

RAMAPO INDIAN HILLS REGIONAL HIGH SCHOOL DISTRICT

COMPREHENSIVE ANNUAL FINANCIAL REPORT

FOR THE FISCAL YEAR ENDED JUNE 30, 2017



Oakland, New Jersey

**COMPREHENSIVE ANNUAL
FINANCIAL REPORT**

of the

Ramapo Indian Hills Regional High School District

Oakland, New Jersey

For The Fiscal Year Ended June 30, 2017

Prepared by

Business Office

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INTRODUCTORY SECTION

**BOARD OF EDUCATION
RAMAPO INDIAN HILLS REGIONAL HIGH SCHOOL DISTRICT**

131 YAWPO AVENUE
OAKLAND, NEW JERSEY 07436

RAMAPO HIGH SCHOOL
Franklin Lakes, N.J. 07417
(201) 891-1500

(201) 416-8100
FAX (201) 416-8123

INDIAN HILLS HIGH SCHOOL
Oakland, N.J. 07436
(201) 337-0100

October 27, 2017

Honorable President and
Members of the Board of Education
Ramapo Indian Hills Regional High School District
131 Yawpo Avenue
Oakland, New Jersey 07436

Dear Board Members:

The comprehensive annual financial report of the Ramapo Indian Hills Regional High School District for the fiscal year ended June 30, 2017 is hereby submitted. Responsibility for the accuracy of the data and the 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.

Governmental Accounting Standards Board (GASB) requires that management provide a narrative introduction, overview and analysis to accompany the basic financial statements in the form of Management's Discussion and Analysis (MD&A). This letter of transmittal is designed to complement the MD&A and should be read in conjunction with it. Ramapo Indian Hills Regional High School's MD&A can be found immediately following the "Independent Auditor's Report".

The comprehensive annual financial report is presented in four sections: introductory, financial, statistical and single audit. The introductory section includes this transmittal letter, and a list of principal officials. The financial section includes the independent auditor's report, management's discussion and analysis (MD&A), the basic financial statements including the district-wide financial statements presented in conformity with Governmental Accounting Standards Board Statement No. 34. The basic financial statements also include individual fund financial statements, notes to the financial statements and required supplemental information (RSI). The statistical section includes selected financial and demographic information, generally presented on a multi-year basis.

The District is required to undergo an annual single audit in conformity with the provisions of the Title 2 U.S. Code of Federal Regulations (CFR) Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards (uniform Guidance) and the state Treasury Circular Letter 15-08 OMB, "Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid Payments". Information related to this single audit, including the auditors' report on the internal control structure and compliance with applicable laws and regulations and findings and recommendations, are included in the single audit section of this report.

Reporting Entity And High School Services: The Ramapo Indian Hills Regional High School District is an independent reporting entity within the criteria adopted by the Governmental Accounting Standards Board as established by GASB No. 14. All funds of the District are included in this report.

The District provides a full range of educational services appropriate to grade levels 9 through 12 for all students enrolled in the district. The District completed the 2016-17 fiscal year with an enrollment of 2,268 students, which is 10 students less than the previous year's enrollment. The following details the changes in the student enrollment of the District over the last ten (10) years:

Enrollment (October 15th of each year)

<u>Fiscal Year</u>	<u>Student Enrollment</u>	<u>Percent Change</u>
2016-2017	2,268	(.4%)
2015-2016	2,278	(3.84%)
2014-2015	2,365	.6%
2013-2014	2,352	n/a
2012-2013	2,351	1.87%
2011-2012	2,308	(3.5%)
2010-2011	2,388	.9%
2009-2010	2,366	1.4%
2008-2009	2,333	(1.2%)
2007-2008	2,359	2.1%

Initiatives:

Capital Improvements –

During the 2016-2017 school year, a number of construction projects commenced at both schools. At IHHS, the Boys Locker Room and Nurse's Office complex were completely renovated. In addition, various sections of roofing were replaced. At RHS, both the Boys and Girls Locker Rooms located at the lower gym area were completely renovated and several sections of roofing were replaced.

District Curriculum Initiatives during the 2016-2017 School Year -

The District has continued to follow the three-year curriculum renewal cycle during the 2016-2017 school year, where different content areas went through curriculum evaluation, revision, implementation, or final revision process depending on where they are in the cycle. The English, Math, and Applied Technology departments began the curriculum evaluation process during the 2016-2017 school year, with plans of writing curriculum in the summer of 2017 and implementation in the fall of 2017. All of the District's curriculum has been revised and approved in accordance with the New Jersey Student Learning Standards, and follows all adoption dates found on the Quality Single Accountability Continuum (QSAC) for the NJ Department of Education.

Several new courses have been added to the various content areas during the 2016-2017 school year, including Chinese 4 and Italian Cinema, Culture, and Conversation in the World Language department, Marine Systems / Oceanography in the Science department, Digital Design in the Art department, AP Computer Science Principles in the Math department, and a mountain bike unit in the Health and Physical Education department. The District also introduced Gender and Literary Texts and Introduction to Creative Nonfiction (English department), and Science Research (Science department) through the Syracuse University Project Advance dual enrollment program.

Awards: The District received a Certificate of Excellence in Financial Reporting from ASBO International for the 4th consecutive year.

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 objects 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 judgements 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 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.

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. Annual appropriated budgets are adopted for the general fund, the special revenue fund, and the debt service fund. Project-length budgets are approved for the capital projects fund. The final budget amount is amended for the fiscal year and reflected in the financial section.

An encumbrance accounting system is used to record outstanding purchase commitments on a line item basis. Open encumbrances at year-end are either cancelled or are included as re-appropriations of fund balance in the subsequent year. Those amounts to be re-appropriated are reported as assignments of fund balance at June 30, 2017.

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

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 public depositories protected from loss under the provisions of the Governmental Unit Deposit Protection Act (GUDPA). GUDPA was enacted in 1970 to protect Governmental Units from loss of funds on deposit with a failed banking institution in New Jersey. 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.

Risk Management: The Board carries various forms of insurance, including, but not limited to general liability, automobile liability and comprehensive/collision, hazard and theft insurance on property and contents, and fidelity bonds. The Board participates the Northeast Bergen County Insurance Fund (NESBIG), a pooled insurance group.

Independent Audit: State statutes require an annual audit by independent certified public accountants or registered municipal accountants. The accounting firm of Lerch, Vinci & Higgins LLP, 17-17 Route 208 N., Fair Lawn, New Jersey, was selected by the Board. In addition to meeting the requirements set forth in state statutes, the audit also was designed to meet the requirement of the Title 2 U.S. Code of Federal Regulations (CFR) Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards (Uniform Guidance) and State Treasury Circular Letter 15-08 OMB. The auditors' report on the basic financial statements and combining and individual fund statements and schedules is included in the financial section of this report. The auditor's reports related specifically to the single audit are included in the single audit section of this report.

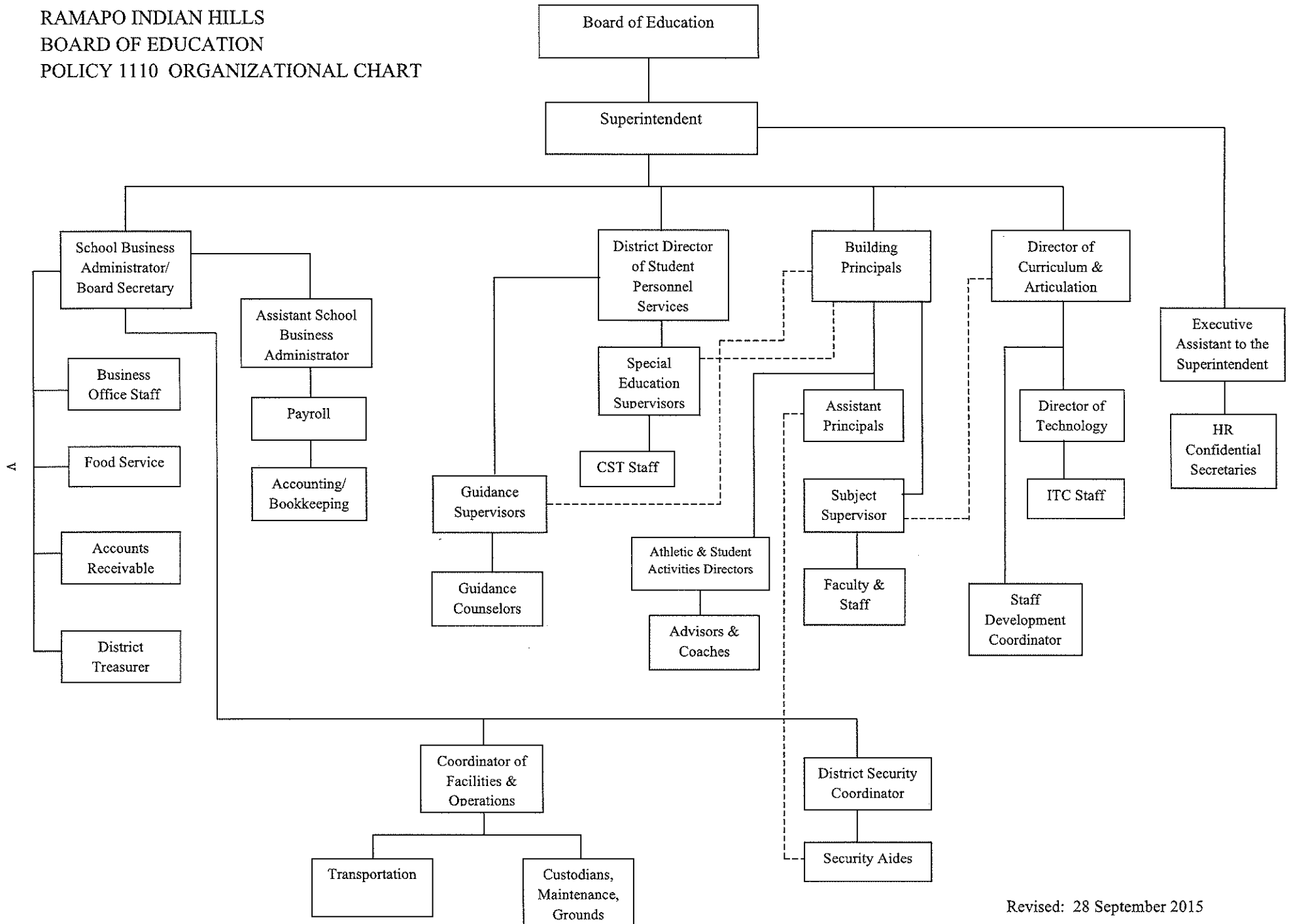
Acknowledgements: We would like to express our appreciation to the members of the Ramapo Indian Hills Regional High School District Board of Education for their concern in providing fiscal responsibility to the citizens and taxpayers of the school district and thereby contributing their full support to the development and maintenance of our financial operation. The preparation of this report could not have been accomplished without the efficient and dedicated services of our financial and accounting staff.

Respectfully submitted,


Beverly MacKay
Superintendent of Schools


Frank Ceurvels
Business Administrator/Board Secretary

RAMAPO INDIAN HILLS
 BOARD OF EDUCATION
 POLICY 1110 ORGANIZATIONAL CHART



Revised: 28 September 2015

RAMAPO INDIAN HILLS REGIONAL HIGH SCHOOL DISTRICT
131 Yawpo Avenue, Oakland, NJ 07436

ROSTER OF OFFICIALS
JUNE 30, 2017

<u>Members of the Board of Education</u>		<u>Term Expires</u>
E. David Becker	President	2017
John Butto	Vice President	2019
Thomas Bunting		2019
Jane Castor		2018
Teresa Kilday		2017
Christine Becker		2019
Sadie Quinlan		2017
Lisa Sciancalepore		2018
Kenneth Porro		2018

Other Officials

Beverly MacKay	Superintendent of Schools
Frank Ceurvels	Business Administrator / Board Secretary
Joseph Amatuzzi	Treasurer of School Monies
Stephen Fogarty	Board Attorney

RAMAPO INDIAN HILLS REGIONAL HIGH SCHOOL DISTRICT
131 Yawpo Avenue, Oakland, NJ 07436

CONSULTANTS AND ADVISORS
JUNE 30, 2017

Architects

Lan Associates
445 Godwin Avenue
Midland Park, New Jersey 07432

DiCara Rubino Architects
30 Galesi Drive, West Wing
Wayne, New Jersey 07470

Attorney

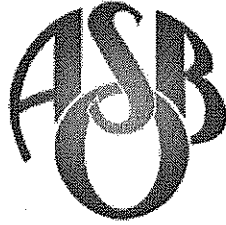
Fogarty and Hara
21-00 State Highway Route 208
Fair Lawn, New Jersey 07410

Audit Firm

Lerch, Vinci & Higgins
17-17 State Highway Route 208
Fair Lawn, New Jersey 07410

Official Depository

Capital One Bank
840 Franklin Avenue
Franklin Lakes, NJ 07417



**ASSOCIATION OF
SCHOOL BUSINESS OFFICIALS
INTERNATIONAL**

**The Certificate of Excellence in Financial Reporting
is presented to**

Ramapo Indian Hills Regional High School District

**for its Comprehensive Annual Financial Report (CAFR)
for the Fiscal Year Ended June 30, 2016.**

The CAFR has been reviewed and met or exceeded
ASBO International's Certificate of Excellence standards.



A handwritten signature in black ink, appearing to read 'Anthony N. Dragona'. The signature is written in a cursive style and is positioned above a horizontal line.

Anthony N. Dragona, Ed.D., RSBA
President

A handwritten signature in black ink, appearing to read 'John D. Musso'. The signature is written in a cursive style and is positioned above a horizontal line.

John D. Musso, CAE
Executive Director

FINANCIAL SECTION



LERCH, VINCI & HIGGINS, LLP

CERTIFIED PUBLIC ACCOUNTANTS
REGISTERED MUNICIPAL ACCOUNTANTS

DIETER P. LERCH, CPA, RMA, PSA
GARY J. VINCI, CPA, RMA, PSA
GARY W. HIGGINS, CPA, RMA, PSA
JEFFREY C. BLISS, CPA, RMA, PSA
PAUL J. LERCH, CPA, RMA, PSA
DONNA L. JAPHET, CPA, PSA
JULIUS B. CONSONI, CPA, PSA
ANDREW D. PARENTE, CPA, RMA, PSA

ELIZABETH A. SHICK, CPA, RMA, PSA
ROBERT W. HAAG, CPA, PSA
DEBORAH K. LERCH, CPA, PSA
RALPH M. PICONE, CPA, RMA, PSA
DEBRA GOLLE, CPA
CINDY JANACEK, CPA, RMA
MARK SACO, CPA
SHERYL M. NICOLOSI, CPA, PSA

INDEPENDENT AUDITOR'S REPORT

Honorable President and Members
of the Board of Trustees
Ramapo Indian Hills Regional High School District
Oakland, 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 Ramapo Indian Hills Regional High School District, as of and for the fiscal year ended June 30, 2017 and the related notes to the financial statements, which collectively comprise the Board of Education's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

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

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Ramapo Indian Hills Regional High School District as of June 30, 2017, and the respective changes in financial position and, where applicable, cash flows thereof for the fiscal 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 pension information 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

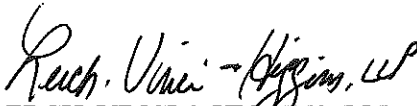
Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Ramapo Indian Hills Regional High School District's basic financial statements. The introductory section, combining and individual nonmajor fund financial statements, financial schedules, statistical section, schedule of expenditures of federal awards and schedule of expenditures of state financial assistance as required by New Jersey OMB Circular 15-08, Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid, are presented for purposes of additional analysis and are not a required part of the basic financial statements of the Ramapo Indian Hills Regional High School District.


The combining and individual nonmajor fund financial statements, schedule of expenditures of federal awards and schedule of expenditures of 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 nonmajor fund financial statements, schedules of expenditures of federal awards and state financial assistance are fairly stated in all material respects in relation to the basic financial statements as a whole.

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

Other Reporting Required by Government Auditing Standards

In accordance with Government Auditing Standards, we have also issued our report dated October 27, 2017 on our consideration of the Ramapo Indian Hills Regional High School District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the Ramapo Indian Hills Regional High School District's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with Government Auditing Standards in considering the Ramapo Indian Hills Regional High School District's internal control over financial reporting and compliance.


LERCH, VINCI & HIGGINS, LLP
Certified Public Accountants
Public School Accountants


Gary J. Vinci
Public School Accountant
PSA Number CS00829

Fair Lawn, New Jersey
October 27, 2017

REQUIRED SUPPLEMENTARY INFORMATION – PART I

MANAGEMENT'S DISCUSSION AND ANALYSIS

RAMAPO INDIAN HILLS REGIONAL HIGH SCHOOL DISTRICT

Management's Discussion and Analysis For the Fiscal Year Ended June 30, 2017

This section of the Ramapo Indian Hills Regional High School District's comprehensive annual financial report presents our discussion and analysis of the District's financial performance during the fiscal year that ended on June 30, 2017. Please read it in conjunction with the transmittal letter at the front of this report and the District's financial statements, which immediately follows this section.

The Management's Discussion and Analysis (MD&A) is an element of Required Supplementary Information specified in the Governmental Accounting Standard Board's (GASB) Statement No. 34 – Basic Financial Statements – and Management's Discussion and Analysis – for State and Local Governments. Certain comparative information between the current year (2016-2017) and the prior year (2015-2016) is required to be presented in the MD&A.

FINANCIAL HIGHLIGHTS

Key financial highlights for the 2016-2017 fiscal year include the following:

- The assets and deferred outflows of resources of the Ramapo Indian Hills Regional High School District exceeded its liabilities and deferred inflows of resources at the close of the fiscal year by \$49,842,700 (net position).
- Overall revenues were \$68,323,327. General revenues, transfers and special items accounted for \$50,396,647 or 74% of all revenues. Program specific revenues in the form of charges for services and grants and contributions accounted for \$17,926,680 or 26% of total revenues.
- The school district had \$64,851,595 in expenses for governmental activities; only \$16,460,569 of these expenses were offset by program specific charges, grants or contributions. General revenues, transfers and special items (predominantly property taxes) of \$50,394,575 were adequate to provide for these programs.
- As of the close of the current fiscal year, the District's governmental funds reported a combined ending fund balance of \$23,967,841.
- The General Fund (GAAP Basis) fund balance at June 30, 2017 was \$21,994,212 an increase of \$3,224,792 when compared with the beginning balance at July 1, 2016 of \$18,769,420.

OVERVIEW OF THE FINANCIAL STATEMENTS

The financial section of the annual report consists of four parts – Independent Auditor's Report, required supplementary information which includes the management's discussion and analysis (this section), the basic financial statements, and supplemental information. The basic financial statements include two kinds of statements that present different views of the District:

- The first two statements are district-wide financial statements that provide both short-term and long-term information about the District's overall financial status.

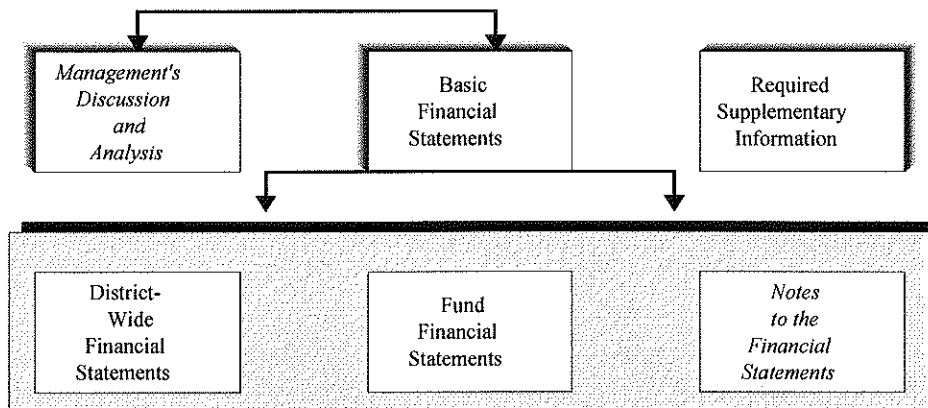
RAMAPO INDIAN HILLS REGIONAL HIGH SCHOOL DISTRICT

Management's Discussion and Analysis For the Fiscal Year Ended June 30, 2017

- The remaining statements are fund financial statements that focus on individual parts of the District, reporting the District's operations in more detail than the district-wide statements.
 - The district governmental funds statements tell how basic services were financed in the short term as well as what remains for future spending.
 - Proprietary funds statements offer short-term and long-term financial information about the activities the district operated like businesses.
 - Fiduciary funds statements provide information about the financial relationships in which the District acts solely as a trustee or agent for the benefit of others to whom the resources belong.

The financial statements also include notes that explain some of the information in the statements and provide more detailed data. Figure A-1 shows how the various parts of this annual report are arranged and related to one another.

Figure A-1



RAMAPO INDIAN HILLS REGIONAL HIGH SCHOOL DISTRICT

Management's Discussion and Analysis For the Fiscal Year Ended June 30, 2017

Figure A-2 summarizes the major features of the District's financial statements, including the portion of the District's activities they cover and the types of information they contain. The remainder of this overview section of management's discussion and analysis highlights the structure and contents of each of the statements.

Figure A-2

Major Features of the District-Wide and Fund Financial Statements

	District-Wide Statements	Fund Financial Statements		
		Governmental Funds	Proprietary Funds	Fiduciary Funds
Scope	Entire district (except fiduciary funds)	The activities of the district that are not proprietary or fiduciary, such as regular and special education and building maintenance	Activities the district operates similar to private businesses: Enterprise fund	Instances in which the district administers resources on behalf of someone else, such as Unemployment, Payroll Agency, and Student Activities
Required financial statements	Statements of Net Position Statement of Activities	Balance Sheet Statement of Revenues, Expenditures and Changes in Fund Balances	Statement of Net Position Statement of Revenues, Expenses, and Changes in Fund Net Position Statement of Cash Flows	Statements of Fiduciary Net Position Statement of Changes In Fiduciary Net Position
Accounting Basis and Measurement focus	Accrual accounting and economic resources focus	Modified accrual accounting and current financial focus	Accrual accounting and economic resources focus	Accrual accounting and economic resources focus
Type of asset/ deferred Outflows/inflows of resources/ liability information	All assets, deferred outflows/inflows of resources and liabilities, both financial and capital, short-term and long-term	Generally assets expected to be utilized and liabilities that come due during the year or soon thereafter; no capital assets or long-term liabilities included	All assets and liabilities, both financial and capital, and short-term and long-term	All assets and liabilities, both short-term and long-term funds do not currently contain capital assets.
Type of inflow/outflow information	All revenues and expenses during year, regardless of when cash is received or paid	Revenues for which cash is received during or soon after the end of the year; expenditures when goods or services have been received and the related liability is due and payable.	All revenues and expenses during the year, regardless of when cash is received or paid.	All additions and dedications during the year, regardless of when cash is received or paid.

District-wide financial statements

The district-wide statements report information about the District as a whole using accounting methods similar to those used by private-sector companies. The statement of net position includes all of the District's assets, deferred outflows/inflows of resources and liabilities. All of the current year's revenues and expenses are accounted for in the statement of activities regardless of when cash is received or paid.

The two district-wide statements report the District's net position and how they have changed. Net position – the difference between the District's assets and deferred outflows of resources and liabilities and deferred inflows of resources – is one way to measure the District's financial health or position.

RAMAPO INDIAN HILLS REGIONAL HIGH SCHOOL DISTRICT

Management's Discussion and Analysis For the Fiscal Year Ended June 30, 2017

District-wide financial statements (continued)

- Over time, increases or decreases in the District's net position are an indicator of whether its financial position is improving or deteriorating.
- To assess the overall health of the District you need to consider additional non-financial factors such as changes in the District's property tax base and the condition of school buildings and other facilities.

In the district-wide financial statements the District's activities are shown in two categories:

- *Governmental activities* – Most of the District's basic services are included here, such as regular and special education, transportation, administration and plant operations and maintenance. Property taxes and state aids finance most of these activities.
- *Business type activities* – These funds are used to account for operations that are financed and operated in a manner similar to private business enterprises. The District's Food Service Fund and 1 to 1 Initiative (Laptop Insurance Program) Fund are included under this category.

Fund financial statements

The fund financial statements provide more detailed information about the District's funds – focusing on its most significant or “major” funds – not the District as a whole. Funds are accounting devices the District uses to keep track of specific sources of funding and spending on particular programs:

- Some funds are required by State law and bond covenants.
- The District establishes other funds to control and manage money for particular purposes or to show that it is properly using certain revenues (federal and state grants).

The District has three kinds of funds:

- *Governmental funds* – Most of the District's basic services are included in governmental funds, which generally focus on (1) how cash and other financial assets that can readily be converted to cash flow in and out and (2) the balances left at year-end that are available for spending. Consequently, the governmental funds statements provide a detailed short-term view that helps to determine whether there are more or fewer financial resources that can be spent in the near future to finance the District's programs. Because this information does not encompass the additional long-term focus of the district-wide statements, we provide additional information at the bottom of the governmental funds statements that explains the relationship (or differences) between them.
- *Proprietary funds* – Services for which the District charges a fee are generally reported in proprietary funds. Proprietary funds are reported in the same way in the fund financial statements as district-wide statements.

RAMAPO INDIAN HILLS REGIONAL HIGH SCHOOL DISTRICT

Management's Discussion and Analysis For the Fiscal Year Ended June 30, 2017

Fund financial statements (continued)

Enterprise Funds – This fund is established to account for operations that are financed and operated in a manner similar to private business enterprises. The stated intent is that costs of providing goods or services to the students on a continuing basis are financed or recovered primarily through user charges. The District currently has two enterprise funds.

- Food Service (Cafeteria)
- 1 to 1 Initiative (Laptop Insurance Program)

• *Fiduciary funds* – The District is the trustee, or fiduciary, for assets that belong to others. The District is responsible for ensuring that the assets reported in these funds are used only for their intended purposes and by those to whom the assets belong. All of the District's fiduciary activities are reported in a separate statement of fiduciary net position and a statement of changes in fiduciary net position. We exclude these activities from the district-wide financial statements because the District cannot use these assets to finance its operations.

Notes to the financial statements

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

Other Information

In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information. The first part of required supplementary information is concerning the District's budget process. The District adopts an annual expenditure budget for the general, special revenue and debt service funds. A budgetary comparison statement has been provided for these funds as required supplementary information. The required supplementary information can be found following the notes to the financial statements.

The District also presents required supplementary information regarding the accounting and reporting for pensions as required under GASB statement No. 68. The required supplementary information can be found following the notes to the financial statements.

Combining statements and schedules are presented immediately following the required supplementary information.

DISTRICT-WIDE FINANCIAL ANALYSIS

Net position may serve over time as a useful indicator of a government's financial position. In the case of the Ramapo Indian Hills Regional High School District, assets and deferred outflows of resources exceeded liabilities and deferred inflows of resources by \$49,842,700 as of June 30, 2017.

RAMAPO INDIAN HILLS REGIONAL HIGH SCHOOL DISTRICT

Management's Discussion and Analysis For the Fiscal Year Ended June 30, 2017

By far the largest portion of the District's net position reflects its investment in capital assets (e.g., land and improvements, buildings and improvements, vehicles, furniture and equipment); less any related debt used to acquire those assets that is still outstanding. The District uses these capital assets to provide services to its students; consequently, these assets are not available for future spending. Although the District's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

Statement of Net Position As of June 30, 2017 and 2016

	Governmental Activities		Business-Type Activities		Total	
	2017	2016	2017	2016	2017	2016
Assets						
Current Assets	\$ 27,144,524	\$ 24,427,227	\$ 872,813	\$ 688,789	\$ 28,017,337	25,116,016
Capital Assets	<u>60,288,558</u>	<u>59,552,592</u>	<u>89,108</u>	<u>100,228</u>	<u>60,377,666</u>	<u>59,652,820</u>
Total Assets	<u>87,433,082</u>	<u>83,979,819</u>	<u>961,921</u>	<u>789,017</u>	<u>88,395,003</u>	<u>84,768,836</u>
Deferred Outflows of Resources						
Deferred Amounts on Refunding of Debt	525,194	610,515	-	-	525,194	610,515
Deferred Amounts on Net Pension Liability	<u>4,739,225</u>	<u>2,113,348</u>	<u>-</u>	<u>-</u>	<u>4,739,225</u>	<u>2,113,348</u>
Total Deferred Outflows of Resources	<u>5,264,419</u>	<u>2,723,863</u>	<u>-</u>	<u>-</u>	<u>5,264,419</u>	<u>2,723,863</u>
Total Assets and Deferred Outflows of Resources	<u>92,697,501</u>	<u>86,703,682</u>	<u>961,921</u>	<u>789,017</u>	<u>93,659,422</u>	<u>87,492,699</u>
Liabilities						
Long-Term Liabilities	40,058,748	37,342,858			40,058,748	37,342,858
Other Liabilities	<u>3,217,687</u>	<u>2,135,151</u>	<u>125,065</u>	<u>98,591</u>	<u>3,342,752</u>	<u>2,233,742</u>
Total Liabilities	<u>43,276,435</u>	<u>39,478,009</u>	<u>125,065</u>	<u>98,591</u>	<u>43,401,500</u>	<u>39,576,600</u>
Deferred Inflows of Resources						
Deferred Amounts on Net Pension Liability	<u>415,222</u>	<u>223,378</u>	<u>-</u>	<u>-</u>	<u>415,222</u>	<u>223,378</u>
Total Deferred Inflows of Resources	<u>415,222</u>	<u>223,378</u>	<u>-</u>	<u>-</u>	<u>415,222</u>	<u>223,378</u>
Total Liabilities and Deferred Inflows of Resources	<u>43,691,657</u>	<u>39,701,387</u>	<u>125,065</u>	<u>98,591</u>	<u>43,816,722</u>	<u>39,799,978</u>
Net Position						
Net Investment in Capital Assets	42,294,899	40,451,949	89,108	100,228	42,384,007	40,552,177
Restricted	18,758,765	16,667,517			18,758,765	16,667,517
Unrestricted	<u>(12,047,820)</u>	<u>(10,117,171)</u>	<u>747,748</u>	<u>590,198</u>	<u>(11,300,072)</u>	<u>(9,526,973)</u>
Total Net Position	<u>\$ 49,005,844</u>	<u>\$ 47,002,295</u>	<u>\$ 836,856</u>	<u>\$ 690,426</u>	<u>\$ 49,842,700</u>	<u>\$ 47,692,721</u>

RAMAPO INDIAN HILLS REGIONAL HIGH SCHOOL DISTRICT

Management's Discussion and Analysis For the Fiscal Year Ended June 30, 2017

Changes in Net Position For the Fiscal Years Ended June 30, 2017 and 2016

	Governmental		Business-Type		Total	
	Activities		Activities			
	2017	2016	2017	2016	2017	2016
Revenues						
Program Revenues						
Charges for Services	\$ 184,100	\$ 161,419	\$ 1,466,111	\$ 1,369,988	\$ 1,650,211	\$ 1,531,407
Grants and Contributions	16,276,469	14,317,323			16,276,469	14,317,323
General Revenues						
Property Taxes	49,666,764	48,897,890			49,666,764	48,897,890
Unrestricted State Aid	68,174	47,058			68,174	47,058
Other	659,637	845,582	2,072	1,616	661,709	847,198
Total Revenues	<u>66,855,144</u>	<u>64,269,272</u>	<u>1,468,183</u>	<u>1,371,604</u>	<u>68,323,327</u>	<u>65,640,876</u>
Expenses						
Instruction						
Regular	30,823,984	28,225,194			30,823,984	28,225,194
Special Education	5,971,270	6,122,634			5,971,270	6,122,634
Other Instruction	106,224	98,598			106,224	98,598
Other Instructional/Supplemental Programs	624,233	658,870			624,233	658,870
School Sponsored Activities and Athletics	3,452,812	3,310,077			3,452,812	3,310,077
Support Services						
Student and Instruction Related Serv.	8,726,716	8,033,079			8,726,716	8,033,079
School Administrative Services	3,169,276	2,914,019			3,169,276	2,914,019
General Administrative Services	960,247	962,703			960,247	962,703
Plant Operations and Maintenance	6,334,414	5,761,447			6,334,414	5,761,447
Pupil Transportation	2,229,600	2,167,697			2,229,600	2,167,697
Business and Other Support Services	1,881,170	1,679,661			1,881,170	1,679,661
Interest on Long-Term Debt	571,649	609,801			571,649	609,801
Food Services			1,212,272	1,183,680	1,212,272	1,183,680
I to I Initiative	-	-	109,481	20,629	109,481	20,629
Total Expenses	<u>64,851,595</u>	<u>60,543,780</u>	<u>1,321,753</u>	<u>1,204,309</u>	<u>66,173,348</u>	<u>61,748,089</u>
Increase (Decrease) in Net Position						
Before Transfers and Special Item	2,003,549	3,725,492	-	167,295	2,003,549	3,892,787
Transfers	-	77,614	-	(77,614)	-	-
Special Item	-	1,137,597	-	-	-	1,137,597
Change in Net Position	2,003,549	4,940,703	146,430	89,681	2,149,979	5,030,384
Net Position Beginning of Year	<u>47,002,295</u>	<u>42,061,592</u>	<u>690,426</u>	<u>600,745</u>	<u>47,692,721</u>	<u>42,662,337</u>
Net Position, End of Year	<u>\$ 49,005,844</u>	<u>\$ 47,002,295</u>	<u>\$ 836,856</u>	<u>\$ 690,426</u>	<u>\$ 49,842,700</u>	<u>\$ 47,692,721</u>

RAMAPO INDIAN HILLS REGIONAL HIGH SCHOOL DISTRICT

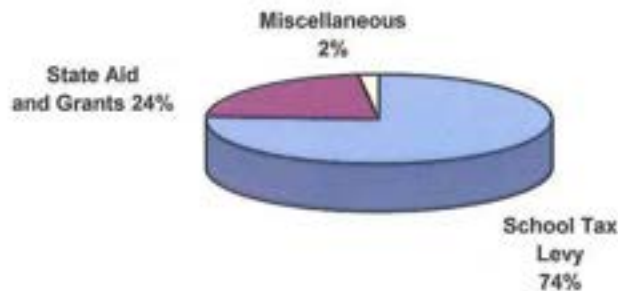
Management's Discussion and Analysis For the Fiscal Year Ended June 30, 2017

Governmental Activities. The District's total governmental activities' revenues, which includes State and Federal grants, were \$66,855,144 for the fiscal year ended June 30, 2017, an increase of \$2,585,872 or 4% over the previous year. A significant amount of this increase is attributable to the adjustment to the on-behalf TPAF contribution to recognize the actuarially determined amount that should have been contributed by the State on-behalf of the District. Property taxes of \$49,666,764 represented 74% of revenues. Another significant portion of revenues came from State, Federal and Local aid; total State, Federal, Local and formula aid was \$16,344,643 (24%) of revenues. Another source of revenues is miscellaneous income, which includes items such as rentals, prior year refunds, interest etc. which amounts to \$659,637(1%) of total revenues. The smallest component of revenues is charges for services, which includes tuition from other LEAs and individuals and transportation fees from individuals.

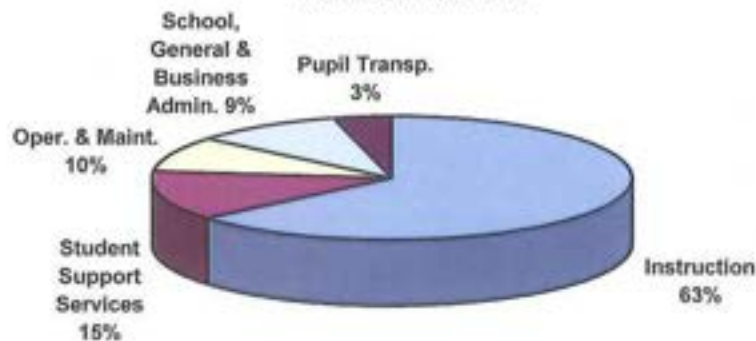
The total cost of all governmental activities programs and services was \$64,851,595. The District's expenses are predominantly related to educating and caring for students. Instruction totaled \$40,978,523 (63%) of total expenses. Support services totaled \$23,301,423 or 36% of total expenses. The remaining expenses relate to interest and other charges on long-term debt which were \$571,649 or less than 1% of total expenses.

Total governmental activities revenues, transfers and special item surpassed expenses, increasing net position \$2,003,549 over the previous year.

Revenues by Source- Governmental Activities
For Fiscal Year 2017



Expenses by Type- Governmental Activities
For Fiscal Year 2017



Total and Net Cost of Governmental Activities. The District's total cost of services was \$64,851,595. After applying program revenues, derived from charges for services of \$184,100 and operating and capital grants and contributions of \$16,276,469 the net cost of services of the District is \$48,391,026.

RAMAPO INDIAN HILLS REGIONAL HIGH SCHOOL DISTRICT

Management's Discussion and Analysis For the Fiscal Year Ended June 30, 2017

Total and Net Cost of Governmental Activities. The District's total cost of services was \$64,851,595. After applying program revenues, derived from charges for services of \$184,100 and operating and capital grants and contributions of \$16,276,469 the net cost of services of the District is \$48,391,026.

Total and Net Cost of Governmental Activities For the Fiscal Years Ended June 30, 2017 and 2016

	<u>Total Cost of Services</u>		<u>Net Cost of Services</u>	
	<u>2017</u>	<u>2016</u>	<u>2017</u>	<u>2016</u>
Instruction				
Regular	\$ 30,823,984	\$ 28,225,194	\$ 21,067,920	\$ 21,141,783
Special Education	5,971,270	6,122,634	3,434,394	3,629,573
Other Instruction	106,224	98,598	68,499	70,572
Other Instructional/Supplemental Programs	624,233	658,870	624,233	469,380
School Sponsored Activities and Athletics	3,452,812	3,310,077	3,229,257	3,310,077
Support Services				
Student and Instruction Related Svcs.	8,726,716	8,033,079	6,581,363	6,434,064
School Administrative Services	3,169,276	2,914,019	2,249,293	2,252,417
General Administrative Services	960,247	962,703	960,247	962,703
Plant Operations and Maintenance	6,334,414	5,761,447	5,803,147	3,600,936
Pupil Transportation	2,229,600	2,167,697	1,919,854	1,904,071
Business and Other Support Services	1,881,170	1,679,661	1,881,170	1,679,661
Interest on Long-Term Debt	571,649	609,801	571,649	609,801
Total	<u>\$ 64,851,595</u>	<u>\$ 60,543,780</u>	<u>\$ 48,391,026</u>	<u>\$ 46,065,038</u>

Business-Type Activities – The District's total business-type activities revenues were \$1,468,138 for the year ended June 30, 2017. Charges for services accounted for more than 99% of total revenues for the year.

The total cost of all business-type activities programs and services was \$1,321,753. The District's expenses are related to Food Service programs provided to all students, teachers and administrators within the District as well as a 1 to 1 initiative (laptop insurance) program.

Total business-type activities revenues surpassed expenses and transfers increasing net position by \$146,430 over the previous year.

RAMAPO INDIAN HILLS REGIONAL HIGH SCHOOL DISTRICT

Management's Discussion and Analysis For the Fiscal Year Ended June 30, 2017

FINANCIAL ANALYSIS OF THE DISTRICT'S FUNDS

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

Governmental Funds

The focus of the District's governmental funds is to provide information on near-term inflows, outflows, and balances of spendable resources. Such information is useful in assessing the District's financing requirements. In particular, unassigned fund balance may serve as a useful measure of the District's net resources available for spending at the end of the fiscal year.

The financial performance of the District as a whole is reflected in its governmental funds as well. As the District completed the year, its governmental funds reported a combined fund balance of \$23,967,841. At June 30, 2016, the fund balance was \$22,335,497. This increase is predominately attributable to a minimal increase in spending due to careful monitoring of the District's expenditures and the reserving of funds needed to fund future anticipated costs.

Revenues and other financing sources for the District's governmental funds were \$62,987,603, while total expenses and other financing uses were \$61,355,259, thereby increasing fund balance by \$1,632,344.

General Fund - The General Fund is the chief operating fund of the District and includes the primary operations in providing educational services to students from grades 9-12 including pupil transportation activities and other support services.

The following schedule presents a summary of General Fund Revenues.

	Fiscal Year Ended <u>June 30, 2017</u>	Fiscal Year Ended <u>June 30, 2016</u>	Amount of Increase <u>(Decrease)</u>	Percent <u>Change</u>
Local Sources				
Property Tax Levy	\$ 48,103,336	\$ 47,274,965	\$ 828,371	2%
Tuition	108,646	103,031	5,615	5%
Transportation	75,454	58,388	17,066	29%
Interest	87,956	73,473	14,483	20%
Miscellaneous	571,681	772,109	(200,428)	-26%
State Sources	<u>6,731,005</u>	<u>5,997,197</u>	<u>733,808</u>	12%
Total General Fund Revenues	<u>\$ 55,678,078</u>	<u>\$ 54,279,163</u>	<u>\$ 1,398,915</u>	3%

Total General Fund Revenues increased by \$1,398,915 or 3% compared with the previous year. The on-behalf state revenues and property taxes were largely attributable for the increase.

Local property taxes increased approximately 2% from the previous year. State aid revenues increased \$733,808 or 12% predominantly attributable to the increase in the State's contribution for on-behalf TPAF pension system accrued liability costs.

RAMAPO INDIAN HILLS REGIONAL HIGH SCHOOL DISTRICT

Management's Discussion and Analysis For the Fiscal Year Ended June 30, 2017

Miscellaneous revenues decreased primarily due to the decrease in prior payables cancelled compared to the prior year.

Interest income revenues increased slightly due to increased available cash balances.

Tuition revenues increased slightly due to a change in enrollment of students received from outside the District.

The following schedule presents a summary of General Fund expenditures.

	Fiscal Year Ended <u>June 30, 2017</u>	Fiscal Year Ended <u>June 30, 2016</u>	Amount of Increase (Decrease)	Percent Change
Instruction	\$ 33,142,881	\$ 32,134,695	\$ 1,008,186	3%
Support Services	20,040,214	18,903,010	1,137,204	6%
Debt Service	694,243	2,064,994	(1,370,751)	-66%
Capital Outlay	<u>209,549</u>	<u>144,935</u>	<u>64,614</u>	44%
 Total Expenditures	 <u>\$ 54,086,887</u>	 <u>\$ 53,247,634</u>	 <u>\$ 839,253</u>	 2%

Total General Fund expenditures increased \$839,253 or 2% over the previous year.

In 2016-2017 General Fund revenues and financing sources exceeded expenditures and other financing uses by \$3,224,792. As a result, total fund balance increased to \$21,994,212 at June 30, 2017. After deducting transfers and reserves, the unassigned fund balance decreased from \$939,056 at June 30, 2016 to \$913,114 at June 30, 2017.

Special Revenue Fund - The Special Revenue Fund includes all restricted Federal, State and Local sources utilized in the operations of the district in providing educational services to students with special needs.

Revenues of the Special Revenue Fund were \$632,742, for the fiscal year ended June 30, 2017. Federal sources accounted for the majority of Special Revenue Fund's revenue, which represented 76% of the total revenue for the year.

Total Special Revenue Fund revenues decreased \$59,633 or 9% from the previous year. Federal sources decreased \$157,416 or 25%, State sources increased \$8,126 or 27% and local sources increased \$89,657 or 371%.

Expenditures of the Special Revenue Fund were \$632,742. Instructional expenditures accounted for 100% of the expenditures for the fiscal year ended June 30, 2017.

RAMAPO INDIAN HILLS REGIONAL HIGH SCHOOL DISTRICT

Management's Discussion and Analysis For the Fiscal Year Ended June 30, 2017

Capital Projects Fund - The Capital Projects Fund revenues and other financing sources were less than expenditures and other financing uses by \$1,474,826 resulting in a remaining fund balance of \$1,973,629 at June 30, 2017. The fund balance mostly represents the unexpended local share of capital projects approved by the Board.

Proprietary Funds

The District maintains an Enterprise Fund to account for activities, which are supported in part through user fees.

Enterprise Funds - The District uses Enterprise Funds to report activities related to the Food Services and 1 to 1 Initiative (Laptop Insurance) Programs. The District's Enterprise Funds provide the same type of information found in the district-wide financial statements, business-type activities, but in more detail. Factors concerning the finances of these Funds have already been addressed in the discussion of the District's business-type activities.

GENERAL FUND BUDGETARY HIGHLIGHTS

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

Over the course of the year, the District revised the annual operating budget several times. These budget amendments fall into two categories

- Implementing budgets for specially funded projects, which include both federal and State grants, and reinstating prior year purchase orders being carried over.
- Increases in appropriations for the funding of capital projects approved in the Long-Range Facilities Plan.

CAPITAL ASSETS

The District's investment in capital assets for its governmental and business type activities as of June 30, 2017 amounts to \$60,377,666 (net of accumulated depreciation). The capital assets consist of land, land improvements, construction in progress, buildings, building improvements, computers, specialized machinery and various other types of equipment. Depreciation charges for fiscal year 2016-2017 amounted to \$2,361,564 for governmental activities and \$11,120 for business-type activities.

RAMAPO INDIAN HILLS REGIONAL HIGH SCHOOL DISTRICT

**Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2017**

**Capital Assets at June 30, 2017 and 2016
(Net of Accumulated Depreciation)**

	Governmental		Business-Type		Total	
	Activities		Activities			
	<u>2017</u>	<u>2016</u>	<u>2017</u>	<u>2016</u>	<u>2017</u>	<u>2016</u>
Land and Improvements						
Other Than Building	\$ 1,556,142	\$ 1,695,549			\$ 1,556,142	\$ 1,695,549
Building and Building Improvements	57,556,211	56,491,684			57,556,211	56,491,684
Machinery and Equipment	981,790	994,718	\$ 89,108	\$ 100,228	1,070,898	1,094,946
Construction in Progress	194,415	370,641	-	-	194,415	370,641
Total Capital Assets, Net	\$ 60,288,558	\$ 59,552,592	\$ 89,108	\$ 100,228	\$ 60,377,666	\$ 59,652,820

Additional information on the District's capital assets are presented in the "Notes to the Financial Statements" of this report.

LONG TERM LIABILITIES

At year end, the District's long-term liabilities consisted of compensated absences payable of \$811,392, lease purchase obligations of \$3,816,896 and bonds payable of \$18,518,853 and net pension liability of \$16,911,607.

Additional information of the District's long-term liabilities is presented in the "Notes to the Financial Statements" of this report.

ECONOMIC FACTORS AND NEXT YEAR'S BUDGET AND RATES

Currently, the District is in good financial condition. Everyone associated with Ramapo Indian Hills Regional High School is grateful for the community support.

The School Funding and Reform Act (SFRA) was enacted in 2008 and established a statewide, weighted student funding formula. For reasons beyond our control, the aid amount to Ramapo Indian Hills School District has been significantly under-funded since 2011-12. If the district were to receive its full share of funding under the formula in 2016-17, it would be entitled to receive state categorical aid in the amount of \$3,080,639. Instead, the district received \$1,280,379. The district is being underfunded by the State in the amount of \$1,800,260. This shortfall is thereby absorbed by the taxpayers in all 3 communities and magnifies the over-reliance on property taxes to fund our local schools.

Many factors were considered by the District's administration during the process of developing the fiscal year 2016-2017 budget. The primary factors were the District's projected student population, anticipated state and federal aid as well as increasing salary and related benefit costs.

These indicators were considered when adopting the budget for fiscal year 2017-2018. Budgeted expenditures in the General Fund increased 2 percent to \$52,823,497 for fiscal year 2017-2018.

RAMAPO INDIAN HILLS REGIONAL HIGH SCHOOL DISTRICT

Management's Discussion and Analysis For the Fiscal Year Ended June 30, 2017

CONTACTING THE DISTRICT'S FINANCIAL MANAGEMENT

This financial report is designed to provide our citizens, taxpayers, customers, and investors and creditors with a general overview of the District's finances and to demonstrate the District's accountability for the money it receives. If you have questions about this report or need additional information contact the School Business Administrator, Ramapo Indian Hills Regional High School, 131 Yawpo Avenue, Oakland, NJ 07436.

BASIC FINANCIAL STATEMENTS

RAMAPO INDIAN HILLS REGIONAL HIGH SCHOOL DISTRICT
STATEMENT OF NET POSITION
AS OF JUNE 30, 2017

	<u>Governmental Activities</u>	<u>Business-Type Activities</u>	<u>Total</u>
ASSETS			
Cash	\$ 25,940,950	\$ 866,208	\$ 26,807,158
Receivables, net	1,203,322	2,678	1,206,000
Inventories		3,927	3,927
Due from Other Funds	252		252
Capital Assets:			
Not Being Depreciated	373,050		373,050
Being Depreciated, net	<u>59,915,508</u>	<u>89,108</u>	<u>60,004,616</u>
Total Assets	<u>87,433,082</u>	<u>961,921</u>	<u>88,395,003</u>
DEFERRED OUTFLOWS OF RESOURCES			
Deferred Amounts on Refunding of Debt	525,194		525,194
Deferred Amounts on Net Pension Liability	<u>4,739,225</u>	<u>-</u>	<u>4,739,225</u>
Total Deferred Outflows of Resources	<u>5,264,419</u>	<u>-</u>	<u>5,264,419</u>
Total Assets and Deferred Outflows of Resources	<u>92,697,501</u>	<u>961,921</u>	<u>93,659,422</u>
LIABILITIES			
Accounts Payable and Other Liabilities	3,025,547	94,523	3,120,070
Accrued Interest Payable	41,004		41,004
Payable to State Government	16,813		16,813
Unearned Revenue	134,323	30,542	164,865
Noncurrent Liabilities :			
Due Within One Year	3,025,870		3,025,870
Due Beyond One Year	<u>37,032,878</u>	<u>-</u>	<u>37,032,878</u>
Total Liabilities	<u>43,276,435</u>	<u>125,065</u>	<u>43,401,500</u>
DEFERRED INFLOWS OF RESOURCES			
Deferred Amounts on Net Pension Liability	<u>415,222</u>	<u>-</u>	<u>415,222</u>
Total Deferred Inflows of Resources	<u>415,222</u>	<u>-</u>	<u>415,222</u>
Total Liabilities and Deferred Inflows of Resources	<u>43,691,657</u>	<u>125,065</u>	<u>43,816,722</u>
NET POSITION			
Net Investment in Capital Assets	42,294,899	89,108	42,384,007
Restricted for:			
Capital Projects	14,658,765		14,658,765
Other Purposes	4,100,000		4,100,000
Unrestricted	<u>(12,047,820)</u>	<u>747,748</u>	<u>(11,300,072)</u>
Total Net Position	<u>\$ 49,005,844</u>	<u>\$ 836,856</u>	<u>\$ 49,842,700</u>

The accompanying Notes to the Financial Statements are an Integral Part of this Statement.

RAMAPO INDIAN HILLS REGIONAL HIGH SCHOOL DISTRICT
STATEMENT OF ACTIVITIES
FOR THE FISCAL YEAR ENDED JUNE 30, 2017

Functions/Programs	Expenses	Program Revenues			Net (Expense) Revenue and Changes in Net Position		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business-Type Activities	Total
Governmental Activities:							
Instruction:							
Regular	\$ 30,823,984	\$ 30,443	\$ 9,725,621		\$ (21,067,920)		\$ (21,067,920)
Special Education	5,971,270	78,203	2,458,673		(3,434,394)		(3,434,394)
Other Instruction	106,224		37,725		(68,499)		(68,499)
Other Supplemental / At-Risk Programs	3,452,812		223,555		(3,229,257)		(3,229,257)
School Sponsored Activities and Athletics	624,233				(624,233)		(624,233)
Support Services:							
Student & Instruction Related Services	8,726,716		2,145,353		(6,581,363)		(6,581,363)
School Administrative Services	3,169,276		919,983		(2,249,293)		(2,249,293)
General Administrative Services	960,247				(960,247)		(960,247)
Plant Operations and Maintenance	6,334,414		39,513	\$ 491,754	(5,803,147)		(5,803,147)
Pupil Transportation	2,229,600	75,454	234,292		(1,919,854)		(1,919,854)
Business and Other Support Services	1,881,170				(1,881,170)		(1,881,170)
Interest on Long-Term Debt	571,649	-	-	-	(571,649)	-	(571,649)
Total Governmental Activities	<u>64,851,595</u>	<u>184,100</u>	<u>15,784,715</u>	<u>491,754</u>	<u>(48,391,026)</u>	<u>-</u>	<u>(48,391,026)</u>
Business-Type Activities:							
Food Service	1,212,272	1,304,781			-	\$ 92,509	92,509
1 to 1 Initiative	109,481	161,330			-	51,849	51,849
Total Business-Type Activities	<u>1,321,753</u>	<u>1,466,111</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>144,358</u>	<u>144,358</u>
Total Primary Government	<u>\$ 66,173,348</u>	<u>\$ 1,650,211</u>	<u>\$ 15,784,715</u>	<u>\$ 491,754</u>	<u>(48,391,026)</u>	<u>144,358</u>	<u>(48,246,668)</u>
General Revenues:							
Taxes:							
Property Taxes, Levied For General Purposes					48,103,336		48,103,336
Property Taxes Levied for Debt Service					1,563,428		1,563,428
Unrestricted State Aid					68,174		68,174
Investment Earnings					87,956	2,072	90,028
Miscellaneous Income					571,681	-	571,681
Total General Revenues, Transfers and Special Item					<u>50,394,575</u>	<u>2,072</u>	<u>50,396,647</u>
Change in Net Position					2,003,549	146,430	2,149,979
Net Position, Beginning of Year					<u>47,002,295</u>	<u>690,426</u>	<u>47,692,721</u>
Net Position, End of Year					<u>\$ 49,005,844</u>	<u>\$ 836,856</u>	<u>\$ 49,842,700</u>

FUND FINANCIAL STATEMENTS

**RAMAPO INDIAN HILLS REGIONAL HIGH SCHOOL DISTRICT
GOVERNMENTAL FUNDS
BALANCE SHEET
AS OF JUNE 30, 2017**

	<u>General Fund</u>	<u>Special Revenue Fund</u>	<u>Capital Projects Fund</u>	<u>Debt Service Fund</u>	<u>Total Governmental Funds</u>
ASSETS					
Cash	\$ 24,755,682	\$ 80,089	\$ 1,105,179		\$ 25,940,950
Receivables From Other Governments	98,519	107,274	928,013		1,133,806
Other Receivables	69,516				69,516
Due from Other Funds	<u>252</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>252</u>
 Total Assets	 <u>\$ 24,923,969</u>	 <u>\$ 187,363</u>	 <u>\$ 2,033,192</u>	 <u>\$ -</u>	 <u>\$ 27,144,524</u>
LIABILITIES AND FUND BALANCES					
Liabilities:					
Accounts Payable	\$ 1,791,099	\$ 53,407	\$ 48,216		\$ 1,892,722
Other Liabilities	1,132,825				1,132,825
Payable to State Government		16,813			16,813
Unearned Revenue	<u>5,833</u>	<u>117,143</u>	<u>11,347</u>	<u>-</u>	<u>134,323</u>
 Total Liabilities	 <u>2,929,757</u>	 <u>187,363</u>	 <u>59,563</u>	 <u>-</u>	 <u>3,176,683</u>
Fund Balances:					
Restricted					
Excess Surplus - Designated for					
Subsequent Year's Expenditures (2017/18) Budget	1,565,640				1,565,640
Excess Surplus	1,600,000				1,600,000
Capital Reserve	12,685,136				12,685,136
Maintenance Reserve	4,100,000				4,100,000
Emergency Reserve	477,164				477,164
Legally Restricted Unexpended Capital Outlay					
Returned from Capital Projects - Designated for					
Subsequent Year's (2017/18) Budget	34,360				34,360
Capital Projects			1,973,629		1,973,629
Assigned					
Encumbrances	618,798				618,798
Unassigned	<u>913,114</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>913,114</u>
	<u>21,994,212</u>	<u>-</u>	<u>1,973,629</u>	<u>-</u>	<u>23,967,841</u>
	<u>\$ 24,923,969</u>	<u>\$ 187,363</u>	<u>\$ 2,033,192</u>	<u>\$ -</u>	<u>\$ 27,144,524</u>

**RAMAPO INDIAN HILLS REGIONAL HIGH SCHOOL DISTRICT
GOVERNMENTAL FUNDS
BALANCE SHEET
AS OF JUNE 30, 2017**

Total Fund Balances (Exhibit B-1) **\$ 23,967,841**

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

Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds. The cost of the assets is \$93,258,595 and the accumulated depreciation is \$32,970,037. 60,288,558

Amounts resulting from the refunding of debt are reported as deferred outflows of resources on the statement of net position and amortized over the life of the debt. 525,194

Certain amounts resulting from the measurement of the net pension liability are reported as either deferred inflows of resources or deferred outflows of resources on the statement of net position and deferred over future years.

Deferred Outflows of Resources	\$ 4,739,225	
Deferred Inflows of Resources	<u>(415,222)</u>	
		4,324,003

The District has financed capital assets through the issuance of serial bonds and long-term lease obligations. The interest accrual at year end is: (41,004)

Long-term liabilities, including bonds payable, and net pension liability are not due and payable in the current period and therefore are not reported as liabilities in the funds. (See Note 2) (40,058,748)

Net Position of Governmental Activities **\$ 49,005,844**

RAMAPO INDIAN HILLS REGIONAL HIGH SCHOOL DISTRICT
GOVERNMENTAL FUNDS
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
FOR THE FISCAL YEAR ENDED JUNE 30, 2017

	<u>General Fund</u>	<u>Special Revenue Fund</u>	<u>Capital Projects Fund</u>	<u>Debt Service Fund</u>	<u>Total Governmental Funds</u>
REVENUES					
Local Sources					
Property Tax Levy	\$ 48,103,336			\$ 1,563,428	\$ 49,666,764
Tuition	108,646				108,646
Transportation Fees	75,454				75,454
Interest	87,956				87,956
Miscellaneous	571,681	\$ 113,823	-	-	685,504
Total - Local Sources	48,947,073	113,823	-	1,563,428	50,624,324
State Sources	6,731,005	37,786	\$ 491,754		7,260,545
Federal Sources	-	481,133	-	-	481,133
Total Revenues	55,678,078	632,742	491,754	1,563,428	58,366,002
EXPENDITURES					
Current					
Regular Instruction	24,441,946	232,488			24,674,434
Special Education Instruction	5,019,393	400,254			5,419,647
Other Instructional Programs	80,890				80,890
Other Supplemental / At Risk Programs	3,120,928				3,120,928
School Sponsored Activities and Athletics	479,724				479,724
Support Services					
Student & Instruction Related Services	7,127,481	-			7,127,481
General Administrative Services	886,081				886,081
School Administrative Services	2,513,023				2,513,023
Business and Other Support Services	1,637,130				1,637,130
Plant Operations and Maintenance	5,832,292				5,832,292
Pupil Transportation	2,044,207				2,044,207
Debt Service					
Principal	694,243			1,160,000	1,854,243
Interest and Other Charges	-			521,050	521,050
Capital Outlay	209,549	-	2,887,981	-	3,097,530
Total Expenditures	54,086,887	632,742	2,887,981	1,681,050	59,288,660
Excess (Deficiency) of Revenues Over (Under) Expenditures	1,591,191	-	(2,396,227)	(117,622)	(922,658)
OTHER FINANCING SOURCES (USES)					
Lease Purchase Proceeds	2,555,002				2,555,002
Transfers Out	(1,494,000)		(572,599)		(2,066,599)
Transfers In	572,599	-	1,494,000	-	2,066,599
Total Other Financing Sources and Uses	1,633,601	-	921,401	-	2,555,002
Net Change in Fund Balances	3,224,792	-	(1,474,826)	(117,622)	1,632,344
Fund Balance, Beginning of Year	18,769,420	-	3,448,455	117,622	22,335,497
Fund Balance, End of Year	\$ 21,994,212	\$ -	\$ 1,973,629	\$ -	\$ 23,967,841

**RAMAPO INDIAN HILLS REGIONAL HIGH SCHOOL DISTRICT
RECONCILIATION OF THE GOVERNMENTAL FUNDS STATEMENT OF
REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
WITH THE DISTRICT-WIDE STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2017**

Total Net Change in Fund Balances - Governmental Funds (Exhibit B-2) \$ 1,632,344

Amounts reported for governmental activities in the statement of activities are different because:

Capital outlay to purchase or build capital assets are reported in governmental funds as expenditures. However, for governmental activities those costs are allocated over their estimated useful lives as annual depreciation expense.

Capital Outlay	\$ 3,097,530	
Depreciation Expense	<u>(2,361,564)</u>	735,966

The issuance of long-term debt provides current financial resources to governmental funds while the repayment of principal of long term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net position. Additionally, governmental funds report the effect of premiums, discounts and similar items when the debt is issued, whereas these amounts are deferred and amortized in the statement of activities.

Debt Issued:		
Issuance of Lease Purchase	(2,555,002)	
Principal Repayments:		
General Obligations Bonds	1,160,000	
Lease Purchase Agreements	<u>694,243</u>	(700,759)

In the statement of activities, costs related to the issuance of long term debt are deferred and amortized over the term of the debt. In the governmental funds, the issuance costs are reported upon issuance of the debt. This amount represents the current year amortization of the costs related to the issuance of long term debt in previous years.

Deferred Amount on Refunding of Debt	(85,321)	
Original Issue Premium	<u>32,305</u>	(53,016)

In the statement of activities, certain operating expenses - compensated absences and pension expense - are measured by the amounts earned during the year. In the governmental funds, however, expenditures for these items are measured by the amount of financial resources used (paid):

Net Decrease in Compensated Absences	1,483,185	
Increase in Pension Expense	<u>(1,096,588)</u>	386,597

In the Statement of Activities, interest on long-term debt is accrued, regardless of when due. In the governmental funds, interest is reported when due.

The decrease in accrued interest is an addition in the reconciliation.

2,417

Change in Net Position of Governmental Activities (Exhibit A-2)

\$ 2,003,549

**RAMAPO INDIAN HILLS REGIONAL HIGH SCHOOL DISTRICT
 PROPRIETARY FUND
 STATEMENT OF NET POSITION
 AS OF JUNE 30, 2017**

	<u>Food Service Fund</u>	<u>Non-Major Enterprise Fund</u>	<u>Total Enterprise Funds</u>
ASSETS			
Current Assets			
Cash	\$ 528,269	\$ 337,939	\$ 866,208
Other Accounts Receivable	2,678		2,678
Inventories	3,927	-	3,927
	<hr/>	<hr/>	<hr/>
Total Current Assets	534,874	337,939	872,813
Capital Assets			
Equipment	273,804		273,804
Less: Accumulated Depreciation	(184,696)	-	(184,696)
	<hr/>	<hr/>	<hr/>
Total Capital Assets, Net	89,108	-	89,108
	<hr/>	<hr/>	<hr/>
Total Assets	623,982	337,939	961,921
	<hr/>	<hr/>	<hr/>
LIABILITIES			
Current Liabilities			
Accounts Payable	94,364	159	94,523
Unearned Revenue	30,542	-	30,542
	<hr/>	<hr/>	<hr/>
Total Current Liabilities	124,906	159	125,065
	<hr/>	<hr/>	<hr/>
NET POSITION			
Investment in Capital Assets	89,108		89,108
Unrestricted	409,968	337,780	747,748
	<hr/>	<hr/>	<hr/>
Total Net Position	\$ 499,076	\$ 337,780	\$ 836,856
	<hr/>	<hr/>	<hr/>

The accompanying Notes to the Financial Statements are an Integral Part of this Statement

**RAMAPO INDIAN HILLS REGIONAL HIGH SCHOOL DISTRICT
 PROPRIETARY FUND
 STATEMENT OF REVENUES, EXPENSES AND
 CHANGES IN FUND NET POSITION
 FOR THE FISCAL YEAR ENDED JUNE 30, 2017**

	<u>Food Service Fund</u>	<u>Non-Major Enterprise Fund</u>	<u>Total Enterprise Funds</u>
OPERATING REVENUES			
Charges for Services			
Sales	\$ 1,304,781		\$ 1,304,781
Program Fees	-	\$ 161,330	161,330
	<hr/>	<hr/>	<hr/>
Total Operating Revenues	1,304,781	161,330	1,466,111
OPERATING EXPENSES			
Cost of Sales	554,901		554,901
Salaries and Employee Benefits	454,354	73,564	527,918
Purchased Professional and Technical Services		10,058	10,058
Supplies and Materials	40,291	24,929	65,220
Free Student Lunches	11,688		11,688
Management Fees	32,927		32,927
Depreciation	11,120		11,120
Refunds>Returns		930	930
Repairs and Maintenance	13,528		13,528
Miscellaneous Expenditures	93,463	-	93,463
	<hr/>	<hr/>	<hr/>
Total Operating Expenses	1,212,272	109,481	1,321,753
Operating Income	<hr/>	<hr/>	<hr/>
	92,509	51,849	144,358
NONOPERATING REVENUES AND EXPENSES			
Interest Revenue	2,072	-	2,072
	<hr/>	<hr/>	<hr/>
Total Nonoperating Revenues and Expenses	2,072	-	2,072
Change in Net Position	94,581	51,849	146,430
Net Position, Beginning of Year	<hr/>	<hr/>	<hr/>
	404,495	285,931	690,426
Net Position, End of Year	<hr/>	<hr/>	<hr/>
	\$ 499,076	\$ 337,780	\$ 836,856

The accompanying Notes to the Financial Statements are an Integral Part of this Statement

**RAMAPO INDIAN HILLS REGIONAL HIGH SCHOOL DISTRICT
 PROPRIETARY FUND
 STATEMENT OF CASH FLOWS
 FOR THE FISCAL YEAR ENDED JUNE 30, 2017**

	<u>Food Service Fund</u>	<u>Non-Major Enterprise Fund</u>	<u>Total Enterprise Funds</u>
CASH FLOWS FROM OPERATING ACTIVITIES			
Cash Received from Customers	\$ 1,310,154	\$ 161,330	\$ 1,471,484
Cash Payments for Employees' Salaries and Benefits	(454,354)	(73,564)	(527,918)
Cash Payments to Suppliers for Goods and Services	<u>(724,679)</u>	<u>(35,758)</u>	<u>(760,437)</u>
Net Cash Provided (Used) by Operating Activities	<u>131,121</u>	<u>52,008</u>	<u>183,129</u>
CASH FLOWS FROM INVESTING ACTIVITIES			
Interest on Investments	<u>2,072</u>	<u>-</u>	<u>2,072</u>
Net Cash Provided by Investing Activities	<u>2,072</u>	<u>-</u>	<u>2,072</u>
Net Increase/(Decrease) in Cash	133,193	52,008	185,201
Cash, Beginning of Year	<u>395,076</u>	<u>285,931</u>	<u>681,007</u>
Cash, End of Year	<u>\$ 528,269</u>	<u>\$ 337,939</u>	<u>\$ 866,208</u>
Reconciliation of Operating Income to Net Cash Provided (Used) by Operating Activities			
Operating Income	<u>\$ 92,509</u>	<u>\$ 51,849</u>	<u>\$ 144,358</u>
Adjustments to Reconcile Operating Income to Net Cash Provided (Used) by Operating Activities			
Depreciation	11,120	-	11,120
Change in Assets and Liabilities			
(Increase)/Decrease in Other Accounts Receivable	(1,555)	-	(1,555)
(Increase)/Decrease in Inventories	2,732	-	2,732
Increase/(Decrease) in Accounts Payable	19,387	159	19,546
Increase/(Decrease) in Unearned Revenue	<u>6,928</u>	<u>-</u>	<u>6,928</u>
Total Adjustments	<u>38,612</u>	<u>159</u>	<u>38,771</u>
Net Cash Provided (Used) by Operating Activities	<u>\$ 131,121</u>	<u>\$ 52,008</u>	<u>\$ 183,129</u>

The accompanying Notes to the Financial Statements are an Integral Part of this Statement

**RAMAPO INDIAN HILLS REGIONAL HIGH SCHOOL DISTRICT
FIDUCIARY FUNDS
STATEMENT OF FIDUCIARY NET POSITION
AS OF JUNE 30, 2017**

	<u>Scholarship Fund</u>	<u>Unemployment Compensation Trust Fund</u>	<u>Agency Fund</u>
ASSETS			
Cash	\$ 104,474	\$ 934,117	\$ 364,734
Cash with Fiscal Agents	-	-	23,538
	<hr/>	<hr/>	<hr/>
Total Assets	104,474	934,117	<u>\$ 388,272</u>
LIABILITIES			
Payroll Deductions and Withholdings			\$ 47,592
Accrued Salaries and Wages			997
Flexible Spending (Sect. 125) Account			23,458
Intergovernmental Payable		6,722	
Due to Other Funds			252
Due to Student Groups	-	-	315,973
	<hr/>	<hr/>	<hr/>
Total Liabilities	-	6,722	<u>\$ 388,272</u>
NET POSITION			
Reserved For Scholarships	<u>\$ 104,474</u>		
Held in Trust for Unemployment Claims		<u>\$ 927,395</u>	

The accompanying Notes to the Financial Statements are an Integral Part of this Statement

**RAMAPO INDIAN HILLS REGIONAL HIGH SCHOOL DISTRICT
FIDUCIARY FUNDS
STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
FOR THE FISCAL YEAR ENDED JUNE 30, 2017**

	<u>Scholarship Fund</u>	<u>Unemployment Compensation Trust Fund</u>
ADDITIONS		
Contributions		
Employee Deductions		\$ 56,123
Donations	\$ 27,135	
Investment Earnings		
Interest	446	3,521
	<hr/>	<hr/>
Total Additions	27,581	59,644
	<hr/>	<hr/>
DEDUCTIONS		
Scholarships Awarded	34,973	
Unemployment Claims and Contributions	-	39,595
	<hr/>	<hr/>
Total Deductions	34,973	39,595
	<hr/>	<hr/>
Change in Net Position	(7,392)	20,049
Net Position, Beginning of Year	111,866	907,346
	<hr/>	<hr/>
Net Position, End of Year	\$ 104,474	\$ 927,395
	<hr/>	<hr/>

The accompanying Notes to the Financial Statements are an Integral Part of this Statement

NOTES TO THE FINANCIAL STATEMENTS

**RAMAPO INDIAN HILLS REGIONAL HIGH SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2017**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. Reporting Entity

The Ramapo Indian Hills Regional High School District (the “Board” or the “District”) is an instrumentality of the State of New Jersey, established to function as an education institution. The Board consists of nine 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. Under existing statutes, the Board's duties and powers include, but are not limited to, the development and adoption of a school program; the establishment, organization and operation of schools; and the acquisition, maintenance and disposition of school property.

The Board also has broad financial responsibilities, including the approval of the annual budget and the establishment of a system of accounting and budgetary controls.

The reporting entity is composed of the primary government, component units, and other organizations that are included to ensure that the financial statements of the District are not misleading. The primary government consists of all funds, departments, boards and agencies that are not legally separate from the District. For the Ramapo Indian Hills Regional High School District this includes general operations, food service, a 1 to 1 initiative for laptop insurance and student related activities of the District.

Component units are legally separate organizations for which the District is financially accountable. The District is financially accountable for an organization if the District appoints a voting majority of the organization's governing board and (1) the District is able to significantly influence the programs or services performed or provided by the organization; or (2) the District is legally entitled to or can otherwise access the organization's resources; the District is legally obligated or has otherwise assumed the responsibility to finance the deficits of, or provide financial support to, the organization; or the District is obligated for the debt of the organization. Component units may also include organizations that are fiscally dependent on the District in that the District approves the budget, the issuance of debt or the levying of taxes. Based on the foregoing criteria, the District has no component units. Furthermore, the District is not includable in any other reporting entity as a component unit.

B. New Accounting Standards

During fiscal year 2017, the District adopted the following GASB statements as required:

- GASB No. 73, *Accounting and Financial Reporting for Pensions and Related Assets that Are Not Within the Scope of GASB Statement 68, and Amendments to Certain Provisions of GASB Statements 67 and 68*. The objective of this Statement is to improve the usefulness of information about pensions included in the general purpose external financial reports of state and local governments for making decisions and assessing accountability.
- GASB No. 77, *Tax Abatement Disclosures*. The requirements of this Statement will improve financial reporting by providing disclosure of information about the nature and magnitude of tax abatements that will make these transactions more transparent to financial statement users. As a result, users will be better equipped to understand (1) how tax abatements affect a government's future ability to raise resources and meet its financial obligations and (2) the impact those abatements have on a government's financial position and economic condition.
- GASB No. 80, *Blending Requirements for Certain Component Units – An Amendment of GASB Statement No. 14*. The objective of this Statement is to improve financial reporting by clarifying the financial statement presentation requirements for certain component units. This Statement amends the blending requirements established in paragraph 53 of Statement No. 14. *The Financial Reporting Entity, as amended*.

**RAMAPO INDIAN HILLS REGIONAL HIGH SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2017**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

B. New Accounting Standards (Continued)

- GASB No. 82, *Pension Issues – An Amendment of GASB Statements No.67, No.68, and No.73*. The objective of this Statement is to address certain issues that have been raised with respect to Statements No. 67, *Financial Reporting for Pension Plans*, No. 68, *Accounting and Financial Reporting for Pension*, and No. 73, *Accounting and Financial Reporting for Pensions and Related Assets That are Not Within the Scope of GASB Statement 68*, and *Amendments to Certain Provisions of GASB Statements 67 and 68*. Specifically, this Statement addresses issues regarding (1) the presentation of payroll-related measures in required supplementary information, (2) the selection of assumptions and the treatment of deviations from the guidance in an Actuarial Standard of Practice for financial reporting purposes, and (3) the classification of payments made by employers to satisfy employee (plan member) contribution requirements.

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

- GASB No. 75, *Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions*, will be effective beginning with the fiscal year ending June 30, 2018. The primary objective of this Statement is to improve accounting and financial reporting by state and local governments for postemployment benefits other than pensions (other postemployment benefits or OPEB). It also improves information provided by state and local governmental employers about financial support for OPEB that is provided by other entities.
- GASB No. 84, *Fiduciary Activities*, will be effective with the fiscal year ending June 30, 2020. 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. This Statement established criteria for identifying fiduciary activities of all state and local governments.
- GASB No. 85, *Omnibus 2017*, will be effective with the fiscal year ending June 30, 2018. The objective of this Statement is to address practice issues that have been identified during implementation and application of certain GASB Statements. This Statement addresses a variety of topics including issues related to blending component units, goodwill, fair value measurement and application, and post-employment benefits (pensions and other post-employment benefits (OPEB)).
- GASB No. 86, *Certain Debt Extinguishment Issues*, will be effective with the fiscal year ending June 30, 2018. The primary objective of this Statement is to improve consistency in accounting and financial reporting for in-substance defeasance of debt by providing guidance for transactions in which cash and other monetary assets acquired with only existing resources – resources other than the proceeds of refunding debt are placed in an irrevocable trust for the sole purpose of extinguishing debt. This Statement also improves accounting and financial reporting for prepaid insurance on debt that is extinguished and notes to financial statements for debt that is defeased in substance.
- GASB No. 87, *Leases*, will be effective with the fiscal year ending June 30, 2021. 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. This Statement increases the usefulness of governments' financial statements by requiring recognition of certain lease assets and liabilities for leases that previously were classified as operating leases and recognized as inflows of resources or outflows of resources based on the payment provisions of the contract.

C. Basis of Presentation - Financial Statements

The financial statements include both district-wide financial statements (based on the District as a whole) and fund financial statements (based on specific District activities or objectives). Both the district-wide and fund financial statements categorize activities as either governmental activities or business-type activities. While separate district-wide and fund financial statements are presented, they are interrelated. In the district-wide financial statements, the governmental activities column incorporates data from governmental funds, while business-type activities incorporate data from the District's enterprise funds. Fiduciary funds are excluded from the district-wide financial statements.

**RAMAPO INDIAN HILLS REGIONAL HIGH SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2017**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

C. Basis of Presentation - Financial Statements (Continued)

District-Wide Financial Statements

The district-wide financial statements (i.e., the statement of net position and the statement of activities) report information on all of the nonfiduciary activities of the Board of Education. All fiduciary activities are reported only in the fund financial statements. For the most part, the effect of interfund activity has been removed from these statements. Governmental activities, which normally are supported by property taxes and intergovernmental revenues, are reported separately from business-type activities, which rely to a significant extent on fees and charges for support. In the statement of net position, both the governmental and business-type activities columns (a) are presented on a consolidated basis by column, and (b) reflect on a full accrual economic resource basis, which incorporates long-term assets and receivables as well as long-term debt and obligations.

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

As a general rule the effect of interfund activity has been eliminated from the district-wide financial statements. Exceptions to this general rule are charges between the Board's proprietary and fiduciary funds since elimination of these charges would distort the direct costs and program revenues reported for the various functions concerned.

Fund Financial Statements

Separate fund financial statements are provided for governmental, proprietary, and fiduciary activities, even though the latter are excluded from the district-wide financial statements. The emphasis of fund financial statements is on major individual governmental and enterprise funds, each reported as separate columns in the fund financial statements. All remaining governmental and enterprise funds are aggregated and reported as nonmajor funds. The District considers all of its governmental and the food service enterprise funds to be major funds.

The District reports the following major governmental funds:

The *general fund* is the School District's primary operating fund. It accounts for all financial resources of the District, except those to be accounted for in another fund.

The *special revenue fund* accounts for the proceeds of specific revenue sources legally restricted to expenditures for specified purposes. This fund accounts for federal, state and local financial programs, with the exception of grants for major capital projects and the child nutrition programs.

The *capital projects fund* accounts for the proceeds from the sale of bonds, lease purchases and other revenues used for the acquisition or construction of capital facilities and other capital assets, other than those financed by the proprietary funds.

The *debt service fund* accounts for the accumulation of resources that are restricted, committed or assigned for the payment of principal and interest on long-term general obligation debt of governmental funds.

**RAMAPO INDIAN HILLS REGIONAL HIGH SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2017**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

C. Basis of Presentation - Financial Statements (Continued)

Fund Financial Statements (Continued)

The District reports the following major proprietary fund which is organized to be self-supporting through user charges:

The *food service fund* accounts for the activities of the school cafeteria, which provides food service to students as well as a la carte and catering services for teachers and special events.

The District reports the following non-major proprietary funds which are organized to be self-supporting through user charges:

The 1 to 1 *initiative (laptop insurance program) fund* accounts for the non-refundable deposits charged to students to repair and replenish the District's laptop computers provided to students as part of the 1 to 1 technology initiative program.

Additionally, the government reports the following fund types:

The *fiduciary trust fund* is used to account for resources legally held in trust for the state unemployment insurance claims, for private donations for scholarship awards, payroll related activities and student related activities which are supported and controlled by student organizations and clubs. All resources of the fund, including any earnings on invested resources, may be used to support the intended purpose. There is no requirement that any portion of these resources be preserved as capital.

Activity between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year are referred to as either "due to/from other funds" (i.e., the current portion of interfund loans) or "advances to/from other funds" (i.e., the non-current portion of interfund loans). All other outstanding balances between funds are reported as "due to/from other funds". Any residual balances outstanding between the governmental activities and business-type activities are reported in the district-wide financial statements as "internal balances".

Reclassifications

Certain amounts presented in the prior year data may have been reclassified in order to be consistent with the current year's presentation.

D. Measurement Focus and Basis of Accounting

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

The district-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as are the proprietary fund and fiduciary fund financial statements with the exception of the agency fund which does not have a measurement focus. All assets, all liabilities and all deferred outflows/inflows of resources associated with these operations (with the exception of the fiduciary funds) are included on the Statement of Net Position. Revenues are recorded when earned and expenses are recorded at the time liabilities are incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

**RAMAPO INDIAN HILLS REGIONAL HIGH SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2017**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

D. Measurement Focus and Basis of Accounting (Continued)

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized when susceptible to accrual (i.e. when they are both measurable and available). Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the Board considers revenues to be available if they are collected within 60 days after year-end. Expenditures are recorded when a liability is incurred, as under accrual basis of accounting, with the exception of debt service expenditures as well as expenditures related to compensated absences and claims and judgments which are recorded only when payment is due. General capital asset acquisitions are reported as expenditures in governmental funds. Issuance of long-term debt and acquisitions under capital leases are reported as other financing sources.

Property taxes, tuition, transportation fees, unrestricted state aid, and interest associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. Entitlements (formula-type grants and aid) are recorded as revenues when all eligibility requirements are met, including any time requirements, and the amount is received during the period or within the availability period for this revenue source. Expenditure-driven grants and similar awards (reimbursement-type grants and awards) are recognized as revenue when the qualifying expenditures have been incurred and all other eligibility requirements imposed by the grantor or provider have been met, and the amount is received during the period or within the availability period for this revenue source. All other revenue items are considered to be measurable and available only when cash is received by the District.

When both restricted and unrestricted resources are available for use, it is the Board's policy to use restricted resources first, then unrestricted resources as they are needed.

E. Assets, Liabilities, Deferred Outflows/Inflows of Resources, and Net Position/Fund Balance

1. Cash, Cash Equivalents and Investments

Cash and cash equivalents are considered to be cash on hand, demand deposits, and short-term investments with original maturities of three months or less from the date of acquisition.

Investments are reported at fair value and are limited by N.J.S.A. 18A:20-37.

2. Receivables

All receivables are reported at their gross value, and where appropriate, are reduced by the estimated portion that is expected to be uncollectible.

3. Inventories

The cost of inventories of the governmental fund types are recorded as expenditures at the time individual inventory items are purchased.

Food Service Fund inventories are valued at cost, using the first-in first-out (FIFO) method and consist of food and expendable supplies. The cost of such inventories is recorded as expenses when consumed rather than when purchased.

**RAMAPO INDIAN HILLS REGIONAL HIGH SCHOOL DISTRICT
 NOTES TO THE FINANCIAL STATEMENTS
 FOR THE FISCAL YEAR ENDED JUNE 30, 2017**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

E. Assets, Liabilities, Deferred Outflows/Inflows of Resources, and Net Position/Fund Balance (Continued)

4. *Capital Assets*

Capital assets, which include property, plant and equipment, are reported in the applicable governmental or business-type activities columns in the district-wide financial statements. Capital assets are defined by the Board as assets with an initial, individual cost of \$2,000 and an estimated useful life in excess of two years. The District was able to estimate the historical cost for the initial reporting of these capital assets through back trending. As the District constructs or acquires additional capital assets each period, they are capitalized and reported at historical cost. Donated capital assets are recorded at acquisition value at the date of donation. The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend its useful life are not capitalized.

Major outlays for capital assets and improvements are capitalized as projects are constructed. Interest incurred during the construction phase of capital assets of business-type activities is included as part of the capitalized value of the assets constructed.

Land and construction in progress are not depreciated. The other property, plant, and equipment of the District is depreciated using the straight line method over the following estimated useful lives:

<u>Assets</u>	<u>Years</u>
Improvements Other than Buildings	20
Buildings	45
Building Improvements	20
Heavy Equipment	10
Office Equipment and Furniture	10
Computer Equipment	5

5. *Deferred Outflows/Inflows of Resources*

In addition to assets, the statement of financial position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net position that applies to future periods and so will not be recognized as an outflow of resources (expense/expenditure) until then. The Board has two items which arise only under the accrual basis of accounting that qualify for reporting in this category. One item is the deferred amounts on refunding of debt which results from the loss on a debt refunding reported in the district-wide statement of net position. Deferred amounts on debt refunding result from the loss on the transaction when the debt's reacquisition price is greater than the carrying value of the refunded debt. These amounts are deferred and amortized over the shorter of the life of the refunded or refunding debt. The other item that qualifies for reporting in this category is the deferred amounts on net pension liability. Deferred amounts on net pension liability are reported in the district-wide statement of net position and result from: (1) differences between expected and actual experience; (2) changes in assumptions; (3) net difference between projected and actual investment earnings on pension plan investments; (4) changes in proportion and differences between employer contributions and proportionate share of contributions; and (5) contributions made subsequent to the measurement date. These amounts are deferred and amortized over future years.

**RAMAPO INDIAN HILLS REGIONAL HIGH SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2017**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

E. Assets, Liabilities, Deferred Outflows/Inflows of Resources, and Net Position/Fund Balance (Continued)

5. Deferred Outflows/Inflows of Resources (Continued)

In addition to liabilities, the statement of financial position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net position that applies to future periods and so will not be recognized as an inflow of resources (revenue) until that time. The Board has one type of item which arise only under the accrual basis of accounting that qualify for reporting in this category. The item that qualifies for reporting in this category are the deferred amounts on net pension liability. Deferred amounts on net pension liability are reported in the district-wide statement of net position and result from: (1) differences between expected and actual experience; (2) changes in assumptions; (3) net difference between projected and actual investment earnings on pension plan investments; and (4) changes in proportion and differences between employer contributions and proportionate share of contributions. These amounts are deferred and amortized over future years.

6. Compensated Absences

It is the District's policy to permit employees to accumulate (with certain restrictions) earned but unused vacation, personal, and sick leave benefits. A long-term liability of accumulated vacation, personal and sick leave and salary related payments has been recorded in the governmental activities in the district-wide financial statements, representing the Board's commitment to fund such costs from future operations. A liability is reported in the governmental funds only to the amount actually due at year end as a result of employee resignations and retirements.

7. Pensions

In the district-wide financial statements, 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 retirement systems sponsored and administered by the State of New Jersey and additions to/deductions from these retirement systems' fiduciary net position have been determined on the same basis as they are reported by the retirement systems. 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.

In the governmental fund financial statements, net pension liabilities represent amounts normally expected to be liquidated with expendable available financial resources for required pension contributions that are due and payable at year end. Pension expenditures are recognized based on contractual pension contributions that are required to be made to the pension plan during the fiscal year.

8. Long-Term Obligations

In the district-wide financial statements, and proprietary fund types in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, or proprietary fund type statement of net position. Gains resulting from debt refundings are classified as deferred inflows of resources and losses are reported as deferred outflows of resources. Bond premiums and discounts are deferred and amortized over the life of the bonds using the effective interest method. Gains and losses resulting from debt refundings are also deferred and amortized over the life of the refunded bonds or new bonds whichever is less using the effective interest method. Bonds payable are reported including the unamortized bond premium or discount. Bond issuance costs (other than for prepaid insurance) are treated as an expense.

RAMAPO INDIAN HILLS REGIONAL HIGH SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2017

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

E. Assets, Liabilities, Deferred Outflows/Inflows of Resources, and Net Position/Fund Balance (Continued)

8. *Long-Term Obligations (Continued)*

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

9. *Net Position/Fund Balance*

District-Wide Statements

In the district-wide statements, there are three classes of net position:

- **Net Investment in Capital Assets** – consists of net capital assets (cost less accumulated depreciation) reduced by outstanding balances of related debt obligations from the acquisition, construction or improvement of those assets. Deferred outflows of resources and deferred inflows of resources attributable to the acquisition, construction or improvement of those assets or related debt also should be included.
- **Restricted Net Position** – reports net position when constraints placed on the residual amount of noncapital assets are either externally imposed by creditors (such as through debt covenants), grantors, contributors, or laws or regulations of other governments, or imposed by law through constitutional provisions or enabling legislation.
- **Unrestricted Net Position** – any portion of net position not already classified as either net investment in capital assets or net position – restricted is classified as net position – unrestricted.

Governmental Fund Statements

Fund balance categories are designed to make the nature and extent of the constraints placed on the District's fund balance more transparent. These categories are comprised of a hierarchy based primarily on the extent to which the District is bound to observe constraints imposed upon the use of the resources reported in governmental funds.

Restricted Fund Balance – Amounts constrained to specific purposes by their providers (such as grantors, bondholders, and higher levels of government), through constitutional provisions, or by enabling legislation.

Excess Surplus – Designated for Subsequent Year's Budget - This restriction was created in accordance with NJSA 18A:7F-7 to represent the June 30, 2016 audited excess surplus that was appropriated in the 2017/2018 original budget certified for taxes.

Excess Surplus – This restriction was created in accordance with NJSA 18A:7F-7 to represent the June 30, 2017 audited excess surplus that is required to be appropriated in the 2018/2019 original budget certified for taxes.

Capital Reserve – This restriction was created by the District in accordance with NJAC 6A:23A-14.1 to fund future capital expenditures (See Note 3b.)

Maintenance Reserve – This restriction was created by the Board in accordance with NJAC 6A:23A-14.2 to accumulate funds for the required maintenance of school facilities in accordance with the EFCA (NJSA 18A:7G-9) for a thorough and efficient education.

RAMAPO INDIAN HILLS REGIONAL HIGH SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2017

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

E. Assets, Liabilities, Deferred Outflows/Inflows of Resources, and Net Position/Fund Balance (Continued)

9. *Net Position/Fund Balance (Continued)*

Governmental Fund Statements (Continued)

Restricted Fund Balance (Continued)

Emergency Reserve – This restriction was created in accordance with NJAC 6A:23A-14.4(A)1 to accumulate funds in accordance with State statute to finance unanticipated general fund expenditures required for a thorough and efficient education.

Legally Restricted - Unexpended Capital Outlay Funds Returned From Capital Projects Fund – This restriction was created in accordance with N.J.S.A. 6A:23A-14.1(h)5 to represent the unexpended capital outlay funds returned from the capital projects fund that is required to be appropriated in the 2017/2018 original budget certified for taxes.

Capital Projects – Represents fund balance restricted specifically for capital acquisitions and improvements in the Capital Projects Fund.

Assigned Fund Balance – Amounts a government intends to use for a specific purpose; intent can be expressed by the governing body or by an official or body to which the governing body delegates the authority.

Encumbrances – Represent outstanding purchase orders for goods or services approved by management for specific purposes from available resources of the current year for which the goods and materials have not yet been received or the services have not yet been rendered at June 30.

Unassigned Fund Balance – Represents fund balance that has not been restricted, committed or assigned to specific purposes within the governmental funds.

10. *Fund Balance Policies*

Fund balance of governmental funds is reported in various categories based on the nature of any limitations requiring the use of resources for specific purposes. The government itself can establish limitations on the use of resources through either a commitment (committed fund balance) or an assignment (assigned fund balance).

The committed fund balance classification includes amounts that can be used only for the specific purposes determined by a formal action of the government's highest level of decision-making authority. The Board of Trustees is the highest level of decision-making authority for the government that can, by adoption of a resolution or formal Board action prior to the end of the fiscal year, commit fund balance. Once adopted, the limitation imposed by the resolution remains in place until a similar action is taken (the adoption of another resolution) to remove or revise the limitation.

Amounts in the assigned fund balance classification are intended to be used by the government for specific purposes but do not meet the criteria to be classified as committed. The Board has authorized the School Business Administrator/Board Secretary to assign fund balance. The Board may also assign fund balance as it does when appropriating fund balance to cover a gap between estimated revenue and appropriations in the subsequent year's appropriated budget. Unlike commitments, assignments generally only exist temporarily. In other words, an additional action does not normally have to be taken for the removal of an assignment. Conversely, as discussed above, an additional action is essential to either remove or revise a commitment.

**RAMAPO INDIAN HILLS REGIONAL HIGH SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2017**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

F. Revenues and Expenditures/Expenses

1. Program Revenues

Amounts reported as program revenues in the district-wide statement of activities include 1) charges to customers or applicants for goods or services, provided, 2) operating grants and contributions, and 3) capital grants and contributions. Internally dedicated resources are reported as general revenues rather than as program revenues. Likewise, general revenues include all property taxes, unrestricted state aid, investment earnings and miscellaneous revenues.

2. Property Taxes

Property taxes are levied pursuant to law and are collected by the municipality and are transferred to the District as requested. Property tax revenues are recognized in the year they are levied and become available. Property taxes collected in advance of the year-end for which they are levied and transferred to the District are reported as deferred inflows of resources. The tax bills are mailed annually in June by the municipal tax collector and are levied and due in four quarterly installments on August 1, November 1, February 1 and May 1 of the fiscal year. When unpaid, taxes or any other municipal lien, or part thereof, on real property, remains in arrears on April 1st in the year following the calendar year levy when the same became in arrears, the tax collector of the municipality shall, subject to the provisions of New Jersey Statute, enforce the lien by placing the property on a tax sale. The municipality may institute annual "in rem" tax foreclosure proceedings to enforce the tax collection or acquisition of title to the property.

3. Tuition Revenues and Expenditures

Tuition Revenues - Tuition charges were established by the Board of Education based on estimated costs. The charges are subject to adjustment when the final costs are determined and certified by the State Department of Education.

Tuition Expenditures - Tuition charges for the fiscal years 2015-2016 and 2016-2017 were based on rates established by the receiving district. These rates are subject to change when the actual costs have been certified by the State Department of Education.

4. Proprietary Funds, Operating and Nonoperating Revenues and Expenses

Proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the food service enterprise fund, and of the 1 to 1 Initiative Laptop Insurance Program enterprise fund are charges to customers for sales and services. Operating expenses for enterprise funds include the cost of sales and services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

**RAMAPO INDIAN HILLS REGIONAL HIGH SCHOOL DISTRICT
 NOTES TO THE FINANCIAL STATEMENTS
 FOR THE FISCAL YEAR ENDED JUNE 30, 2017**

NOTE 2 RECONCILIATION OF DISTRICT-WIDE AND FUND FINANCIAL STATEMENTS

A. Explanation of certain differences between the governmental fund balance sheet and the district-wide statement of net position

The governmental fund balance sheet includes a reconciliation between fund balance – total governmental funds and net position– governmental activities as reported in the district-wide statement of net position. One element of that reconciliation explains that “long-term liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported in the funds.” The details of this difference are as follows:

Bonds Payable	\$ 18,320,000
Issuance Premium (to be amortized as interest expense)	198,853
Lease Purchase Agreements Payable	3,816,896
Compensated Absences	811,392
Net Pension Liability	<u>16,911,607</u>
 Net Adjustment to reduce Fund Balance - Total Governmental Funds to arrive at Net Position - Governmental Activities	 <u>\$ 40,058,748</u>

NOTE 3 STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

A. Budgetary Information

In accordance with the requirements of the New Jersey Department of Education (“the Department”), the District annually prepares its operating budget for the forthcoming year. The budget, except for the general fund and special revenue fund, which is more fully explained below and in the notes to the required supplementary information, is prepared in accordance with accounting principles generally accepted in the United States of America and serves as a formal plan for expenditures and the proposed means for financing them. Capital lease transactions are accounted for on the GAAP basis.

The annual budget is adopted in the spring of the preceding year for the general, special revenue and debt service funds. The District is not required to adopt an annual budget for the capital projects fund. The budget is submitted to the county superintendent for review and approval prior to adoption. Prior to the 2012/2013 budget year, the annual budget was required to be voted upon at the annual school election held on the third Tuesday in April. On January 17, 2012, Chapter 202 of the Laws of P.L. 2011 was approved which established procedures for moving the date of a school district’s annual school election from April to the general election in November. Under the new law, districts that have their school board members elected in November no longer have to submit their budgets that meet levy cap requirements for voter approval beginning with the 2012/2013 budget year. Only a school board decision to exceed the tax levy cap would require voter approval for the additional amount on the November ballot. On February 15, 2012, the Board adopted a resolution to move its annual election to the date of the general elections in accordance with the law; therefore voter approval of the annual budget is not required.

Budget adoptions and amendments are recorded in the District's board minutes. The budget is amended by the Board of Trustees as needed throughout the year. The budget for revenues, other resources, other uses, and fund balances is prepared by fund source and amount. The budget for expenditures is prepared by fund, program, function, object and amount. The legal level of budgetary control is established at the line item account within each fund. Line item accounts are defined as the lowest (most specific) level of detail as established pursuant to the minimum chart of accounts referenced in N.J.A.C. 6:20-2A.2(m)1. The Board approved several budget transfers during 2016/2017. Also, during 2016/2017 the Board increased the original budget by \$2,136,439. The increase was funded by additional capital reserve fund appropriated, grant awards and the reappropriation of prior year general fund encumbrances.

**RAMAPO INDIAN HILLS REGIONAL HIGH SCHOOL DISTRICT
 NOTES TO THE FINANCIAL STATEMENTS
 FOR THE FISCAL YEAR ENDED JUNE 30, 2017**

NOTE 3 STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY (Continued)

A. Budgetary Information (Continued)

Formal budgetary integration into the accounting system is employed as a management control device during the year. For governmental funds there are no substantial differences between the budgetary basis of accounting and accounting principles generally accepted in the United States of America, with the exception of the legally mandated revenue recognition of certain state aid payments for budgetary purposes only and the treatment of encumbrances in the special revenue fund as described in the Notes to Required Supplementary Information (RSI). Encumbrance accounting is also employed as an extension of formal budgetary integration in the governmental fund types. Unencumbered appropriations lapse at fiscal year end.

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

B. Capital Reserve

A capital reserve account was established by the District. The accumulation of funds will be used for capital outlay expenditures in subsequent fiscal years. The capital reserve is maintained in the general fund and its activity is included in the general fund annual budget.

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

The activity of the capital reserve for the fiscal year ended June 30, 2017 is as follows:

Balance, July 1, 2016		\$ 9,501,440
Increased by		
Interest earnings	\$ 10,000	
Budgeted Increase to Capital Reserve	664,500	
Return of Unexpended Funding from Capital Projects Fund	572,599	
Deposits Approved by Board Resolution	<u>2,601,097</u>	
Total Increases		<u>3,848,196</u>
		13,349,636
Withdrawals		
Approved by Board Resolutions		<u>(664,500)</u>
Balance, June 30, 2017		<u>\$ 12,685,136</u>

The withdrawals from the capital reserve were for use in a department approved facilities project, consistent with the district's Long Range Facilities Plan.

**RAMAPO INDIAN HILLS REGIONAL HIGH SCHOOL DISTRICT
 NOTES TO THE FINANCIAL STATEMENTS
 FOR THE FISCAL YEAR ENDED JUNE 30, 2017**

NOTE 3 STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY (Continued)

C. Maintenance Reserve

A maintenance reserve account was established by the District. The accumulation of funds will be used for required maintenance of school facilities expenditures in subsequent fiscal years. The maintenance reserve is maintained in the General Fund and its activity is included in the General Fund annual budget.

Funds placed in the maintenance reserve are restricted to required maintenance activities for a school facility as reported in the comprehensive maintenance plan. A District may appropriate funds into the maintenance reserve in the annual General Fund budget certified for taxes or by transfer by board resolution at year end of any unanticipated revenue or unexpended line item appropriation amounts or both. Pursuant to N.J.A.C. 6A:23A-14.2(g), the balance in the reserve cannot at any time exceed four percent of the replacement cost of the school district's school facilities for the current year.

The activity of the maintenance reserve for the fiscal year ended June 30, 2017 is as follows:

Balance, July 1, 2016	\$ 3,600,000
Increased by	
Deposits Approved by the Board Resolution	<u>500,000</u>
Balance, June 30, 2017	<u>\$ 4,100,000</u>

The June 30, 2017 comprehensive maintenance plan indicated a maximum maintenance reserve amount of \$5,137,507.

D. Emergency Reserve

An emergency reserve account was established by the District. The accumulation of funds will be used to finance unanticipated General Fund current expenditures required for a thorough and efficient education in subsequent fiscal years.

Funds placed in the emergency reserve are restricted to finance reasonably unforeseeable costs and shall not include additional costs due to poor planning. A District may appropriate funds into the emergency reserve in the annual General Fund budget certified for taxes or by transfer by board resolution at year end of any unanticipated revenue or unexpended line item appropriation amounts or both. Withdrawals from the reserve require the approval of the Commissioner unless the withdrawal is necessary to meet an increase in total health care costs in excess of four percent or the withdrawal is included in the original budget certified for taxes to finance school security improvements to school facilities pursuant to 18A:7G-6(c)1. Pursuant to NJAC 6A:23A-14.4(A), the balance in the reserve cannot at any time exceed the greater of \$250,000 or one percent of the school district's General Fund budget as certified for taxes up to a maximum of \$1,000,000.

The activity of the emergency reserve for the fiscal year ended June 30, 2017 is as follows:

Balance, July 1, 2016	<u>\$ 477,164</u>
Balance, June 30, 2017	<u>\$ 477,164</u>

**RAMAPO INDIAN HILLS REGIONAL HIGH SCHOOL DISTRICT
 NOTES TO THE FINANCIAL STATEMENTS
 FOR THE FISCAL YEAR ENDED JUNE 30, 2017**

NOTE 3 STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY (Continued)

E. Transfers to Capital Outlay

During the 2016/2017 school year, the district transferred \$664,500 to the non-equipment capital outlay accounts. The transfer was made from the capital reserve account to supplement a capital project previously approved by the voters in the budget certified for taxes pursuant to N.J.A.C. 6A:23-8.4 [or State if the transfer was approved by the County Superintendent to support an emergent circumstance pursuant to N.J.A.C. 6A:23A-13.3(h).

F. Calculation of Excess Surplus

In accordance with N.J.S.A. 18A:7F-7, as amended, the restricted fund balance for Excess Surplus is a required calculation pursuant to the New Jersey Comprehensive Educational Improvement and Financing Act of 1996 (CEIFA). New Jersey school districts are required to restrict General Fund fund balance in excess of 2% of budget expenditures at the fiscal year end of June 30 if they did not appropriate a required minimum amount as budgeted fund balance in their subsequent year's budget. The excess fund balance at June 30, 2017 is \$3,165,640. Of this amount, \$1,565,640 was designated and appropriated in the 2017/2018 original budget certified for taxes and the remaining amount of \$1,600,000 will be appropriated in the 2018/2019 original budget certified for taxes.

NOTE 4 DETAILED NOTES ON ALL FUNDS

A. Cash Deposits and Investments

Cash Deposits

The Board's deposits are insured through either the Federal Deposit Insurance Corporation (FDIC), National Credit Union Share Insurance Fund (NCUSIF), Securities Investor Protection Corporation (SIPC) or New Jersey's Governmental Unit Deposit Protection Act (GUDPA). The Board is required to deposit their funds in a depository which is protecting such funds pursuant to GUDPA. The New Jersey Governmental Unit Deposit Protection Act requires all banks doing business in the State of New Jersey to pledge collateral equal to at least 5% of the average amount of its public deposits and 100% of the average amount of its public funds in excess of the lesser of 75% of its capital funds or \$200 million for all deposits not covered by the FDIC.

Bank balances are insured up to \$250,000 in the aggregate by the FDIC for each bank. NCUSIF insures credit union accounts up to \$250,000 in the aggregate for each financial institution. SIPC replaces cash claims up to a maximum of \$250,000 for each failed brokerage firm. At June 30, 2017, the book value of the Board's deposits were \$28,234,021 and bank and brokerage firm balances of the Board's deposits amounted to \$30,548,359. The Board's deposits which are displayed on the various fund balance sheets as "cash and cash with fiscal agents" are categorized as:

Depository Account

Insured	\$ 30,524,821
Uninsured and Collateralized	
Cash with Fiscal Agent	<u>23,538</u>
	<u>\$ 30,548,359</u>

**RAMAPO INDIAN HILLS REGIONAL HIGH SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2017**

NOTE 4 DETAILED NOTES ON ALL FUNDS (Continued)

A. Cash Deposits and Investments (Continued)

Cash Deposits (Continued)

Custodial Credit Risk – Deposits – Custodial credit risk is the risk that in the event of a bank failure, the government’s deposits may not be returned to it. The Board does not have a policy for custodial credit risk. As of June 30, 2017 the Board’s bank balance of \$23,538 was exposed to custodial credit risk as follows:

Depository Account

Uninsured and Collateralized

Collateral held by pledging financial institution's trust department
not in the Board's name

\$ 23,538

Investments

The Board is permitted to invest public funds in accordance with the types of securities authorized by N.J.S.A. 18A:20-37. Examples of the allowable investments are bonds or other obligations of the United States or obligations guaranteed by the United States of America, Government Money Market Mutual Funds, bonds or other obligations of the school district or bonds or other obligations of the local unit or units within which the school district is located, Local Government investment pools, and agreements or the repurchase of fully collateralized securities, if transacted in accordance with the above statute.

Custodial Credit Risk – Investments – For an investment, this is the risk, that in the event of the failure of the counterparty, the Board will not be able to recover the value of its investments or collateral securities that are held by an outside party. The Board does not have a policy for custodial risk.

As of June 30, 2017, the Board had no outstanding investments.

Investment and interest earnings in the Capital Projects Fund are assigned to the General Fund.

B. Receivables

Receivables as of June 30, 2017 for the district’s individual major funds in the aggregate, including the applicable allowances for uncollectible accounts, are as follows:

	<u>General</u>	<u>Special Revenue</u>	<u>Capital Projects</u>	<u>Food Service</u>	<u>Total</u>
Receivables:					
Accounts	\$ 69,516			\$ 2,678	\$ 72,194
Intergovernmental					
State	98,519		\$ 928,013		1,026,532
Federal	-	\$ 107,274	-	-	107,274
Gross Receivables	<u>168,035</u>	<u>107,274</u>	<u>928,013</u>	<u>2,678</u>	<u>1,206,000</u>
Less: Allowance for Uncollectibles	-	-	-	-	-
Net Total Receivables	<u>\$ 168,035</u>	<u>\$ 107,274</u>	<u>\$ 928,013</u>	<u>\$ 2,678</u>	<u>\$ 1,206,000</u>

**RAMAPO INDIAN HILLS REGIONAL HIGH SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2017**

NOTE 4 DETAILED NOTES ON ALL FUNDS (Continued)

C. Unearned Revenue

Governmental funds report unearned revenue in connection with resources that have been received, but not yet earned. At the end of the current fiscal year, the various components of unearned revenue reported in the governmental funds were as follows:

General Fund		
Tuition Received in Advance	\$	5,833
Special Revenue Fund		
Unencumbered Grant Draw Downs		117,143
Capital Projects Fund		
Unrealized School Facilities Grants		<u>11,347</u>
Total Unearned Revenue for Governmental Funds	\$	<u>134,323</u>

D. Capital Assets

Capital asset activity for the fiscal year ended June 30, 2017 was as follows:

	Balance July 1, 2016	Increases	Decreases	Transfers	Balance, June 30, 2017
Governmental Activities:					
Capital Assets, Not Being Depreciated:					
Land	\$ 178,635				\$ 178,635
Construction in Progress	<u>370,641</u>	\$ 194,415	-	\$ (370,641)	<u>194,415</u>
Total Capital Assets, Not Being Depreciated	<u>549,276</u>	<u>194,415</u>	-	<u>(370,641)</u>	<u>373,050</u>
Capital Assets, Being Depreciated:					
Buildings	82,741,539	2,693,568		370,641	85,805,748
Improvements Other Than Buildings	3,301,642	-			3,301,642
Machinery and Equipment	<u>3,568,608</u>	<u>209,547</u>	-	-	<u>3,778,155</u>
Total Capital Assets Being Depreciated	<u>89,611,789</u>	<u>2,903,115</u>	-	<u>370,641</u>	<u>92,885,545</u>
Less Accumulated Depreciation for:					
Buildings	(26,249,855)	(1,999,682)			(28,249,537)
Improvements Other Than Buildings	(1,784,728)	(139,407)			(1,924,135)
Machinery and Equipment	<u>(2,573,890)</u>	<u>(222,475)</u>	-	-	<u>(2,796,365)</u>
Total Accumulated Depreciation	<u>(30,608,473)</u>	<u>(2,361,564)</u>	-	-	<u>(32,970,037)</u>
Total Capital Assets, Being Depreciated, Net	<u>59,003,316</u>	<u>541,551</u>	-	<u>370,641</u>	<u>59,915,508</u>
Governmental Activities Capital Assets, Net	<u>\$ 59,552,592</u>	<u>\$ 735,966</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 60,288,558</u>

**RAMAPO INDIAN HILLS REGIONAL HIGH SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2017**

NOTE 4 DETAILED NOTES ON ALL FUNDS (Continued)

D. Capital Assets (Continued)

	Balance, <u>July 1, 2016</u>	<u>Increases</u>	<u>Decreases</u>	Balance, <u>June 30, 2017</u>
Business-Type Activities:				
Capital Assets, Being Depreciated:				
Machinery and Equipment	\$ 273,804	\$ -	-	\$ 273,804
Total Capital Assets Being Depreciated	<u>273,804</u>	<u>-</u>	<u>-</u>	<u>273,804</u>
Less Accumulated Depreciation for:				
Machinery and Equipment	<u>(173,576)</u>	<u>(11,120)</u>	<u>-</u>	<u>(184,696)</u>
Total Accumulated Depreciation	<u>(173,576)</u>	<u>(11,120)</u>	<u>-</u>	<u>(184,696)</u>
Business-Type Activities Capital Assets, Net	<u>\$ 100,228</u>	<u>\$ (11,120)</u>	<u>\$ -</u>	<u>\$ 89,108</u>

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

Governmental Activities:

Instruction	
Regular	\$ 999,730
Special Education	97,133
Other Instruction	4,869
Other Supplemental / At-Risk Programs	23,235
School Sponsored Activities and Athletics	158,416
Total Instruction	<u>1,283,383</u>
Support Services	
Student and Instruction Related Services	288,516
General Administrative Services	41,321
School Administrative Services	120,564
Plant Operations and Maintenance	306,278
Pupil Transportation	158,493
Business and Other Support Services	163,009
Total Support Services	<u>1,078,181</u>
Total Depreciation Expense - Governmental Activities	<u>\$ 2,361,564</u>
Business-Type Activities:	
Food Service Fund	\$ 11,120
Total Depreciation Expense-Business-Type Activities	<u>\$ 11,120</u>

**RAMAPO INDIAN HILLS REGIONAL HIGH SCHOOL DISTRICT
 NOTES TO THE FINANCIAL STATEMENTS
 FOR THE FISCAL YEAR ENDED JUNE 30, 2017**

NOTE 4 DETAILED NOTES ON ALL FUNDS (Continued)

D. Capital Assets (Continued)

Construction and Other Significant Commitments

The District has the following active construction projects as of June 30, 2017:

<u>Project Title/Description</u>	<u>Spent-to-Date</u>	<u>Remaining Commitment June 30, 2017</u>
<u>Capital Projects Fund</u>		
IHHS Bathroom Upgrade - Phase III	\$ 28,937	\$ 227,063
Home Bleacher Replacement Project	-	533,000
Silicone/Polyurethane Foam Recoat - - RHS	-	51,400
Silicone/Polyurethane Foam Recoat - - IHHS	-	172,880
Renovation of Boys Locker Room - IHHS	150,767	<u>17,705</u>
		<u>\$ 1,002,048</u>

E. Interfund Receivables, Payables, and Transfers

The composition of interfund balances as of June 30, 2017, is as follows:

Due to/from Other Funds

<u>Receivable Fund</u>	<u>Payable Fund</u>	<u>Amount</u>
General Fund	Student Activity Fund	\$ 22
General Fund	Payroll Agency Fund	<u>230</u>
		<u>\$ 252</u>

The above balances are the result of revenues earned or other financing sources received in one fund which are due to another fund and/or expenditures paid by one fund on behalf of another fund.

The District expects all interfund balances to be liquidated within one year.

**RAMAPO INDIAN HILLS REGIONAL HIGH SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2017**

NOTE 4 DETAILED NOTES ON ALL FUNDS (Continued)

E. Interfund Receivables, Payables, and Transfers (Continued)

Interfund transfers

	<u>Transfer In</u>		
	<u>General Fund</u>	<u>Capital Projects Fund</u>	<u>Total</u>
<u>Transfer Out:</u>			
General Fund		\$ 1,494,000	\$ 1,494,000
Capital Projects Fund	\$ 572,599	-	572,599
Total Transfers Out	<u>\$ 572,599</u>	<u>\$ 1,494,000</u>	<u>\$ 2,066,599</u>

The above transfers are the result of revenues earned and/or other financing sources received in one fund to finance expenditures in another fund.

F. Leases

Operating Leases

The District leases copies and computer equipment under noncancelable operating leases. Lease payments for the fiscal year ended June 30, 2017 were \$55,383. The future minimum lease payments for these operating leases are as follows:

<u>Fiscal Year Ending June 30</u>	<u>Amount</u>
2018	\$ 55,383
2019	<u>27,691</u>
Total	<u>\$ 83,074</u>

**RAMAPO INDIAN HILLS REGIONAL HIGH SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2017**

NOTE 4 DETAILED NOTES ON ALL FUNDS (Continued)

F. Leases (Continued)

Capital Leases

The District is leasing computer supplies totaling \$2,555,002 under capital leases. The leases are for terms of 3 to 5 years.

The future minimum lease obligations and the net present value of these minimum lease payments as of June 30, 2017 were as follows:

<u>Fiscal Year Ending June 30</u>	<u>Governmental Activities</u>
2018	\$ 1,935,870
2019	673,976
2020	673,975
2021	<u>533,075</u>
Total minimum lease payments	<u>\$ 3,816,896</u>

G. Long-Term Debt

General Obligation Bonds

The Board issued general obligation bonds to provide funds for the acquisition and construction of major capital facilities and other capital assets. The full faith and credit of the Board are irrevocably pledged for the payment of the principal of the bonds and the interest thereon.

Bonds payable at June 30, 2017 are comprised of the following issues:

\$20,775,000, 2015 Refunding Bonds, due in annual installments of \$1,090,000 to \$1,615,000 through June 1, 2031, interest at 2.50% to 3.00%	<u>\$18,320,000</u>
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**RAMAPO INDIAN HILLS REGIONAL HIGH SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2017**

NOTE 4 DETAILED NOTES ON ALL FUNDS (Continued)

G. Long-Term Debt (Continued)

The Board's schedule of principal and interest for long-term debt issued and outstanding is as follows:

Governmental Activities:

Fiscal Year Ending June 30,	<u>Serial Bonds</u>		<u>Total</u>
	<u>Principal</u>	<u>Interest</u>	
2018	\$ 1,090,000	\$ 492,050	\$ 1,582,050
2019	1,100,000	464,800	1,564,800
2020	1,130,000	437,300	1,567,300
2021	1,150,000	409,050	1,559,050
2022	1,190,000	380,300	1,570,300
2023-2027	6,545,000	1,435,750	7,980,750
2028-3032	<u>6,115,000</u>	<u>467,100</u>	<u>6,582,100</u>
Total	<u>\$ 18,320,000</u>	<u>4,086,350</u>	<u>\$ 22,406,350</u>

Statutory Borrowing Power

The Board's remaining borrowing power under N.J.S. 18A:24-19, as amended, at June 30, 2017 was as follows:

3% of Equalized Valuation Basis (Municipal)	\$ 337,880,613
Less: Net Debt	<u>18,320,000</u>
Remaining Borrowing Power	<u>\$ 319,560,613</u>

**RAMAPO INDIAN HILLS REGIONAL HIGH SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2017**

NOTE 4 DETAILED NOTES ON ALL FUNDS (Continued)

H. Other Long-Term Liabilities

Changes in Long-Term Liabilities

Long-term liability activity for the fiscal year ended June 30, 2017, was as follows:

	Balance, July 1, 2016	Additions	Reductions	Balance, June 30, 2017	Due Within One Year
Governmental Activities:					
Bonds Payable	\$ 19,480,000		\$ (1,160,000)	\$ 18,320,000	\$ 1,090,000
Add:					
Unamortized Premium	<u>231,158</u>	<u>-</u>	<u>(32,305)</u>	<u>198,853</u>	<u>-</u>
Total Bonds Payable	19,711,158	-	(1,192,305)	18,518,853	1,090,000
Lease Purchase Obligations	1,956,137	\$ 2,555,002	(694,243)	3,816,896	1,935,870
Compensated Absences	2,294,577	-	(1,483,185)	811,392	-
Net Pension Liability	<u>13,380,986</u>	<u>4,037,896</u>	<u>(507,275)</u>	<u>16,911,607</u>	<u>-</u>
Governmental Activities Long-Term Liabilities	<u>\$ 37,342,858</u>	<u>\$ 6,592,898</u>	<u>\$ (3,877,008)</u>	<u>\$ 40,058,748</u>	<u>\$ 3,025,870</u>

The primary reason for the decrease in the liability in compensated absences is because in 2016/17 the District only included those individuals of retirement age who would qualify for payment of compensated absences upon retirement through one of the State's pension systems.

For the governmental activities, the liabilities for compensated absences, lease purchase obligations and net pension liability are generally liquidated by the general fund.

NOTE 5 OTHER INFORMATION

A. Risk Management

The District is exposed to various risks of loss related to property, general liability, automobile coverage, theft of, damage to and destruction of assets; errors and omissions; injuries to employees; student accident; termination of employees and natural disasters. The Board has obtained commercial insurance coverage to guard against these events to minimize the exposure to the District should they occur. A complete schedule of insurance coverage can be found in the statistical section of this Comprehensive Annual Financial Report.

The District is a member of the Northeast Bergen County School Board Insurance Group (NESBIG). The Group is a risk sharing public entity pool, established for the purpose of insuring against worker's compensation claims.

**RAMAPO INDIAN HILLS REGIONAL HIGH SCHOOL DISTRICT
 NOTES TO THE FINANCIAL STATEMENTS
 FOR THE FISCAL YEAR ENDED JUNE 30, 2017**

NOTE 5 OTHER INFORMATION (Continued)

A. Risk Management (Continued)

The relationship between the Board and the insurance funds is governed by a contract and by-laws that have been adopted by resolution of each unit's governing body. The Board is contractually obligated to make all annual and supplementary contributions to the funds, to report claims on a timely basis, cooperate with the management of the funds, its claims administrator and attorneys in claims investigation and settlement, and to follow risk management procedures as outlined by the funds. Members have a contractual obligation to fund any deficit of the funds attributable to a membership year during which they were a member.

NESBIG provides its members with risk management services, including the defense of and settlement of claims and to establish reasonable and necessary loss reduction and prevention procedures to be followed by the members. Complete financial statements of the insurance fund are on file with the School's Business Administrator.

There has been no significant reduction in insurance coverage from the previous year nor have there been any settlements in excess of insurance coverage's in any of the prior three years.

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

<u>Fiscal</u> <u>Year Ended</u> <u>June 30,</u>	<u>District</u> <u>Contributions</u>	<u>Employee</u> <u>Contributions</u>	<u>Amount</u> <u>Reimbursed</u>	<u>Ending</u> <u>Balance</u>
2017	\$ -	\$ 56,123	\$ 39,595	\$ 927,395
2016	-	65,871	79,398	907,346
2015	171,300	56,009	33,853	917,669

B. Contingent Liabilities

The District is a party defendant in some lawsuits, none of a kind unusual for a school district of its size and scope of operation. In the opinion of the Board's Attorney the potential claims against the District not covered by insurance policies would not materially affect the financial condition of the District.

Federal and State Awards – The Board participates in a number of federal and state programs that are fully or partially funded by grants received from other governmental units. Expenditures financed by grants are subject to audit by the appropriate grantor government. If expenditures are disallowed due to noncompliance with grant program regulations, the Board may be required to reimburse the grantor government. As of June 30, 2017, significant amounts of grant expenditures have not been audited by the various grantor agencies but the Board believes that disallowed expenditures, if any, based on subsequent audits will not have a material effect on any of the individual governmental funds or the overall financial position of the District.

**RAMAPO INDIAN HILLS REGIONAL HIGH SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2017**

NOTE 5 OTHER INFORMATION (Continued)

C. Federal Arbitrage Regulations

The District is subject to Section 148 of the Internal Revenue Code as it pertains to the arbitrage rebate on all tax-exempt obligations, both long and short-term debt. Under the 1986 Tax Reform Act, the Internal Revenue Service (IRS) required that all excess earnings from investment proceeds be rebated to the IRS. Arbitrage, for purposes of these regulations, is defined as the difference between the yield on the investment and the yield on the obligations issued. If there are excess earnings, this amount may be required to be rebated to the IRS. At June 30, 2017, the District has not estimated its arbitrage earnings due to the IRS, if any.

D. Employee Retirement Systems and Pension Plans

The State of New Jersey sponsors and administers the following contributory defined benefit public employee retirement systems (retirement systems) covering substantially all eligible Board employees:

Public Employees' Retirement System (PERS) – Established in January 1955, under the provisions of N.J.S.A. 43:15A to provide coverage, including post-retirement health care, to substantially all full time employees of the State or any county, municipality, school district, or public agency provided the employee is not a member of another State-administered retirement system. Membership is mandatory for such employees and vesting occurs after 10 years of service for pension benefits and 25 years for post-retirement health care coverage. PERS is a cost sharing multi-employer defined benefit pension plan.

Teachers' Pension and Annuity Fund (TPAF) – Established in January 1955, under the provisions of N.J.S.A. 18A:66 to provide coverage including post-retirement health care to substantially all full time certified teachers or professional staff of the public school systems in the State. Membership is mandatory for such employees and vesting occurs after 10 years of service for pension benefits and 25 years for post-retirement health care coverage. TPAF is a cost sharing plan with special funding situations.

The State of New Jersey sponsors and administers the following defined contribution public employee retirement program covering certain state and local government employees which include those Board employees who are eligible for pension coverage.

Defined Contribution Retirement Program (DCRP) – established under the provisions of Chapter 92, P.L. 2007 and Chapter 103, P.L. 2008 to provide coverage to elected, certain appointed officials, and certain Board employees not eligible for enrollment in PERS or TPAF. Effective July 1, 2007 membership is mandatory for such individuals with vesting occurring after one (1) year of membership. DCRP is a defined contribution pension plan.

Other Pension Funds

The State established and administers a Supplemental Annuity Collective Trust Fund (SACT) which is available to active members of the State-administered retirement systems to purchase annuities to supplement the guaranteed benefits provided by their retirement system. The state or local government employers do not appropriate funds to SACT.

The cost of living increase for PERS and TPAF, are funded directly by each of the respective systems but are currently suspended as a result of reform legislation.

According to state law, all obligations of each retirement system will be assumed by the State of New Jersey should any retirement system be terminated.

The State of New Jersey, Department of the Treasury, Division of Pensions and Benefits, issues publicly available financial reports that include the financial statements and required supplementary information of each of the above systems. The financial reports may be accessed via the New Jersey, Division of Pensions and Benefits, website at www.state.nj.us/treasury/pensions.

**RAMAPO INDIAN HILLS REGIONAL HIGH SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2017**

NOTE 5 OTHER INFORMATION (Continued)

D. Employee Retirement Systems and Pension Plans (Continued)

Basis of Accounting

The financial statements of the retirement systems are prepared on the accrual basis of accounting. Employer contributions are recognized when payable to the retirement systems. Benefits or refunds are recognized when due and payable in accordance with the terms of the retirement systems.

Investment Valuation

Investments are reported at fair value. Securities traded on a national or international exchange are valued at the last reported sales price at current exchange rates. Mortgages are valued on the basis of future principal and interest payments, and are discounted at prevailing interest rates for similar instruments. The fair value of real estate investments is based on independent appraisals. Investments that do not have an established market are reported at estimated fair values.

The State of New Jersey, Department of the Treasury, Division of Investment, issues publicly available financial reports that include the financial statements of the State of New Jersey Cash Management Fund. The financial reports may be obtained in writing to the State of New Jersey, Department of the Treasury, Division of Investment, P.O. Box 290, Trenton, New Jersey 08625-0290 or at www.state.nj/treasury/doinvest.

Funding Status and Funding Progress

As of July 1, 2015, the most recent actuarial valuation date, the aggregate funded ratio for the State administered TPAF and local PERS retirement systems, is 28 percent with an unfunded actuarial accrued liability of \$108.6 billion. The aggregate funded ratio and unfunded accrued liability for the State-funded TPAF system is 22.33 percent and \$79.0 billion, and the aggregate funded ratio and unfunded accrued liability for local PERS is 40.14 percent and \$29.6 billion, respectively.

The funded status and funding progress of the retirement systems is based on actuarial valuations which involve estimates of the value of reported amounts and assumptions about the probability of events far into the future. These amounts are subject to continual revision as actual results are compared to past expectations and new estimates are made about the probability of future events.

Actuarial calculations reflect a long-term perspective and are based on the benefits provided under the terms of the retirement systems in effect at the time of each valuation and also consider the pattern of the sharing of costs between the employer and members at that point in time. The projection of benefits for financing reporting purposes does not explicitly incorporate the potential effects of legal or contractual funding limitations on the pattern of cost sharing between the employer and members in the future.

Actuarial Methods and Assumptions

In the July 1, 2015 actuarial valuation, the projected unit credit was used as the actuarial cost method, and the five year average of market value was used as the asset valuation method for the retirement systems. The actuarial assumptions included (a) an investment rate of return for the retirement systems of 7.65 percent and (b) projected salary increases applied through the year 2026 of 1.65-5.15 percent based on age for the PERS and varying percentages based on experience for TPAF.

**RAMAPO INDIAN HILLS REGIONAL HIGH SCHOOL DISTRICT
 NOTES TO THE FINANCIAL STATEMENTS
 FOR THE FISCAL YEAR ENDED JUNE 30, 2017**

NOTE 5 OTHER INFORMATION (Continued)

D. Employee Retirement Systems and Pension Plans (Continued)

Employer and Employee Pension Contributions

The contribution policy is set by laws of the State of New Jersey and contributions are required by active members and participating employers. Plan member and employer contributions may be amended by State of New Jersey legislation with the amount of contributions by the State of New Jersey contingent upon the Annual Appropriations Act. As defined, the retirement systems require employee contributions based on 7.06% for PERS, 7.06% for TPAF and 5.50% for DCRP of the employee's annual compensation.

Annual Pension Costs (APC)

Per the requirements of GASB Statement No. 27 *Accounting for Pensions by State and Local Government Employees*, for the fiscal year ended June 30, 2017 for TPAF, which is a cost sharing plan with special funding situations, the annual pension cost differs from the annual required contribution. For PERS, which is a cost sharing multi-employer defined benefit pension plan, the annual pension cost equals contributions made. TPAF employer contributions are made annually by the State of New Jersey to the pension system on behalf of the Board. PERS employer contributions are made annually by the Board to the pension system in accordance with Chapter 114, P.L. 1997. In the DCRP, which is a defined contribution plan, member contributions are matched by a 3% employer contribution.

During the fiscal years ended June 30, 2017, 2016 and 2015 the Board was required to contribute for PERS and DCRP and the State of New Jersey was required to contribute for TPAF, respectively for normal cost pension and accrued liability contributions (including non-contributory group life insurance (NCGI)) the following amounts:

Fiscal Year Ended <u>June 30,</u>	<u>PERS</u>	On-behalf <u>TPAF</u>	<u>DCRP</u>
2017	\$ 507,275	\$ 2,061,113	\$ 10,952
2016	512,746	1,429,098	26,881
2015	491,573	977,649	19,190

In addition for fiscal year 2016/2017 the District contributed \$2,994 for PERS and the State contributed \$4,577 for TPAF for Long Term Disability Insurance Premium (LTDI).

The PERS contributions are recognized in the governmental fund financial statements (modified accrual basis) as an expenditure. The on-behalf TPAF contributions are recognized in the governmental fund financial statements (modified accrual basis) as both a revenue and expenditure in accordance with GASB No. 24. The DCRP contributions are recognized in the governmental fund financial statements (modified accrual basis) as an expenditure, as well as, the district-wide financial statements (accrual basis) as an expense.

Also, in accordance with N.J.S.A. 18A:66-66 the State of New Jersey reimbursed the Board \$1,355,050 during the fiscal year ended June 30, 2017 for the employer's share of social security contributions for TPAF members as calculated on their base salaries. This amount has been recognized in the district-wide financial statements (accrual basis) and the governmental fund financial statements (modified accrual basis) as a revenue and expense/expenditure in accordance with GASB No. 24.

**RAMAPO INDIAN HILLS REGIONAL HIGH SCHOOL DISTRICT
 NOTES TO THE FINANCIAL STATEMENTS
 FOR THE FISCAL YEAR ENDED JUNE 30, 2017**

NOTE 5 OTHER INFORMATION (Continued)

D. Employee Retirement Systems and Pension Plans (Continued)

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

Public Employees Retirement System (PERS)

At June 30, 2017, the District reported in the statement of net position (accrual basis) a liability of \$16,911,607 for its proportionate share of the PERS net pension liability. The net pension liability was measured as of June 30, 2016 and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date. The District's proportionate share of the net pension liability was based on a projection of the District's long-term share of contributions to the pension plan relative to the projected contributions of all participating governmental entities, actuarially determined. At June 30, 2016, the District's proportionate share was 0.05710 percent, which was an decrease of 0.00251 percent from its proportionate share measured as of June 30, 2015 of 0.05961 percent.

For the fiscal year ended June 30, 2017, the District recognized in the district-wide statement of activities (accrual basis) pension expense of \$1,603,863 for PERS. At June 30, 2017, the District reported deferred outflows of resources and deferred inflows of resources related to PERS pension from the following sources:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Difference Between Expected and Actual Experience	\$ 314,505	
Changes of Assumptions	3,503,182	
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	644,855	
Changes in Proportion and Differences Between Borough Contributions and Proportionate Share of Contributions	<u>276,683</u>	<u>\$ 415,222</u>
Total	<u>\$ 4,739,225</u>	<u>\$ 415,222</u>

At June 30, 2017, the amounts reported as deferred outflows of resources and deferred inflows of resources related to PERS pension will be recognized in pension expense as follows:

Fiscal Year Ending <u>June 30,</u>	<u>Total</u>
2018	\$ 995,046
2019	995,046
2020	1,158,965
2021	921,922
2022	253,024
Thereafter	<u>-</u>
	<u>\$ 4,324,003</u>

**RAMAPO INDIAN HILLS REGIONAL HIGH SCHOOL DISTRICT
 NOTES TO THE FINANCIAL STATEMENTS
 FOR THE FISCAL YEAR ENDED JUNE 30, 2017**

NOTE 5 OTHER INFORMATION (Continued)

D. Employee Retirement Systems and Pension Plans (Continued)

**Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources
 Related to Pensions (Continued)**

Public Employees Retirement System (PERS) (Continued)

Actuarial Assumptions

The District's total pension liability for the June 30, 2016 measurement date was determined by an actuarial valuation as of July 1, 2015, which was rolled forward to June 30, 2016. This actuarial valuation used the following actuarial assumptions, applied to all periods in the measurement:

Inflation Rate	3.08%
Salary Increases:	
Through 2026	1.65-4.15% Based on Age
Thereafter	2.65-5.15% Based on Age
Investment Rate of Return	7.65%
Mortality Rate Table	RP-2000

Assumptions for mortality improvements are based on Society of Actuaries Scale AA.

The actuarial assumptions used in the July 1, 2015 valuation were based on the results of an actuarial experience study for the period July 1, 2011 to June 30, 2014.

**RAMAPO INDIAN HILLS REGIONAL HIGH SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2017**

NOTE 5 OTHER INFORMATION (Continued)

D. Employee Retirement Systems and Pension Plans (Continued)

**Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources
Related to Pensions (Continued)**

Public Employees Retirement System (PERS) (Continued)

Long-Term Expected Rate of Return

The long-term expected rate of return on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rate of return (expected returns, net of pension plans investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. Best estimates of arithmetic real rates of return for each major asset class included in the pension plans' target asset allocation as of June 30, 2016 are summarized in the following table:

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-Term Expected Real Rate of Return</u>
Cash	5.00%	0.87%
U.S. Treasuries	1.50%	1.74%
Investment Grade Credit	8.00%	1.79%
Mortgages	2.00%	1.67%
High Yield Bonds	2.00%	4.56%
Inflation-Indexed Bonds	1.50%	3.44%
Broad US Equities	26.00%	8.53%
Developed Foreign Equities	13.25%	6.83%
Emerging Market Equities	6.50%	9.95%
Private Equity	9.00%	12.40%
Hedge Funds/Absolute Return	12.50%	4.68%
Real Estate (Property)	2.00%	6.91%
Commodities	0.50%	5.45%
Global Debt ex US	5.00%	-0.25%
REIT	5.25%	5.63%

Discount Rate

The discount rate used to measure the total pension liabilities of the PERS plan was as follows:

<u>Year</u>	<u>Measurement Date</u>	<u>Discount Rate</u>
2017	June 30, 2016	3.98%

**RAMAPO INDIAN HILLS REGIONAL HIGH SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2017**

NOTE 5 OTHER INFORMATION (Continued)

D. Employee Retirement Systems and Pension Plans (Continued)

**Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources
Related to Pensions (Continued)**

Public Employees Retirement System (PERS) (Continued)

Discount Rate (Continued)

The following table represents the crossover period, if applicable, for the PERS defined benefit plan:

Period of Projected Benefit

Payments for which the Following
Rates were Applied:

Long-Term Expected Rate of Return Through June 30, 2034

Municipal Bond Rate * From July 1, 2034
and Thereafter

* The municipal bond return rate used is 2.85% as of the measurement date of June 30, 2016. The source is the Bond Buyer Go 20-Bond Municipal Bond Index, which includes tax-exempt general obligation municipal bonds with an average rating of AA/Aa or higher.

Sensitivity of Net Pension Liability

The following presents the District's proportionate share of the PERS net pension liability calculated using the discount rate of 3.98%, as well as what the District's proportionate share of the PERS net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower (2.98 percent) or 1-percentage-point higher (4.98 percent) than the current rate:

	1% Decrease <u>(2.98%)</u>	Current Discount Rate <u>(3.98%)</u>	1% Increase <u>(4.98%)</u>
District's Proportionate Share of the PERS Net Pension Liability	\$ <u>20,723,200</u>	\$ <u>16,911,607</u>	\$ <u>13,764,806</u>

The sensitivity analysis was based on the proportionate share of the District's net pension liability at June 30, 2016. A sensitivity analysis specific to the District's net pension liability was not provided by the pension system.

Pension Plan Fiduciary Net Position

Detailed information about the PERS pension plan's fiduciary net position is available in the separately issued financial report from the State of New Jersey, Department of the Treasury, Division of Pension and Benefits. The financial report may be accessed via the New Jersey, Division of Pensions and Benefits, website at www.state.nj.us/treasury/pensions.

**RAMAPO INDIAN HILLS REGIONAL HIGH SCHOOL DISTRICT
 NOTES TO THE FINANCIAL STATEMENTS
 FOR THE FISCAL YEAR ENDED JUNE 30, 2017**

NOTE 5 OTHER INFORMATION (Continued)

D. Employee Retirement Systems and Pension Plans (Continued)

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions (Continued)

Teachers Pension and Annuity Fund (TPAF)

In accordance with GASB Statement No. 68, *Accounting and Financial Reporting for Pensions*, the District is not required to recognize a net pension liability for TPAF. The State of New Jersey is the only entity that has a legal obligation to make employer contributions to TPAF on behalf of the District. Accordingly, the District's proportionate share percentage determined under Statement No. 68 is zero percent and the State's proportionate share is 100% of the net pension liability attributable to the District for TPAF. Therefore, in addition, the District does not recognize any portion of the TPAF collective deferred outflows of resources and deferred inflows of resources.

For the fiscal year ended June 30, 2017, the District recognized in the district-wide statement of activities (accrual basis) pension expense of \$10,550,255 for TPAF. This amount has been included in the district-wide statement of activities (accrual basis) as a revenue and expense in accordance with GASB No. 24.

At June 30, 2017 the State's proportionate share of the net pension liability attributable to the District is \$140,415,293. The nonemployer allocation percentages are based on the ratio of the State's contributions made as an employer and nonemployer towards the actuarially determined contribution amount adjusted by locations who participated in the State early retirement incentives to total contributions to TPAF during the year ended June 30, 2016. At June 30, 2016, the state's share of the net pension liability attributable to the District was 0.17849 percent, which was a decrease of 0.00234 percent from its proportionate share measured as of June 30, 2015 of 0.18083 percent.

Actuarial Assumptions

The total pension liability for the June 30, 2016 measurement date was determined by an actuarial valuation as of July 1, 2015, which was rolled forward to June 30, 2016. This actuarial valuation used the following actuarial assumptions, applied to all periods in the measurement.

Inflation Rate	2.50%
Salary Increases:	
2012-2021	Varies based on experience
Thereafter	Varies based on experience
Investment Rate of Return	7.65%

Assumptions for mortality rates were based on the experience of TPAF members reflecting mortality improvement on a generational bases based on a 60-year average of Social Security data from 1953 to 2013.

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

**RAMAPO INDIAN HILLS REGIONAL HIGH SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2017**

NOTE 5 OTHER INFORMATION (Continued)

D. Employee Retirement Systems and Pension Plans (Continued)

**Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources
Related to Pensions (Continued)**

Teachers Pension and Annuity Fund (TPAF) (Continued)

Long-Term Expected Rate of Return

The long-term expected rate of return on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rate of return (expected returns, net of pension plans investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. Best estimates of arithmetic real rates of return for each major asset class included in the pension plans' target asset allocation as of June 30, 2016 are summarized in the following table:

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-Term Expected Real Rate of Return</u>
US Cash	5.00%	0.39%
US Government Bonds	1.50%	1.28%
US Credit Bonds	13.00%	2.76%
US Mortgages	2.00%	2.38%
US Inflation-Indexed Bonds	1.50%	1.41%
US High Yield Bonds	2.00%	4.70%
US Equity Market	26.00%	5.14%
Foreign-Developed Equity	13.25%	5.91%
Emerging Markets Equity	6.50%	8.16%
Private Real Estate Property	5.25%	3.64%
Timber	1.00%	3.86%
Farmland	1.00%	4.39%
Private Equity	9.00%	8.97%
Commodities	0.50%	2.87%
Hedge Funds - MultiStrategy	5.00%	3.70%
Hedge Funds - Equity Hedge	3.75%	4.72%
Hedge Funds - Distressed	3.75%	3.49%

**RAMAPO INDIAN HILLS REGIONAL HIGH SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2017**

NOTE 5 OTHER INFORMATION (Continued)

D. Employee Retirement Systems and Pension Plans (Continued)

**Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources
Related to Pensions (Continued)**

Teachers Pension and Annuity Fund (TPAF) (Continued)

Discount Rate

The discount rate used to measure the total pension liabilities of the TPAF plan was as follows:

<u>Year</u>	<u>Measurement Date</u>	<u>Discount Rate</u>
2017	June 30, 2016	3.22%

The following table represents the crossover period, if applicable, for the TPAF defined benefit plan:

Period of Projected Benefit

Payments for which the Following
Rates were Applied:

Long-Term Expected Rate of Return	Through June 30, 2029
Municipal Bond Rate *	From July 1, 2029 and Thereafter

* The municipal bond return rate used is 2.85% as of the measurement date of June 30, 2016. The source is the Bond Buyer Go 20-Bond Municipal Bond Index, which includes tax-exempt general obligation municipal bonds with an average rating of AA/Aa or higher.

Sensitivity of Net Pension Liability

The following presents the State's proportionate share of the TPAF net pension liability attributable to the District calculated using the discount rate of 3.22%, as well as what the State's proportionate share of the TPAF net pension liability attributable to the District that would be if it were calculated using a discount rate that is 1-percentage-point lower (2.22 percent) or 1-percentage-point higher (4.22 percent) than the current rate:

	1% Decrease (2.22%)	Current Discount Rate (3.22%)	1% Increase (4.22%)
State's Proportionate Share of the TPAF Net Pension Liability Attributable to the District	\$ 167,687,239	\$ 140,415,293	\$ 118,144,229

The sensitivity analysis was based on the State's proportionate share of the net pension liability attributable to the District at June 30, 2016. A sensitivity analysis specific to the State's proportionate share of the net pension liability attributable to the District at June 30, 2016 was not provided by the pension system.

**RAMAPO INDIAN HILLS REGIONAL HIGH SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2017**

NOTE 5 OTHER INFORMATION (Continued)

D. Employee Retirement Systems and Pension Plans (Continued)

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions (Continued)

Teachers Pension and Annuity Fund (TPAF) (Continued)

Pension Plan Fiduciary Net Position

Detailed information about the TPAF pension plan's fiduciary net position is available in the separately issued financial report from the State of New Jersey, Department of the Treasury, Division of Pension and Benefits. The financial report may be accessed via the New Jersey, Division of Pensions and Benefits, website at www.state.nj.us/treasury/pensions.

E. Post-Retirement Medical Benefits

The State of New Jersey sponsors and administers the post-retirement health benefit program plans for school districts. The Plans are classified as either single employer plans or cost sharing multiple employer defined benefit plans depending on the plan the eligible employee is covered under.

As a result of implementing Governmental Accounting Standards Board (GASB) Statement No. 43, *Financial Reporting for Post-employment Benefit Plans Other than Pension Plans* (OPEB), effective for Fiscal Year 2007, the State Health Benefits Program (SHBP), and the Prescription Drug Program (PDP), and Post-Retirement Medical (PRM) of the PERS and TPAF are combined and reported as Pension and Other employee Benefit Trust Funds in the State's Comprehensive Annual Financial Report (CAFR). Specifically, SHBP-State, and the PRM of the PERS are combined and reported as a Health Benefits Program Fund – State classified as a single employer plan. The SHBP-Local, PDP-Local, and the PRM of the TPAF-Local are combined and reported as Health Benefits Program Fund –Local Government classified as a cost-sharing multiple-employer plan in the State's CAFR. The post-retirement benefit programs had a total of 584 state and local participating employers and contributing entities for Fiscal Year 2016.

The State of New Jersey sponsors and administers the following health benefit programs covering certain state and local government employees, including those Board employees and retirees eligible for coverage.

Health Benefits Program Fund (HBPF) – Local Education (including Prescription Drug Program Fund) – The State of New Jersey provides paid coverage to members of the Teachers' Pension and Annuity Fund who retire from a board of education or county college with 25 years of service or on a disability retirement. Under the provisions of P.L. 1992, c.126, the State also provides paid coverage to members of the Public Employees' Retirement System and Alternate Benefits Program who retire from a board of education or county college with 25 years of service or on a disability retirement if the member's employer does not provide this coverage. Certain local participating employers also provide post-retirement medical coverage to their employees. Retirees who are not eligible for state paid health coverage at retirement can continue in the program if their employer participates in this program or if they are participating in the health benefits plan of their former employer and are enrolled in Medicare parts A and B by paying the cost of the insurance for themselves and their covered dependents. Also, education employees are eligible for the PDP coverage after 60 days of employment.

The State of New Jersey, Department of the Treasury, Division of Pensions and Benefits, issues publicly available financial reports that include the financial statements and required supplementary information of the above Fund. The financial reports may be accessed via the State of New Jersey, Department of the Treasury, Division of Pensions and Benefits, website at www.state.nj.us/treasury/pensions.

**RAMAPO INDIAN HILLS REGIONAL HIGH SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2017**

NOTE 5 OTHER INFORMATION (Continued)

E. Post-Retirement Medical Benefits (Continued)

Basis of Accounting

The financial statements of the health benefit programs are prepared on the accrual basis of accounting. Employer contributions are recognized when payable to the health benefit programs. Benefits or refunds are recognized when due and payable in accordance with the terms of the health benefit programs.

Significant Legislation

P.L. 2011, c.78, effective October 2011, sets new employee contribution requirements towards the cost of employer-provided health benefit coverage. Employees are required to contribute a certain percentage of the cost of coverage. The rate of contribution is determined based on the employee's annual salary and the selected level of coverage. The increased employee contributions will be phased in over a 4-year period for those employed prior to this new legislation's effective date with a minimum contribution required to be at least 1.5% of salary.

Investment Valuation

Investments are reported at fair value. Investments that do not have an established market are reported at estimated fair values.

Funded Status and Funding Progress

As of July 1, 2015, the most recent actuarial valuation date, the State had a \$84.3 billion unfunded actuarial accrued liability for other post-employment benefits (OPEB) which is made up to \$25.9 billion for state active and retired members and \$41.6 billion for education employees and retirees that become the obligation of the State of New Jersey upon retirement.

The funded status and funding progress of the OPEB includes actuarial valuations which involve estimates of the value of reported amounts and assumptions about the probability of events far into the future. These amounts are subject to continual revision as actual results are compared to past expectations and new estimates are made about the probability of future events.

Actuarial calculations reflect a long-term perspective and are based on the benefits provided under the terms of the OPEB in effect at the time of each valuation and also consider the pattern of the sharing of costs between the employer and members at the point in time. The projection of benefits for financial reporting purposes does not explicitly incorporate the potential effects of legal or contractual funding limitations on the pattern of cost sharing between the employer and members in the future.

Actuarial Methods and Assumptions

In the July 1, 2015, OPEB actuarial valuation, the projected unit credit was used as the actuarial cost method, and the market value was used as asset valuation method for the OPEB. The actuarial assumptions included an assumed investment rate of return of 4.50 percent.

**RAMAPO INDIAN HILLS REGIONAL HIGH SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2017**

NOTE 5 OTHER INFORMATION (Continued)

E. Post-Retirement Medical Benefits (Continued)

Post-Retirement Medical Benefits Contributions

P.L. 1987, c. 384 and P.L. 1990, c.6 required the Teachers' Pension and Annuity Fund (TPAF) and Public Employees' Retirement System (PERS), respectively to fund post-retirement medical benefits for those State employees and education employees who retire after accumulating 25 years of credited service or on a disability retirement. As of June 30, 2016, there were 110,512, retirees receiving post-retirement medical benefits and the State contributed \$1.37 billion on their behalf. The cost of these benefits is funded through contributions by the State and in accordance with P.L. 1994, c.62. Funding of post-retirement medical benefits changed from a pre-funding basis to a pay-as-you-go basis beginning in Fiscal Year 1994.

The State is also responsible for the cost attributable to P.L. 1992, c.126, which provides employer paid health benefits to members of PERS and the Alternate Benefit Program (ABP) who retired from a board of education or county college with 25 years of service. The State paid \$231.2 million toward Chapter 126 benefits for 20,045 eligible retired members in Fiscal Year 2016.

The School Employees Health Benefits Program (SEHBP) Act is found in New Jersey Statutes Annotated, Title 52, Article 17.25 et.seq. Rules governing the operation and administration of the program are found in Title 17, Chapter 9 of the New Jersey Administrative Code. The State of New Jersey Division of Pensions and Benefits issues a publicly available financial report that includes financial statements and required supplementary information for SEHBP. That report may be obtained from the Treasury website at: <http://www.nj.gov/treasury/pensions/pdf/financial/2015divisioncombined.pdf>.

The State sets the contribution rate based on a pay as you go basis and not on the annual required contribution of the employers (ARC), an amount actuarially determined in accordance with the parameters of GASB Statement 45. The ARC represents a level of funding that, if paid on an ongoing basis, is projected to cover normal cost each year and amortize any unfunded actuarial liabilities (or funding excess) of the plan over a period not to exceed thirty years. The State's contributions to the State Health Benefits Program Fund for TPAF retirees' post-retirement benefits on behalf of the School District for the fiscal years ended June 30, 2017, 2016 and 2015 were \$1,717,376, \$1,701,660 and \$1,552,018, respectively, which equaled the required contributions for each year. The State's contributions to the State Health Benefits Program Fund for PERS retirees' post-retirement benefits on behalf of the School District was not determined or made available by the State of New Jersey.

REQUIRED SUPPLEMENTARY INFORMATION - PART II

BUDGETARY COMPARISON SCHEDULES

RAMAPO INDIAN HILLS REGIONAL HIGH SCHOOL DISTRICT
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE FISCAL YEAR ENDED JUNE 30, 2017

	<u>Original Budget</u>	<u>Adjustments</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Final Budget to Actual</u>
REVENUES					
Local Sources					
Local Tax Levy	\$ 48,103,336		\$ 48,103,336	\$ 48,103,336	
Tuition - Intergovernmental	56,760		56,760	78,203	\$ 21,443
Tuition - Individuals	16,309		16,309	30,443	14,134
Transportation Fees from Individuals	47,000		47,000	75,454	28,454
Interest on Capital Reserve	10,000		10,000	10,000	
Interest	-		-	77,956	77,956
Miscellaneous-Restricted	350,000		350,000	379,596	29,596
Miscellaneous - Unrestricted	141,706	-	141,706	192,085	50,379
Total Local Revenues	48,725,111	-	48,725,111	48,947,073	221,962
State Sources					
Special Education Aid	962,389		962,389	962,389	
Security Aid	40,228		40,228	40,228	
Transportation Aid	207,672		207,672	207,672	
PARCC Readiness Aid	23,430		23,430	23,430	
Per Pupil Growth Aid	23,430		23,430	23,430	
Professional Learning Community Aid	23,230		23,230	23,230	
Extraordinary Aid				359,351	359,351
Additional Nonpublic Transportation Aid	-	-	-	30,337	30,337
Subtotal Non On-behalf State Revenues	1,280,379	-	1,280,379	1,670,067	389,688
Reimbursed TPAF Social Security Contributions (Non-Budgeted)				1,355,050	1,355,050
On-behalf TPAF Pension System Contributions- Normal Cost and Accrued Liability (Non-Budget)				1,989,045	1,989,045
On-behalf TPAF Pension System Contributions- Non-Contributory Insurance (Non-Budget)				72,068	72,068
On-behalf TPAF Pension System Contributions- Long Term Disability (Non-Budget)				4,577	4,577
On-behalf TPAF Pension System Contributions- Post-Retirement (Non-Budget)	-	-	-	1,717,376	1,717,376
Subtotal On-Behalf State Revenues	-	-	-	5,138,116	5,138,116
Federal Sources					
Medicaid Reimbursement	15,371	-	15,371	-	(15,371)
Total Federal Sources	15,371	-	15,371	-	(15,371)
Total Revenues	50,020,861	-	50,020,861	55,755,256	5,734,395
EXPENDITURES					
CURRENT EXPENDITURES					
Instruction - Regular Programs					
Salaries of Teachers Grades 9-12	14,730,588	-	14,730,588	14,014,801	715,787
Home Instruction					
Salaries of Teachers	70,000	-	70,000	37,530	32,470
Purchased Professional/Educational Services	20,000	-	20,000	10,194	9,806
Regular Programs - Undistributed Instruction					
Purchased Professional/Educational Services	2,800	\$ (554)	2,246	2,206	40
Other Purchased Services	730,416	(36,033)	694,383	673,124	21,259
Lease Purchase- Computers (Non-Budget)				2,555,002	(2,555,002)
General Supplies	366,079	220,595	586,674	477,492	109,182
Textbooks	245,772	(36,396)	209,376	208,762	614
Other Objects	19,416	(6,654)	12,762	11,893	869
Total Regular Programs	16,185,071	140,958	16,326,029	17,991,004	(1,664,975)

RAMAPO INDIAN HILLS REGIONAL HIGH SCHOOL DISTRICT
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE FISCAL YEAR ENDED JUNE 30, 2017

	<u>Original Budget</u>	<u>Adjustments</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Final Budget to Actual</u>
EXPENDITURES					
CURRENT EXPENDITURES (Continued)					
Special Education					
Cognitive -Mild					
Salaries of Teachers	\$ 147,643	\$ 3,509	\$ 151,152	\$ 151,152	-
Other Salaries of Instruction	119,847	3,353	123,200	116,494	\$ 6,706
Other Purchased Services	300	-	300	223	77
General Supplies	4,000	(2,971)	1,029	1,028	1
Textbooks	50	-	50	24	26
Total Cognitive- Mild	<u>271,840</u>	<u>3,891</u>	<u>275,731</u>	<u>268,921</u>	<u>6,810</u>
Behavioral Disabilities					
Purchased Professional-Education Services	129,000	-	129,000	125,660	3,340
Total Behavioral Disabilities	<u>129,000</u>	<u>-</u>	<u>129,000</u>	<u>125,660</u>	<u>3,340</u>
Resource Room/Resource Center					
Salaries of Teachers	1,106,046	(7,282)	1,098,764	1,032,447	66,317
Other Salaries of Instruction	48,726	-	48,726	47,490	1,236
Other Purchased Services	1,000	(624)	376	376	-
General Supplies	10,500	(1,000)	9,500	8,886	614
Textbooks	4,450	(1,773)	2,677	2,299	378
Total Resource Room/Resource Center	<u>1,170,722</u>	<u>(10,679)</u>	<u>1,160,043</u>	<u>1,091,498</u>	<u>68,545</u>
Home Instruction					
Salaries of Teachers	50,000	-	50,000	7,555	42,445
Purchased Professional Educational Services	143,000	-	143,000	122,085	20,915
Total Home Instruction	<u>193,000</u>	<u>-</u>	<u>193,000</u>	<u>129,640</u>	<u>63,360</u>
Total Special Education	<u>1,764,562</u>	<u>(6,788)</u>	<u>1,757,774</u>	<u>1,615,719</u>	<u>142,055</u>
Basic Skills/Remedial					
Salaries of Teachers	55,228	420	55,648	55,648	-
Total Basic Skills/Remedial	<u>55,228</u>	<u>420</u>	<u>55,648</u>	<u>55,648</u>	<u>-</u>
School Sponsored Co-/Extra-curricular Activities					
Salaries	766,595	(69,495)	697,100	572,164	124,936
Purchased Services	11,700	-	11,700	11,700	-
Supplies and Materials	43,800	(6,582)	37,218	21,084	16,134
Other Objects	33,482	(10,297)	23,185	21,314	1,871
Total School Sponsored Co-/Extra Curricular Activities	<u>855,577</u>	<u>(86,374)</u>	<u>769,203</u>	<u>626,262</u>	<u>142,941</u>
School Sponsored Athletics					
Salaries	1,182,900	27,000	1,209,900	1,153,098	56,802
Purchased Services	166,250	265	166,515	161,147	5,368
Supplies and Materials	190,285	8,945	199,230	179,192	20,038
Other Objects	412,875	(6,989)	405,886	374,845	31,041
Total School Sponsored Athletics	<u>1,952,310</u>	<u>29,221</u>	<u>1,981,531</u>	<u>1,868,282</u>	<u>113,249</u>

RAMAPO INDIAN HILLS REGIONAL HIGH SCHOOL DISTRICT
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE FISCAL YEAR ENDED JUNE 30, 2017

	<u>Original Budget</u>	<u>Adjustments</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Final Budget to Actual</u>
EXPENDITURES					
CURRENT EXPENDITURES (Continued)					
Other Supplemental / At-Risk Programs - Instruction					
Salaries of Teachers	\$ 366,221		\$ 366,221	\$ 329,765	36,456
General Supplies	500	-	500	376	124
Total Other Instructional Programs- Instruction	366,721	-	366,721	330,141	36,580
Total - Instruction	21,179,469	\$ 77,437	21,256,906	22,487,056	(1,230,150)
Undistributed Expenditures					
Instruction					
Tuition Other LEA's Within the State - Regular	-	13,377	13,377	10,851	2,526
Tuition Other LEA's Within the State - Special	192,280	(3,367)	188,913	116,787	72,126
Tuition to County Vocational School - Regular	807,948	(66,777)	741,171	670,146	71,025
Tuition to County Vocational School - Special	106,800	53,400	160,200	160,200	-
Tuition to CSSD & Regional Day Schools	442,170	11,542	453,712	452,992	720
Tuition to Private School for the Disabled - Within State	2,087,487	177,541	2,265,028	1,613,516	651,512
Tuition to Private School for the Disabled & Other LEA's - Special, Outside the State	348,442	64,038	412,480	412,480	-
Tuition - State Facilities	-	-	-	-	-
Tuition - Other	72,100	-	72,100	47,850	24,250
Total Undistributed Expenditures - Instruction	4,057,227	249,754	4,306,981	3,484,822	822,159
Attendance and Social Work Services					
Salaries	194,450	1,434	195,884	195,884	-
Total Attendance and Social Work Services	194,450	1,434	195,884	195,884	-
Health Services					
Salaries	291,526	(1,433)	290,093	282,509	7,584
Purchased Professional and Technical Services	13,500	636	14,136	10,001	4,135
Other Purchased Services	2,000	(91)	1,909	1,819	90
Supplies and Materials	12,250	(212)	12,038	9,423	2,615
Other Objects	915	(400)	515	495	20
Total Health Services	320,191	(1,500)	318,691	304,247	14,444
Speech, OT, PT, & Related Services					
Purchased Professional and Ed. Svcs.	67,600	-	67,600	62,200	5,400
Total Speech, OT, PT & Related Services	67,600	-	67,600	62,200	5,400
Other Support Services - Students - Extra. Serv.					
Salaries	391,479	-	391,479	320,153	71,326
Purchased Professional Educational Svcs.	192,022	45,600	237,622	206,105	31,517
Supplies and Materials	1,500	-	1,500	289	1,211
Total Other Support Services - Students - Extra. Serv.	585,001	45,600	630,601	526,547	104,054
Guidance					
Salaries of Other Professional Staff	1,155,326	(3,409)	1,151,917	1,088,062	63,855
Salaries of Secretarial and Clerical Assistants	235,405	3,409	238,814	238,814	-
Purchased Professional Educational Svcs.	15,000	7,408	22,408	4,708	17,700
Other Purchased Services	4,000	(390)	3,610	3,219	391
Supplies and Materials	48,794	(1,358)	47,436	42,369	5,067
Other Objects	9,919	(907)	9,012	6,940	2,072
Total Guidance	1,468,444	4,753	1,473,197	1,384,112	89,085

RAMAPO INDIAN HILLS REGIONAL HIGH SCHOOL DISTRICT
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE FISCAL YEAR ENDED JUNE 30, 2017

	<u>Original Budget</u>	<u>Adjustments</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Final Budget to Actual</u>
EXPENDITURES					
CURRENT EXPENDITURES (Continued)					
Child Study Teams					
Salaries of Other Professional Staff	\$ 809,460	\$ (3,451)	\$ 806,009	\$ 790,378	\$ 15,631
Salaries of Secretarial and Clerical Assists.	123,739	32,500	156,239	155,746	493
Purchased Professional - Educational Services	40,000	14,075	54,075	49,354	4,721
Other Purchased Services	5,000	(5,000)	-	-	-
Miscellaneous Purchased Services	3,850	5,000	8,850	2,779	6,071
Supplies and Materials	11,750	1,511	13,261	10,734	2,527
Other Objects	1,600	-	1,600	1,532	68
Total Child Study Teams	995,399	44,635	1,040,034	1,010,523	29,511
Improvement of Instructional Services					
Salaries of Supervisors of Instruction	53,080	251	53,331	53,331	-
Salaries of Secretarial and Clerical Assistants	30,723	2,048	32,771	32,771	-
Other Salaries	87,600	38,754	126,354	126,354	-
Other Purchased Services	521	-	521	300	221
Supplies and Materials	4,020	-	4,020	1,413	2,607
Other Objects	500	-	500	480	20
Total Improvement of Instruction Services	176,444	41,053	217,497	214,649	2,848
Educational Media Services/School Library					
Salaries	298,610	2,726	301,336	301,336	-
Salaries of Technology Coordinators	152,018	725	152,743	145,325	7,418
Purchased Professional and Technical Services	35,000	250	35,250	34,730	520
Other Purchased Services	2,000	-	2,000	1,819	181
Supplies and Materials	61,182	(6,190)	54,992	51,947	3,045
Other Objects	665	(223)	442	377	65
Total Educational Media Services/School Library	549,475	(2,712)	546,763	535,534	11,229
Instructional Staff Training Services					
Salaries of Supervisors of Instruction	661,224	-	661,224	647,384	13,840
Salaries of Secretarial and Clerical Assistants	108,261	4,000	112,261	109,711	2,550
Other Salaries	120,010	-	120,010	117,699	2,311
Purchased Professional Educational Services	31,400	6,500	37,900	32,380	5,520
Other Purchased Services	42,500	(160)	42,340	25,111	17,229
Supplies and Materials	2,000	-	2,000	237	1,763
Other Objects	4,000	-	4,000	2,563	1,437
Total Instructional Staff Training Services	969,395	10,340	979,735	935,085	44,650
Support Services General Administration					
Salaries	322,187	-	322,187	318,195	3,992
Legal Services	140,000	(6,500)	133,500	113,693	19,807
Audit Fees	40,000	2,500	42,500	39,496	3,004
Other Purchased Professional Services	17,000	12,300	29,300	24,791	4,509
Communications/Telephone	75,000	792	75,792	57,768	18,024
BOE Other Purchased Services	4,000	-	4,000	1,050	2,950
Misc Purchased Services	46,000	(1,000)	45,000	14,298	30,702
General Supplies	15,500	-	15,500	7,333	8,167
Judgements Against the School District	6,206	1,000	7,206	7,206	-
Miscellaneous Expenditures	4,000	-	4,000	3,685	315
BOE Membership Dues and Fees	23,000	-	23,000	21,450	1,550
Total Support Services General Administration	692,893	9,092	701,985	608,965	93,020

RAMAPO INDIAN HILLS REGIONAL HIGH SCHOOL DISTRICT
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE FISCAL YEAR ENDED JUNE 30, 2017

	<u>Original Budget</u>	<u>Adjustments</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Final Budget to Actual</u>
EXPENDITURES					
CURRENT EXPENDITURES (Continued)					
Support Services School Administration					
Salaries of Principals/Asst. Principals	\$ 1,415,674	\$ (7,328)	\$ 1,408,346	\$ 1,327,538	\$ 80,808
Salaries of Secretarial and Clerical Assistants	350,926	7,328	358,254	358,254	-
Unused Vacation Payout to Terminated/Retired Staff	-	9,155	9,155	9,155	-
Other Purchased Services	39,500	(6,018)	33,482	28,914	4,568
Supplies and Materials	29,177	(17,453)	11,724	10,792	932
Other Objects	46,575	2,174	48,749	46,124	2,625
	<u>1,881,852</u>	<u>(12,142)</u>	<u>1,869,710</u>	<u>1,780,777</u>	<u>88,933</u>
Total Support Services School Administration					
Support Services-Central Services					
Salaries	621,055	-	621,055	601,193	19,862
Purchased Professional Services	40,000	800	40,800	31,089	9,711
Purchased Technical Services	20,000	-	20,000	14,250	5,750
Misc. Purchased Services	20,400	1,920	22,320	13,620	8,700
Supplies and Materials	8,000	-	8,000	4,715	3,285
Other Objects	9,200	-	9,200	7,204	1,996
	<u>718,655</u>	<u>2,720</u>	<u>721,375</u>	<u>672,071</u>	<u>49,304</u>
Total Support Services - Central Services					
Support Services - Admin. Info. Tech.					
Salaries	192,253	-	192,253	183,821	8,432
Purchased Technical Services	140,337	31,298	171,635	138,132	33,503
Other Purchased Services	181,100	(780)	180,320	165,763	14,557
Supplies and Materials	188,600	95,317	283,917	282,331	1,586
	<u>702,290</u>	<u>125,835</u>	<u>828,125</u>	<u>770,047</u>	<u>58,078</u>
Total Support Services Admin. Info. Tech.					
Required Maintenance of School Facilities					
Salaries	216,481	7,924	224,405	224,174	231
Cleaning, Repair and Maintenance Services	458,100	670,712	1,128,812	659,930	468,882
General Supplies	101,000	19,618	120,618	80,333	40,285
	<u>775,581</u>	<u>698,254</u>	<u>1,473,835</u>	<u>964,437</u>	<u>509,398</u>
Total Required Maintenance of School Facilities					
Custodial Services					
Salaries	1,055,629	30,295	1,085,924	1,002,142	83,782
Purchased Professional and Technical Services	135,000	153,210	288,210	120,574	167,636
Cleaning, Repair and Maintenance Services	734,000	61,000	795,000	723,309	71,691
Rental of Land & Bldgs- Other Than Lease Purchase	15,600	1,000	16,600	16,021	579
Other Purchased Property Services	45,000	-	45,000	33,811	11,189
Insurance	320,000	(13,776)	306,224	293,190	13,034
Miscellaneous Purchased Services	3,000	-	3,000	1,713	1,287
General Supplies	142,000	168,688	310,688	183,345	127,343
Energy (Natural Gas)	500,000	(88,000)	412,000	247,297	164,703
Energy (Electricity)	672,000	(154,570)	517,430	515,449	1,981
	<u>3,622,229</u>	<u>157,847</u>	<u>3,780,076</u>	<u>3,136,851</u>	<u>643,225</u>
Total Custodial Services					
Care and Upkeep of Grounds					
Salaries	300,724	12,200	312,924	297,709	15,215
Cleaning, Repair and Maintenance Services	61,000	62,150	123,150	83,452	39,698
General Supplies	47,000	-	47,000	27,382	19,618
	<u>408,724</u>	<u>74,350</u>	<u>483,074</u>	<u>408,543</u>	<u>74,531</u>
Total Care and Upkeep of Grounds					

**RAMAPO INDIAN HILLS REGIONAL HIGH SCHOOL DISTRICT
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE FISCAL YEAR ENDED JUNE 30, 2017**

	Original Budget	Adjustments	Final Budget	Actual	Variance Final Budget to Actual
EXPENDITURES					
CURRENT EXPENDITURES (Continued)					
Security					
Salaries	\$ 439,828	\$ -	\$ 439,828	\$ 425,661	\$ 14,167
Purchased Professional and Technical Services	20,000	(960)	19,040	10,655	8,385
Cleaning, Repair and Maintenance Services	21,000	14,680	35,680	26,468	9,212
General Supplies	10,000	142,276	152,276	150,852	1,424
Other Objects	-	960	960	960	-
Total Security	490,828	156,956	647,784	614,596	33,188
Student Transportation Services					
Salaries for Pupil Transportation (Between Home and School) - Regular	131,000	3,604	134,604	134,604	-
Salaries for Pupil Transportation (Other Than Between Home and School)	139,125	(3,604)	135,521	133,690	1,831
Unused Vacation Payout to Terminated/Retired Staff	-	-	-	-	-
Cleaning, Repair and Maintenance Services	20,000	-	20,000	14,619	5,381
Lease Purchase Payments - School Buses	-	-	-	-	-
Contracted Services Transportation (Bet Home & School) - Vendors	879,155	(13,418)	865,737	789,721	76,016
Contracted Services Transportation (Other Than Between Home and School) - Vendors	147,920	(15,127)	132,793	126,767	6,026
Contracted Services Transportation (Spec.Ed.)-Vend.	650,000	13,369	663,369	603,105	60,264
Contracted Services - Aid in Lieu of Payments- Non Public Sch.	120,224	12,818	133,042	127,782	5,260
Miscellaneous Purchased Services-Transportation	5,500	900	6,400	6,190	210
Transportation Supplies	29,000	-	29,000	9,871	19,129
Other Objects	1,000	-	1,000	450	550
Total Student Transportation Services	2,122,924	(1,458)	2,121,466	1,946,799	174,667
Unallocated Benefits					
Social Security Contributions	650,000	(4,041)	645,959	645,959	-
Other Retirement Contributions - PERS	550,000	(24,000)	526,000	523,038	2,962
Other Retirement Contributions - Regular	25,000	(1,288)	23,712	10,952	12,760
Workers Compensation	225,000	1,288	226,288	226,288	-
Health Benefits	6,306,200	(634,676)	5,671,524	4,903,504	768,020
Tuition Reimbursement	80,000	-	80,000	69,613	10,387
Other Employee Benefits	180,000	19,762	199,762	154,533	45,229
Total Unallocated Benefits	8,016,200	(642,955)	7,373,245	6,533,887	839,358
Reimbursed TPAF Social Security Contributions (Non-Budgeted)					
				1,355,050	(1,355,050)
On-behalf TPAF Pension System Contributions-					
Normal Cost (Non-Budget)				1,989,045	(1,989,045)
Non-Contributory Insurance (Non-Budget)				72,068	(72,068)
Long Term Disability (Non-Budget)				4,577	(4,577)
Post-Retirement (Non-Budget)	-	-	-	1,717,376	(1,717,376)
Total On-behalf TPAF Contributions	-	-	-	5,138,116	(5,138,116)
Total Undistributed Expenditures	28,815,802	961,856	29,777,658	31,228,692	(1,451,034)
Total Current Expenditures	49,995,271	1,039,293	51,034,564	53,715,748	(2,681,184)

RAMAPO INDIAN HILLS REGIONAL HIGH SCHOOL DISTRICT
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE FISCAL YEAR ENDED JUNE 30, 2017

	<u>Original Budget</u>	<u>Adjustments</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Final Budget to Actual</u>
EXPENDITURES					
CAPITAL OUTLAY					
Interest Deposit to Capital Reserve	\$ 10,000	-	\$ 10,000	-	\$ 10,000
Increase in Capital Reserve	664,500	-	664,500	-	664,500
Total Increase in Capital Reserve	<u>674,500</u>	<u>-</u>	<u>674,500</u>	<u>-</u>	<u>674,500</u>
Equipment					
Grades 9-12		\$ 53,862	53,862	\$ 10,381	43,481
School-Sponsored and Other Instructional Programs		10,818	10,818	7,248	3,570
Undistributed					
Support Serv. - Students - Reg.		4,698	4,698	4,698	-
Support Services-Students-Spl.		3,367	3,367	3,310	57
Admin. Information Technology	100,000	(68,007)	31,993	31,993	-
Care and Upkeep of Grounds	60,000	42,350	102,350	64,150	38,200
School Buses - Regular	-	87,769	87,769	87,769	-
Total Equipment	<u>160,000</u>	<u>134,857</u>	<u>294,857</u>	<u>209,549</u>	<u>85,308</u>
Facilities Acquisition and Construction Services					
Other Objects	161,590	-	161,590	161,590	-
Total Facilities and Construction Services	<u>161,590</u>	<u>-</u>	<u>161,590</u>	<u>161,590</u>	<u>-</u>
Total Capital Outlay	<u>996,090</u>	<u>134,857</u>	<u>1,130,947</u>	<u>371,139</u>	<u>759,808</u>
Total Expenditures	<u>50,991,361</u>	<u>1,174,150</u>	<u>52,165,511</u>	<u>54,086,887</u>	<u>(1,921,376)</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(970,500)</u>	<u>(1,174,150)</u>	<u>(2,144,650)</u>	<u>1,668,369</u>	<u>3,813,019</u>
Other Financing Sources (Uses)					
Transfers In Capital Projects				572,599	572,599
Transfer to Capital Projects Fund	(829,500)	(664,500)	(1,494,000)	(1,494,000)	-
Lease Purchase Proceeds (Non-Budget)	-	-	-	2,555,002	2,555,002
Total Other Financing Sources (Uses)	<u>(829,500)</u>	<u>(664,500)</u>	<u>(1,494,000)</u>	<u>1,633,601</u>	<u>3,127,601</u>
Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Sources (Uses)	<u>(1,800,000)</u>	<u>(1,838,650)</u>	<u>(3,638,650)</u>	<u>3,301,970</u>	<u>6,940,620</u>
Fund Balances, Beginning of Year	<u>19,126,571</u>	<u>-</u>	<u>19,126,571</u>	<u>19,126,571</u>	<u>-</u>
Fund Balances, End of Year	<u>\$ 17,326,571</u>	<u>\$ (1,838,650)</u>	<u>\$ 15,487,921</u>	<u>\$ 22,428,541</u>	<u>\$ 6,940,620</u>
Recapitulation:					
Restricted Fund Balance					
Capital Reserve				\$ 12,685,136	
Emergency Reserve				477,164	
Maintenance Reserve				4,100,000	
Excess Surplus - Designated for Subsequent Year's (2017/18) Budget				1,565,640	
Excess Surplus				1,600,000	
Legally Restricted Unexpended Capital Outlay Funds Returned from Capital Projects Designated for Subsequent Year's (2017/18) Budget				34,360	
Assigned Fund Balance				618,798	
Year End Encumbrances				1,347,443	
Unassigned				22,428,541	
Fund Balance- Budgetary Basis				22,428,541	
Reconciliation of Governmental Funds Statements (GAAP):					
Less: State Aid Revenues not recognized on GAAP basis				(434,329)	
Fund Balance per Governmental Funds Statements (GAAP)				<u>\$ 21,994,212</u>	

RAMAPO INDIAN HILLS REGIONAL HIGH SCHOOL DISTRICT
SPECIAL REVENUE FUND
BUDGETARY COMPARISON SCHEDULE
BUDGETARY (NON-GAAP) BASIS AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2017

	<u>Original Budget</u>	<u>Adjustments</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Final Budget to Actual</u>
REVENUES					
Intergovernmental					
State	\$ 48,284	\$ 6,314	\$ 54,598	\$ 37,786	\$ (16,812)
Federal	450,626	60,508	511,134	481,133	(30,001)
Local	-	230,967	230,967	113,823	(117,144)
Total Revenues	<u>498,910</u>	<u>297,789</u>	<u>796,699</u>	<u>632,742</u>	<u>(163,957)</u>
EXPENDITURES					
Instruction					
Salaries of Teachers	19,748	10,334	30,082	27,679	2,403
Other Salaries	39,287	675	39,962	39,962	-
Purchased Professional/Educational Services	37,237	428	37,665	24,830	12,835
Tuition	384,356	45,369	429,725	400,254	29,471
General Supplies	7,503	14,292	21,795	13,341	8,454
Textbooks	3,544	2,047	5,591	4,909	682
Miscellaneous Expenditures	-	188,773	188,773	103,689	85,084
Total Instruction	<u>491,675</u>	<u>261,918</u>	<u>753,593</u>	<u>614,664</u>	<u>138,929</u>
Support Services					
Personal Services-Employee Benefits	7,235	10,871	18,106	18,078	28
Total Support Services	<u>7,235</u>	<u>10,871</u>	<u>18,106</u>	<u>18,078</u>	<u>28</u>
Facilities Acquisition and Construction					
Building Renovations	-	25,000	25,000	-	25,000
Total Facilities Acq. & Construction	<u>-</u>	<u>25,000</u>	<u>25,000</u>	<u>-</u>	<u>25,000</u>
Total Expenditures	<u>498,910</u>	<u>297,789</u>	<u>796,699</u>	<u>632,742</u>	<u>163,957</u>
Excess (Deficiency) of Revenues and Other Financing Sources Over/(Under) Expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balance, Beginning of Year	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balance, End of Year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

**RAMAPO INDIAN HILLS REGIONAL HIGH SCHOOL DISTRICT
GENERAL AND SPECIAL REVENUE FUNDS
BUDGETARY COMPARISON SCHEDULES
NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION
FOR THE FISCAL YEAR ENDED JUNE 30, 2017**

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

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

The following presents a reconciliation of the General and Special Revenue Funds from the budgetary basis of accounting as presented in the Budgetary Comparison Schedule - General Fund and Special Revenue Fund to the GAAP basis of accounting as presented in the Statement of Revenues, Expenditures and Changes in Fund Balance - Governmental Funds.

	<u>General Fund</u>	<u>Special Revenue Fund</u>
Sources/inflows of resources		
Actual Revenues Budgetary Basis - Exhibits C-1 and C-2	\$ 55,755,256	\$ 632,742
<p>The State aid payments are recognized as revenue for budgetary purposes. This differs from GAAP which does not recognize this revenue until the subsequent year when the State recognizes the related expenditure.</p>		
State Aid recognized for GAAP purposes not recognized for budgetary statements (2015/2016 Aid)	357,151	
State Aid recognized for budgetary purposes not recognized for GAAP statements (2016/2017 State Aid)	<u>(434,329)</u>	<u>-</u>
Total Revenues as Reported on the Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds. (Exhibit B-2)	<u>\$ 55,678,078</u>	<u>\$ 632,742</u>
Uses/outflows of resources		
Actual Expenditures Budgetary Basis - Exhibits C-1 and C-2	<u>\$ 54,086,887</u>	<u>\$ 632,742</u>
Total Expenditures as Reported on the Statement of Revenues, Expenditures, and Changes in Fund Balances - Governmental Funds (Exhibit B-2)	<u>\$ 54,086,887</u>	<u>\$ 632,742</u>

REQUIRED SUPPLEMENTARY INFORMATION - PART III

**RAMAPO INDIAN HILLS REGIONAL HIGH SCHOOL DISTRICT
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF THE DISTRICT'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY**

Public Employees Retirement System

Last Four Fiscal Years*

	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
District's Proportion of the Net Position Liability (Asset)	0.05710%	0.05961%	0.05966%	0.5695%
District's Proportionate Share of the Net Pension Liability (Asset)	\$ 16,911,607	\$ 13,380,986	\$ 11,170,110	\$ 10,884,362
District's Covered-Employee Payroll	\$ 4,184,646	\$ 4,033,071	\$ 3,952,062	\$ 4,100,264
District's Proportionate Share of the Net Pension Liability (Asset) as a Percentage of its Covered-Employee Payroll	404%	332%	283%	265%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	40.14%	47.93%	52.08%	48.72%

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

This schedule is presented to illustrate the requirement to show information for 10 years in accordance with GASB Statement No. 68. However, until a full 10-year trend is compiled, the District will only present information for those years for which information is available.

**RAMAPO INDIAN HILLS REGIONAL HIGH SCHOOL DISTRICT
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF DISTRICT CONTRIBUTIONS**

Public Employees Retirement System

Last Four Fiscal Years

	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
Contractually Required Contribution	\$ 507,275	\$ 512,746	\$ 491,573	\$ 426,980
Contributions in Relation to the Contractually Required Contribution	<u>\$ 507,275</u>	<u>\$ 512,746</u>	<u>491,573</u>	<u>426,980</u>
Contribution Deficiency (Excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
District's Covered-Employee Payroll	\$ 4,184,646	\$ 4,033,071	\$ 3,952,062	\$ 4,100,264
Contributions as a Percentage of Covered-Employee Payroll	12%	13%	12%	10%

This schedule is presented to illustrate the requirement to show information for 10 years in accordance with GASB Statement No. 68. However, until a full 10-year trend is compiled, the District will only present information for those years for which information is available.

**RAMAPO INDIAN HILLS REGIONAL HIGH SCHOOL DISTRICT
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF THE DISTRICT'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY**

Teachers Pension and Annuity Fund

Last Four Fiscal Years*

	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
District's Proportion of the Net Position Liability (Asset)	0%	0%	0%	0%
District's Proportionate Share of the Net Pension Liability (Asset)	\$0	\$0	\$0	\$0
State's Proportionate Share of the Net Pension Liability (Asset) Associated with the District	<u>\$ 140,415,293</u>	<u>\$ 114,294,133</u>	<u>\$ 99,811,190</u>	<u>\$ 94,072,613</u>
Total	<u>\$ 140,415,293</u>	<u>\$ 114,294,133</u>	<u>\$ 99,811,190</u>	<u>\$ 94,072,613</u>
District's Covered-Employee Payroll	\$ 18,741,295	\$ 18,164,827	\$ 17,968,791	\$ 18,334,273
District's Proportionate Share of the Net Pension Liability (Asset) as a Percentage of its Covered-Employee Payroll	0%	0%	0%	0%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	22.33%	28.71%	33.64%	33.76%

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

This schedule is presented to illustrate the requirement to show information for 10 years in accordance with GASB Statement No. 68. However, until a full 10-year trend is compiled, the District will only present information for those years for which information is available.

**RAMAPO INDIAN HILLS REGIONAL HIGH SCHOOL DISTRICT
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF DISTRICT'S PROPORTIONATE SHARE OF NET PENSION LIABILITY
AND SCHEDULE OF DISTRICT CONTRIBUTIONS
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
FOR THE FISCAL YEAR ENDED JUNE 30, 2017**

Change of Benefit Terms: None.

Change of Assumptions: Assumptions used in calculating the net pension liability and statutorily required employer contribution are presented in Note 5D.

SPECIAL REVENUE FUND

RAMAPO INDIAN HILLS REGIONAL HIGH SCHOOL DISTRICT
SPECIAL REVENUE FUND
COMBINING SCHEDULE OF PROGRAM REVENUES AND EXPENDITURES
BUDGETARY BASIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2017

	IDEA Part B Basic	NCLB Title I	NCLB Title II-A	Non-Public Textbook	Non-Public Nursing	Non-Public Technology	Chapter 193			Other Local Grants	Grand Total
							Examination & Classification	Corrective Speech	Supplementary Instruction		
REVENUES											
Intergovernmental											
State				\$ 4,909	\$ 5,886	\$ 2,161	\$ 14,765	\$ 884	\$ 9,181		\$ 37,786
Federal	\$ 400,254	\$ 58,655	\$ 22,224								481,133
Local	-	-	-	-	-	-	-	-	-	\$ 113,823	113,823
Total Revenues	\$ 400,254	\$ 58,655	\$ 22,224	\$ 4,909	\$ 5,886	\$ 2,161	\$ 14,765	\$ 884	\$ 9,181	\$ 113,823	\$ 632,742
EXPENDITURES											
Instruction											
Salaries of Teachers			\$ 20,645							\$ 7,034	\$ 27,679
Other Salaries		\$ 39,962									39,962
Purchased Prof & Educ Svcs							\$ 14,765	\$ 884	\$ 9,181		24,830
Tuition	\$ 400,254										400,254
General Supplies		2,194			\$ 5,886	\$ 2,161				3,100	13,341
Textbooks				\$ 4,909							4,909
Miscellaneous Expenditures	-	-	-	-	-	-	-	-	-	103,689	103,689
Total Instruction	400,254	42,156	20,645	4,909	5,886	2,161	14,765	884	9,181	113,823	614,664
Support Services											
Personal Svcs. -Emp. Benefits	-	16,499	1,579	-	-	-	-	-	-	-	18,078
Total Support Services	-	16,499	1,579	-	-	-	-	-	-	-	18,078
Total Expenditures	\$ 400,254	\$ 58,655	\$ 22,224	\$ 4,909	\$ 5,886	\$ 2,161	\$ 14,765	\$ 884	\$ 9,181	\$ 113,823	\$ 632,742

**RAMAPO INDIAN HILLS REGIONAL HIGH SCHOOL DISTRICT
SPECIAL REVENUE FUND
EARLY CHILDHOOD PROGRAM AID
SCHEDULE OF EXPENDITURES - BUDGETARY BASIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2017**

NOT APPLICABLE

CAPITAL PROJECTS FUND

**RAMAPO INDIAN HILLS REGIONAL HIGH SCHOOL DISTRICT
CAPITAL PROJECTS FUND
SUMMARY SCHEDULE OF PROJECT EXPENDITURES
FOR THE FISCAL YEAR ENDED JUNE 30, 2017**

<u>Project Title/Description</u>	<u>Original Appropriations</u>	<u>Modified Appropriation</u>	<u>Expenditures to Date</u>		<u>Prior Year</u>		<u>Current Year</u>	<u>Balance June 30, 2017</u>
			<u>Prior Years</u>	<u>Current Year</u>	<u>Payables Cancelled</u>	<u>Cancelled / Adjusted</u>	<u>Cancelled / Adjusted</u>	
Windows Replace Phase 3 - 300 Wing - Ramapo High School	708,453	708,453	594,300		\$ 5,000		\$ 119,153	-
HVAC Upgrades - Ramapo High School	518,365	518,365	303,728				214,637	-
RHS Window Replacement at Wing 200 West	270,000	270,000	251,407				18,593	-
RHS Roof Recoat II	241,817	241,817	139,518				102,299	-
IHHS Bathroom Upgrade	426,700	426,700	308,451				47,300	70,949
RHS Window Replacement	610,000	610,000	294,865				315,135	-
IHHS HVAC Upgrades	1,657,100	1,657,100	1,565,175	\$ 62,333			11,837	17,755
RHS HVAC Upgrades	1,048,000	1,048,000	1,034,085				13,915	-
RHS Window and Door Replacement	2,328,400	2,328,400	2,013,003				126,159	189,238
Retaining Wall and Sidewalk Improvements - RHS	427,000	427,000	391,327				35,673	-
Exterior Masonry Upgrades - RHS	1,152,200	1,152,200	138,525	933,254			20,825	59,596
Exterior Masonry Upgrades - IHHS	1,932,000	1,932,000	1,561,117	208,202			65,069	97,612
Nurse's Office Upgrade - IHHS	460,800	460,800	138,567	309,935				12,298
Boys/Girls Locker Room Upgrades - RHS	626,470	626,470	36,305	553,456				36,709
Boys/Girls Locker Room Upgrades - IHHS	538,192	538,192	32,557	443,936				61,699
Roof Recoat - RHS	194,917	194,917	13,655	89,950				91,312
Roof Recoat - IHHS	151,755	151,755	11,032	92,500				48,223
Traffic Lot - IHHS	589,680	589,680	540,670				49,010	-
Roof Section 14 - RHS	115,500	115,500		8,257				107,243
Roof Sections 12 & 14 - IHHS	264,000	264,000		20,895				243,105
Bathroom Upgrades - IHHS	450,000	450,000		60,957				389,043
Bleachers - RHS	664,500	664,500		104,306				560,194
	\$ 15,375,849	\$ 15,375,849	\$ 9,368,287	\$ 2,887,981	\$ 5,000	\$ -	\$ 1,139,605	\$ 1,984,976
						\$ 32,474	\$ 567,006	
						433,452	572,599	
						34,360	-	
						\$ 500,286	\$ 1,139,605	
Project Appropriation Balance								\$ 1,984,976
Less: Unrealized Grants (SDA)								(11,347)
Fund Balance, GAAP Basis								\$ 1,973,629
<u>Reconciliation of Fund Balance:</u>								
Restricted:								
Year End Encumbrances								\$ 971,864
Available for Capital Projects								1,001,765
Total Fund Balance - Restricted for Capital Projects								\$ 1,973,629

**RAMAPO INDIAN HILLS REGIONAL HIGH SCHOOL DISTRICT
CAPITAL PROJECTS FUND
SUMMARY SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE - BUDGETARY BASIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2017**

Revenues and Other Financing Sources**Other Financing Sources**

Transfer from General Fund - Capital Reserve	<u>\$ 1,494,000</u>
----------------------------------------------	---------------------

Total Revenues and Other Financing sources	<u>1,494,000</u>
--------------------------------------------	------------------

Expenditures and Other Financing Uses**Expenditures**

Architectural / Engineering Services	154,846
--------------------------------------	---------

Purchased Professional Services	18,223
---------------------------------	--------

Construction Services	2,679,562
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Miscellaneous / Other Objects	35,350
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Transfer to General Fund - Return of Funds from Cancelled	
-----------------------------------------------------------	--

Appropriations to Capital Reserve	572,599
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SDA Grants Cancelled	<u>567,006</u>
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Total Expenditures and Other Financing Uses	<u>4,027,586</u>
---------------------------------------------	------------------

Excess (Deficiency) of Revenues and Other Financing Sources	
-------------------------------------------------------------	--

Over (Under) Expenditures and Other Financing Uses	(2,533,586)
----------------------------------------------------	-------------

Fund Balance, Beginning of Year	<u>4,518,562</u>
---------------------------------	------------------

Fund Balance, End of Year	<u>\$ 1,984,976</u>
---------------------------	---------------------

Reconciliation to GAAP Basis:

Fund Balance (Budgetary Basis)	\$ 1,984,976
--------------------------------	--------------

Less:

Unrealized Revenue (SDA Grants)	<u>(11,347)</u>
---------------------------------	-----------------

Fund Balance (GAAP Basis)	<u>\$ 1,973,629</u>
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**RAMAPO INDIAN HILLS REGIONAL HIGH SCHOOL DISTRICT
CAPITAL PROJECTS FUND
SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCES AND PROJECT STATUS -
BUDGETARY BASIS
WINDOWS REPLACEMENT PHASE 3 - 300 WING - RAMAPO HIGH SCHOOL
FROM INCEPTION AND FOR THE FISCAL YEAR ENDED JUNE 30, 2017**

	<u>Prior Periods</u>	<u>Current Year</u>	<u>Totals</u>	<u>Revised Authorized Cost</u>
REVENUES AND OTHER FINANCING SOURCES				
State Sources - SDA Grant	\$ 283,381	\$ (47,661)	\$ 235,720	\$ 235,720
Transfer from Capital Reserve	<u>425,072</u>	<u>(71,492)</u>	<u>353,580</u>	<u>353,580</u>
 Total Revenues	 <u>708,453</u>	 <u>(119,153)</u>	 <u>589,300</u>	 <u>589,300</u>
 EXPENDITURES AND OTHER FINANCING SOURCES				
Expenditures	<u>589,300</u>	<u>\$ -</u>	<u>589,300</u>	<u>589,300</u>
 Total Expenditures and other Financing Sources	 <u>589,300</u>	 <u>-</u>	 <u>589,300</u>	 <u>589,300</u>
 Excess (deficiency) of Revenues over (under) Expenditures	 <u>\$ 119,153</u>	 <u>\$ (119,153)</u>	 <u>\$ -</u>	 <u>\$ -</u>

Additional Project Information:

Project Number	4300-050-10-1003
Grant Number	
Grant Date	
Bond Issue Date	N/A
Bonds Issued	N/A
Original Authorized Cost	\$ 708,453
Revised Authorized Cost	\$ 589,300
 Percentage Completion	 100%
Original Target Completion Date	
Revised Target Completion Date	

**RAMAPO INDIAN HILLS REGIONAL HIGH SCHOOL DISTRICT
CAPITAL PROJECTS FUND
SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCES AND PROJECT STATUS -
BUDGETARY BASIS
HVAC UPGRADES - RAMAPO HIGH SCHOOL
FROM INCEPTION AND FOR THE FISCAL YEAR ENDED JUNE 30, 2017**

	<u>Prior Periods</u>	<u>Current Year</u>	<u>Totals</u>	<u>Revised Authorized Cost</u>
REVENUES AND OTHER FINANCING SOURCES				
State Sources - SDA Grant	\$ 207,346	\$ (85,855)	\$ 121,491	\$ 121,491
Transfer from Capital Reserve	<u>311,019</u>	<u>(128,782)</u>	<u>182,237</u>	<u>182,237</u>
 Total Revenues	 <u>518,365</u>	 <u>(214,637)</u>	 <u>303,728</u>	 <u>303,728</u>
 EXPENDITURES AND OTHER FINANCING SOURCES				
Expenditures	<u>303,728</u>	<u>-</u>	<u>303,728</u>	<u>303,728</u>
 Total Expenditures and other Financing Sources	 <u>303,728</u>	 <u>-</u>	 <u>303,728</u>	 <u>303,728</u>
 Excess (deficiency) of Revenues over (under) Expenditures	 <u>\$ 214,637</u>	 <u>\$ (214,637)</u>	 <u>\$ -</u>	 <u>\$ -</u>

Additional Project Information:

Project Number	4300-050-10-002
Grant Number	
Grant Date	
Bond Issue Date	N/A
Bonds Issued	N/A
Original Authorized Cost	\$ 518,365
Revised Authorized Cost	\$ 303,728
 Percentage Completion	 100%

**RAMAPO INDIAN HILLS REGIONAL HIGH SCHOOL DISTRICT
CAPITAL PROJECTS FUND
SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCES AND PROJECT STATUS -
BUDGETARY BASIS
RAMAPO HIGH SCHOOL WINDOW REPLACEMENT AT WING 200 WEST
FROM INCEPTION AND FOR THE FISCAL YEAR ENDED JUNE 30, 2017**

	<u>Prior Periods</u>	<u>Current Year</u>	<u>Totals</u>	<u>Revised Authorized Cost</u>
REVENUES AND OTHER FINANCING SOURCES				
Transfer from Capital Reserve	\$ 270,000	(18,593)	\$ 251,407	\$ 251,407
Total Revenues	<u>270,000</u>	<u>(18,593)</u>	<u>251,407</u>	<u>251,407</u>
EXPENDITURES AND OTHER FINANCING SOURCES				
Expenditures	<u>251,407</u>	\$ -	<u>251,407</u>	<u>251,407</u>
Total Expenditures and other Financing Sources	<u>251,407</u>	<u>-</u>	<u>251,407</u>	<u>251,407</u>
Excess (deficiency) of Revenues over (under) Expenditures	<u>\$ 18,593</u>	<u>\$ (18,593)</u>	<u>\$ -</u>	<u>\$ -</u>

Additional Project Information:

Project Number	N/A
Grant Number	N/A
Grant Date	N/A
Bond Issue Date	N/A
Bonds Issued	N/A
Original Authorized Cost	\$ 270,000
Revised Authorized Cost	\$ 251,407
Percentage Completion	100%

**RAMAPO INDIAN HILLS REGIONAL HIGH SCHOOL DISTRICT
CAPITAL PROJECTS FUND
SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCES AND PROJECT STATUS -
BUDGETARY BASIS
RAMAPO HIGH SCHOOL ROOF RECOAT II
FROM INCEPTION AND FOR THE FISCAL YEAR ENDED JUNE 30, 2017**

	<u>Prior Periods</u>	<u>Current Year</u>	<u>Totals</u>	<u>Revised Authorized Cost</u>
REVENUES AND OTHER FINANCING SOURCES				
State Sources - SDA Grant	\$ 96,727	\$ (40,920)	\$ 55,807	\$ 55,807
Transfer from Capital Reserve	<u>145,090</u>	<u>(61,379)</u>	<u>83,711</u>	<u>83,711</u>
 Total Revenues	 <u>241,817</u>	 <u>(102,299)</u>	 <u>139,518</u>	 <u>139,518</u>
 EXPENDITURES AND OTHER FINANCING SOURCES				
Expenditures	<u>139,518</u>	<u>\$ -</u>	<u>139,518</u>	<u>139,518</u>
 Total Expenditures and other Financing Sources	 <u>139,518</u>	 <u>-</u>	 <u>139,518</u>	 <u>139,518</u>
 Excess (deficiency) of Revenues over (under) Expenditures	 <u>\$ 102,299</u>	 <u>\$ (102,299)</u>	 <u>\$ -</u>	 <u>\$ -</u>

Additional Project Information:

Project Number	4300-050-14-1005
Grant Number	N/A
Grant Date	N/A
Bond Issue Date	N/A
Bonds Issued	N/A
Original Authorized Cost	\$ 241,817
Revised Authorized Cost	\$ 139,518
 Percentage Completion	 100%
Original Target Completion Date	2015/16
Revised Target Completion Date	2016/17

**RAMAPO INDIAN HILLS REGIONAL HIGH SCHOOL DISTRICT
CAPITAL PROJECTS FUND
SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCES AND PROJECT STATUS -
BUDGETARY BASIS
INDIAN HILLS HIGH SCHOOL BATHROOM UPGRADE
FROM INCEPTION AND FOR THE FISCAL YEAR ENDED JUNE 30, 2017**

	<u>Prior Periods</u>	<u>Current Year</u>	<u>Totals</u>	<u>Revised Authorized Cost</u>
REVENUES AND OTHER FINANCING SOURCES				
State Sources - SDA Grant	\$ 170,680	\$ (47,300)	\$ 123,380	\$ 123,380
Transfer from Capital Reserve	<u>256,020</u>	<u>-</u>	<u>256,020</u>	<u>256,020</u>
 Total Revenues	 <u>426,700</u>	 <u>(47,300)</u>	 <u>379,400</u>	 <u>379,400</u>
 EXPENDITURES AND OTHER FINANCING SOURCES				
Expenditures	<u>308,451</u>	<u>\$ -</u>	<u>308,451</u>	<u>379,400</u>
 Total Expenditures and other Financing Sources	 <u>308,451</u>	 <u>-</u>	 <u>308,451</u>	 <u>379,400</u>
 Excess (deficiency) of Revenues over (under) Expenditures	 <u>\$ 118,249</u>	 <u>\$ (47,300)</u>	 <u>\$ 70,949</u>	 <u>\$ -</u>

Additional Project Information:

Project Number	4300-030-14-1008
Grant Number	
Grant Date	
Bond Issue Date	N/A
Bonds Issued	N/A
Original Authorized Cost	\$ 426,700
Revised Authorized Cost	\$ 379,400
 Percentage Completion	 81%
Original Target Completion Date	2015/16
Revised Target Completion Date	2016/17

RAMAPO INDIAN HILLS REGIONAL HIGH SCHOOL DISTRICT
CAPITAL PROJECTS FUND
SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCES AND PROJECT STATUS -
BUDGETARY BASIS
WINDOWS REPLACEMENT PHASE 3 - 300 WING - RAMAPO HIGH SCHOOL
FROM INCEPTION AND FOR THE FISCAL YEAR ENDED JUNE 30, 2017

	<u>Prior</u> <u>Periods</u>	<u>Current</u> <u>Year</u>	<u>Totals</u>	<u>Revised</u> <u>Authorized</u> <u>Cost</u>
REVENUES AND OTHER FINANCING SOURCES				
State Sources - SDA Grant	\$ 244,000	\$ (115,814)	\$ 128,186	\$ 128,186
Transfer from Capital Reserve	<u>366,000</u>	<u>(199,321)</u>	<u>166,679</u>	<u>166,679</u>
Total Revenues	<u>610,000</u>	<u>(315,135)</u>	<u>294,865</u>	<u>294,865</u>
EXPENDITURES AND OTHER FINANCING SOURCES				
Expenditures	<u>294,865</u>	<u>\$ -</u>	<u>294,865</u>	<u>294,865</u>
Total Expenditures and other Financing Sources	<u>294,865</u>	<u>-</u>	<u>294,865</u>	<u>294,865</u>
Excess (deficiency) of Revenues over (under) Expenditures	<u>\$ 315,135</u>	<u>\$ (315,135)</u>	<u>\$ -</u>	<u>\$ -</u>

Additional Project Information:

Project Number	4300-050-13-5002
Grant Number	
Grant Date	
Bond Issue Date	N/A
Bonds Issued	N/A
Original Authorized Cost	\$ 610,000
Revised Authorized Cost	\$ 294,865
Percentage Completion	100%
Original Target Completion Date	2015/16
Revised Target Completion Date	2016/17

**RAMAPO INDIAN HILLS REGIONAL HIGH SCHOOL DISTRICT
CAPITAL PROJECTS FUND
SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCES AND PROJECT STATUS -
BUDGETARY BASIS
INDIAN HILLS HIGH SCHOOL HVAC UPGRADES
FROM INCEPTION AND FOR THE FISCAL YEAR ENDED JUNE 30, 2017**

	<u>Prior Periods</u>	<u>Current Year</u>	<u>Totals</u>	<u>Revised Authorized Cost</u>
REVENUES AND OTHER FINANCING SOURCES				
State Sources - SDA Grant	\$ 662,840	(11,837)	\$ 651,003	\$ 651,003
Transfer from Capital Reserve	994,260	-	994,260	994,260
Total Revenues	<u>1,657,100</u>	<u>(11,837)</u>	<u>1,645,263</u>	<u>1,645,263</u>
EXPENDITURES AND OTHER FINANCING SOURCES				
Expenditures	1,565,175	\$ 62,333	1,627,508	1,645,263
Total Expenditures and other Financing Sources	<u>1,565,175</u>	<u>62,333</u>	<u>1,627,508</u>	<u>1,645,263</u>
Excess (deficiency) of Revenues over (under) Expenditures	<u>\$ 91,925</u>	<u>\$ (74,170)</u>	<u>\$ 17,755</u>	<u>\$ -</u>

Additional Project Information:

Project Number	4300-030-14-1011
Grant Number	N/A
Grant Date	N/A
Bond Issue Date	N/A
Bonds Issued	N/A
Original Authorized Cost	\$ 1,657,100
Revised Authorized Cost	\$ 1,645,263
Percentage Completion	99%
Original Target Completion Date	2015/16
Revised Target Completion Date	2016/17

**RAMAPO INDIAN HILLS REGIONAL HIGH SCHOOL DISTRICT
CAPITAL PROJECTS FUND
SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCES AND PROJECT STATUS -
BUDGETARY BASIS
RAMAPO HIGH SCHOOL HVAC UPGRADES
FROM INCEPTION AND FOR THE FISCAL YEAR ENDED JUNE 30, 2017**

	<u>Prior Periods</u>	<u>Current Year</u>	<u>Totals</u>	<u>Revised Authorized Cost</u>
REVENUES AND OTHER FINANCING SOURCES				
State Sources - SDA Grant	\$ 419,200	(5,566)	\$ 413,634	\$ 413,634
Transfer from Capital Reserve	<u>628,800</u>	<u>(8,349)</u>	<u>620,451</u>	<u>620,451</u>
 Total Revenues	 <u>1,048,000</u>	 <u>(13,915)</u>	 <u>1,034,085</u>	 <u>1,034,085</u>
 EXPENDITURES AND OTHER FINANCING SOURCES				
Expenditures	<u>1,034,085</u>	<u>\$ -</u>	<u>1,034,085</u>	<u>1,034,085</u>
 Total Expenditures and other Financing Sources	 <u>1,034,085</u>	 <u>-</u>	 <u>1,034,085</u>	 <u>1,034,085</u>
 Excess (deficiency) of Revenues over (under) Expenditures	 <u>\$ 13,915</u>	 <u>\$ (13,915)</u>	 <u>\$ -</u>	 <u>\$ -</u>

Additional Project Information:

Project Number	4300-050-14-1013
Grant Number	N/A
Grant Date	N/A
Bond Issue Date	N/A
Bonds Issued	N/A
Original Authorized Cost	\$ 1,048,000
Revised Authorized Cost	\$ 1,034,085
 Percentage Completion	 100%
Original Target Completion Date	2015/2016
Revised Target Completion Date	2016/2017

**RAMAPO INDIAN HILLS REGIONAL HIGH SCHOOL DISTRICT
CAPITAL PROJECTS FUND
SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCES AND PROJECT STATUS -
BUDGETARY BASIS
RAMAPO HIGH SCHOOL WINDOW AND DOOR REPLACEMENT
FROM INCEPTION AND FOR THE FISCAL YEAR ENDED JUNE 30, 2017**

	<u>Prior Periods</u>	<u>Current Year</u>	<u>Totals</u>	<u>Revised Authorized Cost</u>
REVENUES AND OTHER FINANCING SOURCES				
SDA Sources - SDA Grant	\$ 931,360	(126,159)	\$ 805,201	\$ 805,201
Transfer from Capital Reserve	<u>1,397,040</u>	<u>-</u>	<u>1,397,040</u>	<u>1,397,040</u>
 Total Revenues	 <u>2,328,400</u>	 <u>(126,159)</u>	 <u>2,202,241</u>	 <u>2,202,241</u>
EXPENDITURES AND OTHER FINANCING SOURCES				
Expenditures	<u>2,013,003</u>	<u>\$ -</u>	<u>2,013,003</u>	<u>2,202,241</u>
 Total Expenditures and other Financing Sources	 <u>2,013,003</u>	 <u>-</u>	 <u>2,013,003</u>	 <u>2,202,241</u>
 Excess (deficiency) of Revenues over (under) Expenditures	 <u>\$ 315,397</u>	 <u>\$ (126,159)</u>	 <u>\$ 189,238</u>	 <u>\$ -</u>

Additional Project Information:

Project Number	4300-050-14-1016
Grant Number	N/A
Grant Date	N/A
Bond Issue Date	N/A
Bonds Issued	N/A
Original Authorized Cost	\$ 2,328,400
Revised Authorized Cost	\$ 2,202,241
 Percentage Completion	 91%
Original Target Completion Date	2015/2016
Revised Target Completion Date	2016/2017

RAMAPO INDIAN HILLS REGIONAL HIGH SCHOOL DISTRICT
CAPITAL PROJECTS FUND
SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCES AND PROJECT STATUS -
BUDGETARY BASIS
RETAINING WALL AND SIDEWALK IMPROVEMENTS - RAMAPO HIGH SCHOOL
FROM INCEPTION AND FOR THE FISCAL YEAR ENDED JUNE 30, 2017

	<u>Prior Periods</u>	<u>Current Year</u>	<u>Totals</u>	<u>Revised Authorized Cost</u>
REVENUES AND OTHER FINANCING SOURCES				
Transfer from Capital Reserve	\$ 427,000	(35,673)	\$ 391,327	\$ 391,327
Total Revenues	<u>427,000</u>	<u>(35,673)</u>	<u>391,327</u>	<u>391,327</u>
EXPENDITURES AND OTHER FINANCING SOURCES				
Expenditures	<u>391,327</u>	\$ -	<u>391,327</u>	<u>391,327</u>
Total Expenditures and other Financing Sources	<u>391,327</u>	<u>-</u>	<u>391,327</u>	<u>391,327</u>
Excess (deficiency) of Revenues over (under) Expenditures	<u>\$ 35,673</u>	<u>\$ (35,673)</u>	<u>\$ -</u>	<u>\$ -</u>

Additional Project Information:

Project Number	N/A
Grant Number	N/A
Grant Date	N/A
Bond Issue Date	N/A
Bonds Issued	N/A
Original Authorized Cost	\$ 427,000
Revised Authorized Cost	\$ 391,327
Percentage Completion	100%
Original Target Completion Date	2015/2016
Revised Target Completion Date	2016/2017

**RAMAPO INDIAN HILLS REGIONAL HIGH SCHOOL DISTRICT
CAPITAL PROJECTS FUND
SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCES AND PROJECT STATUS -
BUDGETARY BASIS
EXTERIOR MASONRY UPGRADES - RAMAPO HIGH SCHOOL
FROM INCEPTION AND FOR THE FISCAL YEAR ENDED JUNE 30, 2017**

	<u>Prior Periods</u>	<u>Current Year</u>	<u>Totals</u>	<u>Revised Authorized Cost</u>
REVENUES AND OTHER FINANCING SOURCES				
State Sources - SDA Grant	\$ 460,880	\$ (20,825)	\$ 440,055	\$ 440,055
Transfer from Capital Outlay	691,320	-	691,320	691,320
Total Revenues	<u>1,152,200</u>	<u>(20,825)</u>	<u>1,131,375</u>	<u>1,131,375</u>
EXPENDITURES AND OTHER FINANCING SOURCES				
Expenditures	138,525	\$ 933,254	1,071,779	1,131,375
Total Expenditures and other Financing Sources	<u>138,525</u>	<u>933,254</u>	<u>1,071,779</u>	<u>1,131,375</u>
Excess (deficiency) of Revenues over (under) Expenditures	<u>\$ 1,013,675</u>	<u>\$ (954,079)</u>	<u>\$ 59,596</u>	<u>\$ -</u>

Additional Project Information:

Project Number	4300-050-14-1015
Grant Number	N/A
Grant Date	N/A
Bond Issue Date	N/A
Bonds Issued	N/A
Original Authorized Cost	\$ 1,152,200
Revised Authorized Cost	\$ 1,152,200
Percentage Completion	95%
Original Target Completion Date	2015/2016
Revised Target Completion Date	2016/2017

**RAMAPO INDIAN HILLS REGIONAL HIGH SCHOOL DISTRICT
CAPITAL PROJECTS FUND
SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCES AND PROJECT STATUS -
BUDGETARY BASIS
EXTERIOR MASONRY UPGRADES - INDIAN HILLS HIGH SCHOOL
FROM INCEPTION AND FOR THE FISCAL YEAR ENDED JUNE 30, 2017**

	<u>Prior Periods</u>	<u>Current Year</u>	<u>Totals</u>	<u>Revised Authorized Cost</u>
REVENUES AND OTHER FINANCING SOURCES				
State Sources - SDA Grant	\$ 772,800	\$ (65,069)	\$ 707,731	\$ 707,731
Transfer from Capital Outlay	1,159,200	-	1,159,200	1,159,200
Total Revenues	<u>1,932,000</u>	<u>(65,069)</u>	<u>1,866,931</u>	<u>1,866,931</u>
EXPENDITURES AND OTHER FINANCING SOURCES				
Expenditures	<u>1,561,117</u>	<u>\$ 208,202</u>	<u>1,769,319</u>	<u>1,866,931</u>
Total Expenditures and other Financing Sources	<u>1,561,117</u>	<u>208,202</u>	<u>1,769,319</u>	<u>1,866,931</u>
Excess (deficiency) of Revenues over (under) Expenditures	<u>\$ 370,883</u>	<u>\$ (273,271)</u>	<u>\$ 97,612</u>	<u>\$ -</u>

Additional Project Information:

Project Number	4300-030-14-1009
Grant Number	N/A
Grant Date	N/A
Bond Issue Date	N/A
Bonds Issued	N/A
Original Authorized Cost	\$ 1,932,000
Revised Authorized Cost	\$ 1,866,931
Percentage Completion	95%
Original Target Completion Date	2015/2016
Revised Target Completion Date	2016/2017

**RAMAPO INDIAN HILLS REGIONAL HIGH SCHOOL DISTRICT
CAPITAL PROJECTS FUND
SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCES AND PROJECT STATUS -
BUDGETARY BASIS
NURSES'S OFFICE UPGRADE - INDIAN HILLS HIGH SCHOOL
FROM INCEPTION AND FOR THE FISCAL YEAR ENDED JUNE 30, 2017**

	<u>Prior Periods</u>	<u>Current Year</u>	<u>Totals</u>	<u>Revised Authorized Cost</u>
REVENUES AND OTHER FINANCING SOURCES				
Transfer from Capital Outlay	\$ 460,800	\$ -	\$ 460,800	\$ 460,800
Total Revenues	<u>460,800</u>	<u>-</u>	<u>460,800</u>	<u>460,800</u>
EXPENDITURES AND OTHER FINANCING SOURCES				
Expenditures	<u>138,567</u>	<u>309,935</u>	<u>448,502</u>	<u>460,800</u>
Total Expenditures and other Financing Sources	<u>138,567</u>	<u>309,935</u>	<u>448,502</u>	<u>460,800</u>
Excess (deficiency) of Revenues over (under) Expenditures	<u>\$ 322,233</u>	<u>\$ (309,935)</u>	<u>\$ 12,298</u>	<u>\$ -</u>

Additional Project Information:

Project Number	N/A
Grant Number	N/A
Grant Date	N/A
Bond Issue Date	N/A
Bonds Issued	N/A
Original Authorized Cost	\$ 460,800
Revised Authorized Cost	\$ 460,800
Percentage Completion	97%
Original Target Completion Date	2015/2016
Revised Target Completion Date	2016/2017

**RAMAPO INDIAN HILLS REGIONAL HIGH SCHOOL DISTRICT
CAPITAL PROJECTS FUND
SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCES AND PROJECT STATUS -
BUDGETARY BASIS
BOYS/GIRLS LOCKER ROOM UPGRADES - RAMAPO HIGH SCHOOL
FROM INCEPTION AND FOR THE FISCAL YEAR ENDED JUNE 30, 2017**

	<u>Prior Periods</u>	<u>Current Year</u>	<u>Totals</u>	<u>Revised Authorized Cost</u>
REVENUES AND OTHER FINANCING SOURCES				
Transfer from Capital Outlay	\$ 555,300	\$ -	\$ 555,300	\$ 555,300
Transfer from Capital Reserve	71,170	-	71,170	71,170
Total Revenues	<u>626,470</u>	<u>-</u>	<u>626,470</u>	<u>626,470</u>
 EXPENDITURES AND OTHER FINANCING SOURCES				
Expenditures	<u>36,305</u>	<u>553,456</u>	<u>589,761</u>	<u>626,470</u>
Total Expenditures and other Financing Sources	<u>36,305</u>	<u>553,456</u>	<u>589,761</u>	<u>626,470</u>
Excess (deficiency) of Revenues over (under) Expenditures	<u>\$ 590,165</u>	<u>\$ (553,456)</u>	<u>\$ 36,709</u>	<u>\$ -</u>

Additional Project Information:

Project Number	N/A
Grant Number	N/A
Grant Date	N/A
Bond Issue Date	N/A
Bonds Issued	N/A
Original Authorized Cost	\$ 62,647
Revised Authorized Cost	\$ 626,470
Percentage Completion	94%
Original Target Completion Date	2015/2016
Revised Target Completion Date	2016/2017

**RAMAPO INDIAN HILLS REGIONAL HIGH SCHOOL DISTRICT
CAPITAL PROJECTS FUND
SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCES AND PROJECT STATUS -
BUDGETARY BASIS
BOYS/GIRLS LOCKER ROOM UPGRADES - INDIAN HILLS HIGH SCHOOL
FROM INCEPTION AND FOR THE FISCAL YEAR ENDED JUNE 30, 2017**

	<u>Prior Periods</u>	<u>Current Year</u>	<u>Totals</u>	<u>Revised Authorized Cost</u>
REVENUES AND OTHER FINANCING SOURCES				
Transfer from Capital Outlay	\$ 428,300	\$ -	\$ 428,300	\$ 428,300
Transfer from Capital Reserve	109,892	-	109,892	109,892
Total Revenues	<u>538,192</u>	<u>-</u>	<u>538,192</u>	<u>538,192</u>
 EXPENDITURES AND OTHER FINANCING SOURCES				
Expenditures	<u>32,557</u>	<u>443,936</u>	<u>476,493</u>	<u>538,192</u>
Total Expenditures and other Financing Sources	<u>32,557</u>	<u>443,936</u>	<u>476,493</u>	<u>538,192</u>
Excess (deficiency) of Revenues over (under) Expenditures	<u>\$ 505,635</u>	<u>\$ (443,936)</u>	<u>\$ 61,699</u>	<u>\$ -</u>

Additional Project Information:

Project Number	N/A
Grant Number	N/A
Grant Date	N/A
Bond Issue Date	N/A
Bonds Issued	N/A
Original Authorized Cost	\$ 538,192
Revised Authorized Cost	\$ 538,192
Percentage Completion	89%
Original Target Completion Date	2015/2016
Revised Target Completion Date	2016/2017

RAMAPO INDIAN HILLS REGIONAL HIGH SCHOOL DISTRICT
CAPITAL PROJECTS FUND
SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCES AND PROJECT STATUS -
BUDGETARY BASIS
ROOF RECOAT - RAMAPO HIGH SCHOOL
FROM INCEPTION AND FOR THE FISCAL YEAR ENDED JUNE 30, 2017

	<u>Prior Periods</u>	<u>Current Year</u>	<u>Totals</u>	<u>Revised Authorized Cost</u>
REVENUES AND OTHER FINANCING SOURCES				
Transfer from Capital Outlay	\$ 194,917	\$ -	\$ 194,917	\$ 194,917
Total Revenues	<u>194,917</u>	<u>-</u>	<u>194,917</u>	<u>194,917</u>
EXPENDITURES AND OTHER FINANCING SOURCES				
Expenditures	<u>13,655</u>	<u>89,950</u>	<u>103,605</u>	<u>194,917</u>
Total Expenditures and other Financing Sources	<u>13,655</u>	<u>89,950</u>	<u>103,605</u>	<u>194,917</u>
Excess (deficiency) of Revenues over (under) Expenditures	<u>\$ 181,262</u>	<u>\$ (89,950)</u>	<u>\$ 91,312</u>	<u>\$ -</u>

Additional Project Information:

Project Number	N/A
Grant Number	N/A
Grant Date	N/A
Bond Issue Date	N/A
Bonds Issued	N/A
Original Authorized Cost	\$ 194,917
Revised Authorized Cost	\$ 194,917
Percentage Completion	53%
Original Target Completion Date	2015/2016
Revised Target Completion Date	2016/2017

**RAMAPO INDIAN HILLS REGIONAL HIGH SCHOOL DISTRICT
CAPITAL PROJECTS FUND
SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCES AND PROJECT STATUS -
BUDGETARY BASIS
ROOF RECOAT - INDIAN HILLS HIGH SCHOOL
FROM INCEPTION AND FOR THE FISCAL YEAR ENDED JUNE 30, 2017**

	<u>Prior Periods</u>	<u>Current Year</u>	<u>Totals</u>	<u>Revised Authorized Cost</u>
REVENUES AND OTHER FINANCING SOURCES				
Transfer from Capital Outlay	\$ 151,755	\$ -	\$ 151,755	\$ 151,755
Total Revenues	<u>151,755</u>	<u>-</u>	<u>151,755</u>	<u>151,755</u>
EXPENDITURES AND OTHER FINANCING SOURCES				
Expenditures	<u>11,032</u>	<u>92,500</u>	<u>103,532</u>	<u>151,755</u>
Total Expenditures and other Financing Sources	<u>11,032</u>	<u>92,500</u>	<u>103,532</u>	<u>151,755</u>
Excess (deficiency) of Revenues over (under) Expenditures	<u>\$ 140,723</u>	<u>\$ (92,500)</u>	<u>\$ 48,223</u>	<u>\$ -</u>

Additional Project Information:

Project Number	N/A
Grant Number	N/A
Grant Date	N/A
Bond Issue Date	N/A
Bonds Issued	N/A
Original Authorized Cost	\$ 151,755
Revised Authorized Cost	\$ 151,755
Percentage Completion	68%
Original Target Completion Date	2015/2016
Revised Target Completion Date	2016/2017

**RAMAPO INDIAN HILLS REGIONAL HIGH SCHOOL DISTRICT
CAPITAL PROJECTS FUND
SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCES AND PROJECT STATUS -
BUDGETARY BASIS
TRAFFIC LOT- INDIAN HILLS HIGH SCHOOL
FROM INCEPTION AND FOR THE FISCAL YEAR ENDED JUNE 30, 2017**

	<u>Prior Periods</u>	<u>Current Year</u>	<u>Totals</u>	<u>Revised Authorized Cost</u>
REVENUES AND OTHER FINANCING SOURCES				
Transfer from Capital Reserve	\$ 589,680	\$ (49,010)	\$ 540,670	\$ 540,670
Total Revenues	<u>589,680</u>	<u>(49,010)</u>	<u>540,670</u>	<u>540,670</u>
EXPENDITURES AND OTHER FINANCING SOURCES				
Expenditures	<u>540,670</u>	<u>-</u>	<u>540,670</u>	<u>540,670</u>
Total Expenditures and other Financing Sources	<u>540,670</u>	<u>-</u>	<u>540,670</u>	<u>540,670</u>
Excess (deficiency) of Revenues over (under) Expenditures	<u>\$ 49,010</u>	<u>\$ (49,010)</u>	<u>\$ -</u>	<u>\$ -</u>

Additional Project Information:

Project Number	N/A
Grant Number	N/A
Grant Date	N/A
Bond Issue Date	N/A
Bonds Issued	N/A
Original Authorized Cost	\$ 589,680
Revised Authorized Cost	\$ 540,670
Percentage Completion	100%
Original Target Completion Date	2015/2016
Revised Target Completion Date	2016/2017

**RAMAPO INDIAN HILLS REGIONAL HIGH SCHOOL DISTRICT
CAPITAL PROJECTS FUND
SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCES AND PROJECT STATUS -
BUDGETARY BASIS
ROOF SECTION 14 - RAMAPO HIGH SCHOOL
FROM INCEPTION AND FOR THE FISCAL YEAR ENDED JUNE 30, 2017**

	<u>Prior Periods</u>	<u>Current Year</u>	<u>Totals</u>	<u>Revised Authorized Cost</u>
REVENUES AND OTHER FINANCING SOURCES				
Transfer from Capital Reserve	\$ -	\$ 115,500	\$ 115,500	\$ 115,500
 Total Revenues	 -	 115,500	 115,500	 115,500
EXPENDITURES AND OTHER FINANCING SOURCES				
Expenditures	-	8,257	8,257	115,500
 Total Expenditures and other Financing Sources	 -	 8,257	 8,257	 115,500
 Excess (deficiency) of Revenues over (under) Expenditures	 \$ -	 \$ 107,243	 \$ 107,243	 \$ -

Additional Project Information:

Project Number	N/A
Grant Number	N/A
Grant Date	N/A
Bond Issue Date	N/A
Bonds Issued	N/A
Original Authorized Cost	\$ 115,500
Revised Authorized Cost	\$ 115,500
 Percentage Completion	 7%
Original Target Completion Date	2016/2017
Revised Target Completion Date	2017/2018

RAMAPO INDIAN HILLS REGIONAL HIGH SCHOOL DISTRICT
CAPITAL PROJECTS FUND
SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCES AND PROJECT STATUS -
BUDGETARY BASIS
ROOF SECTIONS 12 & 14- INDIAN HILLS HIGH SCHOOL
FROM INCEPTION AND FOR THE FISCAL YEAR ENDED JUNE 30, 2017

	<u>Prior Periods</u>	<u>Current Year</u>	<u>Totals</u>	<u>Revised Authorized Cost</u>
REVENUES AND OTHER FINANCING SOURCES				
Transfer from Capital Reserve	\$ -	\$ 264,000	\$ 264,000	\$ 264,000
Total Revenues	<u>-</u>	<u>264,000</u>	<u>264,000</u>	<u>264,000</u>
EXPENDITURES AND OTHER FINANCING SOURCES				
Expenditures	<u>-</u>	<u>20,895</u>	<u>20,895</u>	<u>264,000</u>
Total Expenditures and other Financing Sources	<u>-</u>	<u>20,895</u>	<u>20,895</u>	<u>264,000</u>
Excess (deficiency) of Revenues over (under) Expenditures	<u>\$ -</u>	<u>\$ 243,105</u>	<u>\$ 243,105</u>	<u>\$ -</u>

Additional Project Information:

Project Number	N/A
Grant Number	N/A
Grant Date	N/A
Bond Issue Date	N/A
Bonds Issued	N/A
Original Authorized Cost	\$ 264,000
Revised Authorized Cost	\$ 264,000
Percentage Completion	8%
Original Target Completion Date	2016/2017
Revised Target Completion Date	2017/2018

**RAMAPO INDIAN HILLS REGIONAL HIGH SCHOOL DISTRICT
CAPITAL PROJECTS FUND
SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCES AND PROJECT STATUS -
BUDGETARY BASIS
BATHROOM UPGRADES' - INDIAN HILLS HIGH SCHOOL
FROM INCEPTION AND FOR THE FISCAL YEAR ENDED JUNE 30, 2017**

	<u>Prior Periods</u>	<u>Current Year</u>	<u>Totals</u>	<u>Revised Authorized Cost</u>
REVENUES AND OTHER FINANCING SOURCES				
Transfer from Capital Reserve	\$ -	\$ 450,000	\$ 450,000	\$ 450,000
Total Revenues	-	450,000	450,000	450,000
EXPENDITURES AND OTHER FINANCING SOURCES				
Expenditures	-	60,957	60,957	450,000
Total Expenditures and other Financing Sources	-	60,957	60,957	450,000
Excess (deficiency) of Revenues over (under) Expenditures	\$ -	\$ 389,043	\$ 389,043	\$ -

Additional Project Information:

Project Number	N/A
Grant Number	N/A
Grant Date	N/A
Bond Issue Date	N/A
Bonds Issued	N/A
Original Authorized Cost	\$ 450,000
Revised Authorized Cost	\$ 450,000
Percentage Completion	14%
Original Target Completion Date	2016/2017
Revised Target Completion Date	2017/2018

**RAMAPO INDIAN HILLS REGIONAL HIGH SCHOOL DISTRICT
CAPITAL PROJECTS FUND
SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCES AND PROJECT STATUS -
BUDGETARY BASIS
BLEACHERS - RAMAPO HIGH SCHOOL
FROM INCEPTION AND FOR THE FISCAL YEAR ENDED JUNE 30, 2017**

	<u>Prior Periods</u>	<u>Current Year</u>	<u>Totals</u>	<u>Revised Authorized Cost</u>
REVENUES AND OTHER FINANCING SOURCES				
Transfer from Capital Reserve	\$ -	\$ 664,500	\$ 664,500	\$ 664,500
Total Revenues	-	664,500	664,500	664,500
EXPENDITURES AND OTHER FINANCING SOURCES				
Expenditures	-	104,306	104,306	664,500
Total Expenditures and other Financing Sources	-	104,306	104,306	664,500
Excess (deficiency) of Revenues over (under) Expenditures	\$ -	\$ 560,194	\$ 560,194	\$ -

Additional Project Information:

Project Number	N/A
Grant Number	N/A
Grant Date	N/A
Bond Issue Date	N/A
Bonds Issued	N/A
Original Authorized Cost	\$ 664,500
Revised Authorized Cost	\$ 664,500
Percentage Completion	16%
Original Target Completion Date	2016/2017
Revised Target Completion Date	2017/2018

PROPRIETARY FUNDS

EXHIBIT G-1

**RAMAPO INDIAN HILLS REGIONAL HIGH SCHOOL DISTRICT
ENTERPRISE FUND
STATEMENT OF NET POSITION
AS OF JUNE 30, 2017**

FINANCIAL STATEMENTS ARE PRESENTED ON EXHIBIT B-4

EXHIBIT G-2

**STATEMENT OF REVENUES, EXPENSES AND
CHANGES IN NET POSITION
FOR THE FISCAL YEAR ENDED JUNE 30, 2017**

FINANCIAL STATEMENTS ARE PRESENTED ON EXHIBIT B-5

EXHIBIT G-3

**STATEMENT OF CASH FLOWS
FOR THE FISCAL YEAR ENDED JUNE 30, 2017**

FINANCIAL STATEMENTS ARE PRESENTED ON EXHIBIT B-6

FIDUCIARY FUNDS

**RAMAPO INDIAN HILLS REGIONAL HIGH SCHOOL DISTRICT
FIDUCIARY FUNDS
COMBINING STATEMENT OF AGENCY ASSETS AND LIABILITIES
AS OF JUNE 30, 2017**

	<u>Student Activity</u>	<u>Payroll</u>	<u>Total Agency Funds</u>
ASSETS			
Cash	\$ 315,995	\$ 48,739	\$ 364,734
Cash with Fiscal Agents	<u>-</u>	<u>23,538</u>	<u>23,538</u>
Total Assets	<u>\$ 315,995</u>	<u>\$ 72,277</u>	<u>\$ 388,272</u>
LIABILITIES			
Due to Other Funds	\$ 22	\$ 230	\$ 252
Payroll Deductions and Withholdings		47,592	47,592
Accrued Salaries and Wages		997	997
Due to Student Groups	315,973		315,973
Flexible Spending (Sec. 125) Account	<u>-</u>	<u>23,458</u>	<u>23,458</u>
Total Liabilities	<u>\$ 315,995</u>	<u>\$ 72,277</u>	<u>\$ 388,272</u>

**RAMAPO INDIAN HILLS REGIONAL HIGH SCHOOL DISTRICT
COMBINING STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
FOR THE FISCAL YEAR ENDED JUNE 30, 2017**

FINANCIAL STATEMENT IS PRESENTED ON EXHIBIT B-8

**RAMAPO INDIAN HILLS REGIONAL HIGH SCHOOL DISTRICT
STUDENT ACTIVITY AGENCY FUND
SCHEDULE OF RECEIPTS AND DISBURSEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2017**

	Balance, July 1, 2016	Cash Receipts	Cash Disbursements	Balance, June 30, 2017
Ramapo High School	\$ 71,541	\$ 377,539	\$ 375,793	\$ 73,287
Indian Hills High School	180,266	425,828	392,944	213,150
Athletic Account	29,076	207,895	207,435	29,536
Due to Other Funds	-	22	-	22
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Total All Schools	<u>\$ 280,883</u>	<u>\$ 1,011,284</u>	<u>\$ 976,172</u>	<u>\$ 315,995</u>

**PAYROLL AGENCY FUND
SCHEDULE OF RECEIPTS AND DISBURSEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2017**

	Balance, July 1, 2016	Cash Receipts	Cash Disbursements	Balance, June 30, 2017
ASSETS				
Cash	\$ 49,629	\$ 29,067,127	\$ 29,068,017	\$ 48,739
Cash with Fiscal Agents	17,511	85,577	79,550	23,538
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Total Assets	<u>\$ 67,140</u>	<u>\$ 29,152,704</u>	<u>\$ 29,147,567</u>	<u>\$ 72,277</u>
LIABILITIES				
Due to Other Funds	\$ 49	\$ 1,702	\$ 1,521	\$ 230
Payroll Deductions and Withholdings	49,580	12,957,656	12,959,644	47,592
Accrued Salaries and Wages		16,107,849	16,106,852	997
Flexible Spending (Sect. 125) Account	17,511	85,497	79,550	23,458
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Total Liabilities	<u>\$ 67,140</u>	<u>\$ 29,152,704</u>	<u>\$ 29,147,567</u>	<u>\$ 72,277</u>

LONG-TERM DEBT

RAMAPO INDIAN HILLS REGIONAL HIGH SCHOOL DISTRICT
SCHEDULE OF BONDS PAYABLE
FOR THE FISCAL YEAR ENDED JUNE 30, 2017

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<u>Issue</u>	<u>Date of Issue</u>	<u>Amount of Issue</u>	<u>Annual Maturities</u>		<u>Interest Rate</u>	<u>Balance, July 1, 2016</u>	<u>Retired</u>	<u>Balance, June 30, 2017</u>
			<u>Date</u>	<u>Amount</u>				
School Refunding Bonds, Series 2015	3/4/2015	\$ 20,775,000	6/1/2018	1,090,000	2.50%			
			6/1/2019	1,100,000	2.50%			
			6/1/2020	1,130,000	2.50%			
			6/1/2021	1,150,000	2.50%			
			6/1/2022	1,190,000	2.50%			
			6/1/2023	1,225,000	2.50%			
			6/1/2024	1,270,000	2.50%			
			6/1/2025	1,310,000	2.50%			
			6/1/2026	1,350,000	2.50%			
			6/1/2027	1,390,000	2.75%			
			6/1/2028	1,445,000	3.00%			
			6/1/2029	1,500,000	3.00%			
			6/1/2030	1,555,000	3.00%			
			6/1/2031	1,615,000	3.00%			
						\$ 19,480,000	\$ 1,160,000	\$ 18,320,000
						<u>\$ 19,480,000</u>	<u>\$ 1,160,000</u>	<u>\$ 18,320,000</u>

**RAMAPO INDIAN HILLS REGIONAL HIGH SCHOOL DISTRICT
SCHEDULE OF OBLIGATIONS UNDER CAPITAL LEASES
FOR THE FISCAL YEAR ENDED JUNE 30, 2017**

<u>Description</u>	<u>Date of Issue</u>	<u>Amount of Issue</u>	<u>Annual Maturities Date</u>	<u>Amount</u>	<u>Interest Rate</u>	<u>Balance, July 1, 2016</u>	<u>Issued</u>	<u>Refinanced Capital Leases</u>	<u>Retired</u>	<u>Balance, June 30, 2017</u>
Computer Supplies	6/13/2017	\$ 422,702	7/30/2017	140,901	0.00%		\$ 422,702			\$ 422,702
			7/30/2018	140,901						
			7/30/2019	140,900						
Computer Supplies	7/1/2015	\$ 2,192,926				\$ 1,703,415	-	\$ (1,135,381)	\$ 568,034	-
Computer Supplies	7/1/2015	\$ 370,303				252,722	-	(126,513)	126,209	-
Computer Supplies	6/13/2017	\$ 3,394,194	7/30/2017	533,075	0.00%	-	2,132,300	1,261,894	-	3,394,194
			11/15/2017	1,261,894						
			7/30/2018	533,075						
			7/30/2019	533,075						
			7/30/2020	533,075		-	-	-	-	-
						<u>\$ 1,956,137</u>	<u>\$ 2,555,002</u>	<u>\$ -</u>	<u>\$ 694,243</u>	<u>\$ 3,816,896</u>

**RAMAPO INDIAN HILLS REGIONAL HIGH SCHOOL DISTRICT
DEBT SERVICE FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE FISCAL YEAR ENDED JUNE 30, 2017**

	<u>Original Budget</u>	<u>Adjustments</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Final Budget to Actual</u>
REVENUES					
Local Sources					
Property Tax Levy	\$ 1,563,428	-	\$ 1,563,428	\$ 1,563,428	-
Total Revenues	<u>1,563,428</u>	<u>-</u>	<u>1,563,428</u>	<u>1,563,428</u>	<u>-</u>
EXPENDITURES					
Regular Debt Service					
Principal	1,160,000		1,160,000	1,160,000	-
Interest	<u>521,050</u>	<u>-</u>	<u>521,050</u>	<u>521,050</u>	<u>-</u>
Total Expenditures	<u>1,681,050</u>	<u>-</u>	<u>1,681,050</u>	<u>1,681,050</u>	<u>-</u>
Excess (Deficiency) of Revenues					
Over (Under) Expenditures	(117,622)	-	(117,622)	(117,622)	-
Fund Balance, Beginning of Year	<u>117,622</u>	<u>-</u>	<u>117,622</u>	<u>117,622</u>	<u>-</u>
Fund Balance, End of Year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

STATISTICAL SECTION

This part of the Ramapo Indian Hills Regional High School District's comprehensive annual financial report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the government's overall financial health.

Contents

Exhibits

Financial Trends

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

J-1 to J-5

Revenue Capacity

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

J-6 to J-9

Debt Capacity

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

J-10 to J-13

Demographic and Economic Information

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

J-14 and J-15

Operating Information

These schedules contain service and infrastructure data to help the reader understand how the information in the government's financial report relates to the services the government provides and the activities it performs. J-16 to J-20

Sources: Unless otherwise noted, the information in these schedules is derived from the comprehensive annual financial reports for the relevant year.

RAMAPO INDIAN HILLS REGIONAL HIGH SCHOOL DISTRICT
NET POSITION BY COMPONENT
LAST TEN FISCAL YEARS
(Unaudited)
(accrual basis of accounting)

	Fiscal Year Ended June 30,									
	2008	2009	2010	2011	2012	2013	2014	2015	2016	2017
Governmental Activities										
Net Investment in Capital Assets	\$ 19,888,338	\$ 18,642,754	\$ 19,205,138	\$ 20,265,853	\$ 33,895,064	\$ 34,085,038	\$ 34,108,759	\$ 35,365,773	\$ 40,451,949	\$ 42,294,899
Restricted	1,040,635	1,407,508	1,082,196	5,295,561	7,690,323	9,220,197	11,726,973	15,770,653	16,667,517	18,758,765
Unrestricted	2,854,365	4,110,635	5,109,991	2,656,608	3,220,602	4,112,757	(9,245,048)	(9,074,834)	(10,117,171)	(12,047,820)
Total Governmental Activities Net Position	<u>\$ 23,783,338</u>	<u>\$ 24,160,897</u>	<u>\$ 25,397,325</u>	<u>\$ 28,218,022</u>	<u>\$ 44,805,989</u>	<u>\$ 47,417,992</u>	<u>\$ 36,590,684</u>	<u>\$ 42,061,592</u>	<u>\$ 47,002,295</u>	<u>\$ 49,005,844</u>
Business-Type Activities										
Net Investment in Capital Assets	\$ 22,257	\$ 19,784	\$ 17,311	\$ 14,838	\$ -	\$ 82,523	\$ 68,809	\$ 92,790	\$ 100,228	\$ 89,108
Restricted										
Unrestricted	211,920	196,687	219,670	238,190	-	244,085	368,468	507,955	590,198	747,748
Total Business-Type Activities Net Position	<u>\$ 234,177</u>	<u>\$ 216,471</u>	<u>\$ 236,981</u>	<u>\$ 253,028</u>	<u>\$ -</u>	<u>\$ 326,608</u>	<u>\$ 437,277</u>	<u>\$ 600,745</u>	<u>\$ 690,426</u>	<u>\$ 836,856</u>
District-Wide										
Net Investment in Capital Assets	\$ 19,910,595	\$ 18,662,538	\$ 19,222,449	\$ 20,280,691	\$ 33,895,064	\$ 34,167,561	\$ 34,177,568	\$ 35,458,563	\$ 40,552,177	\$ 42,384,007
Restricted	1,040,635	1,407,508	1,082,196	5,295,561	7,690,323	9,220,197	11,726,973	15,770,653	16,667,517	18,758,765
Unrestricted	3,066,285	4,307,322	5,329,661	2,894,798	3,220,602	4,356,842	(8,876,580)	(8,566,879)	(9,526,973)	(11,300,072)
Total District Net Position	<u>\$ 24,017,515</u>	<u>\$ 24,377,368</u>	<u>\$ 25,634,306</u>	<u>\$ 28,471,050</u>	<u>\$ 44,805,989</u>	<u>\$ 47,744,600</u>	<u>\$ 37,027,961</u>	<u>\$ 42,662,337</u>	<u>\$ 47,692,721</u>	<u>\$ 49,842,700</u>

Note 1- Net position at June 30, 2011 is restated to reflect the implementation of GASB Statement No. 63, "Financial Reporting of Deferred Outflows of Resources, Deferred Inflows of Resources and Net Position" and GASB Statement No. 65, "Items Previously Reported in Assets and Liabilities".

Note 2 - Net position at June 30, 2014 is restated to reflect the implementation of GASB Statement No. 68, "Accounting and Reporting for Pensions".

Source: School District's financial statements

RAMAPO INDIAN HILLS REGIONAL HIGH SCHOOL DISTRICT
CHANGES IN NET POSITION
LAST TEN FISCAL YEARS
(Unaudited)
(accrual basis of accounting)

	Fiscal Year Ended June 30,									
	2008	2009	2010	2011	2012	2013	2014	2015	2016	2017
Expenses										
Governmental Activities										
Instruction										
Regular	\$ 22,654,338	\$ 21,124,336	\$ 21,644,133	\$ 21,539,785	\$ 22,014,895	\$ 21,522,529	\$ 23,683,182	\$ 24,077,035	\$ 28,225,194	\$ 30,823,984
Special Education	4,026,507	3,384,151	4,339,094	4,424,649	4,716,365	5,209,370	5,176,634	5,414,138	6,122,634	5,971,270
Other Instruction	3,310,307	139,427	105,572	132,758	135,039	113,455	183,163	92,346	98,598	106,224
Other Instructional Supplemental Programs	446,815	384,588	396,531	382,737	384,012	537,132	534,901	605,808	658,870	624,233
School Sponsored Activities and Athletics	3,084,210	2,996,159	2,822,019	2,814,352	2,888,303	2,942,130	3,028,516	3,155,532	3,310,077	3,452,812
Support Services:										
Student & Instruction Related Services	3,368,022	6,691,248	6,516,072	6,441,902	6,412,077	6,679,746	6,544,100	7,491,674	8,033,079	8,726,716
School Administrative Services	1,744,675	1,701,022	2,363,003	2,357,389	2,478,330	2,617,734	2,436,351	2,837,026	2,914,019	3,169,276
General Administration	1,090,384	1,071,252	888,253	836,453	851,346	973,646	868,476	1,242,098	962,703	960,247
Plant Operations and Maintenance	5,976,639	5,674,147	5,710,525	5,428,363	4,948,545	5,507,301	6,099,746	5,646,755	5,761,447	6,334,414
Pupil Transportation	1,999,412	2,050,043	2,122,137	2,005,596	1,928,770	1,982,268	1,997,355	2,078,897	2,167,697	2,229,600
Central Services	1,536,625	1,605,759	1,354,809	1,287,398	1,400,640	1,373,611	1,647,074	1,739,834	1,679,661	1,881,170
Interest on Long-Term Debt	1,119,628	1,090,046	1,058,846	1,029,382	998,492	966,714	965,556	526,116	609,801	571,649
Total Governmental Activities Expenses	50,357,562	47,912,178	49,320,994	48,680,764	49,156,814	50,425,636	53,165,054	54,907,259	60,543,780	64,851,595
Business-Type Activities:										
Food Service	1,023,536	991,080	994,160	1,021,485	1,056,004	1,014,004	1,082,332	1,076,706	1,183,680	1,212,272
1 to 1 Initiative								21,543	20,629	109,481
Total Business-Type Activities Expense	1,023,536	991,080	994,160	1,021,485	1,056,004	1,014,004	1,082,332	1,098,249	1,204,309	1,321,753
Total District Expenses	\$ 51,381,098	\$ 48,903,258	\$ 50,315,154	\$ 49,702,249	\$ 50,212,818	\$ 51,439,640	\$ 54,247,386	\$ 56,005,508	\$ 61,748,089	\$ 66,173,348
Program Revenues										
Governmental Activities:										
Charges for Services:										
Regular	\$ 75,998	\$ 57,530	\$ 13,829	\$ 10,657	\$ 14,886	\$ 7,535	\$ 41,546	\$ 36,125	\$ 39,993	\$ 30,443
Special Education			38,602	25,153	96,632	104,759	63,818	83,838	63,038	78,203
Pupil Transportation	25,464	13,826	41,870	41,770	27,963	45,631	58,235	53,324	58,388	75,454
Operating Grants and Contributions	6,644,457	5,164,455	5,119,656	3,867,860	5,063,007	6,016,123	5,623,203	10,221,569	12,192,102	15,784,715
Capital Grants and Contributions		20,274	746,902	1,253,508	104,956	511,749	193,969	770,447	2,125,221	491,754
Total Governmental Activities Program Revenues	6,745,919	5,256,085	5,960,859	5,198,948	5,307,444	6,685,797	5,980,771	11,165,303	14,478,742	16,460,569
Business-Type Activities:										
Charges for Services										
Food Service	1,032,297	969,432	1,011,982	1,034,621	1,061,643	1,036,749	1,114,173	1,094,941	1,206,191	1,304,781
1 to 1 Initiative							76,726	165,194	163,797	161,330
Total Business Type Activities Program Revenues	1,032,297	969,432	1,011,982	1,034,621	1,061,643	1,036,749	1,190,899	1,260,135	1,369,988	1,466,111
Total District Program Revenues	\$ 7,778,216	\$ 6,225,517	\$ 6,972,841	\$ 6,233,569	\$ 6,369,087	\$ 7,722,546	\$ 7,171,670	\$ 12,425,438	\$ 15,848,730	\$ 17,926,680
Net (Expense)/Revenue										
Governmental Activities	\$ (43,611,643)	\$ (42,656,093)	\$ (43,360,135)	\$ (43,481,816)	\$ (43,849,370)	\$ (43,739,839)	\$ (47,184,283)	\$ (43,741,956)	\$ (46,065,038)	\$ (48,391,026)
Business-Type Activities	8,761	(21,648)	17,822	13,136	5,639	22,745	108,567	161,886	165,679	144,358
Total District-Wide Net Expense	\$ (43,602,882)	\$ (42,677,741)	\$ (43,342,313)	\$ (43,468,680)	\$ (43,843,731)	\$ (43,717,094)	\$ (47,075,716)	\$ (43,580,070)	\$ (45,899,359)	\$ (48,246,668)

RAMAPO INDIAN HILLS REGIONAL HIGH SCHOOL DISTRICT
CHANGES IN NET POSITION
LAST TEN FISCAL YEARS
(Unaudited)
(accrual basis of accounting)

	Fiscal Year Ended June 30,									
	2008	2009	2010	2011	2012	2013	2014	2015	2016	2017
General Revenues and Other Changes in Net Position										
Governmental Activities:										
Property Taxes Levied for General Purposes, Net	\$ 40,264,610	\$ 40,716,266	\$ 42,238,098	\$ 42,238,098	\$ 43,950,645	\$ 43,920,582	\$ 44,761,456	\$ 46,348,005	\$ 47,274,965	\$ 48,103,336
Taxes Levied for Debt Service	1,680,753	1,725,277	1,712,573	1,712,573	1,666,402	1,726,415	1,734,815	1,741,615	1,622,925	1,563,428
Federal and State Aid - Unrestricted	375,170	9,833	-	-	-	-	-	44,474	47,058	68,174
Investment Earnings	331,679	151,940	95,878	95,878	30,060	76,625	85,160	71,636	73,473	87,956
Miscellaneous Income	313,507	430,336	369,506	369,506	658,347	764,851	659,906	1,007,134	772,109	571,681
Sale of Assets - Computers	-	-	-	-	-	-	-	-	1,137,597	-
Transfers	(50,000)	-	-	-	-	-	-	-	77,614	-
Total Governmental Activities	42,915,719	43,033,652	44,416,055	44,416,055	46,305,454	46,488,473	47,241,337	49,212,864	51,005,741	50,394,575
Business-Type Activities:										
Investment Earnings	9,523	3,942	2,688	2,688	1,186	1,619	2,102	1,582	1,616	2,072
Transfers	50,000	-	-	-	-	-	-	-	(77,614)	-
Total Business-Type Activities	59,523	3,942	2,688	2,688	1,186	1,619	2,102	1,582	(75,998)	2,072
Total District-Wide	\$ 42,975,242	\$ 43,037,594	\$ 44,418,743	\$ 44,418,743	\$ 46,306,640	\$ 46,490,092	\$ 47,243,439	\$ 49,214,446	\$ 50,929,743	\$ 50,396,647
Change in Net Position										
Governmental Activities	\$ (695,924)	\$ 377,559	\$ 1,055,920	\$ 934,239	\$ 2,456,084	\$ 2,748,634	\$ 57,054	\$ 5,470,908	\$ 4,940,703	\$ 2,003,549
Business-Type Activities	68,284	(17,706)	20,510	15,824	6,825	24,364	110,669	163,468	89,681	146,430
Total District	\$ (627,640)	\$ 359,853	\$ 1,076,430	\$ 950,063	\$ 2,462,909	\$ 2,772,998	\$ 167,723	\$ 5,634,376	\$ 5,030,384	\$ 2,149,979

Source: District financial statements

RAMAPO INDIAN HILLS REGIONAL HIGH SCHOOL DISTRICT
FUND BALANCES - GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
(Unaudited)
(modified accrual basis of accounting)

	Fiscal Year Ended June 30,									
	2008	2009	2010	2011	2012	2013	2014	2015	2016	2017
General Fund										
Reserved	\$ 3,259,110	\$ 4,385,127	\$ 4,537,306							
Unreserved	1,932,503	1,241,008	677,567							
Restricted				\$ 8,033,557	\$ 10,072,035	\$ 12,071,982	\$ 10,907,286	\$ 14,359,915	\$ 16,978,604	\$ 20,462,300
Committed				31,367	177,680	113,609		-		
Assigned				476,541	865,633	1,195,533	764,140	728,990	851,760	618,798
Unassigned				871,450	854,083	843,676	944,596	877,475	939,056	913,114
Total General Fund	\$ 5,191,613	\$ 5,626,135	\$ 5,214,873	\$ 9,412,915	\$ 11,969,431	\$ 14,224,800	\$ 12,616,022	\$ 15,966,380	\$ 18,769,420	\$ 21,994,212
All Other Governmental Funds										
Reserved	\$ 90,633	\$ 1,155,316	\$ 2,249,608							
Unreserved	1,210,687	1,180,539	1,180,029							
Restricted	-	-	-	\$ 948,461	\$ 1,718,288	\$ 1,825,379	\$ 5,196,851	\$ 5,487,902	\$ 3,566,077	\$ 1,973,629
Total All Other Governmental Funds	\$ 1,301,320	\$ 2,335,855	\$ 3,429,637	\$ 948,461	\$ 1,718,288	\$ 1,825,379	\$ 5,196,851	\$ 5,487,902	\$ 3,566,077	\$ 1,973,629

Beginning with Fiscal Year 2012, the District implemented GASB Statement No. 54, "Fund Balance Reporting and Governmental Fund Type Definitions". The Statement provides more clearly defined fund balance categories to make the nature and extent of the constraints placed on a government's fund balance more transparent. This Statement established fund balance classifications that comprise a hierarchy based primarily on the extent to which a government is bound to observe constraints imposed upon the use of the resources reported in governmental funds. Reclassification of prior year fund balance amounts to comply with Statement No. 54 is not required.

Source: District financial statements

RAMAPO INDIAN HILLS REGIONAL HIGH SCHOOL DISTRICT
CHANGES IN FUND BALANCES - GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
(Unaudited)
(modified accrual basis of accounting)

	Fiscal Year Ended June 30.									
	2008	2009	2010	2011	2012	2013	2014	2015	2016	2017
Revenues										
Tax Levy	\$ 41,945,363	\$ 42,441,543	\$ 43,950,671	\$ 45,854,902	\$ 45,617,047	\$ 45,646,997	\$ 46,496,271	\$ 48,089,620	\$ 48,897,890	\$ 49,666,764
Tuition Charges	75,998	57,530	52,431	35,810	111,518	112,294	105,364	119,963	103,031	108,646
Interest Earnings	331,679	151,940	95,878	93,900	30,060	76,625	85,160	71,636	73,473	87,956
Transportation	25,464	13,826	41,870	41,770	27,963	45,631	58,235	53,324	58,388	75,454
Miscellaneous	363,225	497,627	456,009	613,555	765,324	915,247	764,222	1,009,219	801,275	685,504
State Sources	6,507,638	4,501,157	5,111,554	4,310,384	4,469,815	5,871,062	5,162,090	6,226,156	8,143,578	7,260,545
Federal Sources	462,271	613,514	609,801	717,193	591,171	489,437	538,381	411,919	638,549	481,133
Total Revenues	49,711,638	48,277,137	50,318,214	51,667,514	51,612,898	53,157,293	53,209,723	55,981,837	58,716,184	58,366,002
Expenditures										
Instruction										
Regular Instruction	19,659,938	18,895,303	19,403,773	19,232,500	19,934,177	20,610,047	22,930,900	20,219,659	23,457,300	24,674,434
Special Education Instruction	3,956,281	3,389,554	4,283,838	4,419,753	4,536,061	5,120,721	5,101,348	5,059,462	5,679,196	5,419,647
Vocational Education										
Other Instruction	3,208,098	139,983	105,599	132,701	133,598	109,037	179,922	75,983	78,583	80,890
Other Instructional Supplemental Programs	428,976	384,588	396,634	382,573	379,918	516,047	517,000	505,221	532,504	3,120,928
School Sponsored Activities and Athletics	3,208,098	3,002,874	2,817,536	2,807,171	2,850,380	2,796,218	2,902,981	2,977,537	3,055,921	479,724
Support Services:										
Student & Inst. Related Services	6,206,358	6,697,369	6,507,105	6,436,591	6,344,269	6,417,018	6,330,654	6,563,426	6,805,361	7,127,481
General Administration	1,051,550	1,054,221	869,621	818,198	828,823	935,407	835,018	894,648	904,010	886,081
School Administrative Services	1,675,051	1,700,408	2,356,702	2,350,653	2,448,481	2,507,896	2,347,009	2,503,972	2,414,146	2,513,023
Plant Operations and Maintenance	5,545,578	5,372,496	5,327,588	5,029,009	4,911,693	5,222,634	5,842,717	5,330,624	5,351,025	5,832,292
Pupil Transportation	1,984,232	2,020,438	2,086,145	1,972,189	1,870,668	1,833,416	1,856,430	1,932,459	2,005,180	2,044,207
Central Services	1,415,829	1,515,704	1,260,483	1,194,743	1,294,491	1,221,587	1,508,352	1,448,645	1,479,328	1,637,130
Capital Outlay	2,012,392	890,372	2,356,655	3,303,552	892,381	1,698,390	1,348,976	2,509,420	6,250,009	3,097,530
Debt Service:										
Principal	630,000	670,000	840,000	875,000	895,000	870,000	1,525,378	1,737,241	3,111,017	1,854,243
Interest and Other Charges	1,084,715	1,055,278	1,024,015	996,015	966,615	936,415	904,815	592,046	576,902	521,050
Payment to Refunding Escrow Agent								419,947		
Cost of Issuance of Refunding Bonds								271,129		
Total Expenditures	52,067,096	46,788,588	49,635,694	49,950,648	48,286,555	50,794,833	54,131,500	53,041,419	61,700,482	59,288,660
Excess (Deficiency) of Revenues Over (Under) Expenditures	(2,355,458)	1,488,549	682,520	1,716,866	3,326,343	2,362,460	(921,777)	2,940,418	(2,984,298)	(922,658)
Other Financing Sources (Uses)										
Sale of Assets - Computers									1,137,597	
Capital Leases (Non-Budgeted)							2,684,471		2,650,302	2,555,002
Proceeds from Refunding Reoffering Premium								\$ 20,775,000		
Payments to Escrow Agent								270,991		
Transfers in	2,423,195	1,653,531	2,260,101	1,295,262	1,334,764	945,908	4,401,294	1,968,418	3,107,240	2,066,599
Transfers out	(2,473,195)	(1,653,531)	(2,260,101)	(1,295,262)	(1,334,764)	(945,908)	(4,401,294)	(1,968,418)	(3,029,626)	(2,066,599)
Total Other Financing Sources (Uses)	(50,000)	-	-	-	-	-	2,684,471	700,991	3,865,513	2,555,002
Net Change in Fund Balances	\$ (2,405,458)	\$ 1,488,549	\$ 682,520	\$ 1,716,866	\$ 3,326,343	\$ 2,362,460	\$ 1,762,694	\$ 3,641,409	\$ 881,215	\$ 1,632,344
Debt Service as a Percentage of Noncapital Expenditures	3.43%	3.76%	3.94%	4.01%	3.93%	3.68%	4.60%	5.98%	6.65%	4.23%

* Noncapital expenditures are total expenditures less capital outlay.

Source: District financial statements

**RAMAPO INDIAN HILLS REGIONAL HIGH SCHOOL DISTRICT
GENERAL FUND OTHER LOCAL REVENUE BY SOURCE
LAST TEN FISCAL YEARS
(Unaudited)**

<u>Fiscal Year Ended June 30,</u>	<u>Cancelled Checks</u>	<u>Monopole Revenue</u>	<u>Athletic Events</u>	<u>Rental Fees</u>	<u>Cancelled Prior Year A/P</u>	<u>Insurance/Other Refunds</u>	<u>Theater Receipts</u>	<u>Miscellaneous</u>	<u>Total</u>
2008		\$ 114,652	\$ 24,252	\$ 53,352	\$ 72,069	\$ 19,563		\$ 18,178	\$ 302,066
2009		190,990	24,597	77,355	64,597	49,038		10,848	417,425
2010	\$ 2,747	231,693	18,926	48,845	39,323	11,988		15,984	369,506
2011	3,235	305,685	21,862	43,499	28,186	56,101		61,196	519,764
2012		361,052	23,572	58,686	113,502	69,449	\$ 11,922	20,164	658,347
2013	3,626	348,723	27,328	35,188	195,654	39,145		115,187	764,851
2014		355,066	25,298	86,736	15,672	59,323		117,811	659,906
2015	2,040	381,010	32,206	67,448	295,705	20,867		207,858	1,007,134
2016	5,060	357,343	25,700	63,774	62,697	27,307	10,002	220,226	772,109
2017	2,902	379,596	21,694	59,784	24,942	6,651		76,112	571,681

Source: District financial statements

**RAMAPO INDIAN HILLS REGIONAL HIGH SCHOOL DISTRICT
ASSESSED VALUE AND ACTUAL VALUE OF TAXABLE PROPERTY
LAST TEN YEARS
BOROUGH OF FRANKLIN LAKES
(Unaudited)**

Fiscal Year Ended June 30,	Vacant Land	Residential	Farm Reg.	Qfarm	Commercial	Industrial	Apartment	Total Assessed Value	Public Utilities	Net Valuation Taxable	Estimated Actual (County Equalized) Value	Total Direct School Tax Rate ^a
2008	\$ 90,703,100	\$4,349,987,800	\$ 6,344,900	\$ 21,200	\$ 384,240,500	\$ 23,568,000	\$ 30,856,600	\$4,885,722,100	\$ 3,416,228	\$4,889,138,328	\$4,650,202,081	\$ 0.329
2009	90,999,700	4,388,465,100	5,317,500	18,800	401,034,300	23,429,400	30,856,600	4,940,121,400	5,581,035	4,945,702,435	4,862,233,530	0.337
2010	75,848,200	4,420,389,200	5,317,500	18,800	393,342,200	23,429,400	30,139,400	4,948,484,700	3,687,173	4,952,171,873	4,709,650,468	0.350
2011	53,113,100	3,563,332,500	4,240,000	21,400	408,302,900	32,820,000	30,139,400	4,091,969,300	3,325,267	4,095,294,567	4,354,743,831	0.431
2012	52,494,400	3,561,581,700	4,240,000	21,400	405,702,600	32,758,500	30,139,400	4,086,938,000	2,370,663	4,089,308,663	4,471,193,866	0.427
2013	50,565,400	3,566,930,300	4,505,500	23,700	405,652,700	32,285,300	30,139,400	4,090,102,300	-	4,090,102,300	4,344,917,974	0.434
2014	48,992,100	3,584,962,000	3,470,900	18,800	403,843,900	31,751,400	38,139,400	4,111,178,500	-	4,111,178,500	4,267,544,280	0.444
2015	51,052,600	3,593,943,600	3,470,900	18,800	403,874,900	31,751,400	38,139,400	4,122,251,600	-	4,122,251,600	4,358,772,529	0.451
2016	56,235,500	3,609,749,700	3,470,900	18,800	381,718,500	30,724,200	38,139,400	4,120,057,000	-	4,120,057,000	4,477,836,105	0.467
2017	40,151,200	3,648,064,000	3,470,800	18,800	397,446,900	30,424,200	56,562,000	4,176,137,900	-	4,176,137,900	4,389,577,030	0.460

**TOWNSHIP OF WYCKOFF
(Unaudited)**

Fiscal Year Ended June 30,	Vacant Land	Residential	Farm Reg.	Qfarm	Commercial	Industrial	Apartment	Total Assessed Value	Public Utilities	Net Valuation Taxable	Estimated Actual (County Equalized) Value	Total Direct School Tax Rate ^a
2008	\$ 36,084,500	\$4,357,830,290	\$ 3,405,300	\$ 27,000	\$ 212,141,000	\$ 40,155,000	\$ 1,565,600	\$4,651,208,690	\$ 6,220,937	\$4,657,429,627	\$4,823,228,928	\$ 0.353
2009	42,478,300	4,406,522,769	3,405,300	27,000	223,306,500	33,175,000	1,545,900	4,710,460,769	7,303,129	4,717,763,898	4,716,516,274	0.352
2010	42,659,400	4,469,519,894	2,779,400	27,000	221,726,800	33,175,000	1,545,900	4,771,433,394	7,271,456	4,778,704,850	4,759,025,380	0.364
2011	39,532,900	4,487,703,143	2,779,400	27,000	222,862,000	33,175,000	1,545,900	4,787,625,343	6,003,258	4,793,628,601	4,636,536,100	0.375
2012	39,171,900	4,494,020,543	2,779,400	27,000	250,965,200	33,175,000	1,545,900	4,821,684,943	6,116,664	4,827,801,607	4,507,239,218	0.379
2013	31,380,600	4,497,796,143	2,779,400	22,700	253,371,600	31,644,000	1,545,900	4,818,540,343	-	4,818,540,343	4,313,961,266	0.379
2014	29,284,700	4,498,457,543	2,779,400	22,700	255,001,400	31,644,000	1,545,900	4,818,735,643	-	4,818,735,643	4,301,161,628	0.384
2015	30,820,900	4,295,188,200	2,493,900	19,400	257,699,500	32,743,400	1,942,500	4,620,907,800	-	4,620,907,800	4,515,521,857	0.412
2016	28,909,400	4,311,852,500	2,493,900	19,400	267,645,600	32,763,400	1,942,500	4,645,626,700	-	4,645,626,700	4,524,284,465	0.408
2017	21,423,800	4,337,725,800	2,493,900	19,400	277,143,600	32,763,400	1,942,500	4,673,512,400	-	4,673,512,400	4,627,781,006	0.412

**BOROUGH OF OAKLAND
(Unaudited)**

Fiscal Year Ended June 30,	Vacant Land	Residential	Farm Reg.	Qfarm	Commercial	Industrial	Apartment	Total Assessed Value	Public Utilities	Net Valuation Taxable	Estimated Actual (County Equalized) Value	Total Direct School Tax Rate ^a
2008	\$ 45,082,600	\$2,128,715,000	\$ 3,578,600	\$ 25,800	\$ 172,988,100	\$ 172,016,600		\$2,522,406,700	\$ 4,588,960	\$2,526,995,660	\$2,604,555,794	\$ 0.379
2009	44,786,500	2,135,944,700	3,578,600	65,800	173,664,700	174,344,700		2,532,385,000	4,422,455	2,536,807,455	2,671,143,488	0.382
2010	42,396,400	2,141,264,100	3,305,200	65,800	176,488,900	173,344,700		2,536,865,100	5,707,334	2,542,572,434	2,775,734,176	0.531
2011	42,187,500	2,142,909,700	2,982,300	22,700	182,765,500	174,344,700		2,545,212,400	5,049,895	2,550,262,295	2,678,697,472	0.398
2012 (A)	28,272,400	1,798,418,300	2,557,300	25,900	173,457,800	168,479,300		2,171,211,000	100	2,171,211,100	2,370,838,202	0.465
2013	26,098,000	1,800,660,000	2,577,300	25,900	172,464,500	170,032,900		2,171,858,600	100	2,171,858,700	2,456,287,818	0.456
2014	24,211,200	1,802,856,800	2,885,500	39,900	171,359,400	169,098,100		2,170,450,900	91	2,170,450,991	2,397,105,440	0.463
2015	23,633,700	1,808,154,900	2,885,500	39,900	170,811,100	168,454,500		2,173,979,600	94	2,173,979,694	2,329,348,026	0.485
2016	23,953,700	1,809,505,300	2,885,500	39,900	170,999,400	164,690,500		2,172,074,300		2,172,074,300	2,368,709,018	0.506
2017	23,622,400	1,813,417,100	2,885,500	39,900	170,534,900	161,192,500		2,171,692,300		2,171,692,300	2,368,709,018	0.538

Source: County Abstract of Ratables

a Tax rates are per \$100

(A) The Borough undertook a revaluation of real property which became effective for the 2012 fiscal year.

RAMAPO INDIAN HILLS REGIONAL HIGH SCHOOL DISTRICT
DIRECT AND OVERLAPPING PROPERTY TAX RATES
LAST TEN YEARS
BOROUGH OF FRANKLIN LAKES
(Unaudited)
(rate per \$100 of assessed value)

Calendar Year	Local School	Regional High School	Municipality	County	Total Direct and Overlapping Tax Rate
2008	\$ 0.472	\$ 0.329	\$ 0.177	\$ 0.176	\$ 1.154
2009	0.478	0.337	0.192	0.189	1.196
2010	0.499	0.350	0.210	0.187	1.246
2011	0.620	0.431	0.259	0.220	1.530
2012	0.602	0.427	0.264	0.240	1.533
2013	0.610	0.434	0.269	0.244	1.557
2014	0.613	0.444	0.272	0.243	1.572
2015	0.617	0.451	0.278	0.254	1.600
2016	0.625	0.467	0.281	0.265	1.638
2017	0.628	0.460	0.281	0.257	1.626

TOWNSHIP OF WYCKOFF
(Unaudited)
(rate per \$100 of assessed value)

Calendar Year	Local School	Regional High School	Municipality	County	Total Direct and Overlapping Tax Rate
2008	\$ 0.632	\$ 0.353	\$ 0.222	\$ 0.184	\$ 1.391
2009	0.654	0.352	0.228	0.194	1.428
2010	0.677	0.364	0.233	0.200	1.474
2011	0.696	0.375	0.245	0.202	1.518
2012	0.704	0.379	0.247	0.204	1.534
2013	0.721	0.379	0.250	0.205	1.555
2014	0.739	0.384	0.256	0.208	1.587
2015	0.788	0.412	0.278	0.235	1.713
2016	0.803	0.408	0.281	0.240	1.732
2017	0.816	0.412	0.283	0.249	1.760

BOROUGH OF OAKLAND
(Unaudited)
(rate per \$100 of assessed value)

Calendar Year	Local School	Regional High School	Municipality	County	Total Direct and Overlapping Tax Rate
2008	\$ 0.896	\$ 0.382	\$ 0.499	\$ 0.206	\$ 1.983
2009	0.921	0.531	0.390	0.210	2.052
2010	0.946	0.398	0.547	0.207	2.098
2011	1.147	0.465	0.612	0.227	2.451
2012	1.175	0.456	0.610	0.249	2.490
2013	1.199	0.463	0.614	0.254	2.530
2014	1.220	0.485	0.646	0.260	2.611
2015	1.246	0.494	0.657	0.269	2.666
2016	1.268	0.506	0.669	0.267	2.710
2017	1.294	0.538	0.686	0.278	2.796

Source: County Abstract of Ratables

Note: Revaluation of real property became effective for 2011 calendar year.

**RAMAPO INDIAN HILLS REGIONAL HIGH SCHOOL DISTRICT
PRINCIPAL PROPERTY TAXPAYERS
CURRENT YEAR AND NINE YEARS AGO
BOROUGH OF FRANKLIN LAKES
(Unaudited)**

Taxpayer	2017		2008	
	Taxable Assessed Value	% of Total District Net Assessed Valuation	Taxable Assessed Value	% of Total District Net Assessed Valuation
Becton Dickinson & Company	\$ 156,547,900	3.75%	\$ 151,347,900	3.10%
Medco Health Solutions	85,000,000	2.04%	114,535,000	2.34%
Urban Farms Acquisition LLC	21,496,300	0.51%		
University Heights, LLC	20,000,000	0.48%		
1st Real Estate Investment Trust	19,784,900	0.47%	19,794,200	0.40%
Franklin Lakes Realty, LLC	18,422,600	0.44%	18,439,400	0.38%
East Coast Horizon @ Franklin Lakes	18,139,400	0.43%		
Franklin Farms Associates, LLC			16,470,200	0.34%
Galenkamp Brothers				
FL Storage, LLC	8,700,000	0.21%		
Resident			8,706,600	0.18%
Resident			8,215,400	0.17%
Resident			8,166,800	0.17%
GS Realty			7,480,000	0.15%
Sabra Realty			7,338,500	0.15%
LD Management LLC (Trustee)	6,964,100	0.17%		
Resident	6,923,600	0.17%		
\$	361,978,800	8.67%	\$ 360,494,000	7.37%

**TOWNSHIP OF WYCKOFF
(Unaudited)**

Taxpayer	2017		2008	
	Taxable Assessed Value	% of Total District Net Assessed Valuation	Taxable Assessed Value	% of Total District Net Assessed Valuation
Munico Associates	\$ 71,572,300	1.53%	\$ 29,458,000	0.63%
Precision Multiple Controls, Inc.	12,184,200	0.26%	13,092,700	0.28%
Wyckoff Hye Partners			11,729,000	0.25%
UB Wyckoff I, LLC	11,032,600	0.24%		
Wyckoff Partners	9,763,300	0.21%		
Kenneth Sturh (Trustees)	8,269,400	0.18%		
Village of Ridgewood - Various			10,939,000	0.24%
Grossman, Ivan & Solomon - Plazter			9,841,900	0.21%
Canterbury Development Corp.			7,410,000	0.16%
Wyckoff Shopping Center				
Brian Cole (Trustees)	7,717,300	0.17%	6,926,600	0.15%
Varnic, LLC.	7,307,300	0.16%	6,612,600	0.14%
Individual Taxpayer			6,490,800	0.14%
UB Wyckoff I, LLC	-			
Solomon Grossman Trust	-			
Brian Cole (Trustees)	-			
Wyckoff Shopping Center	6,192,800	0.13%	6,679,200	0.14%
677 Charnwood Drive, LLC	6,125,100	0.13%		
Tummalapenta, Srinivasa Rao, Etal	4,995,600	0.11%		
\$	145,159,900	3.11%	\$ 109,179,800	2.35%

**BOROUGH OF OAKLAND
(Unaudited)**

Taxpayer	2017		2008	
	Taxable Assessed Value	% of Total District Net Assessed Valuation	Taxable Assessed Value	% of Total District Net Assessed Valuation
Jayare Associates LLC	\$ 15,500,000	0.71%	\$ 14,035,900	0.56%
Washington Square Owner LLC	13,500,000	0.62%	16,100,000	0.64%
40 Potash Road Associates LLC	12,084,100	0.56%	13,688,900	0.54%
Unicorn Real Estate Investment, LLC	11,511,700	0.53%		
BD Oakland Owner, LLC	9,900,000	0.46%		
Shiseido America Inc			12,766,900	0.51%
Oakland Care Ctr Real Estate Co LLC	9,725,000	0.45%	10,750,800	0.43%
S Thornton Road Associates LLC	8,750,000	0.40%	10,203,700	0.40%
The Realty Associates Fund VII LP			9,900,000	0.39%
Public Service Electric & Gas Co			7,611,800	0.30%
Lincoln Realty Associates, LLC	7,427,100	0.34%		
1 Raritan Road Realty, LLC	6,235,900	0.29%		
Ramapo Valley Resources	6,087,700	0.28%	6,684,100	0.26%
Bi-County Development			6,305,100	0.25%
\$	100,721,500	4.64%	\$ 108,047,200	4.28%

Source: Municipal Tax Assessor

**RAMAPO INDIAN HILLS REGIONAL HIGH SCHOOL DISTRICT
PROPERTY TAX LEVIES AND COLLECTIONS
LAST TEN FISCAL YEARS
(Unaudited)**

Fiscal Year Ended June 30,	Taxes Levied for the Fiscal Year	Collected within the Fiscal Year of the Levy		Collections in Subsequent Years
		Amount	Percentage of Levy	
2008	\$ 41,945,363	\$ 41,945,363	100.00%	
2009	42,441,543	42,441,543	100.00%	
2010	43,950,671	43,950,671	100.00%	
2011	45,854,902	45,854,902	100.00%	
2012	45,617,047	45,617,047	100.00%	
2013	45,646,997	45,646,997	100.00%	
2014	46,496,271	46,496,271	100.00%	
2015	48,089,620	48,089,620	100.00%	
2016	48,897,890	48,897,890	100.00%	
2017	49,666,764	49,666,764	100.00%	

**RAMAPO INDIAN HILLS REGIONAL HIGH SCHOOL DISTRICT
RATIOS OF OUTSTANDING DEBT BY TYPE
LAST TEN FISCAL YEARS
BOROUGH OF FRANKLIN LAKES
(Unaudited)**

<u>Governmental Activities</u>					
Fiscal Year Ended June 30,	General Obligation Bonds	Lease Purchases/ Capital Leases	Total District	Population	Per Capita
2008	\$ 10,220,494		\$ 10,220,494	11,546	\$ 885
2009	9,763,529		9,763,529	11,617	840
2010	9,515,161		9,515,161	10,612	897
2011	9,233,126		9,233,126	10,706	862
2012	8,925,025		8,925,025	10,751	830
2013	8,637,757		8,637,757	10,815	799
2014	8,273,850	\$ 775,746	9,049,596	10,884	831
2015	7,838,088	511,679	8,349,767	10,899	766
2016	7,651,744	768,371	8,420,115	10,852	776
2017	7,163,580	1,492,502	8,656,082	10,822 (E)	800

**TOWNSHIP OF WYCKOFF
(Unaudited)**

<u>Governmental Activities</u>					
Fiscal Year Ended June 30,	General Obligation Bonds	Lease Purchases/ Capital Leases	Total District	Population	Per Capita
2008	\$ 10,141,891		\$ 10,141,891	16,826	\$ 603
2009	9,628,018		9,628,018	16,912	569
2010	9,384,047		9,384,047	16,707	562
2011	9,124,612		9,124,612	16,883	540
2012	8,930,801		8,930,801	16,964	526
2013	8,632,005		8,632,005	17,051	506
2014	8,273,850	\$ 775,746	9,049,596	17,135	528
2015	8,119,922	530,077	8,649,999	17,224	502
2016	7,716,028	774,826	8,490,854	17,221	493
2017	7,304,343	1,521,830	8,826,173	17,221 (E)	513

**BOROUGH OF OAKLAND
(Unaudited)**

<u>Governmental Activities</u>					
Fiscal Year Ended June 30,	General Obligation Bonds	Lease Purchases/ Capital Leases	Total District	Population	Per Capita
2008	\$ 5,962,515		\$ 5,962,515	13,249	\$ 450
2009	5,633,453		5,633,453	13,293	424
2010	5,425,792		5,425,792	12,781	425
2011	5,232,262		5,232,262	12,866	407
2012	4,979,174		4,979,174	12,934	385
2013	4,775,238		4,775,238	13,015	367
2014	4,667,300	\$ 437,601	5,104,901	13,090	390
2015	4,596,990	300,096	4,897,086	13,165	372
2016	4,112,228	412,940	4,525,168	13,130	345
2017	3,852,077	802,564	4,654,641	13,130 (E)	355

Source: District records

(E) Estimated

RAMAPO INDIAN HILLS REGIONAL HIGH SCHOOL DISTRICT
RATIOS OF NET GENERAL BONDED DEBT OUTSTANDING
LAST TEN FISCAL YEARS
BOROUGH OF FRANKLIN LAKES
(Unaudited)

Fiscal Year Ended June 30,	General Bonded Debt Outstanding			Percentage of Actual Taxable Value ^a of Property	Per Capita ^b
	General Obligation Bonds	Deductions	Net General Bonded Debt Outstanding		
2008	\$ 10,220,494		\$ 10,220,494	0.21%	\$ 963
2009	9,763,529		9,763,529	0.20%	843
2010	9,515,161		9,515,161	0.19%	897
2011	9,233,126		9,233,126	0.23%	862
2012	8,925,025		8,925,025	0.22%	830
2013	8,637,757		8,637,757	0.21%	799
2014	8,273,850		8,273,850	0.20%	760
2015	7,838,088		7,838,088	0.19%	719
2016	7,651,744		7,651,744	0.19%	705
2017	7,163,580		7,163,580	0.17%	662

TOWNSHIP OF WYCKOFF
(Unaudited)

Fiscal Year Ended June 30,	General Bonded Debt Outstanding			Percentage of Actual Taxable Value ^a of Property	Per Capita ^b
	General Obligation Bonds	Deductions	Net General Bonded Debt Outstanding		
2008	\$ 10,141,891		\$ 10,141,891	0.22%	\$ 603
2009	9,628,018		9,628,018	0.20%	567
2010	9,384,047		9,384,047	0.20%	562
2011	9,124,612		9,124,612	0.19%	540
2012	8,930,801		8,930,801	0.18%	526
2013	8,632,005		8,632,005	0.18%	506
2014	8,273,850		8,273,850	0.17%	483
2015	8,119,922		8,119,922	0.18%	471
2016	7,716,028		7,716,028	0.17%	448
2017	7,304,343		7,304,343	0.16%	424

BOROUGH OF OAKLAND
(Unaudited)

Fiscal Year Ended June 30,	General Bonded Debt Outstanding			Percentage of Actual Taxable Value of Property	Per Capita
	General Obligation Bonds	Deductions	Net General Bonded Debt Outstanding		
2008	\$ 5,962,515		\$ 5,962,515	0.24%	\$ 450
2009	5,633,453		5,633,453	0.22%	420
2010	5,425,792		5,425,792	0.21%	425
2011	5,232,262		5,232,262	0.24%	407
2012	4,979,174		4,979,174	0.23%	385
2013	4,775,238		4,775,238	0.22%	367
2014	4,667,300		4,667,300	0.21%	357
2015	4,596,990		4,596,990	0.21%	349
2016	4,112,228		4,112,228	0.19%	313
2017	3,852,077		3,852,077	0.18%	293

Source: District records

**RAMAPO INDIAN HILLS REGIONAL HIGH SCHOOL DISTRICT
COMPUTATION OF DIRECT AND OVERLAPPING OUTSTANDING BONDED DEBT
FOR THE FISCAL YEAR ENDED JUNE 30, 2017
(Unaudited)**

Net Direct Debt of School District as of June 30, 2017	\$ 18,320,000
Net Overlapping Debt of School District (A)	
Borough of Franklin Lakes (1)	\$ 14,521,203
Borough of Oakland (1)	19,921,807
Township of Wyckoff (1)	3,083,950
County of Bergen (2)	81,613,432
Northwest Bergen County Utilities Auth. (3)	<u>2,558,250</u>
	<u>121,698,642</u>
Total Direct and Overlapping Bond Debt as of June 30, 2017	<u>\$ 140,018,642</u>

(A) The Net Overlapping Debt is as of December 31, 2016 as the entities are calendar year.

(B) The debt for this entity was apportioned by dividing the Municipality's 2017 equalized value by the total 2017 equalized value for Bergen County.

Source:

- (1) 2016 Annual Debt Statements - Borough of Franklin Lakes, Borough of Oakland and Township of Wyckoff
- (2) Bergen County 2016 Annual Debt Statement
- (3) Northwest Bergen County Utilities Authority

RAMAPO INDIAN HILLS REGIONAL HIGH SCHOOL DISTRICT
 LEGAL DEBT MARGIN INFORMATION (COMBINED)
 LAST TEN FISCAL YEARS

	Fiscal Year Ended June 30,									
	2008	2009	2010	2011	2012	2013	2014	2015	2016	2017
Debt Limit	\$ 319,374,118	\$ 355,282,577	\$ 361,571,569	\$ 359,779,674	\$ 351,750,440	\$ 341,798,164	\$ 332,781,748	\$ 329,577,075	\$ 332,536,949	\$ 337,880,613
Total Net Debt Applicable to Limit	<u>25,695,000</u>	<u>25,025,000</u>	<u>24,325,000</u>	<u>23,590,000</u>	<u>22,835,000</u>	<u>22,045,000</u>	<u>21,215,000</u>	<u>20,555,000</u>	<u>19,480,000</u>	<u>18,320,000</u>
Legal Debt Margin	<u>\$ 293,679,118</u>	<u>\$ 330,257,577</u>	<u>\$ 337,246,569</u>	<u>\$ 336,189,674</u>	<u>\$ 328,915,440</u>	<u>\$ 319,753,164</u>	<u>\$ 311,566,748</u>	<u>\$ 309,022,075</u>	<u>\$ 313,056,949</u>	<u>\$ 319,560,613</u>
Total Net Debt Applicable to the Limit as a Percentage of Debt Limit	8.05%	7.04%	6.73%	6.56%	6.49%	6.45%	6.38%	6.24%	5.86%	5.42%

Legal Debt Margin Calculation for Fiscal Year 2017

Equalized Valuation Basis	
2014	\$ 11,061,763,305
2015	11,335,937,560
2016	<u>11,390,360,385</u>
	<u>\$ 33,788,061,250</u>
	\$ 11,262,687,083
	337,880,613
	<u>18,320,000</u>
	<u>\$ 319,560,613</u>

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

**RAMAPO INDIAN HILLS REGIONAL HIGH SCHOOL DISTRICT
DEMOGRAPHIC AND ECONOMIC STATISTICS
LAST TEN FISCAL YEARS
BOROUGH OF FRANKLIN LAKES
(Unaudited)**

<u>Fiscal Year</u>	<u>Population (1)</u>	<u>Per Capita Personal Income</u>	<u>Unemployment Rate</u>
2008	11,546	\$ 68,548	2.7%
2009	11,617	64,571	4.9%
2010	10,612	65,275	5.0%
2011	10,706	68,244	4.9%
2012	10,751	71,380	5.0%
2013	10,815	70,498	6.50%
2014	10,884	73,536	4.10%
2015	10,899	75,849	3.90%
2016	10,822	Not Available	3.30%
2017	10,822 (E)	Not Available	Not Available

**TOWNSHIP OF WYCKOFF
(Unaudited)**

<u>Fiscal Year</u>	<u>Population (1)</u>	<u>Per Capita Personal Income</u>	<u>Unemployment Rate</u>
2008	16,826	\$ 68,548	3.3%
2009	16,912	64,571	5.9%
2010	16,707	65,275	6.1%
2011	16,883	68,244	6.0%
2012	16,964	71,380	6.1%
2013	17,051	70,498	5.50%
2014	17,135	73,536	4.30%
2015	17,224	75,849	3.70%
2016	17,221	Not Available	3.50%
2017	17,221 (E)	Not Available	Not Available

**BOROUGH OF OAKLAND
(Unaudited)**

<u>Fiscal Year</u>	<u>Population (1)</u>	<u>Per Capita Personal Income</u>	<u>Unemployment Rate</u>
2008	13,249	\$ 68,548	3.3%
2009	13,293	64,571	6.0%
2010	12,781	65,275	6.1%
2011	12,866	68,244	6.0%
2012	12,934	71,380	6.1%
2013	13,015	70,498	7.6%
2014	13,090	73,536	5.50%
2015	13,165	75,849	4.50%
2016	13,130	Not Available	4.20%
2017	13,130 (E)	Not Available	Not Available

(1) - As of July 1

Per Capita Income reflects Bergen County, not the municipality.

Source: New Jersey State Department of Education

(E) Estimated

RAMAPO INDIAN HILLS REGIONAL HIGH SCHOOL DISTRICT
 PRINCIPAL EMPLOYERS,
 CURRENT YEAR AND NINE YEARS AGO
 BOROUGH OF FRANKLIN LAKES
 (Unaudited)

<u>Employer</u>	<u>2017</u>		<u>2008</u>	
	<u>Employees</u>	<u>Percentage of Total Municipal Employment</u>	<u>Employees</u>	<u>Percentage of Total Municipal Employment</u>

NOT AVAILABLE

TOWNSHIP OF WYCKOFF
 (Unaudited)

<u>Employer</u>	<u>2017</u>		<u>2008</u>	
	<u>Employees</u>	<u>Percentage of Total Municipal Employment</u>	<u>Employees</u>	<u>Percentage of Total Municipal Employment</u>

NOT AVAILABLE

BOROUGH OF OAKLAND
 (Unaudited)

<u>Employer</u>	<u>2017</u>		<u>2008</u>	
	<u>Employees</u>	<u>Percentage of Total Municipal Employment</u>	<u>Employees</u>	<u>Percentage of Total Municipal Employment</u>

NOT AVAILABLE

**RAMAPO INDIAN HILLS REGIONAL HIGH SCHOOL DISTRICT
FULL-TIME EQUIVALENT DISTRICT EMPLOYEES BY FUNCTION/PROGRAM
LAST TEN FISCAL YEARS
(Unaudited)**

<u>Function/Program</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>
Instruction										
Regular	205	199	201	198	194	197	196	195	196	196
Special Education	15	14	14	14	21	22	22	25	23	23
Support Services:										
Student & Instruction Related Services	64	71	69	68	68	68	64	68	68	64
General Administration	3	3	3	2	3	3	3	3	3	3
School Administrative Services	16	17	16	17	17	17	17	17	17	17
Central Services	7	6	6	6	6	6	6	6	6	6
Administrative Information Technology	2	2	2	2	2	-	2	2	2	2
Plant Operations and Maintenance	34	39	38	38	38	38	38	37	37	37
Pupil Transportation	3	4	3	3	3	3	3	3	3	3
Other Support Services	2	2	2	2	2	2	2	2	2	2
Total	<u>351</u>	<u>357</u>	<u>354</u>	<u>350</u>	<u>354</u>	<u>356</u>	<u>353</u>	<u>358</u>	<u>357</u>	<u>353</u>

Source: DOE Budget Report

* Included in Regular Education Total

RAMAPO INDIAN HILLS REGIONAL HIGH SCHOOL DISTRICT
OPERATING STATISTICS
LAST TEN FISCAL YEARS
(Unaudited)

Fiscal Year	Enrollment ^a	Operating Expenditures ^b	Cost Per Pupil ^c	Percentage Change	Pupil/Teacher Ratio		Average Daily Enrollment (ADE)	Average Daily Attendance (ADA)	% Change in Average Daily Enrollment	Student Attendance Percentage
					Teaching Staff	Senior High School				
2007	2,309	\$ 42,884,131	\$ 18,573	3.97%	236	1:11	2,277.22	2,151.90	2.87%	94.50%
2008	2,359	45,131,891	19,132	3.01%	238	1:11	2,323.60	2,194.90	2.04%	94.46%
2009	2,333	43,976,096	18,850	-1.48%	230	1:11	2,298.50	2,181.00	-1.08%	94.89%
2010	2,366	45,415,024	19,195	1.83%	232	1:11	2,314.50	2,201.10	0.70%	95.10%
2011	2,388	44,776,081	18,750	-2.32%	229	1:11	2,329.70	2,214.10	0.66%	95.04%
2012	2,308	45,532,559	19,728	5.21%	229	1:11	2,263.50	2,148.90	-2.84%	94.94%
2013	2,352	47,290,028	20,111	1.94%	229	1:11	2,215.30	2,098.10	-2.13%	94.71%
2014	2,350	50,352,331	21,427	6.54%	217	1:11	2,307.18	2,193.31	4.15%	95.06%
2015	2,330	47,511,636	20,391	-4.83%	213	1:10	2,304.08	2,191.34	-0.13%	95.11%
2016	2,325	51,762,554	22,263	9.18%	216	1:11	2,283.96	2,172.25	-0.87%	95.11%
2017	2,265	53,815,837	23,760	6.72%	216	1:10.7	2,270.85	2,152.11	-0.57%	94.77%

Sources: District records

- Note:
- a Enrollment based on annual October district count.
 - b Operating expenditures equal total expenditures less debt service and capital outlay.
 - c Cost per pupil represents operating expenditures divided by enrollment.

**RAMAPO INDIAN HILLS REGIONAL HIGH SCHOOL DISTRICT
SCHOOL BUILDING INFORMATION
LAST TEN FISCAL YEARS
(Unaudited)**

	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>
<u>District Building</u>										
<u>High School</u>										
Square Feet	481,920	481,920	481,920	481,920	481,920	481,920	481,920	481,920	481,920	481,920
Capacity (students)	3,084	3,084	3,084	3,084	3,084	3,084	3,084	3,084	3,084	3,084
Enrollment	2,359	2,333	2,366	2,388	2,308	2,351	2,350	2,330	2,325	2,265
Number of Schools at June 30, 2017										
Senior High School	2	2	2	2	2	2	2	2	2	2

Source: District Records

RAMAPO INDIAN HILLS REGIONAL HIGH SCHOOL DISTRICT
GENERAL FUND
SCHEDULE OF REQUIRED MAINTENANCE FOR SCHOOL FACILITIES
LAST TEN FISCAL YEARS
(Unaudited)

<u>School Facilities</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>
Ramapo High School	\$ 459,910	\$ 391,897	\$ 269,084	\$ 332,524	\$ 347,591	\$ 324,394	\$ 510,043	\$ 374,819	\$ 403,528	\$ 387,668
Indian Hills High School	<u>485,150</u>	<u>391,317</u>	<u>673,292</u>	<u>433,354</u>	<u>474,449</u>	<u>634,440</u>	<u>603,902</u>	<u>490,070</u>	<u>471,749</u>	<u>576,769</u>
Total School Facilities	<u>945,060</u>	<u>783,214</u>	<u>942,376</u>	<u>765,878</u>	<u>822,040</u>	<u>958,834</u>	<u>1,113,945</u>	<u>864,889</u>	<u>875,277</u>	<u>964,437</u>
Grand Total	<u>\$ 945,060</u>	<u>\$ 783,214</u>	<u>\$ 942,376</u>	<u>\$ 765,878</u>	<u>\$ 822,040</u>	<u>\$ 958,834</u>	<u>\$ 1,113,945</u>	<u>\$ 864,889</u>	<u>\$ 875,277</u>	<u>\$ 964,437</u>

RAMAPO INDIAN HILLS REGIONAL HIGH SCHOOL DISTRICT
SCHEDULE OF INSURANCE
JUNE 30, 2017
(Unaudited)

<u>Multi Peril Package Policy - New Jersey School Boards Assoc.</u>	<u>Coverage</u>	<u>Deductible</u>
<u>Insurance Group (NJSBAIG)</u>		
Property-Blanket Building and Contents	\$ 2,674,471,454	\$ 5,000
Commercial Umbrella Excess	50,000,000	
Commercial General Liability		
Bodily Injury & Property Damage (ea. Occurrence)	1,000,000	
Products and Completed Operations	1,000,000	
Sexual Abuse	1,000,000	1,000
Personal Injury and Advertising Injury	1,000,000	
Employee Benefits Liability	2,000,000	1,000
Terrorism	1,000,000	15,000
Public Employee Dishonest with Faithful Performance (Per Employee)	100,000	5,000
Public Employee Dishonest with Faithful Performance (Per Loss Excess)	400,000	100,000
Theft, Disappearance and Destruction	50,000	1,000
Forgery or Alteration	50,000	1,000
Computer Fraud	50,000	1,000
 <u>Business Auto Policy - NJSBAIG</u>		
Personal Injury Protection, Bodily Injury, Property Damage	1,000,000	
Uninsured/Underinsured	1,000,000	
Comprehensive Deductible		1,000
Collision Deductible		1,000
 <u>Workers Compensation- NJSBAIG</u>		
Section "A"	Statutory	
Section "B" (each accident, each employee, aggregate)	2,000,000	
 <u>Student Accident-Bollinger</u>		
Limit of Liability (80% Co-Insurance)	500,000	
 <u>School Board Legal Policy-NJSBAIG</u>		
Limit of Liability	1,000,000	
 <u>Bonds - Selective</u>		
Treasurer of School Monies	300,000	
Board Secretary/Business Administrator	25,000	

Source: District Records

SINGLE AUDIT SECTION



DIETER P. LERCH, CPA, RMA, PSA
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**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 Trustees
Ramapo Indian Hills Regional High School District
Oakland, New Jersey

We have audited, in accordance with the 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 audit requirements prescribed by the Office of School Finance, Department of Education, State of New Jersey, the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Ramapo Indian Hills Regional High School District as of and for the fiscal year ended June 30, 2017 and the related notes to the financial statements, which collectively comprise the Ramapo Indian Hills Regional High School District's basic financial statements and have issued our report thereon dated October 27, 2017.

Internal Control Over Financial Reporting

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

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


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

Compliance and Other Matters

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

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the Ramapo Indian Hills Regional High 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 Ramapo Indian Hills Regional High School District's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.


LERCH, VINCI & HIGGINS, LLP
Certified Public Accountants
Public School Accountants


Gary J. Vinci
Public School Accountant
PSA Number CS00829

Fair Lawn, New Jersey
October 27, 2017



LERCH, VINCI & HIGGINS, LLP

CERTIFIED PUBLIC ACCOUNTANTS
REGISTERED MUNICIPAL ACCOUNTANTS

EXHIBIT K-2

DIEFER P. LERCH, CPA, RMA, PSA
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**REPORT ON COMPLIANCE FOR EACH MAJOR STATE PROGRAM;
REPORT ON INTERNAL CONTROL OVER COMPLIANCE; AND REPORT
ON THE SCHEDULE OF EXPENDITURES OF STATE FINANCIAL ASSISTANCE AS
REQUIRED BY NEW JERSEY OMB CIRCULAR 15-08**

INDEPENDENT AUDITOR'S REPORT

Honorable President and Members
of the Board of Trustees
Ramapo Indian Hills Regional High School District
Oakland, New Jersey

Report on Compliance for Each Major State Program

We have audited the Ramapo Indian Hills Regional High School District's compliance with the types of compliance requirements described in the New Jersey OMB Circular 15-08 State Aid/Grant Compliance Supplement that could have a direct and material effect on each of the Ramapo Indian Hills Regional High School District's major state programs for the fiscal year ended June 30, 2017. The Ramapo Indian Hills Regional High School District's major 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 state statutes, regulations, and the terms and conditions of its state financial assistance applicable to its state programs.

Auditor's Responsibility

Our responsibility is to express an opinion on compliance for each of the Ramapo Indian Hills Regional High School District's major state programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States; audit requirements as prescribed by the Office of School Finance, Department of Education, State of New Jersey; and New Jersey OMB Circular 15-08, Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid. Those standards and New Jersey Circular 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 state program occurred. An audit includes examining, on a test basis, evidence about the Ramapo Indian Hills Regional High School District's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

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

Opinion on Each Major State Program

In our opinion, the Ramapo Indian Hills Regional High School District complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major state programs for the fiscal year ended June 30, 2017.

Report on Internal Control Over Compliance

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


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

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

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

Report on Schedule of Expenditures of State Financial Assistance Required by New Jersey OMB Circular 15-08

We have audited the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Ramapo Indian Hills Regional High School District, as of and for the fiscal year ended June 30, 2017 and the related notes to the financial statements, which collectively comprise the Board of Education's basic financial statements. We issued our report thereon dated October 27, 2017, which contained unmodified opinions on those financial statements. Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the basic financial statements. The accompanying schedule of expenditures of state financial assistance as required by New Jersey OMB Circular 15-08 are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the 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 schedule of expenditures of federal awards and schedule of expenditures of state financial assistance are fairly stated in all material respects in relation to the basic financial statements as a whole.


LERCH, VINCI & HIGGINS, LLP
Certified Public Accountants
Public School Accountants


Gary J. Vinci
Public School Accountant
PSA Number CS00829

Fair Lawn, New Jersey
October 27, 2017

RAMAPO INDIAN HILLS REGIONAL HIGH SCHOOL DISTRICT
 SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
 FOR THE FISCAL YEAR ENDED JUNE 30, 2017

Balance, June 30, 2016

Federal/Grantor/Pass-Through Grantor/ Program Title	Federal CFDA Number	FAIN Number	Grant or State Project Number	Grant Period	Award Amount	Accounts Receivable/ Unearned Revenue/			Cash Received	Budgetary Expenditures	Funds Released		Balance, June 30, 2017			MEMO GAAP Receivable
						Due to Grantor	Accounts Receivable Amount	Unearned Revenue Amount			Adjustment Accounts Receivable	Adjustment Unearned Revenue	(Accounts Receivable)	Unearned Revenue	Due to Grantor	
U.S. Department of Education Passed-through State Department of Education																
Special Revenue Fund:																
I.D.E.A. Part B, Basic	84.027	H027A150100	IDEA430017	7/1/16-6/30/17	\$ 420,734	\$ (8,991)	\$ 8,991	\$ 307,482	\$ 400,254			\$ (122,243)	\$ 29,471		\$ (92,772)	
I.D.E.A. Part B, Basic	84.027		IDEA430016	7/1/15-6/30/16	452,183	\$ (115,739)	8,991	(8,991)	115,739	-					-	
NCLB Title I	84.010A	S010A150030	NCLB430017	7/1/16-6/30/17	50,872		(7,943)	7,943	50,443	58,655		(8,372)	160		(8,212)	
NCLB Title I	84.010A		NCLB430016	7/1/15-6/30/16	52,954	(5,417)	7,943	(7,943)	5,417	-					-	
NCLB Title IIA	84.367	S367A150029	NCLB430017	7/1/16-6/30/17	22,594				15,934	22,224		(6,660)	370		(6,290)	
NCLB Title IIA	84.367		NCLB430011	9/1/10-8/31/11	-				-	-					-	
Total Special Revenue Fund						(123,613)	-	-	497,472	481,133	-	-	(137,275)	30,001	-	(107,274)
Total U.S. Department of Education/Federal Financial Awards						\$ (123,613)	\$ -	\$ -	\$ 497,472	\$ 481,133	\$ -	\$ -	\$ (137,275)	\$ 30,001	\$ -	\$ (107,274)

* FAIN numbers are only applicable for current year grant awards.

** This schedule was not subject to Single Audit in accordance with U.S. Uniform Guidance.

RAMAPO INDIAN HILLS REGIONAL HIGH SCHOOL DISTRICT
 SCHEDULE OF EXPENDITURES OF STATE FINANCIAL ASSISTANCE
 FOR THE FISCAL YEAR ENDED JUNE 30, 2017

State Grantor/Program Title	Grant or State Project Number	Grant Period	Award Amount	Balance June 30, 2016			Cash Received	Budgetary Expenditures	Accounts Receivable Adjustments	Deferred Revenue Adjustments	Refund of Prior Years' Balances	(Accounts Receivable)	Balance June 30, 2017		Total Cumulative Expenditure
				Unearned Revenue	Due to Grantor	Carryover Amount							Unearned Revenue	Due to Grantor	
State Department of Education															
General Fund:															
Special Education Categorical Aid	17-495-034-5120-089	7/1/16-6/30/17	\$ 962,389	\$ -	\$ -	\$ -	\$ 966,032	\$ 962,389	\$ -	\$ -	\$ -	\$ (56,337)	\$ -	\$ -	\$ 962,389
Special Education Categorical Aid	16-495-034-5120-089	7/1/15-6/30/16	988,324	(46,157)	-	46,137	46,137	40,228	-	-	-	(2,356)	-	-	40,228
Security Aid	17-495-034-5120-084	7/1/16-6/30/17	40,228	(1,641)	-	37,872	37,872	33,230	-	-	-	(1,360)	-	-	33,230
Security Aid	16-495-034-5120-084	7/1/15-6/30/16	23,230	-	-	21,871	21,871	23,430	-	-	-	(1,372)	-	-	23,430
PARCC Readiness Aid	17-495-034-5120-098	7/1/16-6/30/17	23,430	(1,094)	-	22,068	22,068	23,430	-	-	-	(1,772)	-	-	23,430
PARCC Readiness Aid	16-495-034-5120-098	7/1/15-6/30/16	23,430	(1,094)	-	22,068	22,068	23,430	-	-	-	(1,772)	-	-	23,430
Per Pupil Growth Aid	17-495-034-5120-097	7/1/16-6/30/17	23,430	(1,094)	-	22,068	22,068	23,430	-	-	-	(1,772)	-	-	23,430
Per Pupil Growth Aid	16-495-034-5120-097	7/1/15-6/30/16	23,430	(1,094)	-	22,068	22,068	23,430	-	-	-	(1,772)	-	-	23,430
Total State Aid - Public Cluster															
Transportation Aid	17-495-034-5120-014	7/1/16-6/30/17	207,672	(8,444)	-	199,511	199,511	207,672	-	-	-	(12,161)	-	-	207,672
Transportation Aid	16-495-034-5120-014	7/1/15-6/30/16	180,805	(8,444)	-	8,444	8,444	30,337	-	-	-	(30,337)	-	-	30,337
Additional Nonpublic Transportation Aid	N/A	7/1/16-6/30/17	30,337	(23,669)	-	23,669	23,669	238,009	-	-	-	(30,337)	-	-	238,009
Additional Nonpublic Transportation Aid	N/A	7/1/15-6/30/16	23,669	(32,112)	-	27,524	27,524	359,351	-	-	-	(42,898)	-	-	359,351
Total Transportation Aid - Cluster															
Extracurricular Aid	17-100-034-5120-473	7/1/16-6/30/17	359,351	(298,721)	-	298,721	298,721	1,355,050	-	-	-	(68,182)	-	-	1,355,050
Extracurricular Aid	16-100-034-5120-473	7/1/15-6/30/16	298,721	(298,721)	-	1,286,868	1,286,868	1,989,045	-	-	-	(68,182)	-	-	1,989,045
Reimbursed TPAF Social Security	17-495-034-5094-003	7/1/16-6/30/17	1,355,050	-	-	1,355,050	1,355,050	72,068	-	-	-	-	-	-	72,068
Reimbursed TPAF Pension System	17-495-034-5094-006	7/1/16-6/30/17	1,989,045	-	-	1,989,045	1,989,045	4,577	-	-	-	-	-	-	4,577
Normal Cost and Accrued Liability	17-495-034-5094-007	7/1/16-6/30/17	72,068	-	-	72,068	72,068	1,717,376	-	-	-	-	-	-	1,717,376
Combination - Non Contributory Ins.	17-495-034-5094-007	7/1/16-6/30/17	4,577	-	-	4,577	4,577	-	-	-	-	-	-	-	-
On-Behalf TPAF Pension System	17-495-034-5094-007	7/1/16-6/30/17	4,577	-	-	4,577	4,577	-	-	-	-	-	-	-	-
On-Behalf TPAF Pension System	17-495-034-5094-007	7/1/16-6/30/17	4,577	-	-	4,577	4,577	-	-	-	-	-	-	-	-
On-Behalf TPAF Pension System	17-495-034-5094-003	7/1/16-6/30/17	1,717,376	-	-	1,717,376	1,717,376	-	-	-	-	-	-	-	-
Contribution - Post Retirement	17-495-034-5094-003	7/1/16-6/30/17	1,717,376	-	-	1,717,376	1,717,376	-	-	-	-	-	-	-	-
Total General Fund															
				(380,820)	-	6,656,155	6,898,183	6,898,183	-	-	-	(52,848)	-	-	6,898,183
Special Revenue Fund:															
N.J. Nonpublic Nursing Services	17-100-034-5120-070	7/1/16-6/30/17	8,820	-	-	8,820	8,820	5,886	-	-	-	-	\$ 2,934	-	5,886
N.J. Nonpublic Nursing Services	16-100-034-5120-070	7/1/15-6/30/16	6,930	-	-	5,991	5,991	4,999	-	-	-	-	682	-	4,999
N.J. Nonpublic Textbook	17-100-034-5120-064	7/1/16-6/30/17	5,991	-	-	400	400	2,161	-	-	-	-	-	-	2,161
N.J. Nonpublic Textbook	16-100-034-5120-064	7/1/15-6/30/16	4,169	-	-	2,572	2,572	182	-	-	-	-	-	-	182
N.J. Nonpublic Technology	17-100-034-5120-073	7/1/16-6/30/17	1,898	-	-	1,827	1,827	-	-	-	-	-	-	-	-
N.J. Nonpublic Technology	16-100-034-5120-073	7/1/15-6/30/16	1,827	-	-	3,451	3,451	-	-	-	-	-	-	-	-
ESU	17-100-034-5120-067	7/1/16-6/30/17	3,451	-	-	1,731	1,731	-	-	-	-	-	-	-	-
ESU	16-100-034-5120-067	7/1/15-6/30/16	1,731	-	-	3,558	3,558	-	-	-	-	-	-	-	-
Compensatory Education	17-100-034-5120-067	7/1/16-6/30/17	1,731	-	-	1,731	1,731	-	-	-	-	-	-	-	-
Home Instruction	16-100-034-5120-067	7/1/15-6/30/16	1,731	-	-	3,451	3,451	-	-	-	-	-	-	-	-
Home Instruction	17-100-034-5120-067	7/1/16-6/30/17	1,731	-	-	3,451	3,451	-	-	-	-	-	-	-	-
Home Instruction	16-100-034-5120-067	7/1/15-6/30/16	1,731	-	-	3,451	3,451	-	-	-	-	-	-	-	-
Total Nonpublic Auxiliary Services Aid (Chapter 192) Cluster															
				(1,731)	-	3,451	3,451	-	-	-	-	-	-	-	-
Handicapped Services	17-100-034-5120-066	7/1/16-6/30/17	24,674	-	-	24,674	24,674	14,765	-	-	-	-	9,909	-	14,765
Exam & Classification	16-100-034-5120-066	7/1/15-6/30/16	25,235	-	-	12,947	12,947	9,181	-	-	-	-	-	-	9,181
Exam & Classification	17-100-034-5120-066	7/1/16-6/30/17	10,280	-	-	10,280	10,280	8,540	-	-	-	-	1,099	-	8,540
Supplementary Instruction	16-100-034-5120-066	7/1/15-6/30/16	12,624	-	-	884	884	884	-	-	-	-	-	-	884
Supplementary Instruction	17-100-034-5120-066	7/1/16-6/30/17	884	-	-	2,508	2,508	-	-	-	-	-	-	-	-
Corrective Speech	17-100-034-5120-066	7/1/16-6/30/17	2,508	-	-	35,838	35,838	24,830	-	-	-	-	3,108	-	24,830
Corrective Speech	16-100-034-5120-066	7/1/15-6/30/16	2,508	-	-	25,992	25,992	-	-	-	-	-	-	-	-
Total Nonpublic Handicapped Services Aid (Chapter 193) Cluster															
				(1,731)	-	28,876	28,876	37,786	-	-	-	-	-	-	37,786
Total Special Revenue Fund															
				(1,731)	-	28,876	28,876	37,786	-	-	-	-	-	-	37,786

The Notes to the Schedules of Expenditures of Federal Awards and State Financial Assistance are an Integral Part of this Statement.

RAMAPO INDIAN HILLS REGIONAL HIGH SCHOOL DISTRICT
 SCHEDULE OF EXPENDITURES OF STATE FINANCIAL ASSISTANCE
 FOR THE FISCAL YEAR ENDED JUNE 30, 2017

State Grantor/Program Title	Grant or State Project Number	Grant Period	Award Amount	Balance, June 30, 2016						Balance, June 30, 2017			Memo Only				
				(Accounts Receivable)	Unearned Revenue	Due to Grantor	Carryover Amount	Cash Received	Budgetary Expenditures	Accounts Receivable Adjustments	Deferred Revenue Adjustments	Refund of Prior Years' Balances	(Accounts Receivable)	Unearned Revenue	Due to Grantor	GAAP Accounts Receivable	Total Cumulative Expenditures
State of NJ Schools Development Authority:																	
IHHS Repair Exterior Masonry Wing	4300-030-10-1004		188,700														
RHS Window Replace Phase 3	4300-050-10-1003		283,381	(93,204)	47,661			45,543			47,661	(47,661)		\$ -	\$ -	\$ -	
IHHS HVAC Upgrades	4300-050-10-1005		210,225	-	-									-	-	-	
RHS HVAC Upgrades	4300-050-10-1002		207,346	(127,208)	85,855			41,353		85,855	(85,855)			-	-	207,346	
RHS Roof Re-coating II	4300-050-14-1005		96,727	(96,727)	40,920			55,807			(40,920)			-	-	96,727	
IHHS Bathroom Upgrade	4300-030-14-1008		170,680	(170,680)	47,299					47,299	(47,299)		(123,381)	-	-	(123,381)	
RHS Window Replacement	4300-050-13-5002		244,000	(141,451)	126,054			25,637	10,240	115,814	(115,814)		-	-	-	244,000	
IHHS Bathroom Upgrades Near Cafeteria	4300-030-13-4001		43,920	-	-								-	-	-	-	
RHS Roof Re-coating I	4300-050-13-5004		80,802	-	-								-	-	-	-	
IHHS HVAC Upgrades	4300-030-14-1011		662,840	(662,840)	36,770			618,453	24,932	11,838	(11,838)		(32,549)	-	-	(32,549)	
RHS HVAC Upgrades	4300-050-14-1013		419,200	(419,200)	5,566			413,634		5,566	(5,566)		-	-	-	419,200	
RHS Window and Door Replacement	4300-050-14-1016		931,360	(931,360)	126,159			764,941		126,159	(126,159)		(40,260)	-	-	(40,260)	
Exterior Masonry Upgrades - RHS	4300-050-14-1015		460,880	(460,880)	405,470			415,963	373,302	20,825	(20,825)		(24,092)	11,343	-	(24,092)	
Exterior Masonry Upgrades - IHHS	4300-030-14-1009		772,800	(772,800)	148,353			-	83,281	65,069	(65,069)		(707,731)	3	-	(707,731)	
Total Capital Projects Fund (SDA Cluster)				(3,876,350)	1,070,107	-	-	2,381,331	491,754	567,006	(567,006)	-	(928,013)	11,347	-	(928,013)	6,755,481
Total State Financial Assistance Subject to Single Audit Determination				\$ (4,258,901)	\$ 1,070,107	\$ 28,876	\$ -	\$ 9,093,815	7,337,723	\$ 567,006	\$ (567,006)	\$ 28,876	\$ (1,460,861)	\$ 11,347	\$ 16,812	\$ (1,026,532)	\$ 13,601,450
State Financial Assistance not Subject to Single Audit On Behalf TPAF Pension Contrib.										(3,783,066)							
Total State Financial Assistance Subject to Major Program Determination										\$ 3,554,657							

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**RAMAPO INDIAN HILLS REGIONAL HIGH SCHOOL DISTRICT
NOTES TO THE SCHEDULES OF EXPENDITURES OF
FEDERAL AWARDS AND STATE FINANCIAL ASSISTANCE
FOR THE FISCAL YEAR ENDED JUNE 30, 2017**

NOTE 1 GENERAL

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

NOTE 2 BASIS OF ACCOUNTING

The accompanying schedules are prepared and presented using the budgetary basis of accounting with the exception of programs recorded in the food service fund, which are presented using the accrual basis of accounting. These basis of accounting are described in Notes 1(C) to the Board's financial statements. The information in these schedules is presented in accordance with the requirements of Title 2 U.S. Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards (U.S. Uniform Guidance) and New Jersey OMB Circular 15-08, "Single Audit Policy for Recipients of Federal Grants, State Grants, and State Aid". Therefore, some amounts presented in these schedules may differ from the amounts presented in, or used in the preparation of, the financial statements.

NOTE 3 RELATIONSHIP TO FINANCIAL STATEMENTS

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

The net adjustment to reconcile from the budgetary basis to the GAAP basis is a decrease of \$77,178 for the general fund. See the Notes to Required Supplementary Information for a reconciliation of the budgetary basis to the modified accrual basis of accounting for the general and special revenue funds. Awards and financial assistance revenues are reported in the Board's financial statements on a GAAP basis as presented as follows:

	<u>Federal</u>	<u>State</u>	<u>Total</u>
General Fund		\$ 6,731,005	\$ 6,731,005
Special Revenue Fund	\$ 481,133	37,786	518,919
Capital Projects Fund	-	491,754	491,754
	<u> </u>	<u> </u>	<u> </u>
Total Financial Assistance	<u>\$ 481,133</u>	<u>\$ 7,260,545</u>	<u>\$ 7,741,678</u>

**RAMAPO INDIAN HILLS REGIONAL HIGH SCHOOL DISTRICT
NOTES TO THE SCHEDULES OF EXPENDITURES OF
FEDERAL AWARDS AND STATE FINANCIAL ASSISTANCE
FOR THE FISCAL YEAR ENDED JUNE 30, 2017**

NOTE 4 RELATIONSHIP TO FEDERAL AND STATE FINANCIAL REPORTS

Amounts reported in the accompanying schedules may not necessarily agree with the amounts reported in the related federal and state financial reports due to timing differences between the District's fiscal year and grant program years.

NOTE 5 OTHER INFORMATION

TPAF Social Security contributions in the amount of \$1,355,050 represents the amount reimbursed by the State for the employer's share of social security contributions for TPAF members for the fiscal year ended June 30, 2017. The amount reported as TPAF Pension System Contributions in the amount of \$2,065,690 and TPAF Post-Retirement Medical Benefits Contributions in the amount of \$1,717,376 represents the amount paid by the State on behalf of the District for the fiscal year ended June 30, 2017.

NOTE 6 ON-BEHALF PROGRAMS NOT SUBJECT TO STATE SINGLE AUDIT

On-behalf State Programs for TPAF Pension and Post-Retirement Medical Benefits Contributions are not subject to a State single audit and, therefore, are excluded from major program determination. The Schedule of State Financial Assistance provides a reconciliation of State financial assistance reported in the District's financial statements and the amount subject to State single audit and major program determination.

NOTE 7 DE MINIMIS INDIRECT COST RATE

The District has not elected to use the 10 percent de minimis indirect cost rate allowed under the Uniform Guidance.

**RAMAPO INDIAN HILLS REGIONAL HIGH SCHOOL DISTRICT
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2017**

Part I – Summary of Auditor’s Results

Financial Statement Section

Type of auditor's report issued on financial statements:	<u>Unmodified</u>
Internal control over financial reporting:	
1) Material weakness(es) identified?	_____ yes <u> X </u> no
2) Significant deficiency(ies) identified that are not considered to be material weaknesses?	_____ yes <u> X </u> none reported
Noncompliance material to the basic financial statements noted?	_____ yes <u> X </u> no

Federal Awards Section

NOT APPLICABLE

**RAMAPO INDIAN HILLS REGIONAL HIGH SCHOOL DISTRICT
SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONT'D)
FOR THE FISCAL YEAR ENDED JUNE 30, 2017**

Part I – Summary of Auditor’s Results

State Awards Section

Internal Control over compliance:

- 1) Material weakness(es) identified? _____ yes X no
- 2) Significant deficiency(ies) identified that are not considered to be material weaknesses? _____ yes X none reported

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

Any audit findings disclosed that are required to be reported in accordance with N.J. OMB Circular 15-08? _____ yes X none

Identification of major programs:

<u>GMIS Number (s)</u>	<u>Name of State Program</u>
<u>17-495-034-5094-003</u>	<u>Reimbursed TPAF Social Security Contribution</u>
<u>17-495-034-5120-089</u>	<u>Special Education Categorical Aid</u>
<u>17-495-034-5120-084</u>	<u>Security Aid</u>
<u>17-495-034-5120-101</u>	<u>Professional Learning Comm Aid</u>
<u>17-495-034-5120-098</u>	<u>PARCC Readiness Aid</u>
<u>17-495-034-5120-097</u>	<u>Per Pupil Growth Aid</u>
<u> </u>	<u> </u>
<u> </u>	<u> </u>

Dollar threshold used to distinguish between Type A and Type B Programs \$ 750,000

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

**RAMAPO INDIAN HILLS REGIONAL HIGH SCHOOL DISTRICT
SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONT'D)
FOR THE FISCAL YEAR ENDED JUNE 30, 2017**

Part 2 - Schedule of Financial Statement Findings

This section identifies the significant deficiencies, material weaknesses, fraud, illegal acts, violations of provisions of contracts and grant agreements and abuse related to the financial statements in accordance with Government Auditing Standards.

There are none.

**RAMAPO INDIAN HILLS REGIONAL HIGH SCHOOL DISTRICT
SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONT'D)
FOR THE FISCAL YEAR ENDED JUNE 30, 2017**

Part 3 - Schedule of Federal and State Award Findings and Questioned Costs

This section identifies the significant deficiencies, material weaknesses, and instances of noncompliance, including questioned costs, related to the audit of major state programs, as required by OMB Uniform Guidance and New Jersey OMB's Circular 15-08.

CURRENT YEAR FEDERAL AWARDS

Not Applicable

CURRENT YEAR STATE AWARDS

There are none.

**RAMAPO INDIAN HILLS REGIONAL HIGH SCHOOL DISTRICT
SUMMARY SCHEDULE OF PRIOR-YEAR AUDIT FINDINGS
AND QUESTIONED COSTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2017**

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*, U.S. Uniform Guidance and New Jersey OMB's Circular 15-08.

STATUS OF PRIOR YEAR FINDINGS

There are none.