  
**Direct and Overlapping Property Tax Rates,**  
**Last Ten Fiscal Years**  
*(rate per \$100 of assessed value)*  
**Unaudited**

Fiscal Year Ended June 30,	BOROUGH OF WOODBINE BOARD OF EDUCATION			Overlapping Rates		Total Direct and Overlapping Tax Rate
	Basic Rate	General Obligation Debt Service	Total Direct	Cape May County	Municipal Local Purpose	
2010	\$ 0.704	\$	\$ 0.704	\$ 0.215	\$ 0.237	\$ 1.156
2011	0.708		0.708	0.214	0.251	1.173
2012	0.803		0.803	0.253	0.236	1.292
2013	0.858		0.858	0.265	0.236	1.359
2014	0.888		0.888	0.227	0.235	1.350
2015	0.903		0.903	0.231	0.235	1.369
2016	0.988		0.988	0.188	0.235	1.411
2017	1.070		1.070	0.235	0.235	1.540
2018	1.087		1.087	0.257	0.233	1.577
2019	1.130		1.130	0.244	0.233	1.607

Source: District Records and Municipal Tax Collector



**BOROUGH OF WOODBINE BOARD OF EDUCATION**  
**Principal Property Tax Payers**  
**Current Year and Nine Years Ago**  
*Unaudited*

Taxpayer	2019			2010		
	Taxable Assessed Value	Rank	% of Total District Net Assessed Value	Taxable Assessed Value	Rank	% of Total District Net Assessed Value
DMA	4,661,200	1	2.64%			
G N G LAND CO, LLC	4,147,000	2	2.35%			
CAROL LYNN EAST, LLC	2,584,000	3	1.46%			
HOLLY REALTY	2,084,500	4	1.18%			
CHASUDIM TOVIM IN WOODBINE, LLC	1,806,600	5	1.02%			<b>Not Available</b>
ROGER FORSS	1,734,100	6	0.98%			
ROMANO, SUE ANN & ROMANO, S+J JR TRUST	1,651,900	7	0.94%			
FORSS & KING RENTAL PROPRTIES	1,507,500	8	0.85%			
SCA SERV OF NJ, INC	1,311,200	9	0.74%			
VERIZON PROP TAX DEPT	1,136,202	10	0.64%			
<b>Totals</b>	<b>\$ 22,624,202</b>		<b>12.82%</b>			<b>0.00%</b>
District Assessed Value			<b>\$ 176,438,100</b>			

Source: District CAFR & Municipal Tax Assessor

**BOROUGH OF WOODBINE BOARD OF EDUCATION**  
**Property Tax Levies and Collections,**  
**Last Ten Fiscal Years**  
*Unaudited*

<u>Fiscal Year Ended June 30,</u>	<u>Taxes Levied for the Fiscal Year</u>	<u>Collected within the Fiscal Year of the Levy</u>		<u>Collections in Subsequent Years</u>
		<u>Amount</u>	<u>Percentage of Levy</u>	
2010	1,279,075	1,279,075	100%	
2011	1,284,516	1,284,516	100%	
2012	1,335,896	1,335,896	100%	
2013	1,433,164	1,433,164	100%	
2014	1,521,514	1,521,514	100%	
2015	1,569,657	1,569,657	100%	
2016	1,625,131	1,625,131	100%	
2017	1,768,718	1,768,718	100%	
2018	1,892,612	1,892,612	100%	
2019	1,931,419	1,931,419	100%	

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

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

**BOROUGH OF WOODBINE BOARD OF EDUCATION**  
**Ratios of Outstanding Debt by Type,**  
**Last Ten Fiscal Years**  
*Unaudited*

Fiscal Year Ended June 30,	Governmental Activities				Total District	Percentage of Personal Income <sup>a</sup>	Per Capita
	General Obligation Bonds	Capital Leases	Net Pension Liability	Bond Anticipation Notes (BANs)			
2010		\$ 9,626		500,000	\$ 509,626	0.5%	\$ 207.00
2011	\$ 3,682,000	4,270		307,536	3,993,806	3.5%	1,628.13
2012	3,512,000				3,512,000	2.9%	1,428.80
2013	3,327,000				3,327,000	2.7%	1,340.45
2014	3,132,000		583,517		3,715,517	2.9%	1,500.61
2015	2,927,000		583,517		3,510,517	2.6%	1,421.84
2016	2,712,000				2,712,000	2.0%	1,096.64
2017	2,492,000				2,492,000	1.7%	1,015.90
2018	2,262,000				2,262,000	1.7%	928.57
2019	2,017,000				2,017,000	1.4%	834.85

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

**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.

**BOROUGH OF WOODBINE BOARD OF EDUCATION**  
**Ratios of Net General Bonded Debt Outstanding,**  
**Last Ten Fiscal Years**  
*Unaudited*

Fiscal Year Ended June 30,	Governmental Activities		Net General Bonded Debt Outstanding	Percentage of Actual Taxable Value <sup>a</sup> of Property	Per Capita <sup>b</sup>
	General Obligation Bonds	Deductions			
2010	\$				
2011		3,682,000	3,682,000		
2012		3,512,000	3,512,000	1.96%	1,432
2013		3,327,000	3,327,000	1.87%	1,354
2014		3,132,000	3,132,000	1.77%	1,262
2015		2,927,000	2,927,000	1.66%	1,182
2016		2,712,000	2,712,000	1.51%	1,098
2017		2,492,000	2,492,000	1.39%	1,003
2018		2,262,000	2,262,000	1.27%	912
2019		2,017,000	2,017,000	1.14%	822

**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.

**BOROUGH OF WOODBINE BOARD OF EDUCATION**  
**Direct and Overlapping Governmental Activities Debt,**  
**As of June 30, 2019**  
*Unaudited*

<u>Governmental Unit</u>	<u>Debt Outstanding</u>	<u>Estimated Percentage Applicable<sup>a</sup></u>	<u>Estimated Share of Overlapping Debt</u>
<b>Debt Repaid with Property Taxes</b>			
Borough of Woodbine - December 31, 2018	\$ -	100%	\$ -
<b>Other Debt</b>			
County of Cape May - December 31, 2018	336,536,298	0.00303749	1,022,227
Subtotal, Overlapping Debt			<u>1,022,227</u>
<b>School District Direct Debt</b>			<u>2,017,000</u>
<b>Total Direct and Overlapping Debt</b>			<u><u>\$ 3,039,227</u></u>

**Sources:** Borough of Woodbine Finance Officer  
County of Cape May Finance Officer

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

**a** For debt repaid with property taxes, the percentage of overlapping debt applicable is estimated using taxable assessed property values. Applicable percentages were estimated by determining the portion of another governmental unit's taxable value that is within the district's boundaries and dividing it by each unit's total taxable value.

**BOROUGH OF WOODBINE BOARD OF EDUCATION**  
**Legal Debt Margin Information,**  
**Last Ten Fiscal Years**  
*Unaudited*

Equalized valuation basis	
2018	\$ 157,416,882
2017	167,204,306
2016	157,652,552
	\$ 482,273,740

Average equalized valuation of taxable property \$ 160,757,913

Debt limit ( 3% of average) <sup>a</sup>	4,822,737
Net bonded school debt	2,017,000
	Legal debt margin \$ 2,805,737

	<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>
Debt limit	\$ 5,203,980	\$ 5,336,935	\$ 5,359,639	\$ 5,434,557	\$ 5,209,345	\$ 5,005,673	\$ 4,648,271	\$ 4,660,105	\$ 4,769,344	\$ 4,822,737
Total net debt applicable to limit		3,682,000	3,512,000	3,327,000	3,132,000	2,927,000	2,712,000	2,492,000	2,262,000	2,017,000
Legal debt margin	<u>\$ 5,203,980</u>	<u>\$ 1,654,935</u>	<u>\$ 1,847,639</u>	<u>\$ 2,107,557</u>	<u>\$ 2,077,345</u>	<u>\$ 2,078,673</u>	<u>\$ 1,936,271</u>	<u>\$ 2,168,105</u>	<u>\$ 2,507,344</u>	<u>\$ 2,805,737</u>
Total net debt applicable to the limit as a percentage of debt limit	0.00%	68.99%	65.53%	61.22%	60.12%	58.47%	58.34%	53.48%	47.43%	41.82%

Source: Abstract of Ratables and District Records.

<sup>a</sup> Limit set by NJSA 18A:24-19 for a K through 8 district; other % limits would be applicable for other districts

**BOROUGH OF WOODBINE BOARD OF EDUCATION**  
**Demographic and Economic Statistics,**  
**Last Ten Fiscal Years**  
*Unaudited*

<u>Fiscal Year Ended June 30,</u>	<u>Population</u>	<u>Personal Income (thousands of dollars)</u>	<u>Per Capita Personal Income</u>	<u>Unemployment Rate</u>
2010	2,462	\$ 109,978	\$ 44,670	27.0%
2011	2,453	115,024	46,891	21.6%
2012	2,458	119,682	48,691	13.4%
2013	2,482	122,718	49,443	12.7%
2014	2,476	127,073	51,322	9.3%
2015	2,469	133,279	53,981	10.0%
2016	2,473	138,179	55,875	8.6%
2017	2,453	143,069	58,324	8.7%
2018	2,436	137,704	58,616	8.5%
* 2019	2,416	142,323	58,909	7.4%

**Source:**

- a Population information provided by the NJ Dept of Labor and Workforce Development
- b Personal income provided by the US Dept. of Commerce, Bureau of Economic Analysis.
- c Per Capita information provided by the US Dept. of Commerce, Bureau of Economic Analysis.
- d Unemployment data provided by the NJ Dept of Labor and Workforce Development

\*Estimate

**BOROUGH OF WOODBINE BOARD OF EDUCATION**  
**Principal Employers,**  
**Current Year and Nine Years Ago**  
*Unaudited*

<u>Employer</u>	<u>2019</u>		<u>2010</u>	
	<u>Approximate Number of Employees</u>	<u>Percentage of Total Employment</u>	<u>Employees</u>	<u>Percentage of Total Employment</u>
Morey Organization				
Woodbine Developmental Center				
US Coast Guard				
Cape Regional Medical Center				
Acme Markets				N/A
Wawa				
Shop Rite				
Super Fresh				
Lobster House				
Windrift				

Information for Cape May County. The number of employees per company was not given.



**BOROUGH OF WOODBINE BOARD OF EDUCATION**  
**Full-time Equivalent District Employees by Function/Program,**  
**Last Ten Fiscal Years**  
*Unaudited*

	<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>
<b><u>Function/Program</u></b>										
Instruction:										
Regular instruction	23	22	21	21	19	19	19	19	20.4	21.6
Special education instruction	3	2	3	3	3	3	3	3	3	4
Other special education	1	1								
Other Instruction	5	5	6	6	7	7	7			
Support Services:										
Tuition										
Student & instruction related services	4	7	4	4	4	4	4	4.5	4.0	5.5
General administrative services	1	1	1	1	1	1				
School administrative services			1	1	1	1	1	1	1	2
Technology services	1	1	1	1	1	1	1			
Business administrative services	1	1	1	1	1	1				
Plant operations and maintenance										
Total	<u>38</u>	<u>40</u>	<u>38</u>	<u>38</u>	<u>37</u>	<u>37</u>	<u>35</u>	<u>27.5</u>	<u>28.4</u>	<u>33.1</u>

Source: District Personnel Records

**BOROUGH OF WOODBINE BOARD OF EDUCATION**  
**Operating Statistics,**  
**Last Ten Fiscal Years**  
*Unaudited*

Fiscal Year Ended June 30,	Enrollment	Operating Expenditures	Cost per Pupil	% Change	Teaching Staff	Pupil/Teacher Ratio		Average Daily Enrollment (ADE)	Average Daily Attendance (ADA)	% Change in Average Daily Enrollment	Student Attendance Percentage
						Elementary School	Middle School				
2010	216	\$ 5,178,100	\$ 23,973	1.82%	22	1:15	1:9	203	191	0.30%	94.09%
2011	217	5,570,354	25,670	7.08%	22	1:15	1:9	207	195	1.97%	94.20%
2012	211	5,572,672	26,411	2.89%	21	1:14	1:11	220	204	6.28%	92.73%
2013	235	5,866,474	24,964	-5.48%	21	1:15	1:18	236	222	7.27%	94.07%
2014	212	5,866,474	27,672	10.85%	22	1:12	1:9	221	207	-6.36%	93.67%
2015	206	5,866,474	28,478	-2.91%	22	1:12	1:9	221	207	0.00%	93.67%
2016	212	5,521,903	26,047	8.54%	22	1:13	1:8	225	211	1.81%	93.78%
2017	228	5,521,903	24,219	7.02%	22	1:13	1:8	223	207	1.81%	92.83%
2018	221	5,491,879	24,850	-2.61%	22	1:13	1:8	211	196	-6.22%	92.75%
2019	235	5,823,173	24,779	0.28%	22	1:13	1:8	211	196	-5.38%	92.75%

Source: District records

**BOROUGH OF WOODBINE BOARD OF EDUCATION**  
**School Building Information,**  
**Last Ten Fiscal Years**  
*Unaudited*

	<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>
<b><u>District Buildings</u></b>										
<b><u>Woodbine Elementary School</u></b>										
Square Feet	52,789	52,789	52,789	52,789	52,789	52,789	52,789	52,789	52,789	52,789
Capacity (students)	294	294	294	294	294	294	294	294	294	294
Enrollment	216	217	211	236	212	206	212	228	221	235

Number of Schools at June 30, 2018  
Elementary - 1

Source: District Records, ASSA

BOROUGH OF WOODBINE BOARD OF EDUCATION  
General Fund  
Schedule of Required Maintenance for School Facilities,  
Last Ten Fiscal Years  
(Unaudited)

Undistributed Expenditures - Required Maintenance for School Facilities  
11-000-261-XXX

<u>School Facilities</u>	<u>Project # (s)</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>
Woodbine Elementary School	N/A	\$ 30,455	\$ 14,737	\$ 16,092	\$ 33,754	\$ 34,287	\$ 40,171	\$ 36,501	\$ 67,862	\$ 75,312	\$ 83,074
Total School Facilities		\$ 30,455	\$ 14,737	\$ 16,092	\$ 33,754	\$ 34,287	\$ 40,171	\$ 36,501	\$ 67,862	\$ 75,312	\$ 83,074
Other Facilities											
Grand Total		\$ 30,455	\$ 14,737	\$ 16,092	\$ 33,754	\$ 34,287	\$ 40,171	\$ 36,501	\$ 67,862	\$ 75,312	\$ 83,074

Source: District Records

**BOROUGH OF WOODBINE BOARD OF EDUCATION  
Insurance Schedule  
For the Fiscal Year Ended June 30, 2019  
(Unaudited)**

Company	Type of Coverage	Amount of Coverage	Deductible
New Jersey School Boards Association Insurance Group (NJSBAIG) &	General Coverage:		
	General Liability	\$ 6,000,000	
	Automobile Liability	6,000,000	
Cape May Atlantic Counties Insurance Pool	Worker's Compensation	1,714,004	
	Excess Liability:		
	General & Automobile Liability	10,000,000	
	Student Accident:		
	Accident Medical Benefit	1,000,000	
	Excess Medical Benefit	5,000,000	\$ 25,000
	Volunteer Coverage	25,000	
	Catastrophic Cash Benefit	1,000,000	
	School Leaders Errors & Omissions		
	Coverage A	16,000,000	10,000 each Claim
	Coverage B	300,000	15,000 each Claim
	Blanket Real & Personal Property	13,030,900	1,000 per Loss
	Extra Expense	50,000,000	1,000 per Loss
	Valuable Paper & Records	10,000,000	1,000 per Loss
	Equipment Breakdown	100,000,000	1,000 per Loss
	Cyber Liability	1,000,000	Various
	Environmental Package	1,000,000	Various
	EDP/Computer Hardware	180,000	1,000 per Loss
	Crime Coverage:		
	Blanket Faithful Performance	250,000	1,000 per Loss
	Depositors Forgery & Alteration	50,000	500 per Loss
	Money & Securities	50,000	500 per Loss
	Computer Fraud	25,000	500 per Loss
	Statutory Bonds:		
	Board Secretary/Business Administrator	50,000	500 per Loss
	Treasurer	180,000	1,000 per Loss

Source: District Records

**SINGLE AUDIT SECTION**

# **NIGHTLINGER, COLAVITA & VOLPA**

*A Professional Association*

*Certified Public Accountants*

991 S. Black Horse Pike  
P.O. Box 799  
Williamstown, NJ 08094

(856) 629-3111  
Fax (856) 728-2245  
[www.colavita.net](http://www.colavita.net)

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

### **INDEPENDENT AUDITOR'S REPORT**

Honorable President and  
Members of the Board of Education  
Borough of Woodbine School District  
County of Cape May, 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, the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Board of Education of the Woodbine Borough School District, in the County of Cape May, State of New Jersey, as of and for the year ended June 30, 2019, and the related notes to the financial statements, which collectively comprise the Board of Education of the Woodbine Borough School District's basic financial statements, and have issued our report thereon dated November 11, 2019.

#### **Internal Control Over Financial Reporting**

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

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

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

### **Compliance and Other Matters**

As part of obtaining reasonable assurance about whether the Borough of Woodbine School District's basic financial statements are free of 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 basic financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards* and the audit requirements as prescribed by the Office of School Finance, Department of Education, and 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 Borough of Woodbine School District's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Borough of Woodbine School District's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

This report is intended solely for the information and use of management, the Borough of Woodbine Board of Education, the New Jersey Department of Education and other state and federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than those specified parties. However, this report is a matter of public record and its distribution is not limited.

Respectfully submitted,

**NIGHTLINGER, COLAVITA & VOLPA, PA**



Raymond Colavita, CPA  
Licensed Public School Accountant  
No. 915  
November 11, 2019



# **NIGHTLINGER, COLAVITA & VOLPA**

*A Professional Association*

*Certified Public Accountants*

991 S. Black Horse Pike  
P.O. Box 799  
Williamstown, NJ 08094

(856) 629-3111  
Fax (856) 728-2245  
[www.colavita.net](http://www.colavita.net)

## **REPORT ON COMPLIANCE FOR EACH MAJOR PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE REQUIRED BY UNIFORM GUIDANCE AND NEW JERSEY OMB CIRCULAR 15-08**

### **INDEPENDENT AUDITOR'S REPORT**

Honorable President and  
Members of the Board of Education  
Borough of Woodbine School District  
County of Cape May, New Jersey

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

We have audited the Borough of Woodbine Board of Education's compliance with the types of compliance requirements described in the *OMB Compliance Supplement* and the *New Jersey State Aid/Grant Compliance Supplement* that could have a direct and material effect on each of its major federal and state programs for the year ended June 30, 2019. The Borough of Woodbine 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 federal and state statutes, regulations, and the terms and conditions of its federal and state awards applicable to its federal and state programs.

#### ***Auditor's Responsibility***

Our responsibility is to express an opinion on compliance for each of the Woodbine Borough Board of Education's major federal and state programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States, 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 as prescribed by the *Division of Administration and Finance, Department of Education, State of New Jersey* and *New Jersey OMB 15-08*. Those standards, Uniform Guidance and New Jersey OMB 15-08, require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal or state program occurred.

An audit includes examining, on a test basis, evidence about the Borough of Woodbine Board of Education's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

We believe that our audit provides a reasonable basis for our opinion on compliance for each major federal and state program. Our audit does not provide a legal determination of Woodbine Borough Board of Education's compliance.

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

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

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

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

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

Our consideration of the 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, as defined above or any instance of deficiency in internal control over compliance that we have to report to the Board of Education in a separate report entitled ***Auditors' Management Report on Administrative Findings-Financial, Compliance and Performance*** dated November 11, 2019. 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 New Jersey OMB 15-08. Accordingly, this report is not suitable for any other purpose.

This report is intended solely for the information and use of the audit committee, management, the Borough of Woodbine Board of Education, the New Jersey State Department of Education, other state awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties.

Respectfully submitted,

**NIGHTLINGER, COLAVITA & VOLPA, PA**



Raymond Colavita, CPA  
Licensed Public School Accountant  
No. 915  
November 11, 2019

**BOROUGH OF WOODBINE 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	Federal FAIN Number	Grant or State Project Number	Grant Period	Program or Award Amount	Balance 6/30/18	Cash Received	Budgetary Expenditures Pass Through Funds	Budgetary Expenditures Direct	Total Budgetary Expenditures (A)	Deferred Revenue 6/30/19	(Accounts Receivable) 6/30/19	Due to Grantor at 6/30/19
<b>U.S. Department of Agriculture</b>													
<b>Passed-through State Department of Education:</b>													
General Fund Fund:													
Medicaid Administrative Claiming Aid	93.778	1905NJ5MAP	N/A	7/01/18-6/30/19	\$ 1,670		\$ 1,670	\$ (1,670)		\$ (1,670)			
Enterprise Fund:													
Non-Cash Assistance:													
Food Distribution Program	10.565	Unknown	N/A	7/01/18-6/30/19	12,831		12,831	(9,024)		(9,024)	\$ 3,807		
Food Distribution Program	10.565	Unknown	N/A	7/01/17-6/30/18	15,060	\$ 4,546		(4,546)		(4,546)			
Child Nutrition Cluster:													
Cash Assistance:													
National School Lunch Program	10.555	191NJ304N1099	N/A	7/01/18-6/30/19	108,681		91,933	(108,681)		(108,681)		\$ (16,748)	
National School Lunch Program	10.555	181NJ304N1099	N/A	7/01/17-6/30/18	89,873	(4,766)	4,766						
School Breakfast Program	10.553	191NJ304N1099	N/A	7/01/18-6/30/19	57,905		49,292	(57,905)		(57,905)		(8,613)	
School Breakfast Program	10.553	181NJ304N1099	N/A	7/01/17-6/30/18	49,177	(2,424)	2,424						
School Snack Program	10.555	191NJ304N1099	N/A	7/01/18-6/30/19	4,303		4,005	(4,303)		(4,303)		(298)	
School Snack Program	10.555	181NJ304N1099	N/A	7/01/17-6/30/18	3,045	(73)	73						
Fresh Fruits and Vegetables	10.582	191NJ304L1603	N/A	7/01/18-6/30/19	9,071		6,201	(9,071)		(9,071)		(2,870)	
Total Enterprise Fund						(2,717)	171,525	(193,530)		(193,530)	3,807	(28,529)	
<b>U.S. Department of Education</b>													
<b>Passed-through State Department of Education:</b>													
Special Revenue Fund:													
Elementary and Secondary Education Act (E.S.E.A.)													
Title I	84.010	S010A160030	ESEA-5840-17	7/01/16-6/30/17	187,367	3,360							\$ 3,360
Title I	84.010	S010A170030	ESEA-5840-18	7/01/17-6/30/18	202,463	(82,982)	82,982						
Title I	84.010	S010A180030	ESEA-5840-19	7/01/18-6/30/19	207,739		145,507	(185,917)		(185,917)		(40,410)	
Title I - SIA Part A	84.010	S010A180030	ESEA-5840-19	7/01/18-6/30/19	93,089		34,958	(63,269)		(63,269)		(28,311)	
Title I - Reallocated	84.010	S010A180030	ESEA-5840-19	7/01/18-6/30/19	6,976			(6,976)		(6,976)		(6,976)	
Title II, Part A	84.367A	S367A170029	ESEA-5840-18	7/01/17-6/30/18	17,584	(2,903)	2,903						
Title II, Part A	84.367A	S367A180029	ESEA-5840-19	7/01/18-6/30/19	13,270		3,729	(8,530)		(8,530)		(4,801)	
Title III	84.365	S365A170030	ESEA-5840-18	7/01/17-6/30/18	218		154	(154)		(154)			
IDEA Cluster:													
IDEA Part B, Basic Regular	84.027	H027A170100	IDEA-5840-18	7/01/17-6/30/18	93,669	(19,406)	19,406						
IDEA Part B, Basic Regular	84.027	H027A180100	IDEA-5840-19	7/01/18-6/30/19	92,829		75,126	(92,829)		(92,829)		(17,703)	
IDEA Part B, Basic Preschool	84.173	H173A170114	IDEAPS-5840-18	7/01/17-6/30/18	954	(954)	954						
IDEA Part B, Basic Preschool	84.173	H173A180114	IDEAPS-5840-19	7/01/18-6/30/19	993		993	(993)		(993)			
REAP	84.358A	S358A166803	REAP-5840-17	7/01/16-6/30/17	4,685	(267)	4,952	(4,685)		(4,685)			
REAP	84.358A	S358A176803	REAP-5840-18	7/01/17-6/30/18	11,077		11,077	(11,077)		(11,077)			
Total Special Revenue Fund						(103,152)	382,741	(374,430)		(374,430)		(98,201)	3,360
Total Federal Financial Awards						\$ (105,869)	\$ 555,936	\$ (569,630)		\$ (569,630)	\$ 3,807	\$ (126,730)	\$ 3,360

(A) There were no awards passed through to subrecipients.

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

These funds were not audited in accordance with the Uniform Guidance since the total of all grant expenditures did not exceed \$750,000.

**BOROUGH OF WOODBINE SCHOOL DISTRICT**  
 Schedule of Expenditures of State Financial Assistance  
 for the Fiscal Year Ended June 30, 2019

State Grantor/Program Title	Grant or State Project Number	Program or Award Amount	Grant Period	(Accounts Receivable)	Carryover/ (Walkover) Amount	Cash Received	Budgetary Expenditures	Adjustments/ Repayment of Prior Years' Balances	Balance at June 30, 2019			MEMO		
				Balance June 30, 2018					Deferred Revenue	(Accounts Receivable)	Due to Grantor	Budgetary Receivable	Cumulative Total Expenditures	
<b>State Department of Education</b>														
<b>General Fund:</b>														
Equalization Aid	18-495-034-5120-078	\$ 1,802,434	7/01/17-6/30/18	\$ (152,290)		\$ 152,290								
Equalization Aid	19-495-034-5120-078	1,802,434	7/01/18-6/30/19			1,662,878	\$ (1,802,434)			\$ (139,556)		\$ (139,556)	\$ 1,802,434	
Special Education Categorical Aid	18-495-034-5120-089	124,339	7/01/17-6/30/18	(10,505)		10,505								
Special Education Categorical Aid	19-495-034-5120-089	150,703	7/01/18-6/30/19			139,035	(150,703)			(11,668)		(11,668)	150,703	
Security Aid	18-495-034-5120-084	85,575	7/01/17-6/30/18	(7,230)		7,230								
Security Aid	19-495-034-5120-084	94,856	7/01/18-6/30/19			87,512	(94,856)			(7,344)		(7,344)	94,856	
Adjustment Aid	18-495-034-5120-085	726,518	7/01/17-6/30/18	(61,384)		61,384								
Adjustment Aid	19-495-034-5120-085	685,541	7/01/18-6/30/19			632,462	(685,541)			(53,079)		(53,079)	685,541	
Transportation Aid	18-495-034-5120-014	164,200	7/01/17-6/30/18	(13,873)		13,873								
Transportation Aid	19-495-034-5120-014	164,200	7/01/18-6/30/19			151,487	(164,200)			(12,713)		(12,713)	164,200	
PARCC Readiness Aid	18-495-034-5120-098	2,260	7/01/17-6/30/18	(191)		191								
Per Pupil Growth Aid	18-495-034-5120-097	2,260	7/01/17-6/30/18	(191)		191								
School Choice Aid	18-495-034-5120-068	32,028	7/01/17-6/30/18	(2,706)		2,706								
School Choice Aid	19-495-034-5120-068	31,836	7/01/18-6/30/19			29,371	(31,836)			(2,465)		(2,465)	31,836	
Prof Learning Comm Aid	18-495-034-5120-101	2,290	7/01/17-6/30/18	(193)		193								
New Jersey Advanced Aid	N/A	40,977	7/01/18-6/30/19			40,977	(40,977)						40,977	
Homeless Tuition	N/A	20,188	7/01/18-6/30/19							(20,188)		(20,188)	20,188	
Extraordinary Aid	19-100-034-5120-044	5,959	7/01/18-6/30/19				(5,959)			(5,959)		(5,959)	5,959	
Non-public Transportation Costs	18-495-034-5120-014	3,132	7/01/17-6/30/18	(3,132)		3,132								
Non-public Transportation Costs	19-495-034-5120-014	6,960	7/01/18-6/30/19				(6,960)			(6,960)		(6,960)	6,960	
Social Security Contributions	19-495-034-5094-003	133,293	7/01/18-6/30/19			105,234	(133,293)			(28,059)		(28,059)	133,293	
On-Behalf TPAF Pension Contribution	19-495-034-5094-002	301,655	7/01/18-6/30/19			301,655	(301,655)						301,655	
On-Behalf TPAF Post Retirement Medical Contrib.	19-495-034-5094-001	136,830	7/01/18-6/30/19			136,830	(136,830)						136,830	
On-behalf TPAF Long-Term Disability Contrib.	19-495-034-5094-004	588	7/01/18-6/30/19			588	(588)						588	
<b>Total General Fund</b>				<b>(251,695)</b>		<b>3,539,724</b>	<b>(3,576,020)</b>			<b>(287,991)</b>		<b>(226,825)</b>	<b>3,576,020</b>	
<b>Special Revenue Fund:</b>														
Preschool Education Aid	18-495-034-5120-086	717,728	7/01/17-6/30/18	1,652	\$ (61,942)	60,290								
Preschool Education Aid	19-495-034-5120-086	733,672	7/01/18-6/30/19		61,942	665,128	(643,178)		\$ 152,436	(68,544)		(68,544)	643,178	
<b>Total Special Revenue Fund</b>				<b>1,652</b>		<b>725,418</b>	<b>(643,178)</b>		<b>152,436</b>	<b>(68,544)</b>		<b>(68,544)</b>	<b>643,178</b>	
<b>Capital Projects Fund</b>														
School Construction Corporation Building Upgrades & Boiler Project	5840-050-09-3000	561,991	Open	(561,991)		489,314		\$ 72,677					561,991	
<b>Total Capital Projects Fund</b>				<b>(561,991)</b>		<b>489,314</b>		<b>72,677</b>					<b>561,991</b>	
<b>Debt Service Fund</b>														
Debt Service Aid Type II	19-495-034-5120-017	157,806	7/01/18-6/30/19			157,806	(157,806)						157,806	
<b>Total Debt Service Fund</b>						<b>157,806</b>	<b>(157,806)</b>						<b>157,806</b>	
<b>State Department of Agriculture</b>														
<b>Enterprise Fund:</b>														
State School Lunch Program	18-100-010-3350-023	1,742	7/01/17-6/30/18	(92)		92								
State School Lunch Program	19-100-010-3350-023	1,912	7/01/18-6/30/19			1,617	(1,912)			(295)		(295)	1,912	
<b>Total Enterprise Fund</b>				<b>(92)</b>		<b>1,709</b>	<b>(1,912)</b>			<b>(295)</b>		<b>(295)</b>	<b>1,912</b>	
<b>Total State Financial Assistance</b>				<b>\$ (812,126)</b>		<b>\$ 4,913,971</b>	<b>\$ (4,378,916)</b>	<b>\$ 72,677</b>	<b>\$ 152,436</b>	<b>\$ (356,830)</b>		<b>\$ (295,369)</b>	<b>\$ 4,940,907</b>	
<b>Less: On-Behalf TPAF Pension System Contributions</b>														
On-Behalf TPAF Pension Contribution	19-495-034-5094-002	301,655	7/01/18-6/30/19			\$ 301,655	\$ (301,655)							
On-Behalf TPAF Post Retirement Medical Contrib.	19-495-034-5094-001	136,830	7/01/18-6/30/19			136,830	(136,830)							
On-behalf TPAF Long-Term Disability Contrib.	19-495-034-5094-004	588	7/01/18-6/30/19			588	(588)							
<b>Total State Financial Assistance - Major Program Determination</b>						<b>\$ 4,474,898</b>	<b>\$ (3,939,843)</b>							

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

**BOROUGH OF WOODBINE SCHOOL DISTRICT  
NOTES TO THE SCHEDULES OF EXPENDITURES 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, Borough of Woodbine School District. The Board of Education is defined in Note 1(A) to the Board's basic financial statements. All federal assistance received directly from federal agencies, as well as federal financial assistance passed through other government agencies is included on the schedule of federal financial assistance.

**NOTE 2. BASIS OF ACCOUNTING**

The accompanying schedules of financial assistance are presented on the budgetary basis of accounting with the exception of programs recorded in the enterprise fund, which are presented using the accrual basis of accounting. These bases of accounting are described in Notes 1(C) and 1(D) to the Board's basic financial statements. The information in this schedule is presented in accordance with the requirements of 2 CFR 200- *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, and New Jersey OMB 15-08. The District has elected not to use the 10-percent de minimis indirect cost rate allowed under Uniform Guidance.

**NOTE 3. RELATIONSHIP TO BASIC FINANCIAL STATEMENTS**

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

The general fund is presented in the accompanying schedules on the modified accrual basis with the exception of revenue recognition of the last state aid payment in the current budget year, which is mandated pursuant to P.L. 2003,c.97 (A3521). For GAAP purposes that payment is not recognized until the subsequent budget year due to the state deferral and recording of the last state aid payment in the subsequent year. The special revenue fund is presented in the accompanying schedules on the grant accounting budgetary basis, which recognizes encumbrances as expenditures and also recognizes the related revenues, whereas the GAAP basis does not.

The net adjustment to reconcile from the budgetary basis to the GAAP basis is \$93,238 for the general fund and \$8,254 for the special revenue fund. See the Notes to Required Supplementary Information for a reconciliation of the budgetary basis to the GAAP basis of accounting for the general and special revenue funds. Awards and financial assistance revenues are reported in the Board's basic financial statements on a GAAP basis as follows:

**BOROUGH OF WOODBINE SCHOOL DISTRICT  
NOTES TO THE SCHEDULES OF EXPENDITURES OF AWARDS  
AND FINANCIAL ASSISTANCE  
JUNE 30, 2019**

	<u>General Fund</u>	<u>Special Revenue Fund</u>	<u>Debt Service Fund</u>	<u>Food Service Fund</u>	<u>Total</u>
<b>State Assistance:</b>					
Actual Amounts (Budgetary) "revenues" from the Schedule of Expenditures of State Financial Assistance	\$ 3,136,947	\$ 643,178	\$ 157,806	\$ 1,912	\$ 3,939,843
Difference - Budget to GAAP					
State Aid Payment Recognized for GAAP Statements in the Current Year, Previously Recognized for Budgetary Purposes	248,563	60,290			308,853
State Aid Payment Recognized for Budgetary Purposes, not Recognized for GAAP Statements until the Subsequent Year	(226,825)	(68,544)			(295,369)
Grant Accounting Budgetary Basis Differs from GAAP in that Encumbrances are Recognized as Expenditure, and the Related Revenue is Recognized	71,500				71,500
On Behalf Payments Recognized for GAAP Purposes but not Included on the Schedule of Expenditures of State Financial Assistance	439,073				439,073
Total State Revenue as Reported on the Statement of Revenues, Expenditures and Changes in Fund Balances	<u>\$ 3,669,258</u>	<u>\$ 634,924</u>	<u>\$ 157,806</u>	<u>\$ 1,912</u>	<u>\$ 4,463,900</u>

**BOROUGH OF WOODBINE SCHOOL DISTRICT  
NOTES TO THE SCHEDULES OF EXPENDITURES OF  
AWARDS AND FINANCIAL ASSISTANCE  
JUNE 30, 2019**

	General Fund	Special Revenue Fund	Debt Service Fund	Food Service Fund	Total
<b>Federal Assistance</b>					
Actual Amounts (Budgetary)					
"revenues" from the Schedule					
of expenditures of Federal Awards \$	1,670	\$ 374,430	\$	\$ 193,530	\$ 569,630
Difference - Budget to GAAP					
Grant Accounting Budgetary					
Basis Differs from GAAP in that					
Encumbrances are Recognized as					
Expenditure, and the Related					
Revenue is Recognized					
Total Federal Revenue as Reported					
on the Statement of Revenues,					
Expenditures and Changes in					
Fund Balances	\$ 1,670	\$ 374,430	\$	\$ 193,530	\$ 569,630

**NOTE 4. RELATIONSHIP TO FEDERAL AND STATE FINANCIAL REPORTS**

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

**NOTE 5. OTHER**

Revenues and expenditures reported under the U.S.D.A. Commodities Program represent current year value received and current year distributions respectively. The amount reported as TPAF Pension Contributions represents the amount paid by the state on behalf of the district for the year ended June 30, 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 6: SCHOOLWIDE PROGRAM FUNDS**

The District's Federal Programs are maintained on a school-wide basis.

**NOTE 7: ADJUSTMENTS**

There were no adjustments on the schedule A of Federal Awards and a net adjustment of \$72,677 reflected on Schedule B of the State Financial Assistance.



**BOROUGH OF WOODBINE SCHOOL DISTRICT  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
FOR THE 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  X  no
- 2) Significant deficiencies identified? \_\_\_\_\_ yes  X  none reported

Noncompliance material to basic financial statements noted? \_\_\_\_\_ yes  X  no

**Federal Awards N/A**

Internal control over major programs:

- 1) Material weakness (es) identified? \_\_\_\_\_ yes \_\_\_\_\_ no
- 2) Significant deficiencies identified? \_\_\_\_\_ yes \_\_\_\_\_ none reported

Type of auditor's report issued on compliance for major programs: **N/A**

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

Identification of major programs:

<u>CFDA Number(s)</u>	<u>FAIN Number(s)</u>	<u>Name of Federal Program or Cluster</u>
-----------------------	-----------------------	---

N/A

Dollar threshold used to distinguish between type A and type B programs (section .518): **N/A**

Auditee qualified as low-risk auditee? \_\_\_\_\_ yes \_\_\_\_\_ no

**BOROUGH OF WOODBINE SCHOOL DISTRICT  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
FOR THE YEAR ENDED JUNE 30, 2019  
(continued)**

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

**State Awards**

Dollar threshold used to distinguish between type A and type B programs:    \$ 750,000

Auditee qualified as low-risk auditee?                              X   yes              no

Internal control over major programs:

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

2) Significant deficiencies identified that  
are not considered to be material  
weaknesses?     yes     X   none  
reported

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

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

Identification of major programs:

<b><u>State Grant/Project Number(s)</u></b>	<b><u>Name of State Program</u></b>
19-495-034-5120-078	Equalization Aid
19-495-034-5120-089	Special Education Categorical Aid
19-495-034-5120-084	Security Aid
19-495-034-5120-068	School Choice Aid
19-495-034-5120-085	Adjustment Aid

**BOROUGH OF WOODBINE SCHOOL DISTRICT  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
FOR THE YEAR ENDED JUNE 30, 2019  
(continued)**

**Section II - Financial Statement Findings**

This section identifies the significant deficiencies, material weakness, fraud, noncompliance with provisions of laws, regulations, contracts, and grant agreements, and abuse related to the financial statements for which Government Auditing Standards requires reporting and with audit requirements as prescribed by the Office of School Finance, Department of Education, State of New Jersey that requires reporting in the Uniform Guidance, New Jersey OMB Treasury Circular 15-08 audit.

**Finding:** N/A

**Criteria or specific requirement:**

**Condition:**

**Context:**

**Effect:**

**Cause:**

**Recommendation:**

**Views of responsible officials and planned corrective actions:**

**BOROUGH OF WOODBINE SCHOOL DISTRICT  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
FOR THE YEAR ENDED JUNE 30, 2019  
(continued)**

**Section III - Federal Awards and State Financial Assistance  
Findings and Questioned Costs**

This section identifies audit findings required to be reported by 2 CFR 200 section .516 of the *Uniform Administrative Requirements, Cost principles, and Audit Requirements for Federal Awards* and NJOMB Circular Letter 15-08, as applicable.

**FEDERAL AWARDS                      N/A**

- Finding:**
- Information on the federal program:**
- Criteria or specific requirement:**
- Condition:**
- Questioned Costs:**
- Context:**
- Effect:**
- Cause:**
- Recommendation:**
- Views of responsible officials and planned corrective actions:**

**STATE AWARDS                      N/A**

- Finding:**
- Information on the state program:**
- Criteria or specific requirement:**
- Condition:**
- Questioned Costs:**
- Context:**
- Effect:**
- Cause:**
- Recommendation:**
- Management's response:**

**SUMMARY SCHEDULE OF PRIOR YEAR AUDIT FINDINGS  
FOR THE YEAR ENDED JUNE 30, 2019**

This section identifies the status of prior - year findings related to the basic financial statements and Federal and State awards that are required to be reported in accordance with Chapter 6.12 of *Government Auditing Standards*, US OMB *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* section .511(a)(b) and New Jersey OMB's Treasury Circular 15-08, as applicable.

**STATUS OF PRIOR - YEAR FINDINGS**

NONE