SCHOOL DISTRICT
OF

HADDONFIELD

Haddonfield Board of Education
Haddonfield, New Jersey

Comprehensive Annual Financial Report
For the Fiscal Year Ended June 30, 2014

Comprehensive Annual Financial Report

of the

Haddonfield Board of Education
Haddonfield, New Jersey

For the Fiscal Year Ended June 30, 2014

Prepared by
Haddonfield Board of Education
Finance Department

HADDONFIELD SCHOOL DISTRICT

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Introductory Section

HADDONFIELD PUBLIC SCHOOLS

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Richard P. Perry, Ed.D.
Superintendent

October 30, 2014

Mr. Glen Moramarco and
Members of the Board of Education
1 Lincoln Avenue
Haddonfield, NJ 08033

Dear Mr. Moramarco and Board of Education Members:

The Comprehensive Annual Financial Report (CAFR) of the Haddonfield School District for the fiscal year ended June 30, 2014, is hereby submitted. This CAFR includes the District's Basic Financial Statement prepared in accordance with Governmental Accounting Standards Board Statement 34. Responsibility for both the accuracy of the data and completeness and fairness of the presentation, including all disclosures, rests with the management of the Board of Education. To the best of our knowledge and belief, the data presented in this report is accurate in all material respects and is reported in a manner designed to present fairly the financial position and results of operations of the various funds and account groups of the District. All disclosures necessary to enable the reader to gain an understanding of the District's financial activities have been included.

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

1. REPORTING ENTITY AND ITS SERVICES: The Haddonfield School District is an independent reporting entity within the criteria adopted by the GASB as established by NCGA Statement No. 3. All funds and account groups of the District are included in this report. The Haddonfield Board of Education and all its schools constitute the District's reporting entity.

The District provides a full range of educational services appropriate to grade levels K - 12. These services include but are not limited to, Regular Instructional Programs, Technology Education, Reading Recovery, Character Education and Special Education Programs for handicapped students. The District completed the 2013-2014 fiscal year with an average daily enrollment of 2,573 students, which is an increase of 26 students from the previous year's enrollment.

Annual Financial Report

The following details the changes in student enrollment of the District over the last ten years.

Average Daily Enrollment

Fiscal Year	Student Enrollment	Percent Change
2013-14	2573.0	1.0 %
2012-13	2547.0	1.8 %
2011-12	2503.0	1.5 %
2010-11	2465.0	5.7 %
2009-10	2451.0	1.7 %
2008-09	2410.0	1.1 %
2007-08	2385.0	(.9) %
2006-07	2406.0	.5 %
2005-06	2394.0	1.9 %
2004-05	2348.0	1.7 %

2. ECONOMIC CONDITION AND OUTLOOK: Haddonfield is a small historic community located ten miles east of Philadelphia in Camden County, New Jersey. Haddonfield is 2.6 square miles in area, and its population was 11,659 in the 2000 Census Report. The town is served by a PATCO high-speed line connection which links Haddonfield to center city Philadelphia, the City of Camden, and the New Jersey shore area. Haddonfield is a town that has a central shopping thoroughfare (Kings Highway) that is lined with picturesque shops, wonderful restaurants, and many professional offices.

Many business, social, and professional organizations serve the community. Haddonfield has numerous churches of all denominations, and a myriad of volunteer organizations that help to make Haddonfield a thriving community.

Haddonfield is fully developed and it remains primarily a residential community. Much of the value of the borough's real estate lies with individual homeowners. The Haddonfield School District is one of the best public school districts in New Jersey and one of the best school districts in the state and nation as acclaimed by numerous independent sources (Philadelphia Magazine, New Jersey Magazine, Newspaper Reports, U.S. News and World Report).

The quality of the schools has attracted families with school-aged children, which has resulted in an enrollment increase over the past few years. These increases in enrollment, combined with little financial support from the State of New Jersey or the Federal Government, has resulted in an average school tax increase of over 1.75% over the past five years. However, excellent budget management

combined with important cash-saving efforts have significantly lowered the tax increase during the past two years to an average tax increase less than 2% per year.

Haddonfield School District is governed by a nine-member Board of Education elected at large to serve three year terms. Three members are elected each November during the General Election.

There are five schools in Haddonfield School District, whose students are served by a combined staff of 265 full time and 84 part-time positions. Our five schools are:

Three elementary schools serving grades pre-school through five; Central Elementary School, Elizabeth Haddon Elementary School and Tatem Elementary School.

One middle school serving grades six through eight: Haddonfield Middle School.

One comprehensive high school serving grades nine through twelve: Haddonfield High School

In 2014, 96.8% of the Haddonfield Memorial High School Class took the SAT (184 took SAT out of 190 Seniors). The Class of 2014 had a mean score of 1768 (583 Critical Reading, 595 Mathematics, 590 Writing). The Class of 2014 had 96% of the graduating seniors continue their education in college or university – with 93% of the graduating seniors attending a four year college or university. There were also 36 students (district wide) who paid tuition in 2014 – (31 at high school 5 at MS). Other HMHS accomplishments include-

- New Jersey Monthly listed HMHS as the #2 high school in the State in 2014.
- South Jersey Magazine's September 2014 Issue, HMHS was ranked #1 in SAT scores, percent students attending a 4-year college, and graduation rate. Haddonfield was also ranked #2 in Student-to-Faculty ratio.
- *US News & World Report* named Haddonfield Memorial
- High School *15th in the State and #275 in the Nation* in
- their 2014 rankings
- Newsweek listed Haddonfield 186th in the nation in 2014.
- Philadelphia Magazine has cited Haddonfield as one of the finest schools in the Philadelphia Region on several occasions.
- U.S. Department of Education has designated Haddonfield as a Blue Ribbon School District.

Student enrollment is currently 2,604 students in total, with 2,583 students enrolled in Haddonfield School District with an additional 21 Special Education students sent on a tuition basis to private and public school special education programs. The total number of enrolled students includes 41 out of district students who pay tuition to Haddonfield School District to attend our excellent schools. The current demographic projections indicate a slight increase in future student enrollment.

3. MAJOR INITIATIVES: The major challenge currently facing Haddonfield School District is to maintain the excellent quality of its academic programs while having to finance approximately 94% of the entire school district budget through the primary revenue of local taxes- with only minimal support from the state of New Jersey and the Federal Government. Haddonfield Memorial High School was recently ranked 186th out of the best high schools in the nation and the school district is consistently ranked as the best in the region. The athletic program also receives *Best in South Jersey* honors along with recognition of outstanding performances in the Arts.

This upcoming school year the school district will be expanding upon the Critical Thinking curricular strategies by way of focusing on the Digital Leaner for the 21st Century through the utilization of technology and technological support. As a school district, there will also be continued efforts to develop alternative sources of revenue. During the 2013-2014 school year, the Tuition Committee, comprised of community volunteers with a background in marketing, increased the revenue from the Tuition program from $220,243 for the 2010-2011 school-year to projected $321,758 for the 2011-2012 and to $407,640 for the 2012-2013 school-year, and close to $420,000 in the 2013-14 school year.

Although there are fiscal restraints, the school district continues to form partnerships with colleges and universities in order to expand its curricular opportunities. A number of the district's high school students have taken advantage of the Drexel University-Haddonfield School District partnership program with much success. By way of this partnership, Haddonfield students have taken a variety of courses, obtaining both academic and field experiences and thus expanding their educational opportunities in a significant way. In addition, the Drexel University0Haddonfield School District Engineering Program has been formed to enable students to experience what it is like to be an engineering student and engineer in the fields of electrical, civil, and environmental engineering. During the summer, district students have an opportunity to attend Drexel academic camps and participate in internships. For example, our students enrolled in the LeBow Business College summer academic camps, Engineering summer academic camps, summer Music Technology programs, CAS International Materials camps, Medical camp, and summer enrichment programs on Drexel's campus.

In regard to building level initiatives, there have been several improvements. The high school had several new courses added to its curricula and is incorporating 21st Century Learning. A new dynamic collaborative learning center was designed and constructed in the high school library. Teachers are implementing innovative instruction, such as with the Flipped Classroom in various courses. The middle school also had new technology upgrades and focus on Digital Learning and Technology Supporting Instruction in the Classroom utilizing Instructional Best Practices Critical Thinking. The elementary schools implemented positive culture programs involving health and safety along with a well-balanced, integrated, character–building curriculum based upon diversity and individual student needs. In addition, curricular initiatives were expanded involving advanced Critical Thinking initiatives and Digital Learning. I-Pads and other technologies were integrated into the classrooms along with professional development training for teachers. Language Arts and Mathematics programs were upgraded and implemented as per Common Core initiatives.

All schools were involved in the new teacher and principal evaluation programs along with Achieve New Jersey state mandated programs. Last school year, the school district was one of ten school districts in the state to be awarded a grant to implement this evaluation program as a pilot program for the District. The successful completion of this pilot program enabled the school district to become a leader with this evaluation system, gaining statewide recognition for components of monitoring and enhancing achievement in the classrooms and identifying teaching Best Practices.

Haddonfield School District continues to have an exemplary professional staff development program featuring numerous educational experiences for our professional staff members along with the district's support staff as well. The state of New Jersey has recognized Haddonfield School District's program as one of the very best programs in the state, and colleagues from surrounding school districts are invited to take part in the district's professional development program. During this professional development time period, Haddonfield School District teachers and administrators, along with experts in the field, develop and present professional learning opportunities on a wide variety of topics.

Due to the intense professional development, the commitment of staff, and community support, Haddonfield students continue to earn scores on standardized tests (SAT; GEPA; NJASK; Advanced Placement Tests) that are among the highest in the state's and within the metropolitan Philadelphia area. The Haddonfield students' mean scores often equal or exceed the test scores of private schools with selective admission policies. In addition, a high percentage of graduating students of HMHS attend prestigious colleges and universities.

Haddonfield School District continues to excel in all areas of Academics, Extracurricular endeavors, and Arts programs. The community of Haddonfield has supported its students through community partnerships, parental involvement, volunteerism, and an overall commitment to the excellence of education. Residents are extremely proud of our focus on Academia and the quality of education that Haddonfield School District provides.

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

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

5. BUDGETARY CONTROLS: In addition to internal accounting controls, the District maintains budgetary controls. The objective of these budgetary controls is to ensure compliance with legal provisions embodied in the annual appropriated budget approved by the voters of the Borough. Annual appropriated budgets are adopted for the general fund, the special revenue fund, and the debt service fund. Project-length budgets are approved for the capital improvements accounted for in the capital projects fund. The final budget amount as amended for the fiscal year is reflected in the financial section.

An encumbrance accounting system is used to record outstanding purchase commitments on a line item basis. Open encumbrances at year-end are either canceled or are included as reappropriations of fund balances in the subsequent year. Those amounts to be reappropriated are reported as reservations of fund balance at June 30, 2014.

6. 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 a loss of funds on deposit with a failed banking institution in New Jersey. The law requires governmental units to deposit public funds only in public depositories located in New Jersey, where the funds are secured in accordance with the Act.

7. 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.

8. OTHER INFORMATION:

Independent Audit - State statutes require an annual audit by independent certified public accountants or registered municipal accounts. The accounting firm of Inverso & Stewart, LLC, performs the annual statutory audit of the Haddonfield Board of Education. In addition to meeting the requirements set forth in state statutes, the audit also was designed to meet the requirements of the Single Audit Act of 1984 and the related OMB Circular A-133 and NJOMB Circular Letter 04-04. The auditor's report on the general purpose financial statements and combining and individual fund statements and schedules is in the financial section of this report. The auditor's report related specifically to the single audit is included in the single audit section of this report.

9. ACKNOWLEDGMENTS: We would like to express our appreciation to the members of the Haddonfield Board of Education in providing fiscal accountability to the citizens and taxpayers of the Borough of Haddonfield.

Respectfully submitted,

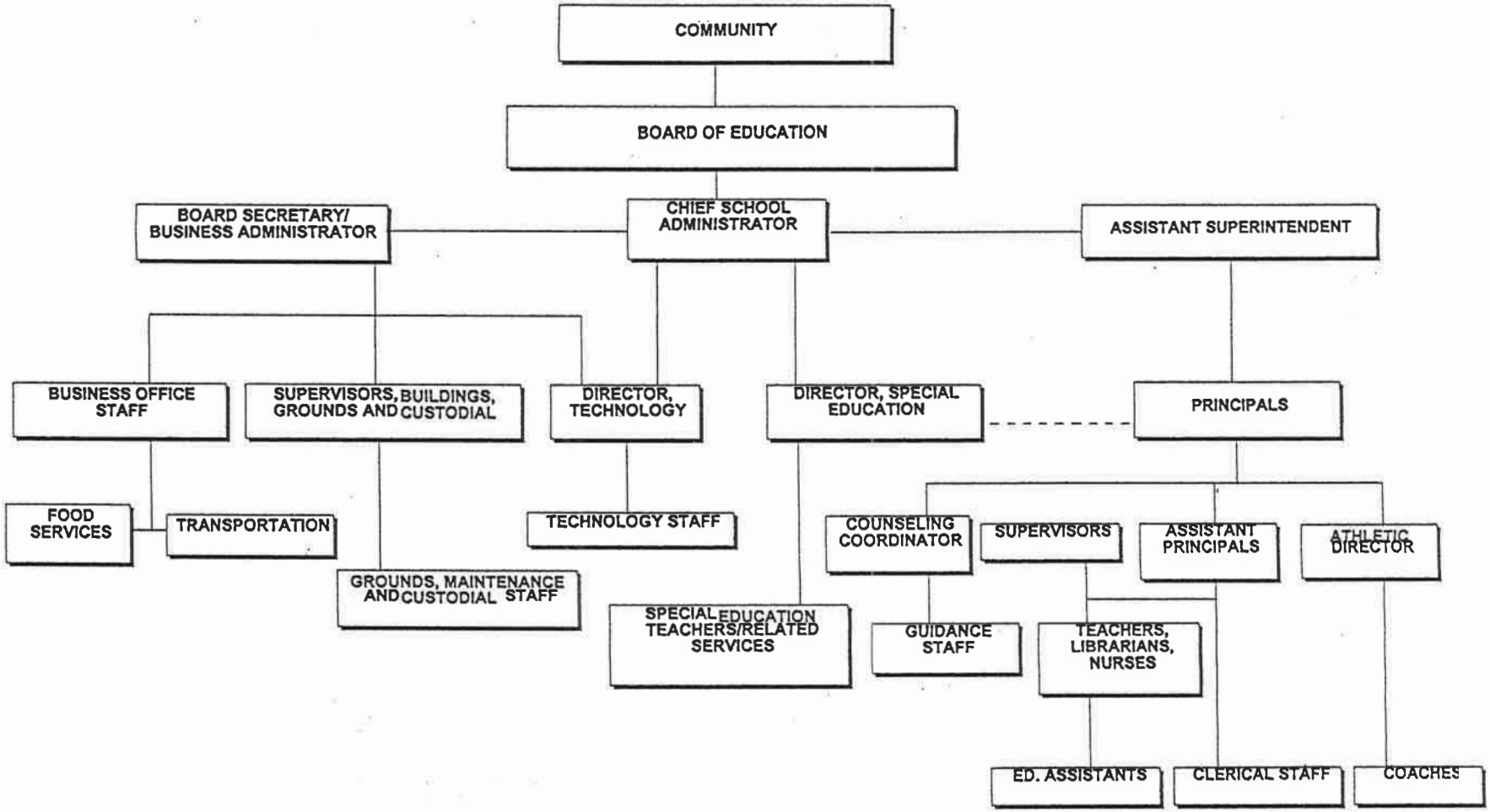
John C. Oberg
Interim Business Administrator/Board Secretary

Richard P. Perry, Ed.D.
Superintendent

REVISED 9/20/07

HADDONFIELD PUBLIC SCHOOLS

Organizational Chart



HADDONFIELD BOARD OF EDUCATION
HADDONFIELD, NEW JERSEY

ROSTER OF OFFICIALS
JUNE 30, 2014

	Term Expires
Glenn Moramarco, President	2014
Andrew Berlin Vice-President	2015
Carlton Chin	2016
Maureen Eyles	2015
Mary Fagan	2016
M. Drew Hansen	2014
Dennis Kelleher	2015
Heather Paoli	2014
David Siedell	2016

Other Officials

Richard P. Perry, Ed. D., Superintendent
Dawn Leary, Business Administrator/Board Secretary
Nancy McCabe, Treasurer of School Monies
Joseph F. Betley, Solicitor

HADDONFIELD SCHOOL DISTRICT
Consultants and Advisors

Audit Firm

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Attorney

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Mount Laurel, NJ 08054

Architect

Garrison Architects
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Official Depository

Republic Bank
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Certified Public Accountants

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New Jersey Society of CPAs

INDEPENDENT AUDITOR'S REPORT

The Honorable President and Members
of the Board of Education
Haddonfield School District
County of Camden
Haddonfield, New Jersey

Report on the Financial Statements

I 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 Haddonfield School District, in the County of Camden, State of New Jersey, as of and for the fiscal year ended June 30, 2014, and the related notes to the financial statements, which collectively comprise the School District's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

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

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the School District's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the School District's internal control. Accordingly, I 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.

I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my audit opinions.

Opinions

In my 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 Haddonfield School District, in the County of Camden, State of New Jersey, as of June 30, 2014, and the respective changes in financial position and where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and budgetary comparison information as listed in the table of contents be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. I 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 inquires of management about the methods of preparing the information and comparing the information for consistency with management's responses to my inquiries, the basic financial statements, and other knowledge I obtained during my audit of the basic financial statements. I do not express an opinion or provide any assurance on the information because the limited procedures do not provide me with sufficient evidence to express an opinion or provide any assurance.

Other Information

My audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Haddonfield School District's basic financial statements. The accompanying combining statements and related major fund supporting statements and schedules and Schedules of Expenditures of Federal Awards and State Financial Assistance, as required by U.S. Office of Management and Budget Circular A-133, Audits of States, Local Governments, and Non-Profit Organizations and State of New Jersey OMB's Circular 04-04, 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 financial statements.

The accompanying combining statements and related major fund supporting statements and schedules and Schedules of Expenditures of Federal Awards and State Financial Assistance are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In my opinion, the information described in the previous paragraph is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

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

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, I have also issued my report dated September 18, 2014 on my consideration of the Haddonfield School District's internal control over financial reporting and my 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 my testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the 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 Haddonfield School District's internal control over financial reporting and compliance.

INVERSO & STEWART, LLC
Certified Public Accountants

Robert P. Inverso
Certified Public Accountant
Public School Accountant

Marlton, New Jersey
September 18, 2014

INVERSO & STEWART, LLC
Certified Public Accountants

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-Member of-
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New Jersey Society of CPAs

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

The Honorable President and Members
of the Board of Education
Haddonfield School District
County of Camden
Haddonfield, New Jersey

I have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in the *Government Auditing Standards*, issued by the Comptroller General of the United States; and the audit requirements as prescribed by the Office of School Finance, Department of Education, State of New Jersey, the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Haddonfield School District, in the County of Camden, State of New Jersey, as of and for the year ended June 30, 2014, and the related notes to the financial statements, which collectively comprise the School District's basic financial statements, and have issued my report thereon dated September 18, 2014.

Internal Control Over Financial Reporting

In planning and performing my audit of the financial statements, I considered the Haddonfield 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 my opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the School District's internal control, Accordingly, I do not express an opinion on the effectiveness of the Haddonfield 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 combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the School District's financial statements will not be prevented, or detected and corrected on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

My 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 my audit I did not identify any deficiencies in internal control that I 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 Haddonfield School District's financial statements are free of material misstatement, I 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 my audit and, accordingly, I do not express such an opinion. The results of my tests disclosed an instance of noncompliance or other matters that is 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 which is described in the accompanying *Schedule of Findings and Questioned Costs and Auditor's Management Report on Administrative Findings – Financial, Compliance and Performance* as finding no: 2014-1.

The Haddonfield School District's Response to Findings

The Haddonfield School District's response to the finding identified in my audit is described in the accompanying *Schedule of Findings and Questioned Costs*. The School District's response was not subjected to the auditing procedures applied in the audit of the financial statements and, accordingly, I express no opinion on it.

Purpose of this Report

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

INVERSO & STEWART, LLC
Certified Public Accountants

Robert P. Inverso
Certified Public Accountant
Public School Accountant

Marlton, New Jersey
September 18, 2014

Required Supplementary Information - Part I

Management's Discussion and Analysis

Haddonfield School District
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2014

As management of the Board of Education of the Borough of Haddonfield, New Jersey (School District), we offer readers of the School District's financial statements this narrative overview and analysis of the School District for the fiscal year ended June 30, 2014. We encourage readers to consider the information presented in conjunction with additional information that we have furnished in our letter of transmittal, which can be found in the introductory section of this report.

Financial Highlights

- The assets of the School District exceeded its liabilities at the close of the most recent fiscal year by $14,590,969 *(net position)*.

- Governmental activities have an unrestricted net position deficit of $979,589. The accounting treatments in the governmental funds for compensated absences payable, and the last two state aid payments, and the state statute that prohibits school districts from maintaining more than 2% of its adopted budget as unrestricted fund balance are primarily responsible for this deficit balance.

- The total net position of the School District increased by $610,292, or a 4.4% increase from the prior fiscal year-end balance. The majority of this increase is attributable to the reduction of long term debt obligations.

- Fund balance of the School District's governmental funds increased by $881,110 resulting in an ending fund balance of $4,048,611. This increase is largely due to the results of operations in the general fund.

- Business-type activities have unrestricted net position of $136,462, which may be used to meet the School District's ongoing obligations of the food service operations and community education program.

- The School District's long-term obligations decreased by $963,585 which is the result of an increase in compensated absences and a decrease in serial bonds and capital leases.

Overview of the Basic Financial Statements

This discussion and analysis is intended to serve as an introduction to the School District's basic financial statements. Comparison to the prior year's activity is provided in this document. The basic financial statements are comprised of three components: 1) District-wide financial statements, 2) Fund financial statements, and 3) Notes to the basic financial statements. This report also contains other supplementary information in addition to the basic financial statements themselves.

District-wide Financial Statements

The *district-wide financial statements* are designed to provide the reader with a broad overview of the financial activities in a manner similar to a private-sector business. The district-wide financial statements include the statement of net position and the statement of activities.

The *statement of net position* presents information about all of the School District's assets and liabilities. The difference between the assets and liabilities is reported as net position. Over time, changes in net position may serve as a useful indicator of whether the financial position of the School District is improving or deteriorating.

The *statement of activities* presents information showing how the net position of the School District changed during the current fiscal year. Changes in net position are recorded in the statement of activities when the underlying event occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement even though the resulting cash flows may be recorded in a future period.

Both of the district-wide financial statements distinguish functions of the School District that are supported from taxes and intergovernmental revenues *(governmental activities)* and other functions that are intended to recover all or most of their costs from user fees and charges (*business-type activities*). Governmental activities consolidate governmental funds including the General Fund, Special Revenue Fund, Capital Projects Fund, and Debt Service Fund. Business-type activities consolidate the Food Service Fund and the Community Education Program.

Fund Financial Statements

Fund financial statements are designed to demonstrate compliance with finance-related requirements. A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific objectives. All of the funds of the School District are divided into three categories: *governmental funds, proprietary funds* and *fiduciary funds*.

Governmental funds account for essentially the same information reported in the governmental activities of the district-wide financial statements. However, unlike the district-wide financial statements, the governmental fund financial statements focus on near-term financial resources and fund balances. Such information may be useful in evaluating the financing requirements in the near term.

Since the governmental funds and the governmental activities report information using the same functions, it is useful to compare the information presented. Because the focus of each report differs, a reconciliation is provided on the fund financial statements to assist the reader in comparing the near-term requirements with the long-term needs.

The School District maintains four individual governmental funds. The major funds are the General Fund, the Special Revenue Fund, the Capital Projects Fund, and the Debt Service Fund. They are presented separately in the fund financial statements.

The School District adopts an annual appropriated budget for the General Fund, Special Revenue Fund and the Debt Service Fund. A budgetary comparison statement has been provided for each of these funds to demonstrate compliance with budgetary requirements.

Proprietary funds are used to present the same functions as the business-type activities presented in the district-wide financial statements. The School District maintains one type of proprietary fund - the Enterprise Fund. The fund financial statements of the enterprise fund provides the same information as the district-wide financial statements, only in more detail.

The School District's two enterprise funds (Food Service Fund and Community Education Program Fund) are listed individually and are considered to be major funds.

Fiduciary funds are used to account for resources held for the benefit of parties outside the government. Fiduciary funds are not reflected in the district-wide financial statements because the resources of those funds are not available to support the School District's programs.

Notes to the Basic Financial Statements

The notes to the basic financial statements provide additional information that is essential to a full understanding of the data provided in the basic financial statements.

Other Information

In addition to the basic financial statements and accompanying notes, this report also contains other supplementary information and schedules required by the New Jersey Audit Program, issued by the New Jersey Department of Education.

District-wide Financial Analysis

The assets of the School District are classified as current assets and capital assets. Cash, investments, receivables, inventories and prepaid expenses are current assets. These assets are available to provide resources for the near-term operations of the School District. The majority of the current assets are the results of the tax levy and state aid collection process.

Capital assets are used in the operations of the School District. These assets are land, buildings, improvements, equipment and vehicles. Capital assets are discussed in greater detail in the section titled, Capital Assets and Debt Administration, elsewhere in this analysis.

Current and long-term liabilities are classified based on anticipated liquidation either in the near-term or in the future. Current liabilities include accounts payable, accrued salaries and benefits, unearned revenues, and current debt obligations. The liquidation of current liabilities is anticipated to be either from currently available resources, current assets or new resources that become available during fiscal year 2014. Long-term liabilities such as long-term debt obligations and compensated absences payable will be liquidated from resources that will become available after fiscal year 2014.

The assets of the primary government activities exceeded liabilities by $14,387,720 with an unrestricted deficit balance of $979,589. The net position of the primary government does not include internal balances.

A net investment of $11,914,814 in land, improvements, buildings, equipment and vehicles which provide the services to the School District's 2,573 public school students, represents over 83.85% of the School District's net position. Net position of $1,765,034 has been restricted to provide resources for future capital expansion and renovation projects, $200,000 for maintenance projects, $1,483,474 has been restricted for budget appropriation and $3,987 is restricted for debt service.

As mentioned earlier, deficit unrestricted net position is primarily due to the accounting treatment for compensated absences payable and the last two state aid payments, and state statutes that prohibit school districts from maintaining more than 2% of its adopted budget as unrestricted fund balance.

Haddonfield School District
Comparative Summary of Net Position
As of June 30, 2014 and 2013

	Governmental Activities		Business-Type Activities		District-Wide	
	2014	2013	2014	2013	2014	2013
Assets:						
Current assets	$ 4,828,395	$ 4,256,662	$ 153,600	$ 241,175	$ 4,981,995	$ 4,497,837
Capital assets	28,264,612	27,413,270	66,787		28,331,399	27,413,270
Total assets	33,093,007	31,669,932	220,387	241,175	33,313,394	31,911,107
Liabilities:						
Current Liabilities	2,344,882	2,521,620	17,138	131,452	2,362,020	2,653,072
Noncurrent Liabilities	16,360,405	17,455,493			16,360,405	17,455,493
Total liabilities	18,705,287	19,977,113	17,138	131,452	18,722,425	20,108,565
Net position	$ 14,387,720	$ 11,692,819	$ 203,249	$ 109,723	$ 14,590,969	$ 11,802,542
Net position consist of:						
Net investment in Capital assets	$ 11,914,814	$ 9,804,747	66,787		$ 11,981,601	$ 9,804,747
Restricted net position	3,452,495	2,574,401			3,452,495	2,574,401
Unrestricted net position	(979,589)	(686,329)	$ 136,462	$ 109,723	(843,127)	(576,606)
Net position	$ 14,387,720	$ 11,692,819	$ 203,249	$ 109,723	$ 14,590,969	$ 11,802,542

Haddonfield School District
Comparative Schedule of Changes in Net Position
As of and for the Fiscal Year Ended June 30, 2014 and 2013

	Governmental Activities		Business-Type Activities		District-Wide	
	2014	2013	2014	2013	2014	2013
Revenues:						
Program Revenues						
Charges for services			$ 565,843	$ 558,819	$ 565,843	$ 558,819
Operating grants and Contributions	$ 3,763,353	$ 4,313,328	71,159	66,799	3,834,512	4,380,127
General Revenues:						
Property Taxes	33,253,751	32,650,457			33,253,751	32,650,457
Unrestricted State Aid	1,081,752	1,033,493			1,081,752	1,033,493
Tuition	526,947	492,118			526,947	492,118
Other Revenues	361,473	359,417	649	1,331	362,122	360,748
Total Revenues	38,987,276	38,848,813	637,651	626,949	39,624,927	39,475,762
Expenses:						
Governmental Activities:						
Instruction	18,270,421	17,152,520			18,270,421	17,152,520
Tuition	1,147,065	1,300,539			1,147,065	1,300,539
Related Services	3,425,536	3,287,100			3,425,536	3,287,100
Administrative Services	2,135,615	2,100,227			2,135,615	2,100,227
Central Services	451,893	406,253			451,893	406,253
Operations and Maintenance	4,069,678	4,475,539			4,069,678	4,475,539
Transportation	468,815	299,965			468,815	299,965
Special Schools	112,057	136,209			112,057	136,209
Employee benefits	7,541,020	8,287,559			7,541,020	8,287,559
Interest on long-term Debt	701,745	741,106			701,745	741,106
Other	62,112	30,936			62,112	30,936
Business-Type Activities:						
Food Service Operations			519,642	559,954	519,642	559,954
Community Education			109,036	82,722	109,036	82,722
Total Expenses	38,385,957	38,217,953	628,678	642,676	39,014,635	38,860,629
Increase in net position Before transfers	601,319	630,860	8,973	(15,727)	610,292	615,133
Cancelled						
Changes in net position	601,319	630,860	8,973	(15,727)	610,292	615,133
Net position, July 1,	13,786,401	11,061,959	194,276	125,450	13,980,677	11,187,409
Net position, June 30,	$ 14,387,720	$ 11,692,819	$ 203,249	$ 109,723	$ 14,590,969	$ 11,802,542

Governmental Activities

Governmental activities increased the net position of the School District by $601,319 during the current fiscal year. Key elements of the increase in net position for governmental activities are as follows:

- Reduction of debt increased the net position of the School District by $963,585 during the current fiscal year.
- Depreciation expense reduced net position by $1,242,240.
- Results of operations in the General Fund increased the net position by $890,936

Business-type Activities

Business-type activities increased the School District's net position by $8,973. Key elements of the decrease in net position for governmental activities are as follows:

- The Food Service Fund had a net gain of $16,652 and the Community Education Program had a net loss of $7,679.

Financial Analysis of the Governmental Funds

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

Governmental Funds - The focus of the School 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 School District's financing requirements. In particular, unreserved fund balance may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year.

As of the end of the current fiscal year, the School District's governmental funds reported a combined ending fund balance of $4,048,611 an increase of $881,110 in comparison with the prior year. This increase is primarily attributable to the results of operations in the general fund and capital projects fund.

The unassigned fund balance for the School District at the end of the fiscal year includes a combination of unassigned fund balance for the General Fund of $596,116 and $1,134 in the Debt Service Fund. The remainder of the fund balance is reserved to indicate that it is not available for new spending because it has already been committed 1) as restricted cash reserved for future capital outlay expenditures of $1,765,034, 2) as restricted for future maintenance projects of $200,000, 3) $846,872 appropriated as a revenue source for subsequent year's budgets, and 4) $639,455 reserved for excess surplus.

The general fund is the chief operating fund of the School District. As discussed earlier, the balance in the unreserved fund balance is due, primarily, to the accounting treatment of the last state aid payment as discussed in the notes to the basic financial statements, and state statutes that prohibit New Jersey school districts from maintaining more than 2% of its adopted budget as unrestricted fund balance.

General Fund Budgetary Highlights

There was no difference between the original budget and the final amended budget.

At the end of the current fiscal year, unreserved fund balance (budgetary basis) of the general fund was $649,458 while total fund balance (budgetary basis) was $3,777,801. As a measure of the general fund's liquidity, it may be useful to compare both unreserved fund balance (budgetary basis) and total fund balance (budgetary basis) to total general fund expenditures. Actual (budgetary basis) expenditures of the General Fund including other financing uses amounted to $35,338,841. Unreserved fund balance (budgetary basis) represents 1.84% of expenditures while total fund balance (budgetary basis) represents 10.07% of that same amount.

Capital Asset and Debt Administration

The School District's investment in capital assets for its governmental and business-type activities as of June 30, 2014, totaled $28,331,399 (net of accumulated depreciation). This investment in capital assets includes land, improvements, buildings, and equipment. The net decrease in the District's investment in capital assets for the current fiscal year was $1,260,006 or a 4.26% decrease. The decrease is due to depreciation expense.

Capital Asset (net of accumulated depreciation)
June 30, 2014 and 2013

	Governmental Activities		Business-Type Activities		District-Wide	
	2014	2013 (restated)	2014	2013 (restated)	2014	2013 (restated)
Land	$ 1,898,592	$ 1,898,592			$ 1,898,592	$ 1,898,592
Construction in Progress						
Buildings and Building Improvements	25,530,761	26,421,960			25,530,761	26,421,960
Equipment	835,259	1,186,300	$ 66,787	$ 84,553	902,046	1,270,853
Total	$ 28,264,612	$ 29,506,852	$ 66,787	$ 84,553	$ 28,331,399	$ 29,591,405

Additional information on the School District's capital assets can be found in the notes to the basic financial statements (Note 5) of this report.

Long-term debt – During the fiscal year ended June 30, 2014, the School District had $16,341,000 in serial bonds payable, $8,798 in capital leases, and $1,300,835 in compensated absences.

State statutes limit the amount of general obligation debt that the District may issue. At the end of the current fiscal year, the legal debt limit was $87,392,554. The available amount as of June 30, 2014 is $71,051,554.

Additional information on the School District's long-term obligations can be found in the notes to the basic financial statements (Note 7) of this report.

Economic Factors and Next Year's Budgets and Rates

The following factors were considered and incorporated into the preparation of the School District's budget for the 2014-15 fiscal year.

- For the 2014-15 fiscal year the School District will be receiving an increase in state aid. The local tax levy in the General Fund increased by $627,896 or 2.00%. Salaries continue to increase contractually; however, the District has managed to control costs. The 2014-15 General Fund Budget is $738,051 greater than the previous year or a 2.18% increase.

- The tax rate increased from $1.488 in 2013 to $1.519 in 2014.

For the Future

The Haddonfield School District is in very good financial condition presently. However, a major concern is maintaining aging buildings of the district with an increased reliance on local property taxes as state aid has remained stagnant. The Borough of Haddonfield is primarily a residential community, with very few large ratables; thus the burden is focused on homeowners to share the tax burden.

In conclusion, the Haddonfield School District has committed itself to financial excellence for many years. In addition, the School District's system for financial planning, budgeting, and internal financial controls are well regarded. The School District plans to continue its sound fiscal management to meet the challenge of the future.

Requests for Information

This financial report is designed to provide a general overview of the School District's finances for all those with an interest in the School District. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the Haddonfield School District Business Administrator, One Lincoln Avenue, Haddonfield, New Jersey, 08033.

Basic Financial Statements

District-Wide Financial Statements

HADDONFIELD SCHOOL DISTRICT
Statement of Position
June 30, 2014

	Governmental Activities	Business-type Activities	Total
ASSETS:			
Cash and cash equivalents	$ 2,395,569	$ 115,812	$ 2,511,381
Receivables, net	998,833	6,748	1,005,581
Internal balances	(10,876)	10,876	
Inventory		20,164	20,164
Restricted assets:			
Capital reserve account - cash	1,444,869		1,444,869
Capital assets, net (Note 5)	28,264,612	66,787	28,331,399
Total assets	33,093,007	220,387	33,313,394
LIABILITIES:			
Accounts payable	433,580		433,580
Other liabilities	198,119		198,119
Payable to state government	80,866		80,866
Unearned revenue	67,219	17,138	84,357
Internal balances			
Accrued interest	274,870		274,870
Noncurrent liabilities (Note 7):			
Due within one year	1,290,228		1,290,228
Due beyond one year	16,360,405		16,360,405
Total liabilities	18,705,287	17,138	18,722,425
NET POSITION:			
Net investment in capital assets	11,914,814	66,787	11,981,601
Restricted for:			
Debt Service Fund	3,987		3,987
Capital Projects	1,765,034		1,765,034
Other Purposes	1,683,474		1,683,474
Unrestricted	(979,589)	136,462	(843,127)
Total net position	$ 14,387,720	$ 203,249	$ 14,590,969

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

HADDONFIELD SCHOOL DISTRICT
Statement of Activities
For the Fiscal Year Ended June 30, 2014

Functions/Programs	Expenses	Program Revenues: Charges for Services	Program Revenues: Operating Grants and Contributions	Net (Expense) Revenue and Changes in Net Position: Governmental Activities	Net (Expense) Revenue and Changes in Net Position: Business-type Activities	Net (Expense) Revenue and Changes in Net Position: Total
Governmental activities:						
Instruction:						
Regular	$ 12,674,897		$ 263,600	$ (12,411,297)		$ (12,411,297)
Special education	4,369,579		446,095	(3,923,484)		(3,923,484)
Other instruction	1,225,945			(1,225,945)		(1,225,945)
Support Services:						
Tuition	1,147,065			(1,147,065)		(1,147,065)
Student & instruction related services	3,425,536		107,021	(3,318,515)		(3,318,515)
General administrative services	771,034			(771,034)		(771,034)
School administrative services	1,364,581			(1,364,581)		(1,364,581)
Central services	451,893			(451,893)		(451,893)
Plant operations and maintenance	4,069,678			(4,069,678)		(4,069,678)
Pupil transportation	468,815			(468,815)		(468,815)
Special schools	112,057			(112,057)		(112,057)
Unallocated employee benefits	7,541,020		2,865,943	(4,675,077)		(4,675,077)
Interest on long-term debt	701,745		80,694	(621,051)		(621,051)
Unallocated depreciation and amortization	62,112			(62,112)		(62,112)
Total governmental activities	38,385,957		3,763,353	(34,622,604)		(34,622,604)
Business-type activities:						
Community education	109,036	$ 101,176			$ (7,860)	(7,860)
Food service	519,642	464,667	71,159		16,184	16,184
Total business-type activities	628,678	565,843	71,159		8,324	8,324
Total primary government	$ 39,014,635	$ 565,843	$ 3,834,512	$ (34,622,604)	$ 8,324	$ (34,614,280)
General revenues:						
Taxes:						
Property taxes, levied for general purposes, net				31,394,796		31,394,796
Taxes levied for debt service				1,858,955		1,858,955
Federal and State aid not restricted				1,081,752		1,081,752
Tuition revenue				526,947		526,947
Investment earnings				1,918		1,918
Miscellaneous income				359,555	649	360,204
Total general revenues, special items, extraordinary items and transfers				35,223,923	649	35,224,572
Change in Net Position				601,319	8,973	610,292
Net Position–July 1, restated				13,786,401	194,276	13,980,677
Net Position–June 30				$ 14,387,720	$ 203,249	$ 14,590,969

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

Fund Financial Statements

HADDONFIELD SCHOOL DISTRICT
Balance Sheet
Governmental Funds
June 30, 2014

ASSETS	General Fund	Special Revenue Fund	Capital Projects Fund	Debt Service Fund	Total Governmental Funds
Assets:					
Cash and cash equivalents	$ 2,308,229	$ -	$ 83,353	$ 3,987	$ 2,395,569
Receivables, net	196,870	535,983	251,680		984,533
Interfund receivables, net	446,463		-		446,463
Restricted cash and cash equivalents	1,444,869				1,444,869
Total assets	$ 4,396,431	$ 535,983	$ 335,033	$ 3,987	$ 5,271,434
LIABILITIES AND FUND BALANCES					
Liabilities:					
Accounts payable	395,758	37,822			433,580
Interfund payable	202,376	432,163			634,539
Intergovernmental payable:					
State		65,998	14,868		80,866
Other Liabilities	6,619				6,619
Unearned revenues	67,219	-			67,219
Total liabilities	671,972	535,983	14,868	-	1,222,823
Fund Balances:					
Restricted for:					
Excess surplus	639,455				639,455
Capital reserve account	1,444,869				1,444,869
Maintenance reserve account	200,000				200,000
Excess surplus designated for subsequent year's expenditures	639,307				639,307
Assigned to:					
Reserve for Encumbrances	204,712				204,712
Unreserved - designated for subsequent year's expenditures				2,853	2,853
Unassigned	596,116		320,165	1,134	917,415
Total fund balances	3,724,459		320,165	3,987	4,048,611
Total liabilities and fund balances	$ 4,396,431	$ 535,983	$ 335,033	$ 3,987	

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 $47,031,737 and the accumulated depreciation is $18,767,125.		28,264,612
Accrued interest is not due and payable in the current period and therefore is not reported as a liability in the funds.		(274,870)
Long-term liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported as liabilities in the funds.		
General Obligation Bonds	(16,341,000)	
Capital Lease Payable	(8,798)	
Compensated Absences Payable	(1,300,835)	(17,650,633)
Net position of governmental activities		14,387,720

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

HADDONFIELD SCHOOL DISTRICT
Statement of Revenues, Expenditures and Changes in Fund Balances
Governmental Funds
for the Fiscal Year Ended June 30, 2014

	General Fund	Special Revenue Fund	Capital Projects Fund	Debt Service Fund	Total Governmental Funds
REVENUES:					
Local sources:					
Local tax levy	$ 31,394,796	$ -	$ -	$ 1,858,955	$ 33,253,751
Tuition charges	526,947				526,947
Capital reserve interest	1,918				1,918
Miscellaneous	358,421		1,134		359,555
Total revenues-local sources	32,282,082	-	1,134	1,858,955	34,142,171
State sources	3,947,695	263,600		80,694	4,291,989
Federal sources		553,116			553,116
Total revenues	36,229,777	816,716	1,134	1,939,649	38,987,276
EXPENDITURES:					
Current expense:					
Regular instruction	11,246,589	263,600			11,510,189
Special education instruction	3,923,484	446,095			4,369,579
Other instruction	1,225,945				1,225,945
Support services and undistributed costs:					
Tuition	1,147,065				1,147,065
Student & instruction related services	3,318,515	107,021			3,425,536
General administrative services	646,810				646,810
School administrative services	1,364,581				1,364,581
Central services	451,893				451,893
Plant operations and maintenance	3,334,402				3,334,402
Pupil transportation	468,815				468,815
Unallocated employee benefits	7,541,020				7,541,020
Special schools	112,057				112,057
Capital outlay	557,665				557,665
Debt service:					
Principal				1,250,000	1,250,000
Interest and other charges				700,609	700,609
Total expenditures	35,338,841	816,716		1,950,609	38,106,166
Excess (deficiency) of revenues over (under) expenditures	890,936	-		(10,960)	881,110
Other Financing Sources (Uses):					
Operating transfer out			(1,134)		(1,134)
Operating transfer in				1,134	1,134
Total other financing sources (uses)	-	-	(1,134)	1,134	-
Net change in fund balance	890,936	-		(9,826)	881,110
Fund balances, July 1	2,833,523		320,165	13,813	3,167,501
Fund balances, June 30	$ 3,724,459	$ -	$ 320,165	$ 3,987	$ 4,048,611

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

HADDONFIELD SCHOOL DISTRICT
Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances of Governmental Funds to the Statement of Activities
for the Fiscal Year Ended June 30, 2014

Total net change in fund balances - governmental funds (from B-2)		$ 881,110
Amounts reported for governmental activities in the statement of activities (A-2) are different because:		
Capital outlays are reported in the governmental funds as expenditures. However, on the statement of activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense. This is the amount by which capital outlays exceeded depreciation in the current fiscal year.		
Depreciation expense	$ (1,242,240)	
Capital outlay		(1,242,240)
Repayment of bond principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net position and is reported in the statement of activities.		1,250,000
Repayment of capital lease principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net position and is reported in the statement of activities.		8,725
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 accrued interest is an addition in the reconciliation.		(1,136)
Some expenses reported on the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds:		
Compensated absences		(295,140)
Change in net position of governmental activities		$ 601,319

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

HADDONFIELD SCHOOL DISTRICT
Statement of Net Position
Proprietary Funds
June 30, 2014

	Business-type Activities Enterprise Funds		
	Food Service Program	Community Education	Total
ASSETS:			
Current assets:			
Cash and cash equivalents	$ 53,477	$ 62,335	$ 115,812
Accounts receivable	6,748		6,748
Interfund receivable	10,876		10,876
Inventories	20,164		20,164
Total current assets	91,265	62,335	153,600
Noncurrent assets:			
Equipment	382,016		382,016
Less accumulated depreciation	(315,229)		(315,229)
Total noncurrent assets	66,787	-	66,787
Total assets	$ 158,052	$ 62,335	$ 220,387
LIABILITIES			
Current liabilities:			
Accounts Payable	$ -		$ -
Unearned Revenue	17,138		17,138
Total liabilities	17,138	-	17,138
NET POSITION			
Net investment in capital assets related debt	66,787		66,787
Unrestricted	74,127	$ 62,335	136,462
Total net position	$ 140,914	$ 62,335	$ 203,249

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

HADDONFIELD SCHOOL DISTRICT
Statement of Revenues, Expenses and Changes in Fund Net Position
Proprietary Funds
for the Fiscal Year Ended June 30, 2014

	Business-type Activities Enterprise Funds		
	Food Service Program	Community Education	Total
Operating revenues:			
Charges for services:			
Daily sales-reimbursable programs	$ 164,951		$ 164,951
Daily sales-non-reimbursable programs	299,716		299,716
Program fees		$ 101,176	101,176
Total operating revenue	464,667	101,176	565,843
Operating expenses:			
Salaries	186,434	93,119	279,553
Employee benefits	36,915		36,915
Supplies and materials	16,228		16,228
Depreciation	17,766		17,766
Management Fee	26,198		26,198
Direct expenses	14,283	15,917	30,200
Cost of sales	221,818		221,818
Other costs			
Total operating expenses	519,642	109,036	628,678
Operating income (loss)	(54,975)	(7,860)	(62,835)
Nonoperating revenues (expenses):			
State sources:			
State school lunch program	1,916		1,916
Federal sources:			
National school lunch program	17,998		17,998
U.S.D.A. commodities	20,273		20,273
Local sources:			
Miscellaneous	30,972		30,972
Interest revenue	468	181	649
Total nonoperating revenues (expenses)	71,627	181	71,808
Net income (loss) before contributions and transfers	16,652	(7,679)	8,973
Change in net position	16,652	(7,679)	8,973
Total net position- July 1 (restated)	124,262	70,014	194,276
Total net position- June 30	$ 140,914	$ 62,335	$ 203,249

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

HADDONFIELD SCHOOL DISTRICT
Statement of Cash Flows
Proprietary Funds
for the Fiscal Year Ended June 30, 2014

	Business-type Activities Enterprise Funds		
	Food Service Program	Community Education	Total
Cash flows from operating activities:			
Receipts from customers	$ 499,195	$ 101,176	$ 600,371
Payments to employees	(223,349)	(93,119)	(316,468)
Payments to suppliers	(373,229)	(15,917)	(389,146)
Net cash used for operating activities	(97,383)	(7,860)	(105,243)
Cash flows from noncapital financing activities:			
Miscellaneous	26,715		26,715
State sources	1,953		1,953
Federal sources	19,808		19,808
Net cash provided by non-capital financing activities	48,476		48,476
Cash flows from capital activities:			
Purchases of fixed assets			
Cash flows from investing activities:			
Interest and dividends	468	181	649
Net cash provided by investing activities	468	181	649
Net increase in cash and cash equivalents	(48,439)	(7,679)	(56,118)
Balances - beginning of year	101,916	70,014	171,930
Balances - end of year	$ 53,477	$ 62,335	$ 115,812
Reconciliation of operating loss to net cash provided (used) by operating activities:			
Operating income (loss)	$ (54,975)	$ (7,860)	$ (62,835)
Adjustments to reconcile operating income (loss) to net cash provided by (used for) operating activities:			
Depreciation	17,766		17,766
Federal commodities	20,273		20,273
Cancellation of accounts payable/receivable	4,256		4,256
(Increase) decrease in inventories	534		534
(Increase) decrease in accounts receivable	29,075		29,075
Increase (decrease) in accounts payable	(115,508)		(115,508)
Increase (decrease) in unearned revenue	4,234		4,234
Increase (decrease) in interfund payable	(3,038)		(3,038)
Total adjustments	(42,408)		(42,408)
Net cash provided by (used for) operating activities	$ (97,383)	$ (7,860)	$ (105,243)

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

HADDONFIELD SCHOOL DISTRICT
Statement of Fiduciary Net Position
Fiduciary Funds
June 30, 2014

	Flexible Benefits Account	Unemployment Compensation Insurance Trust	Agency Fund
ASSETS:			
Cash and cash equivalents	$ 174,221	$ 349,893	$ 354,183
Interfund receivable		191,500	
Total assets	$ 174,221	$ 541,393	$ 354,183
LIABILITIES:			
Accounts payable	$ 28,295	$ -	
Payroll deductions and withholdings			$ 5,903
Interfund payable			14,300
Due to student groups			333,980
Total liabilities	$ 28,295	$ -	$ 354,183
NET POSITION:			
Held in trust for flexible benefits	$ 145,926		
Held in trust for unemployment claims and other purposes		$ 541,393	

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

HADDONFIELD SCHOOL DISTRICT
Statement of Changes in Fiduciary Net Position
Fiduciary Funds
For the Fiscal Year Ended June 30, 2014

	Flexible Benefits Account	Unemployment Compensation Insurance Trust
ADDITIONS:		
Contributions:		
Board contributions	$ -	
Employee contributions		$ 30,049
Total Contributions		30,049
Investment earnings:		
Interest	1,127	1,272
Net investment earnings	1,127	1,272
Total additions	1,127	31,321
DEDUCTIONS:		
Unemployment claims		17,662
Flex benefit payments	210,844	
Total deductions	210,844	17,662
Change in net position	(209,717)	13,659
Net position - July 1	355,643	527,734
Net position - June 30	$ 145,926	$ 541,393

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

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Reporting Entity - The Haddonfield School District (District) is a Type II school district located in Camden County, New Jersey and covers an area of approximately 2.6 square miles. As a Type II school district, it functions independently through a Board of Education. The Board is comprised of nine members elected to three-year terms. These terms are staggered so that three member's terms expire each year. The purpose of the District is to provide educational services for all of Haddonfield's students in grades K through 12. The Haddonfield School District has an approximate enrollment at June 30, 2014 of 2,573 students.

The primary criteria for including activities within the School District's reporting entity, as set forth in Section 2100 of the Governmental Accounting Standards Board (GASB) *Codification of Governmental Accounting and Financial Reporting Standards* is the degree of oversight responsibility maintained by the School District. Oversight responsibility includes financial interdependency, selection of governing authority, designation of management, ability to significantly influence operations and accountability for fiscal matters. The combined financial statements include all funds of the School district over which the Board exercises operating control.

Component Units – GASB Statement No. 14, *The Financial Reporting Entity* and GASB Statement No. 39, *Determining Whether Certain Organizations are Component Unit,* provide guidance that all entities associated with a primary government are potential component units and should be evaluated for inclusion in the financial reporting entity. A primary government is financially accountable not only for the organizations that make up its legal entity, but also for legally separate organizations that meet the criteria established by GASB Statements No. 14 and No. 39. In addition, GASB Statement No. 61 provides additional guidance for organizations that do not meet the financial accountability criteria for inclusion as component units but that nevertheless should be included because the primary government's management determines that it would be misleading to exclude them. There were no additional entities required to be included in the reporting entity under the criteria as described above. Furthermore, the School District is not includable in any other reporting entity on the basis of such criteria.

Basis of Presentation

The basic financial statements of the School District have been prepared in conformity with accounting principles generally accepted in the United States of America (GAAP) as applied to governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The more significant of the School District's accounting policies are described below.

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

Government-wide Statements - The statement of net position and the statement of activities display information about the School District as a whole. These statements include the financial activities of the primary government, except for fiduciary funds. The statements distinguish between those activities of the School District that are governmental and those that are considered business-type activities. The statement of net position presents the financial condition of the governmental and business-type activities of the School District at fiscal year-end. The statement of activities presents a comparison between direct expenses and program revenues for each program or function of the School District's governmental activities and for the business-type activities of the School District. Direct expenses are those that are specifically associated with a service, program or department and, therefore, clearly identifiable to a particular function. The policy of the School District is to not allocate indirect expenses to functions in the statement of activities. Program revenues include charges paid by the recipient of the goods or services offered by the program, grants and contributions that are restricted to meeting the operational or capital requirements of a particular program and interest earned on grants that is required to be used to support a particular program. Revenues, which are not classified as program revenues, are presented as general revenues of the School District, with certain limited exceptions. The comparison of direct expenses with program revenues identifies the extent to which each business segment or governmental function is self-financing or draws from the general revenues of the School District.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Fund Financial Statements - During the fiscal year, the School District segregates transactions related to certain School District functions or activities in separate funds in order to aid financial management and to demonstrate legal compliance. Fund financial statements are designed to present financial information of the School District at this more detailed level. The focus of governmental and enterprise fund financial statements is on major funds. Each major fund is presented in a single column. The fiduciary fund is reported by type. The School District uses funds to maintain its financial records during the fiscal year. A fund is defined as a fiscal and accounting entity with a self-balancing set of accounts. There are three categories of funds: governmental, proprietary, and fiduciary.

Governmental Funds - Governmental funds are those through which most governmental functions typically are financed. Governmental fund reporting focuses on the sources, uses and balances of current financial resources. Expendable assets are assigned to the various governmental funds according to the purposes for which they may or must be used. Current liabilities are assigned to the fund from which they will be paid. The difference between governmental fund assets and liabilities is reported as fund balance. The following are the School District's major governmental funds:

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

As required by the New Jersey State Department of Education, the School District includes budgeted capital outlay in this fund. Accounting principles generally accepted in the United States of America as they pertain to governmental entities state that general fund resources may be used to directly finance capital outlays for long-lived improvements as long as the resources in such cases are derived exclusively from unrestricted revenues.

Resources for budgeted capital outlay purposes are normally derived from State of New Jersey aid, district taxes and appropriated fund balance. Expenditures are those which result in the acquisition of or additions to capital assets for land, existing buildings, improvements of grounds, construction of buildings, additions to or remodeling of buildings and the purchase of built-in equipment.

Special Revenue Fund - The special revenue fund is used to account for and report the proceeds of specific revenues sources that are restricted or committed to expenditure for specified purposes other than debt service or capital projects.

Capital Projects Fund - The capital projects fund is used to account and report financial resources that are restricted, committed, or assigned to expenditure for capital outlays, including the acquisition or construction of capital facilities and other capital assets, other than those financed by proprietary funds. The financial resources are derived from New Jersey Economic Development Authority grants, temporary notes or serial bonds which are specifically authorized by the voters as a separate question on the ballot either during the annual election or at a special election.

Debt Service Fund - The debt service fund is used to account for and report financial resources that are restricted, committed, or assigned to expenditure for principal and interest.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Proprietary Funds - Proprietary funds are used to account for the School District's ongoing activities, which are similar to those in the private sector.

Enterprise Funds – The enterprise funds are used to account for operations that are financed and operated in a manner similar to private business enterprises, where the intent of the School District is that all costs (expenses, including depreciation) of providing goods or services to the students on a continuing basis be financed or recovered primarily through user charges; or, where the School District has decided that periodic determination of revenues earned, expenses incurred, and/or net income is appropriate for capital maintenance, public policy, management control, accountability, or other purposes.

The School District's enterprise funds are:

Food Service Fund - This fund accounts for the financial transactions related to the food service operations of the School District.

Community Education Fund - This fund accounts for the financial activity related to providing adult school activities within the School District.

All proprietary funds are accounted for on a cost of services or "capital maintenance" measurement focus. This means that all assets and all liabilities, whether current or noncurrent, associated with their activity are included on their balance sheets. Their reported fund equity (net position) is segregated into investment in capital assets, net of related debt, and unrestricted net position, if applicable. Proprietary fund type operating statements present increases (revenues) and decreases (expenses) in net total position.

Depreciation of all exhaustive fixed assets used by proprietary funds is charged as an expense against their operations. Accumulated depreciation is reported on proprietary fund balance sheets. Depreciation has been provided over the estimated useful lives using the straight-line method. The estimated useful lives are as follows:

Equipment	12 Years
Light Trucks and Vehicles	4 Years
Heavy Trucks and Vehicles	6 Years

Fiduciary Funds - Fiduciary fund reporting focuses on net position and changes in net position. The fiduciary fund category is split into two classifications: trust funds and agency funds. Agency funds are used to account for assets held by the School District in a trustee capacity or as an agent for individuals, private organizations, other governments, and/or other funds (i.e. payroll and student activities). They are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations. The School District has four fiduciary funds; an unemployment compensation trust fund, a flexible benefit program, a student activity fund, and a payroll fund.

Measurement Focus

Government-wide Financial Statements - The government-wide financial statements are prepared using the economic resources measurement focus. All assets and all liabilities associated with the operation of the School District are included on the statement of net position.

Fund Financial Statements – All governmental funds are accounted for using a flow of current financial resources measurement focus. With this measurement focus, only current assets and current liabilities generally are included on the balance sheet. The statement of revenues, expenditures and changes in fund balances reports on the sources (i.e. revenues and other financing sources) and uses (i.e. expenditures and other financing uses) of current financial resources. This approach differs from the manner in which the governmental activities of the government-wide financial statements are prepared. Governmental fund financial statements, therefore, include a reconciliation with brief explanations to better identify the relationship between the government-wide statements and the statements for governmental funds.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Fund Financial Statements (Continued) - Like the government-wide statements, all proprietary fund types are accounted for on a flow of economic resources measurement focus. All assets and all liabilities associated with the operation of these funds are included on the statement of net position. The statement of changes in fund net position presents increases (i.e. revenues) and decreases (i.e. expenses) in net total position. The statement of cash flows provides information about how the School District finances and meets the cash flow needs of its proprietary activities. Fiduciary funds are reported using the economic resources measurement focus.

Basis of Accounting

Basis of accounting determines when transactions are recorded in the financial records and reported on the financial statements. Government-wide financial statements are prepared using the accrual basis of accounting. Governmental funds use the modified accrual basis of accounting. Proprietary and fiduciary funds also use the accrual basis of accounting. Differences in the accrual and the modified accrual basis of accounting arise in the recognition of revenue, the recording of unearned revenue, and in the presentation of expenses versus expenditures.

Revenues - Exchange and Non-exchange Transactions - Revenue resulting from exchange transactions, in which each party gives and receives essentially equal value is recorded on the accrual basis when the exchange takes place. On a modified accrual basis, revenue is recorded in the fiscal year in which the resources are measurable and become available. "Measurable" means the amount of the transaction can be determined and "available" means that the resources will be collected within the current fiscal year or are expected to be collected soon enough thereafter to be used to pay liabilities of the current fiscal year. For the School District, available means expected to be received within sixty days after fiscal year end.

Non-exchange transactions, in which the School District receives value without directly giving equal value in return, include Ad Valorem (property) taxes, grants, entitlements, and donations. Ad Valorem (Property) Taxes are susceptible to accrual, as under New Jersey State Statute, a municipality is required to remit to its school district the entire balance of taxes in the amount voted upon or certified, prior to the end of the school year. The School District records the entire approved tax levy as revenue (accrued) at the start of the fiscal year since the revenue is both measurable and available. The School District is entitled to receive monies under the established payment schedule and the unpaid amount is considered to be an "accounts receivable". With the exception of restricted formula aids recorded in the special revenue fund, revenue from grants, entitlements, and donations is recognized in the fiscal year in which all eligibility requirements have been satisfied. Eligibility requirements include timing requirements, which specify the fiscal year when the resources are required to be used or the fiscal year when use is first permitted, matching requirements, in which the School District must provide local resources to be used for a specified purpose, and expenditure requirements, in which the resources are provided to the School District on a reimbursement basis.

Under the modified accrual basis, the following revenue sources are considered to be both measurable and available at fiscal year-end; tuition, grants, fees, and rentals.

Expenses/Expenditures - On the accrual basis of accounting, expenses are recognized at the time they are incurred. The fair value of donated commodities used during the fiscal year is reported in the operating statement as an expense. Unused donated commodities are reported as unearned revenue. The measurement focus of governmental fund accounting is on decreases in net financial resources (expenditures) rather than expenses. Expenditures are generally recognized in the accounting period in which the related fund liability is incurred, if measurable. Allocations of cost, such as depreciation and amortization, are not recognized in governmental funds.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Budgets/Budgetary Control - Annual appropriated budgets are prepared in the spring of each fiscal year for the general, special revenue, and debt service funds. The budgets are submitted to the county office for their approval. Budgets are prepared using the modified accrual basis of accounting. The legal level of budgetary control is established at line item accounts within each fund. Line item accounts are defined as the lowest (most specific) level of detail as established pursuant to the minimum chart of accounts referenced in N.J.A.C. 6:23A-16.2(f)1. Transfers of appropriations may be made by School Board resolution at any time during the fiscal year in accordance with N.J.A.C. 6A:23A-13.3.

Formal budgetary integration into the accounting system is employed as a management control device during the fiscal 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 the one or more June state aid payments for budgetary purposes only and the special revenue fund. Encumbrance accounting is also employed as an extension of formal budgetary integration in the governmental fund types. Unencumbered appropriations lapse at fiscal year end.

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

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

Exhibit C-3 presents a reconciliation of the general fund revenues and special revenue fund revenues and expenditures from the budgetary basis of accounting as presented in the general fund budgetary comparison schedule and the special revenue fund budgetary comparison schedule to the GAAP basis of accounting as presented in the statement of revenues, expenditures and changes in fund balances – governmental funds. Note that the School District does not report encumbrances outstanding at year end as expenditures in the general fund since the general fund budget follows modified accrual basis with the exception of the revenue recognition policy for the one or more June state aid payments.

Encumbrances - Under encumbrance accounting purchase orders, contracts and other commitments for the expenditure of resources are recorded to reserve a portion of the applicable appropriation. Encumbrances are a component of fund balance at fiscal year end as they do not constitute expenditures or liabilities but rather commitments related to unperformed contracts for goods and services. Open encumbrances in governmental funds, other than the special revenue fund, which have not been previously restricted, committed, or assigned, should be included within committed or assigned fund balance, as appropriate.

Open encumbrances in the special revenue fund, however, for which the School District has received advances of grant awards, and all eligibility and time requirements satisfied are reflected on the balance sheet as unearned grant revenue at fiscal year end.

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

Cash, Cash Equivalents and Investments - Cash and cash equivalents, for all funds, include petty cash, change funds, cash in banks and all highly liquid investments with a maturity of three months or less at the time of purchase and are stated at cost plus accrued interest. Such is the definition of cash and cash equivalents used in the statement of cash flows for the proprietary funds. U.S. Treasury and agency obligations and certificates of deposit with maturities of one year or less when purchased are stated at cost. All other investments are stated at fair value.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Cash, Cash Equivalents and Investments (Continued) - New Jersey school districts are limited as to the types of investments and types of financial institutions they may invest in. N.J.S.A. 18A:20-37 provides a list of permissible investments that may be purchased by New Jersey school districts.

N.J.S.A. 17:9-41et seq. establishes the requirements for the security of deposits of governmental units. The statute requires that no governmental unit shall deposit public funds in a public depository unless such funds are secured in accordance with the Governmental Unit Deposit Protection Act (GUDPA), a multiple financial institution collateral pool, which was enacted in 1970 to protect governmental units from a loss of funds on deposit with a failed banking institution in New Jersey. Public depositories include State or federally chartered banks, savings banks or associations located in or having a branch office in the State of New Jersey, the deposits of which are federally insured. All public depositories must pledge collateral, having a market value at least equal to five percent of the average daily balance of collected public funds, to secure the deposits of Governmental Units. If a public depository fails, the collateral it has pledged, plus the collateral of all other public depositories, is available to pay the full amount of their deposits to the governmental units.

Tuition Receivable - Tuition charges were established by the School District based on estimated costs. The charges are subject to adjustment when the final costs are determined.

Tuition Payable - Tuition charges for the fiscal years ended June 30, 2014 and 2013 were based on rates established by the receiving school district. These rates are subject to change when the actual costs have been determined.

Inventories - Inventories are valued at cost, which approximates market. The costs are determined on a first-in, first-out basis.

The cost of inventories in governmental fund types is recorded as expenditures when purchased rather than when consumed, and is not recorded since any amounts are considered immaterial to the basic financial statements.

Inventories recorded in the government-wide financial statements and in the proprietary fund types are recorded as expenditures when consumed rather than when purchased.

Prepaid Expenses - Prepaid expenses recorded on the government-wide financial statements and in the proprietary fund types represent payments made to vendors for services that will benefit periods beyond June 30, 2014.

In the governmental fund types, however, payments for prepaid items are fully recognized as an expenditure in the fiscal year of payment. No asset for the prepayment is created, and no expenditure allocation to future accounting periods is required *(non-allocation method)*. This is consistent with the basic governmental concept that only expendable financial resources are reported by a specific fund.

Short-Term Interfund Receivables / Payables - Short-term interfund receivables / payables represent amounts that are owed, other than charges for goods or services rendered to / from a particular fund in the School District and that are due within one year. These amounts are eliminated in the governmental and business-type columns of the statement of net position, except for the net residual amounts due between governmental and business-type activities, which are presented as internal balances.

Capital Assets - General capital assets are those assets not specifically related to activities reported in the proprietary funds. These assets generally result from expenditures in the governmental funds. These assets are reported in the governmental activities column of the government-wide statement of net position but are not reported in the fund financial statements. Capital assets utilized by the proprietary funds are reported both in the business-type activities column of the government-wide statement of net position and the proprietary fund statement of net position.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Capital Assets (Continued) - All capital assets are capitalized at cost (or estimated historical cost) and updated for additions and retirements during the fiscal year. Donated fixed assets are recorded at their fair market value as of the date received. The School District maintains a capitalization threshold of $2,000. The School District does not possess any infrastructure. Improvements are capitalized; the cost of normal maintenance and repairs that do not add to the value of the asset or materially extend an asset's life are not. All reported capital assets except land and construction in progress are depreciated. Improvements are depreciated over the remaining useful lives of the related capital assets.

Depreciation is computed using the straight-line method over the following useful lives:

Description	Governmental Activities Estimated Lives	Business-Type Activities Estimated Lives
Land and Improvements	10-20 years	N/A
Buildings and Improvements	10-50 years	N/A
Furniture and Equipment	5-20 years	12 years
Vehicles	5-10 years	4-6 years

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

The entire compensated absence liability is reported on the government-wide financial statements.

For governmental funds, the current portion of unpaid compensated absences is the amount that is normally expected to be paid with expendable available financial resources. In proprietary funds, the entire amount of compensated absences is recorded as a fund liability.

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

Accrued Liabilities and Long-Term Obligations - All payables, accrued liabilities, and long-term obligations are reported on the government-wide financial statements, and all payables, accrued liabilities and long-term obligations payable from proprietary funds are reported on the proprietary fund financial statements. In general, governmental fund payables and accrued liabilities that, once incurred, are paid in a timely manner and in full from current financial resources are reported as obligations of the funds. However, claims and judgments, compensated absences, special termination benefits and contractually required pension contributions that will be paid from governmental funds are reported as a liability in the fund financial statements only to the extent that they are normally expected to be paid with expendable available financial resources. Bonds are recognized as a liability on the fund financial statements when due.

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

Net Investment in Capital Assets - This component represents capital assets, net of accumulated depreciation, net of outstanding balances of borrowings used for the acquisition, construction, or improvement of those assets.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Restricted – Net position is reported as restricted when there are limitations imposed on their use either through the enabling legislation adopted by the School District or through external restrictions imposed by creditors, grantors or law or regulations of other governments.

Unrestricted – Net position is reported as unrestricted when it does not meet the criteria of the other two components of net position.

It is the School District's policy to apply restricted resources when an expense is incurred for purposes for which both restricted and unrestricted assets are available.

Fund Balance – The School District reports fund balance in classifications that comprise a hierarchy based primarily on the extent to which the School District is bound to honor constraints on the specific purposes for which amounts in those funds can be spent. The School District's classifications, and policies for determining such classifications, are as follows:

Nonspendable – The nonspendable fund balance classification includes amounts that cannot be spent because they are either not in spendable form or are legally or contractually required to be maintained intact. The "not in spendable form" criteria includes items that are not expected to be converted to cash, such as inventories and prepaid amounts. The School District had no nonspendable fund balance at June 30, 2014.

Restricted – This fund balance classification includes amounts that are restricted to specific purposes. Such restrictions, or constraints, are placed on the use of resources either by being (a) externally imposed by creditors, grantors, contributors, or laws or regulations of other governments; or (b) imposed by law through constitutional provisions or enabling legislation.

Committed – This fund balance classification includes amounts that can only be used for specific purposes pursuant to constraints imposed by formal action of the School District's highest level of decision making authority, which for the School District is the Board of Education. Once committed, amounts cannot be used for any other purpose unless the Board of Education removes, or changes, the specified use by taking the same type of action imposing the commitment.

Assigned – This fund balance classification includes amounts that are constrained by the School District's *intent* to be used for specific purposes, but are neither restricted nor committed. *Intent* is expressed by either the Board of Education or by the Business Administrator, to which the Board of Education has delegated the authority to assign amounts to be used for specific purposes.

Unassigned – This fund balance classification is the residual classification for the General Fund. It represents fund balance that has not been assigned to other funds and that has not been restricted, committed, or assigned to specific purposes within the general fund. The general fund is the only fund that reports a positive unassigned fund balance amount. In other governmental funds, if expenditures incurred for specific purposes exceed the amounts restricted, committed, or assigned to those purposes, it may be necessary to report a negative unassigned fund balance.

When an expenditure is incurred for purposes for which both restricted and unrestricted fund balances are available, it is the School District's policy to spend restricted fund balances first. Likewise, when an expenditure is incurred for purposes for which amounts in any of the unrestricted fund balance classifications can be used, it is the policy of the School District to spend fund balances, if appropriate, in the following order: committed, assigned, then unassigned.

Operating and Non-Operating Revenues and Expenses - Operating revenues are those revenues that are generated directly from the primary activity of the proprietary funds. For the School District, these revenues are sales for the food service program. Non-operating revenues principally consist of interest income earned on various interest bearing accounts and federal and state subsidy reimbursements for the food service program.

Operating expenses are necessary costs incurred to provide the goods or services that are the primary activity of the fund. There are no non-operating expenses.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Interfunds – Interfund receivables and payables that arise from transactions between funds are recorded by all funds affected by such transactions in the period in which the transaction is executed.

Estimates - The preparation of financial statements in conformity with accounting principles generally accepted in the United State of America requires management to make estimates and assumptions that affect the amounts reported in the financial statements and accompanying notes. Actual results may differ from those estimates.

Recently Issued Accounting Pronouncements - In June 2012, the Governmental Accounting Standards Board (GASB) issued Statement No. 67, "Financial Reporting for Pension Plans – an amendment of GASB Statement 25", which revises existing standards of financial reporting for most pension plans. This Statement which is effective for periods beginning after June 15, 2013, will not have any effect on the District's financial statements.

In June 2012 the GASB issued Statement No. 68, "Accounting and Financial Reporting for Pensions – an amendment of GASB Statement No. 27". The primary objective of this Statement is to improve accounting and financial reporting by state and local governments for pensions. It also improves information provided by state and local governmental employers about financial support for pensions that is provided by other entities. This Statement results from a comprehensive review of the effectiveness of existing standards of accounting and financial reporting for pensions with regard to providing decision-useful information, supporting assessments of accountability and interperiod equity, and creating additional transparency. This Statement replaces the requirements of Statement No. 27, Accounting for Pensions by State and Local Governmental Employers, as well as the requirements of Statement No. 50, Pension Disclosures, as they relate to pensions that are provided through pension plans administered as trusts or equivalent arrangements (hereafter jointly referred to as trusts) that meet certain criteria. The requirements of Statements 27 and 50 remain applicable for pensions that are not covered by the scope of this Statement. This Statement which is effective for periods beginning after June 15, 2014, will have a significant impact on the District's financial statements.

In January 2013, the GASB issued Statement 69, "Government Combinations and Disposals of Government Operations". This statement establishes accounting and financial reporting standards related to government combinations and disposals of government operations. This Statement which is effective for periods beginning after December 15, 2013, will not have any effect on the District's financial statements.

In April 2013, the GASB issued Statement No. 70, "Accounting and Financial Reporting for Nonexchange Financial Guarantees" This Statement which is effective for periods beginning after June 15, 2013, will not have any effect on the District's financial statements.

In November 2013, the GASB issued Statement No. 71, "Pension Transition for Contributions made Subsequent to the Measurement Date – an amendment of GASB Statement No. 68". This Statement is required to be applied in conjunction with the provisions of GASB Statement No. 68 and is effective for periods beginning after June 15, 2014. The provisions of this statement will have a significant impact on the District's financial statements.

2. CASH AND CASH EQUIVALENTS

Custodial Credit Risk Related to Deposits – Custodial credit risk refers to the risk that, in the event of a bank failure, the School District's deposits might not be recovered. Although the School District does not have a formal policy regarding custodial credit risk, N.J.S.A. 17:9-41et seq. requires that governmental units shall deposit public funds in public depositories protected from loss under the provisions of the Governmental Unit Deposit Protection Unit (GUDPA). Under the Act, the first $250,000 of governmental deposits in each insured depository is protected by the Federal Deposit Insurance Corporation (FDIC). Public funds owned by the School district in excess of FDIC insured amounts are protected by GUDPA. However, GUDPA does not protect intermingled trust funds such as salary withholdings of funds that pass to the School District relative to the happening of a future condition. Such funds are classified as uninsured and uncollateralized. Of the School District's amount on deposit of $6,017,778 as of June 30, 2014, $279,883 was insured under FDIC and the remaining balance of $5,737,895 was collateralized under GUDPA.

3. CAPITAL RESERVE ACCOUNT

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

Funds placed in the capital reserve account are restricted to capital projects in the District's approved Long Range Facilities Plan (LRFP) and updated annually in the Quality Assurance Annual Report (QAAR). Upon submission of the LRFP to the New Jersey Department of Education, a school district may increase the balance in the capital reserve by appropriating funds in the annual general fund budget certified for taxes or by transfer at year end of any anticipated revenue or unexpended line-item appropriation amounts, or both. A school 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. 6:26-9.1(d), the balance in the account cannot at any time exceed the local support costs of uncompleted capital projects in its approved LRFP.

The activity of the capital reserve for the July 1, 2013 to June 30, 2014 fiscal year is as follows:

Balance – July 1, 2013		$ 766,951
Increased by:		
Transfer by Board Resolution	$ 676,000	
Unspent appropriations		
Cancelled accounts payable		
Interest Earned	1,918	677,918
		1,444,869
Decreased by:		
Budgeted Withdrawal		
Balance – June 30, 2014		$ 1,444,869

The June 30, 2014 capital reserve balance does not exceed the LRFP balance of local support costs of uncompleted capital projects.

4. RECEIVABLES

All receivables are considered collectible in full due to the stable condition of State programs and the current fiscal year guarantee of federal funds.

Receivables as of year-end for the District's individual major and fiduciary funds, in the aggregate, are as follows:

	General Fund	Capital Projects Fund	Special Revenue Funds	Proprietary Fund	Total
State Aid	$ 196,870	$ 251,680	$ 4,867	$ 398	$ 453,815
Federal Aid			531,116	3,368	534,484
Other				2,982	2,982
Total Accounts Receivable	$ 196,870	$ 251,680	$ 535,983	$ 6,748	$ 991,281

5. CAPITAL ASSETS

Capital asset activity for the fiscal year ended June 30, 2014, was as follows:

	Balance June 30, 2013	Additions	Disposals	Balance June 30, 2014
Governmental Activities:				
Capital Assets, not being depreciated:				
Land	$ 1,898,592			$ 1,898,592
Construction in progress				
Total capital assets, not being Depreciated	1,898,592			1,898,592
Capital Assets, being depreciated:				
Site Improvements	1,471,115			1,471,115
Building and Building Improvements	39,198,051			39,198,051
Equipment	4,463,979			4,463,979
Totals at historical cost	45,133,145			45,133,145
Less Accumulated Depreciation:				
Site Improvements	(482,385)	$ (60,399)		(542,784)
Building and Building Improvements	(13,764,821)	(830,800)		(14,595,621)
Equipment	(3,277,679)	(351,041)		(3,628,720)
Totals accumulated depreciation	(17,524,885)	(1,242,240)		(18,767,125)
Total Capital Assets, being depreciated, net	27,608,260	(1,242,240)		26,366,020
Governmental Activities Capital Assets, Net	$ 29,506,852	$ (1,242,240)		$ 28,264,612
Business-Type Activities:				
Capital Assets, being depreciated:				
Equipment	$ 382,016			$ 382,016
Less accumulated depreciation	(297,463)	$ (17,766)		(315,229)
Business-Type Activities Capital Assets, Net	$ 84,553	$ (17,766)		$ 66,787

Depreciation expense in the amount of $1,242,240 was charged to governmental functions as follows:

Function	Amount
Regular Instruction	$ 869,568
Plant Operations and Maintenance	186,336
Administration	124,224
Unallocated	62,112
Total depreciation expense	$ 1,242,240

6. INVENTORY

Inventory in the Food Service Fund at June 30, 2014 consisted of the following:

Food	$ 14,840
Supplies	5,324
	$ 20,164

7. LONG-TERM OBLIGATIONS

During the fiscal year ended June 30, 2014, the following changes occurred in long-term obligations:

	Principal Outstanding July 1, 2013	Additions	Reductions	Principal Outstanding June 30, 2014	Amounts Due Within One Year
Compensated Absences	$ 1,005,695	$ 295,140		$ 1,300,835	
Capital Lease Payable	17,523		$ 8,725	8,798	$ 4,228
General Obligation Bonds	17,591,000		1,250,000	16,341,000	1,286,000
	$ 18,614,218	$ 295,140	$ 1,258,725	$ 17,650,633	$ 1,290,228

Bonds Payable - Bonds and loans are authorized in accordance with State law by the voters of the District through referendums. All bonds are retired in serial installments within the statutory period of usefulness. Bonds issued by the District are as follows:

2000 General Obligation Bonds dated March 1, 2000 in the amount of $351,000 due in annual installments through March 1, 2015 bearing an interest rate of 5.40%.

2005 Refunding Bonds dated August 1, 2005 in the amount of $7,990,000 due in annual installments through August 1, 2021 bearing interest rates ranging from 4.00% - 4.25%.

2012 Refunding Bonds dated February 1, 2012 in the amount of $8,000,000 due in annual installments through August 15, 2025 bearing interest rates ranging from 3.00% - 4.00%.

Principal and interest due on bonds outstanding is as follows:

Year ending June 30,	Principal	Interest	Total
2015	$ 1,286,000	$ 643,923	$ 1,929,923
2016	1,250,000	585,506	1,835,506
2017	1,300,000	536,094	1,836,094
2018	1,355,000	484,469	1,839,469
2019	1,410,000	426,875	1,836,875
2020-2024	7,960,000	1,267,600	9,227,600
2025	1,780,000	71,200	1,851,200
	$ 16,341,000	$ 4,015,667	$ 20,356,667

As of June 30, 2014 the District had no authorized but not issued bonds.

Capital Leases Payable

As of June 30, 2014, the District had the following capital leases:

Equipment	Maturity Date	Interest Rate	Total Value
One Van	May 1, 2014	8.30%	21,631

7. LONG-TERM OBLIGATIONS (Continued)

Capital Leases Payable

The following is a schedule of the future minimum lease payments under this capital lease, and the present value of the net minimum lease payments at June 30, 2014:

Year Ending June 30,	Principal	Interest	Total
2015	$ 4,228	$ 730	$ 4,958
2016	4,570	388	4,958
	$ 8,798	$ 1,118	$ 9,916

Compensated Absences

Compensated absences will be paid from the fund from which the employees' salaries are paid.

8. OPERATING LEASES

At June 30, 2014, the District had operating lease agreements in effect for the following:

Copiers

Total operating lease payments made during the year ended June 30, 2013 and 2014 was $103,812 and $103,812 respectively. Future minimum lease payments are as follows:

Year Ended	Amount
June 30, 2015	$ 108,312
June 30, 2016	108,312
June 30, 2017	108,312
June 30, 2018	108,312
June 30, 2019	39,104
Total future minimum lease payments	$ 472,352

9. PENSION PLANS

Description of Plans – Substantially all of the School District's employees participate in one of the following pension plans which have been established by State statute, and are administered by the New Jersey Division of Pensions and Benefits (Division): the Teachers' Pension and Annuity Fund (TPAF), the Public Employees' Retirement System (PERS) or the Defined Contribution Retirement Program (DCRP). Each plan has a Board of Trustees that is primarily responsible for its administration. The Division issues a publicly available financial report that includes financial statements and required supplementary information. That report may be obtained by writing to the State of New Jersey, Division of Pensions and Benefits. P.O. Box 295, Trenton, New Jersey, 08625-0295.

Teachers' Pension and Annuity Fund (TPAF)

The Teachers' Pension and Annuity Fund is a cost-sharing contributory defined benefit pension plan which was established on January 1, 1955, under the provisions of N.J.S.A. 18A:66. The TPAF provides retirement, death and disability, and medical benefits to qualified members. Vesting and benefit provisions are established by N.J.S.A. 18A:66.

9. PENSION PLANS (CONTINUED)

Teachers' Pension and Annuity Fund (TPAF)

The contribution requirements of plan members are determined by State statute. In accordance with Chapter 92 and Chapter 103, P.L. 2007, plan members were required to contribute 5.5% of their annual covered salary. Chapter 78 P.L. 2011 changed the employee contribution rate as follows: Effective with the first payroll check to be paid on or after October 1, 2011 plan members rate will increase to 6.5% with an additional increase of .14% beginning in July 2012 and continuing each year until the rate reaches 7.5% in July 2018. The State Treasurer has the right under the current law to make temporary reductions in rates based on the existence of surplus pension assets in the retirement system; however, statute also requires the return to the normal rate when such surplus pension assets no longer exists.

Under current statute, all employer contributions are made by the State of New Jersey on-behalf of the School District and all other related non-contributing employers. No normal or accrued liability contribution by the School District has been required over the several preceding fiscal years.

Public Employees' Retirement System (PERS)

The Public Employees' Retirement System is a cost-sharing multiple-employer defined benefit pension plan which was established on January 1, 1955. The PERS provides retirement, death and disability, and medical benefits to certain qualified members. Vesting and benefit provisions are established by N.J.S.A. 43:15A and 43:3B.

The contribution requirements of plan members are determined by State statute. In accordance with Chapter 92 and Chapter 103, P.L. 2007, plan members were required to contribute 5.5% of their annual covered salary. Chapter 78 P.L. 2011 changed the employee contribution rate as follows: Effective with the first payroll check to be paid on or after October 1, 2011 plan members rate will increase to 6.5% with an additional increase of .14% beginning in July 2012 and continuing each year until the rate reaches 7.5% in July 2018. The State Treasurer has the right under the current law to make temporary reductions in rates based on the existence of surplus pension assets in the retirement system; however, statute also requires the return to the normal rate when such surplus pension assets no longer exists.

The School District is billed annually for its normal contribution plus any accrued liability. The School District's contributions, equal to the required contribution for each fiscal year, were as follows:

Public Employees Retirement System

Fiscal Year	Normal Contribution	Accrued Liability	Non-Contrib Group Life Insurance	Total Liability	Paid by District
2014	$ 50,563	$ 222,308	$ 4,641	$ 277,512	$ 277,512
2013	85,586	204,639	17,273	307,498	307,498
2012	135,795	271,590	25,955	433,340	433,340

Defined Contribution Retirement Program (DCRP)

The Defined Contribution Retirement Program is a cost-sharing multiple-employer defined contribution pension plan which was established on July 1, 2007, under the provisions of Chapter 92, P.L. 2007 and Chapter 103, P.L. 2007 (N.J.S.A.43:15C-1 et. seq), and expanded under the provisions of Chapter 89, P.L. 2008 and Chapter 1, P.L. 2010. The Defined Contribution Retirement Program Board oversees the DCRP, which is administered for the Divisions of Pensions and Benefits by Prudential Financial. The DCRP provides eligible members, and their beneficiaries, with a tax-sheltered, defined contribution retirement benefit, along with life insurance and disability coverage. Vesting and benefit provisions are established by N.J.S.A. 43:15C-1 et. seq.

9. PENSION PLANS (CONTINUED)

Defined Contribution Retirement Program (DCRP)

The contribution requirements of plan members are determined by State statute. In accordance with Chapter 92, P.L. 2007 and Chapter 103, P.L. 2007, plan members are required to contribute 5.5% of their annual covered salary. In addition to the employee contributions, the School District's contribution amounts for each pay period are transmitted to Prudential Financial not later than the fifth business day after the date on which the employee is paid for that pay period.

The School District's contributions, equal to the required contribution for each fiscal year, were as follows:

Year	Total Liability	Paid by District
2014	$ 20,317	$ 20,317
2013	14,862	14,862
2012	5,350	5,350

10. POST-RETIREMENT BENEFITS

The School District contributes to the New Jersey State Health Benefits Program (SHBP), a cost-sharing multiple-employer defined benefit post-employment healthcare plan administered by the State of New Jersey Division of Pension and Benefits. SHBP was established to provide medical, prescription drug, mental health/substance abuse and Medicare Part B reimbursement to retirees and their covered dependents. The State Health Benefits Program Act is found in New Jersey Statutes Annotated, Title 52, Article 17.25 et seq. Rules governing the operation and administration of the program are found in Title 17, Chapter 9 of the New Jersey Administrative Code. The State of New Jersey Division of Pension issues a publicly available financial report that includes financial statements and required supplementary information for SHBP. That report may be obtained by writing to the Division of Pension and Benefits, PO Box 295, Trenton, NJ 08625-0295.

P.L. 1987, c. 384 and P.L. 1990, c.6 required Teachers' Pensions and Annuity Fund (TPAF) and the Public Employees' Retirement System (PERS), respectively, to fund post-retirement medical benefits for those state employees who retire after accumulating 25 years of credited service or on a disability retirement. P.L. 2007, c.103 amended the law to eliminate the funding of post-retirement medical benefits through the TPAF and PERS. It created separate funds outside of the pension plans for the funding and payment of post-retirement medical benefits for retired state employees and retired educational employees. As of June 30, 2013, there were 100,134 retirees receiving post-retirement medical benefits, and the State contributed $1.07 billion on their behalf. The cost of these benefits is funded through contributions by the State 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 who retired from a board of education or county college with 25 years of service. The State paid $173.8 million toward Chapter 126 benefits for 17,356 eligible retired members in Fiscal Year 2013.

The State establishes the contribution rate based 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 the 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 contribution to the SHBP Fund for TPAF retirees' post-retirement benefits on behalf of the School District for the year ended June 30, 2014 was $1,067,028 which equaled the required contributions. The State's contribution to the SHBP 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.

11. ON-BEHALF PAYMENTS

For the fiscal year ended June 30, 2014, the School District has recognized as revenues and expenditures $650,776 of on-behalf payments made by the State of New Jersey for normal retirement costs related to TPAF and $1,148,139 for employer's share of social security contributions for TPAF members, as calculated on their base salaries.

12. RISK MANAGEMENT

The District is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; employee health and accident claims; and natural disasters. The District has chosen to purchase insurance to transfer risk to outside parties.

Property and Liability Insurance – The District is a member of the Burlington County School Joint Insurance Fund (BCIPJIF), a public entity risk pool currently operating as a common risk management and insurance program. The District pays an actuarial determined annual assessment to BCIPJIF for its insurance coverage. Supplemental assessments may be levied to supplement the fund. The District has not been notified of any supplemental assessments.

In addition, the District carries commercial insurance for all other risks of loss, including employee health, accident insurance and public official surety bonds. Settled claims resulting from these risks have not exceeded commercial insurance coverage in any of the past three fiscal years.

A complete schedule of insurance coverage can be found in the "Statistical Section" of this report.

New Jersey Unemployment Compensation Insurance - The District has elected to fund its New Jersey Unemployment Compensation Insurance under the "Business 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 expendable trust fund for the current and prior four years:

Fiscal Year	Employee Contributions	Board Contributions	Interest Earned	Amount Reimbursed	Ending Balance
2013-2014	$ 30,049	$ -	$ 1,272	$ 17,662	$ 541,393
2012-2013	22,780	-	3,908	123,906	527,734
2011-2012	31,002	244,867	4,165	181,875	624,952
2010-2011	29,423	293,282	2,515	195,282	526,793
2009-2010	32,888	242,620	831	31,675	396,855

13. DEFERRED COMPENSATION

The School District offers its employees a choice of various deferred compensation plans created in accordance with Internal Revenue Code Section 403(b) and 457. The plans, available to all permanent School District employees, permit participants to defer a portion of their current salary to future years. Participation in the plans is optional. The deferred compensation is not available to the participants until termination, retirement, death, or an unforeseeable emergency occurs. The plan assets are held in trust for the benefit of the employee and are administered by a third party therefore they are not reflected on the financial statements of the School District.

14. COMPENSATED ABSENCES

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

School District employees are granted vacation and sick leave in varying amounts in accordance with the School District's personnel policies. Unused sick leave may be accumulated carried forward to the subsequent years. Employees who retire from the School District shall be paid for unused sick leave in accordance with the School District's agreements with the various employee unions.

The liability for vested compensated absences is recorded within those funds as the benefits accrued to the employees. As of June 30, 2014, the liability for compensated absences in the governmental fund was $1,300,835.

15. FLEXIBLE BENEFITS PROGRAM

The District offers its employees a Flexible Benefits Program. The purpose of the program is to provide a tax incentive for plan participants incurring health premium expenses, dependent care expenses and other medical expenses not covered by other insurance. The District, who is the plan administrator, has contracted with a third party administrator to act as its agent to furnish reimbursement services. The plan participants redirect a prescribed amount of their gross pay (tax-free) into a reimbursement account and then in-turn submit claims to a third party administrator for repayment. Because of Internal Revenue Service regulations, if at the end of any plan year unexpended funds remain, these funds will be forfeited by the participants and returned to the District.

The following is a summary of District contributions, employee contributions, reimbursements to the plan participants for benefits paid and the ending balance of the District's fiduciary fund for the current and prior four years.

Fiscal Year	District Contributions	Interest Earnings	Employee Contributions	Amount Reimbursed	Ending Balance
2013-2014	$ -	$ 1,127	$ -	$ 210,844	$ 145,926
2012-2013	165,600	2,227	58,076	102,595	355,643
2011-2012	132,000	2,058	56,805	174,512	232,335
2010-2011	167,000	1,864	90,467	280,061	215,984
2009-2010	198,242	910	69,073	168,613	236,714

16. INTERFUND RECEIVABLES AND PAYABLES

Interfund receivables/payables are recorded to cover temporary cash shortages and/or timing differences in the respective funds. There are no interfund balances that are not expected to be repaid by June 30, 2015. The following interfund balances were recorded on the various balance sheets as of June 30, 2014:

Fund	Interfund Receivable	Interfund Payable
General	$ 446,463	202,376
Special Revenue		432,163
Proprietary	10,876	
Fiduciary	191,500	14,300
	$ 648,839	648,839

17. CONTINGENCIES

The School District 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 School District may be required to reimburse the grantor government.

At June 30, 2012, significant amounts of grant expenditures have not been audited by the granting agency, but the School District believes that disallowed expenditures discovered in subsequent audits, if any, will not have a material effect on any of the individual funds or the overall financial position of the School District. Additionally, deferred revenues are recognized in those funds that have received grant monies in advance of future, reimbursable expenditures.

18. DEFICIT UNRESTRICTED NET POSITION

As of June 30, 2014, a deficit of $979,589 existed in the Unrestricted Net Position of the Governmental Activities. A reconciliation of Unreserved Fund Balance reported on Exhibit B-1 to Unrestricted Net Position reported on Exhibited A-1 as follows:

Balances June 30, 2014		
Fund Balance (Deficit)		
(Exclusive of Capital Projects and Debt Service Funds):		
Fund Balance – Unassigned	$	596,116
Liabilities:		
Accrued Interest Payable		(274,870)
Compensated Absences		(1,300,835)
Unrestricted Net Position (Deficit)	$	979,589

19. FUND BALANCES

RESTRICTED

As stated in Note 1, the restricted fund balance classification includes amounts that are restricted to specific purposes. Such restrictions, or constraints, are placed on the use of resources by either of the following: (a) externally imposed by creditors, grantors, contributors, or laws or regulations of other governments; or (b) imposed by law through constitutional provisions or enabling legislation. Specific restrictions of the School District's fund balance are summarized as follows:

General Fund:

Excess Surplus – In accordance with N.J.S.A. 18A:7F-7, as amended, the designation of restricted fund balance - excess surplus is the result of 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 at the fiscal year end of June 30 if they did not appropriate a required minimum amount as budgeted fund balance in their subsequent years' budget. The excess fund balance at June 30, 2014 is $1,317,373 presented on the budgetary basis of accounting (Exhibit C-1). Additionally, $639,307 of excess fund balance generated during the 2012-2013 fiscal year has been restricted and designated for utilization in the 2014-2015 budget.

Capital Reserve – As of June 30, 2014, the balance in the capital reserve account is $766,951 which is restricted for future capital outlay expenditures for capital projects in the School District's approved Long Range Facilities Plan.

Maintenance Reserve Account – As of June 30, 2014, the balance in the maintenance reserve account is $200,000. These funds are restricted for the required maintenance of school facilities in accordance with the Educational Facilities Construction and Financing Act (EFCFA) (N.J.S.A. 18A:7G-9) as amended by P.L. 2004, c. 73 (S1701).

19. FUND BALANCES (Continued)

ASSIGNED

As stated in Note 1, the assigned fund balance classification includes amounts that are constrained by the School District's *intent* to be used for specific purposes, but are neither restricted nor committed. Specific assignments of the School District's fund balance are summarized as follows:

General Fund:

Other Purposes – At June 30, 2014 the School District has $204,712 of encumbrances outstanding for purchase orders and contracts signed by the School District, but not completed, as of the close of the fiscal year.

Debt Service Fund:

Designated for Subsequent Year's Expenditures – The School District has appropriated and included as an anticipated revenue for the fiscal year ending June 30, 2015, $2,853 of debt service fund balance.

UNASSIGNED

As stated in Note 1, the unassigned fund balance classification represents fund balance that has not been restricted, committed, or assigned to specific purposes. The School District's unassigned fund balance is summarized as follows:

General Fund – As of June 30, 2014, $596,116 of general fund balance was unassigned.

Capital Projects Fund – As of June 30, 2014, $320,165 of capital projects fund balance was unassigned.

Debt Service Fund – As of June 30, 2014, $1,134 of debt service fund balance was unassigned.

20. RESTATEMENT OF NET POSITION

Governmental Activities

As a result of an adjustment to the capital assets inventory of the Governmental Activities, net position as of June 30, 2013 has been restated as follows:

Net Position, June 30, 2013	$	11,692,819
Adjustment to prior year capital assets		2,093,582
Net Position, June 30, 2013 (Restated)	$	13,786,401

(1) Formerly reported as a deferred asset and amortized over the life of the related debt.

Business-type Activities

As a result of an adjustment to the capital assets inventory of the Business-type Activities, net position as of June 30, 2013 has been restated as follows:

Net Position, June 30, 2013	$	109,723
Adjustment to prior year capital assets		84,553
Net Position, June 30, 2013 (Restated)	$	194,276

Required Supplementary Information - Part II

Budgetary Comparison Schedules

HADDONFIELD BOARD OF EDUCATION
Budgetary Comparison Schedule
General Fund
Fiscal Year Ended June 30, 2014

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
REVENUES:					
Local sources:					
Local tax levy	$ 31,394,796	$ -	$ 31,394,796	$ 31,394,796	$ -
Tuition - Individuals	496,000		496,000	489,846	(6,154)
Tuition - Other Leas's within State				37,101	37,101
Capital reserve interest				1,918	1,918
Unresticted miscellaneous revenue	143,000		143,000	358,421	215,421
Total local sources	32,033,796		32,033,796	32,282,082	248,286
State sources:					
Extraordinary Aid	241,047		241,047	196,870	(44,177)
Special Education Aid	803,671		803,671	803,671	
Security Aid	36,070		36,070	36,070	
Adjustment Aid	252		252	252	
Transportation Aid	36,655		36,655	36,655	
Under Adequacy Aid	1,828		1,828	1,828	
On-behalf TPAF post retirement medical (non-budgeted)				1,067,028	1,067,028
On-behalf TPAF pension contributions (non-budgeted)				650,776	650,776
Reimbursed TPAF social security contributions (non-budgeted)				1,148,139	1,148,139
Total state sources	1,119,523		1,119,523	3,941,289	2,821,766
TOTAL REVENUES	33,153,319		33,153,319	36,223,371	3,070,052
EXPENDITURES:					
CURRENT EXPENSE:					
Regular Programs - Instruction:					
Salaries of teachers					
Kindergarten	417,500	(32,132)	385,368	383,743	1,625
Grades 1-5	3,938,188	(192,069)	3,746,119	3,742,561	3,558
Grades 6-8	2,642,650	(110,353)	2,532,297	2,477,126	55,171
Grades 9-12	3,769,856	(203,013)	3,566,843	3,514,015	52,828
Total Instruction	10,768,194	(537,567)	10,230,627	10,117,445	113,182
Regular Programs - Home Instruction:					
Salaries of teachers	52,000	20,953	72,953	62,047	10,906
Total Home Instruction	52,000	20,953	72,953	62,047	10,906

See Management's Discussion and Analysis section of this report for explanation of significant budget variances, original and final.

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HADDONFIELD BOARD OF EDUCATION
Budgetary Comparison Schedule
General Fund
Fiscal Year Ended June 30, 2014

(Continued from prior page)	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Regular Programs - Undistributed Instruction:					
Other salaries for instruction	$ 368,000	$ (74,546)	$ 293,454	$ 275,311	$ 18,143
Purchased professional - educ services	8,500	287,005	295,505	256,483	39,022
General supplies	297,066	197,693	494,759	422,977	71,782
Textbooks	215,315	(81,833)	133,482	84,777	48,705
Other objects	22,250	6,821	29,071	27,549	1,522
Total Undistributed Instruction	911,131	335,140	1,246,271	1,067,097	179,174
Total - Regular Programs - Instruction	11,731,325	(181,474)	11,549,851	11,246,589	303,262
Special Educ Instruction: Multiple Disabilities					
Salaries of teachers	62,000		62,000	61,793	207
General supplies	6,000		6,000	858	5,142
Total Multiple Disabilities	68,000		68,000	62,651	5,349
Special Educ Instruction: Res. Room/Res. Center					
Salaries of teachers	2,183,834	(134,555)	2,049,279	2,010,768	38,511
Other salaries for instruction	600,000	658	600,658	588,061	12,597
General supplies	13,000		13,000	12,721	279
Textbooks	6,000		6,000	5,604	396
Total Resource Room/Resource Center	2,802,834	(133,897)	2,668,937	2,617,154	51,783
Special Educ Instruction: Autism					
Purchased professional - educ services	670,381	412,348	1,082,729	998,694	84,035
Total Autism	670,381	412,348	1,082,729	998,694	84,035
Special Educ Instruction: Preschool Disabilities - PT					
Salaries of teachers	190,000		190,000	189,267	733
Other salaries for instruction	141,120	(14,361)	126,759	54,017	72,742
General supplies	1,750		1,750	1,701	49
Total Preschool Disabilities - Part-Time	332,870	(14,361)	318,509	244,985	73,524
Total Special Education - Instruction	3,874,085	264,090	4,138,175	3,923,484	214,691
School-Sponsored Cocurricular Act - Inst.					
Salaries	278,765	58,917	337,682	316,055	21,627
Supplies and materials	45,000	3,906	48,906	47,638	1,268
Total School-Sponsored Cocurr. Act. - Inst	323,765	62,823	386,588	363,693	22,895
School-Sponsored Athletics - Inst.					
Salaries	546,400	76,258	622,658	589,277	33,381
Purchased services (300-500)	87,000	1,480	88,480	88,480	
Supplies and materials	33,000	55,583	88,583	86,391	2,192
Other objects	14,000	(8,000)	6,000	5,798	202
Total School-Sponsored Athletics - Inst	680,400	125,321	805,721	769,946	35,775

See Management's Discussion and Analysis section of this report for explanation of significant budget variances, original and final ·

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HADDONFIELD BOARD OF EDUCATION
Budgetary Comparison Schedule
General Fund
Fiscal Year Ended June 30, 2014

(Continued from prior page)	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Other Instructional Programs - Instruction					
Salaries	$ 110,910	$ 10,595	$ 121,505	$ 92,306	$ 29,199
Total Other Instructional Programs - Inst.	110,910	10,595	121,505	92,306	29,199
Undistributed Expenditures - Instruction					
Tuition to CSSD & reg day schools		82,602	82,602	82,602	
Tuition to priv. sch. for the disabled w/i state	891,358	(19,520)	871,838	849,290	22,548
Tuition to priv. sch. for the disabled and other lea's - out of state	102,360	52,594	154,954	147,943	7,011
Tuition - State Facilities		67,230	67,230	67,230	
Total Undistributed Expenditures - Instruction	993,718	182,906	1,176,624	1,147,065	29,559
Undistributed Expenditures - Attend. and Social Work					
Salaries		3,580	3,580	3,558	22
Total Undistributed Expenditures - Attendance		3,580	3,580	3,558	22
Undistributed Expenditures - Health Services					
Salaries	266,358	10,269	276,627	264,813	11,814
Purchased prof. and technical services	1,000		1,000		1,000
Supplies and materials	21,700	4,135	25,835	25,055	780
Total Undistributed Expenditures - Health Svcs.	289,058	14,404	303,462	289,868	13,594
Undist. Expend. - Speech, OT, PT & Rel. Serv -					
Salaries	540,344	47,302	587,646	582,375	5,271
Purchased prof. and educational services	145,000		145,000	133,693	11,307
Supplies and materials	5,000		5,000	4,391	609
Total Undst. Expend. - Speech, OT, PT & Rel. Serv.	690,344	47,302	737,646	720,459	17,187
Undist. Expend. - Other Supp. Serv. Stud. - Extra. Serv -					
Purchased prof. and educational services	95,000		95,000	83,018	11,982
Total Undst. Expend. - Other Supp. Serv. Stud. - Extra. Serv -	95,000		95,000	83,018	11,982
Undist. Expenditures - Guidance					
Salaries of other professional staff	758,000	(71,420)	686,580	682,894	3,686
Salaries of secretarial and clerical assistants	55,000	(1,783)	53,217	53,023	194
Supplies and materials	1,650		1,650	1,000	650
Other objects	24,000	(12,693)	11,307	8,683	2,624
Total Undst. Expenditures - Guidance	838,650	(85,896)	752,754	745,600	7,154
Undist. Expend. - Child Study Teams					
Salaries of other professional staff	676,621	55,264	731,885	719,420	12,465
Salaries of secretarial and clerical assistants	111,185	444	111,629	111,629	
Supplies and materials	16,000	(159)	15,841	15,814	27
Total Undst. Expenditures - Child Study Teams	803,806	55,549	859,355	846,863	12,492

See Management's Discussion and Analysis section of this report for explanation of significant budget variances, original and final.

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HADDONFIELD BOARD OF EDUCATION
Budgetary Comparison Schedule
General Fund
Fiscal Year Ended June 30, 2014

(Continued from prior page)	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Undist. Expend. - Improvement of Instr. Services					
Salaries of supervisors of Instruction	$ -	$ 59,430	$ 59,430	$ 59,430	$ -
Salaries of other professional staff	87,842	9,370	97,212	96,087	1,125
Other purchased services (400-500)	2,000	45	2,045	991	1,054
Other objects	108,000	28,120	136,120	135,367	753
Total Undst. Expend. - Improvement of Instr. Services	197,842	96,965	294,807	291,875	2,932
Undist. Expend. - Educ. Media Serv./Sch. Library					
Salaries	238,306	866	239,172	238,651	521
Other purchased services (400-500)	2,300	(1,150)	1,150	1,150	
Supplies and materials	57,250	(9,397)	47,853	44,245	3,608
Total Undst. Expend. - Educ. Media Serv./Sch. Library	297,856	(9,681)	288,175	284,046	4,129
Undist. Expend. - Instructional Staff Training Services					
Other purchased services	89,000	(22,000)	67,000	53,228	13,772
Total Undst. Expend. - Instr. Staff Training Services	89,000	(22,000)	67,000	53,228	13,772
Undist. Expend. - Supp. Serv. General Admin.					
Salaries	371,000	(3,602)	367,398	366,633	765
Legal services	90,000		90,000	80,119	9,881
Audit fees	29,000		29,000	28,600	400
Other purchased professional services	1,000		1,000		1,000
Purchased technical services	14,000		14,000	13,475	525
Communications / telephone	107,500	(3,385)	104,115	82,579	21,536
Other purchased services (400-500)	25,000	(738)	24,262	16,740	7,522
General Supplies	5,000	1,167	6,167	6,121	46
Miscellaneous expenditures	44,500	9,373	53,873	52,543	1,330
Total Undst. Expend. - Supp. Serv. General Admin.	687,000	2,815	689,815	646,810	43,005
Undist. Expend. - Supp. Serv. School Admin.					
Salaries of principals/assist. principals	796,000	(338)	795,662	784,674	10,988
Salaries of other professional staff	130,000	(8,798)	121,202	84,634	36,568
Salaries of secretarial and clerical assistants	384,100	12,258	396,358	393,310	3,048
Other purchased services	13,000		13,000		13,000
Supplies and materials	75,500	9,126	84,626	80,998	3,628
Other objects	18,100	3,125	21,225	20,965	260
Total Undst. Expend. - Supp. Serv. School Admin.	1,416,700	15,373	1,432,073	1,364,581	67,492
Undist. Expend. - Central Services					
Salaries	404,000	1,055	405,055	395,631	9,424
Purchased professional services	25,000	10,370	35,370	34,908	462
Supplies and materials	4,500	233	4,733	2,988	1,745
Miscellaneous expenditures	20,000		20,000	18,366	1,634
Total Undst. Expend. - Central Services	453,500	11,658	465,158	451,893	13,265

See Management's Discussion and Analysis section of this report for explanation of significant budget variances, original and final.

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HADDONFIELD BOARD OF EDUCATION
Budgetary Comparison Schedule
General Fund
Fiscal Year Ended June 30, 2014

(Continued from prior page)	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Undist. Expend. - Required Maint. Sch. Facilities					
Salaries	$ 517,393	$ (18,038)	$ 499,355	$ 487,293	$ 12,062
Cleaning, repair, and maintenance services	245,000	118,835	363,835	274,121	89,714
General supplies	165,000	25,930	190,930	190,930	
Other objects	4,000	4,835	8,835	8,835	
Total Undst. Expend. - Required Maint. Sch. Facilities	931,393	131,562	1,062,955	961,179	101,776
Undist. Expend. - Custodial Services					
Salaries	202,607	(22,817)	179,790	178,947	843
Purchased professional & tech. services	1,183,200	(540)	1,182,660	1,182,660	
Rental of land & bldg. oth. than lease purch. agrmt.	195,000	(78,620)	116,380	116,380	
Other purchased property services	71,580	(5,931)	65,649	65,649	
Insurance	117,000	(49,305)	67,695	66,665	1,030
Energy (Natural Gas)	387,500	51,507	439,007	439,007	
Energy (Electricity)	387,500	(63,585)	323,915	323,915	
Total Undst. Expend. - Custodial Services	2,544,387	(169,291)	2,375,096	2,373,223	1,873
Total Undst. Expend. - Oper. & Maint. of Plant Services	3,475,780	(37,729)	3,438,051	3,334,402	103,649
Undist. Expend. - Student Trans. Services					
Salaries for pupil trans (other than bet home & sch)	189,573	(189,573)			
Salaries for pupil trans (bet home & sch) - special		197,120	197,120	176,222	20,898
Cleaning, repair, and maintenance services	15,000	19,185	34,185	34,185	
Lease payments	60,000	(36,830)	23,170	11,325	11,845
Contr. serv. (other than bet. home & sch.) - vendors	38,400	(2,589)	35,811	18,446	17,365
Contr. serv. (sp ed stds) - ESC's & CTSA's	301,000	(55,300)	245,700	228,637	17,063
Total Undst. Expend. - Student Trans. Services	603,973	(67,987)	535,986	468,815	67,171
Unallocated Benefits - Employee Benefits					
Social security contributions	468,000	(68,000)	400,000	354,987	45,013
Other retirement contributions - PERS	455,000	(137,588)	317,412	312,468	4,944
Unemployment compensation					
Workmen's compensation	133,800	(33,800)	100,000	100,000	
Health benefits	4,240,888	(345,861)	3,895,027	3,821,385	73,642
Tuition reimbursement	40,000		40,000	17,104	22,896
Other employee benefits	10,000	61,948	71,948	69,133	2,815
Total Unallocated Benefits - Employee Benefits	5,347,688	(523,301)	4,824,387	4,675,077	149,310
On-behalf TPAF post retirement medical (non-budgeted)				1,067,028	(1,067,028)
On-behalf TPAF pension contributions (non-budgeted)				650,776	(650,776)
Reimbursed TPAF social security contributions (non-budgeted)				1,148,139	(1,148,139)
Total Undstributed Expenditures - TPAF				2,865,943	(2,865,943)

See Management's Discussion and Analysis section of this report for explanation of significant budget variances, original and final.

(CONTINUED TO NEXT PAGE)

HADDONFIELD BOARD OF EDUCATION
Budgetary Comparison Schedule
General Fund
Fiscal Year Ended June 30, 2014

(Continued from prior page)	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Total Undstributed Expenditures	$ 16,279,915	$ (316,042)	$ 17,277,687	$ 19,499,046	$ (2,221,359)
Total General Current Expense	33,000,400	(34,687)	32,965,713	34,669,119	(1,703,406)
EXPENDITURES:					
CAPITAL OUTLAY					
Equipment					
Undistributed Expend. - Non-Instruction Services	190,000		190,000	188,269	1,731
Total Equipment	190,000		190,000	188,269	1,731
Facilities Acquisition and Construction Services					
Construction Services	303,000		303,000	254,015	48,985
Assessment for Debt Service on SDA Funding	80,694	34,687	115,381	115,381	
Total Facilities Acquisition and Construction Services	383,694	34,687	418,381	369,396	48,985
Total Capital Outlay	573,694	34,687	608,381	557,665	50,716
SPECIAL SCHOOLS:					
SUMMER SCHOOL:					
Summer School - Instruction:					
Salaries of Teachers	213,390		213,390	112,057	101,333
General Supplies					
Total Special Schools	213,390	-	213,390	112,057	101,333
Total Expenditures	$ 33,787,484	$ -	$ 33,787,484	$ 35,338,841	$ (1,551,357)
Excess (Deficiency) of Revenues Over (Under) Expenditures:	(634,165)		(634,165)	884,530	1,518,695
Other Financing Sources (Uses):					
Total Other Financing Sources					
Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Sources (Uses):	(634,165)		(634,165)	884,530	1,518,695
Fund Balance, July 1	2,893,271		2,893,271	2,893,271	
Fund Balance, June 30	$ 2,259,106	$ -	$ 2,259,106	$ 3,777,801	$ 1,518,695

Recapitulation of Fund Balance	
Restricted Fund Balance:	
Reserved Excess Surplus - Designated for Subsequent Years Expenditures	$ 639,307
Reserve for Excess Surplus	639,455
Reserve for Encumbrances	204,712
Capital Reserve	1,444,869
Maintenance Reserve	200,000
Unassigned Fund Balance	649,458
	3,777,801
Reconciliation on Governmental Fund Statements (GAAP):	
Less: State Aid Payment not Recognized on GAAP Basis	(53,342)
Fund Balance per Government Fund (GAAP)	$ 3,724,459

See Management's Discussion and Analysis section of this report for explanation of significant budget variances, original and final.

HADDONFIELD SCHOOL DISTRICT
Budgetary Comparison Schedule
Special Revenue Fund
Fiscal Year Ended June 30, 2014

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
REVENUES:					
State sources	$ 329,598		$ 329,598	$ 263,600	$ (65,998)
Federal sources	606,245		606,245	553,116	(53,129)
Total revenues	935,843		935,843	816,716	(119,127)
EXPENDITURES:					
Instruction:					
Salaries of teachers					
Purchased professional - educ. services	266,637		266,637	204,841	61,796
Purchased professional - tech. services	39,909		39,909	39,578	331
Other purchased services					
Tuition	446,095		446,095	446,095	
General supplies		618	618	618	
Textbooks	22,434		22,434	18,563	3,871
Total instruction	775,075	618	775,693	709,695	65,998
Support services:					
Other salaries for instruction					
Personal services - employee benefits					
Purchased professional - educ. services	33,697		33,697	18,180	15,517
Other purchased professional services					
Purchased professional and technical services	108,156		108,156	70,558	37,598
Other purchased services	618	(618)			
Travel					
Supplies and materials	18,297		18,297	18,283	14
Other objects					
Total support services	160,768		160,150	107,021	53,129
Facilities acquisition and construction services:					
Instructional equipment					
Noninstructional equipment					
Total facilities acq. and const. services					
Total expenditures	935,843		935,843	816,716	119,127
Total outflows	935,843		935,843	816,716	119,127
Excess (Deficiency) of revenues over (under) expenditures and other financing sources (uses)					

Haddonfield School District
Notes to Required Supplementary Information
Budgetary Comparison

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

	General Fund	Special Revenue Fund
Sources/inflows of resources		
Actual amounts (budgetary basis) "revenue" from the budgetary comparison schedules	$ 36,223,371	$ 816,716
Difference - budget to GAAP:		
State aid payment recognized for GAAP statements in the current year, previously recognized for budgetary purposes.	59,748	
State aid payment recognized for budgetary purposes, not recognized for GAAP statements until the subsequent year.	(53,342)	
Total revenues as reported on the statement of revenues, expenditures, and changes in fund balances - governmental funds.	$ 36,229,777	$ 816,716
Uses/outflows of resources		
Actual amounts (budgetary basis) "total expenditures" from the budgetary comparison schedule	$ 35,338,841	$ 816,716
Differences - budget to GAAP		
Encumbrances for supplies and equipment ordered but not received is reported in the year the order is placed for budgetary purposes, but in the year the supplies are received for financial reporting purposes.		
Total expenditures as reported on the statement of revenues, expenditures, and changes in fund balances - governmental funds	$ 35,338,841	$ 816,716

Other Supplementary Information

Special Revenue Fund
Detail Statements

HADDONFIELD SCHOOL DISTRICT
Special Revenue Fund
Combining Statement of Revenues and Expenditures
Budgetary Basis
for the Fiscal Year ended June 30, 2014

	Brought Forward (Exh. E-1B)	Brought Forward (Exh. E-1C)	Total
REVENUES:			
State sources	$ 213,007	$ 50,593	$ 263,600
Federal sources		553,116	553,116
Total revenues	213,007	603,709	816,716
EXPENDITURES:			
Instruction:			
Salaries of teachers			
Purchased professional educational services	$ 204,841		$ 204,841
Purchased professional and technical services	8,166	$ 31,412	39,578
Other purchased services			
Tuition		446,095	446,095
General supplies		618	618
Textbooks		18,563	18,563
Total instruction	213,007	496,688	709,695
Support services:			
Other salaries for instruction			
Personal services-employee benefits			
Purchased professional and educational services		18,180	18,180
Purchased professional and technical services		70,558	70,558
Other purchased services			
Supplies and materials		18,283	18,283
Other objects			
Total support services		107,021	107,021
Facilities acquisition & construction services			
Instructional equipment			
Total facilities acquisition & construction services		---	---
Total expenditures	$ 213,007	$ 603,709	$ 816,716
Excess (Deficiency) of revenues over (under) expenditures and other financing sources (uses)			

HADDONFIELD SCHOOL DISTRICT
Special Revenue Fund
Combining Statement of Revenues and Expenditures
Budgetary Basis
for the Fiscal Year ended June 30, 2014

	Nonpublic Auxiliary Services			Nonpublic Handicapped Services				
	Compensatory Education	Nonpublic Home Instruction	Transportation	Corrective Speech	Suppl. Instruction	Exam, & Classification	Nonpublic Technology	Carried Forward (Exh. E-1A)
REVENUES:								
State sources	$ 80,378	$ 4,867	$ 3,916	$ 36,951	$ 28,099	$ 50,630	$ 8,166	$ 213,007
Federal sources								
Total revenues	$ 80,378	$ 4,867	$ 3,916	$ 36,951	$ 28,099	$ 50,630	$ 8,166	$ 213,007
EXPENDITURES:								
Instruction:								
Salaries of teachers								
Other salaries for instruction								
Purchased professional educational services	80,378	4,867	3,916	36,951	28,099	50,630		204,841
Purchased professional and technical services							8,166	8,166
Tuition								
General supplies								
Textbooks								
Total instruction	80,378	4,867	3,916	36,951	28,099	50,630	8,166	213,007
Support services:								
Other salaries for instruction								
Personal services-employee benefits								
Purchased professional educational services								
Purchased professional and technical services								
Purchased property services								
Travel								
Other purchased services								
Supplies and materials								
Other objects								
Total support services	---	---	---	---	---	---	---	---
Facilities acquisition & construction services								
Instructional equipment								
Noninstructional equipment								
Total facilities acquisition & construction services	---	---	---	---	---	---	---	
Total expenditures	$ 80,378	$ 4,867	$ 3,916	$ 36,951	$ 28,099	$ 50,630	$ 8,166	$ 213,007
Excess (Deficiency) of revenues over (under) expenditures and other financing sources (uses)								

HADDONFIELD SCHOOL DISTRICT
Special Revenue Fund
Combining Statement of Revenues and Expenditures
Budgetary Basis
for the Fiscal Year ended June 30, 2014

	IDEA Preschool Current Yr.	IDEA Basic Current Yr.	Title II - Part A Current Year	EE4NJ	Nonpublic Textbooks	Nonpublic Nursing	Carried Forward (Exh. E-1A)
REVENUES:							
State sources				$ 618	$ 18,563	$ 31,412	$ 50,593
Federal sources	$ 18,283	$ 512,833	$ 22,000				553,116
Total revenues	$ 18,283	$ 512,833	$ 22,000	$ 618	$ 18,563	$ 31,412	$ 603,709
EXPENDITURES:							
Instruction:							
Salaries of teachers							
Other salaries for instruction							
Purchased professional educational services							
Purchased professional and technical services						31,412	31,412
Other purchased services							
Tuition		446,095					446,095
General supplies				618			618
Textbooks					18,563		18,563
		446,095		618	18,563	31,412	496,688
Support services:							
Other salaries for instruction							
Personal services-employee benefits							
Purchased professional educational services			18,180				18,180
Purchased professional and technical services		66,738	3,820				70,558
Purchased property services							
Travel							
Other purchased services							
Supplies and materials	18,283						18,283
Total support services	18,283	66,738	22,000		---	---	107,021
Facilities acquisition & construction services							
Instructional equipment							
Non-instructional equipment							
Total facilities acquisition & construction services	---	---	---	---	---	---	---
Total expenditures	$ 18,283	$ 512,833	$ 22,000	$ 618	$ 18,563	$ 31,412	$ 603,709
Excess (Deficiency) of revenues over (under) expenditures and other financing sources (uses)							

Capital Projects Fund
Detail Statements

HADDONFIELD SCHOOL DISTRICT
Capital Projects Fund
Summary Statement of Revenues, Expenditures,
and Changes in Fund Balance - Budgetary Basis
For the Fiscal Year ended June 30, 2014

Revenues and Other Financing Sources:	
Interest earned on investments	$ 1,134
Total revenues and other financing sources	1,134
Expenditures and Other Financing (Uses):	
Construction services	
Transfer to debt service	1,134
Total expenditures and other financing (uses)	1,134
Excess (deficiency) or revenues over (under) expenditures	
Fund Balance - July 1, 2013	320,165
Fund Balance - June 30, 2014	$ 320,165

HADDONFIELD SCHOOL DISTRICT
Capital Projects Fund
Statement of Project Revenues, Expenditures, Project Balance, and Project Status - Budgetary Basis
J. Fithian Tatem Elementary School Renovations
From Inception and for the Fiscal Year ended June 30, 2014

	Prior Periods	Current Year	Total	Revised Authorized Costs
Revenues and Other Financing Sources:				
State sources - SCC Grant	$ 120,120		$ 120,120	$ 120,120
Transfer from capital reserve				
Bond proceeds	159,074		159,074	159,074
Total revenues	279,194		279,194	279,194
Expenditures and Other Financing Uses:				
Purchased professional services	35,036		35,036	35,036
Construction services	244,158		244,158	244,158
	279,194		279,194	279,194
Excess (deficiency) or revenues over (under) expenditures	-	-	-	-

Additional project information:

Project Number	SP#1900-090-04-0AMS
Grant Date	05/10/05
Bond Authorization Date	12/14/04
Bonds Authorized	$ 186,366
Bonds Issued	$ 186,366
Original Authorized Cost	$ 338,486
Additional Authorized Cost	$ (59,292)
Revised Authorized Cost	$ 279,194
Percentage Increase over Original Authorized Cost	0.00%
Percentage Completion	90.00%
Original target completion date	12/31/06
Revised target completion date	N/A

HADDONFIELD SCHOOL DISTRICT
Capital Projects Fund
Statement of Project Revenues, Expenditures, Project Balance, and Project Status - Budgetary Basis
J. Fithian Tatem Elementary School Renovations
From Inception and for the Fiscal Year ended June 30, 2014

	Prior Periods	Current Year	Total	Revised Authorized Costs
Revenues and Other Financing Sources:				
State sources - SCC Grant	$ 303,357		$ 303,357	$ 303,357
Transfer from capital reserve				
Bond proceeds	525,266		525,266	525,266
Total revenues	828,623		828,623	828,623
Expenditures and Other Financing Uses:				
Purchased professional services	65,426		65,426	65,426
Construction services	763,197		763,197	763,197
	828,623		828,623	828,623
Excess (deficiency) or revenues over (under) expenditures	-	-	-	-

Additional project information:

Project Number	SP#1900-090-04-0AMR
Grant Date	05/10/05
Bond Authorization Date	12/14/04
Bonds Authorized	$ 530,928
Bonds Issued	$ 530,928
Original Authorized Cost	$ 802,285
Additional Authorized Cost	$ 26,338
Revised Authorized Cost	$ 828,623
Percentage Increase over Original Authorized Cost	3.99%
Percentage Completion	99.00%
Original target completion date	12/31/06
Revised target completion date	N/A

HADDONFIELD SCHOOL DISTRICT
Capital Projects Fund
Statement of Project Revenues, Expenditures, Project Balance, and Project Status - Budgetary Basis
Elizabeth Haddon Elementary School Renovations
From Inception and for the Fiscal Year ended June 30, 2014

	Prior Periods	Current Year	Total	Revised Authorized Costs
Revenues and Other Financing Sources:				
State sources - SCC Grant	$ 241,471		$ 241,471	$ 241,471
Transfer from capital reserve				
Bond proceeds	475,631		475,631	475,631
Total revenues	717,102		717,102	717,102
Expenditures and Other Financing Uses:				
Purchased professional services	56,889		56,889	56,889
Construction services	656,396		656,396	656,396
	713,285		713,285	713,285
Excess (deficiency) or revenues over (under) expenditures	$ 3,817	-	$ 3,817	$ 3,817

Additional project information:

Project Number	SP#1900-080-04-0AMP
Grant Date	05/10/05
Bond Authorization Date	12/14/04
Bonds Authorized	$ 475,631
Bonds Issued	$ 475,631
Original Authorized Cost	$ 657,102
Additional Authorized Cost	$ 60,000
Revised Authorized Cost	$ 717,102
Percentage Increase over Original Authorized Cost	9.13%
Percentage Completion	99.00%
Original target completion date	12/31/06
Revised target completion date	N/A

HADDONFIELD SCHOOL DISTRICT
Capital Projects Fund
Statement of Project Revenues, Expenditures, Project Balance, and Project Status - Budgetary Basis
Elizabeth Haddon Elementary School Renovations
From Inception and for the Fiscal Year ended June 30, 2014

	Prior Periods	Current Year	Total	Revised Authorized Costs
Revenues and Other Financing Sources:				
State sources - SCC Grant	$ 62,944		$ 62,944	$ 62,944
Transfer from capital reserve				
Bond proceeds	134,463		134,463	134,463
Total revenues	197,407		197,407	197,407
Expenditures and Other Financing Uses:				
Purchased professional services	15,265		15,265	15,265
Construction services	179,105		179,105	179,105
	194,370		194,370	194,370
Excess (deficiency) or revenues over (under) expenditures	$ 3,037	-	$ 3,037	$ 3,037

Additional project information:

Project Number	SP#1900-080-04-0AMQ
Grant Date	05/10/05
Bond Authorization Date	12/14/04
Bonds Authorized	$ 120,212
Bonds Issued	$ 120,212
Original Authorized Cost	$ 183,156
Additional Authorized Cost	$ 14,251
Revised Authorized Cost	$ 197,407
Percentage Increase over Original Authorized Cost	8.19%
Percentage Completion	99.00%
Original target completion date	12/31/06
Revised target completion date	N/A

HADDONFIELD SCHOOL DISTRICT
Capital Projects Fund
Statement of Project Revenues, Expenditures, Project Balance, and Project Status - Budgetary Basis
Central Elementary/Middle School Renovations
From Inception and for the Fiscal Year ended June 30, 2014

	Prior Periods	Current Year	Total	Revised Authorized Costs
Revenues and Other Financing Sources:				
State sources - SCC Grant	$ 1,007,686	$ -	$ 1,007,686	$ 1,007,686
Refund of prior year expenditures	92,890		92,890	92,890
Bond proceeds	1,514,325		1,514,325	1,514,325
Miscellaneous revenue	30,010		30,010	30,010
Total revenues	2,644,911		2,644,911	2,644,911
Expenditures and Other Financing Uses:				
Purchased professional services	285,646		285,646	285,646
Construction services	2,354,255		2,354,255	2,354,255
	2,639,901		2,639,901	2,639,901
Excess (deficiency) or revenues over (under) expenditures	$ 5,010	$ -	$ 5,010	$ 5,010

Additional project information:

Project Number	SP#1900-070-04-0AMN
Grant Date	05/10/05
Bond Authorization Date	12/14/04
Bonds Authorized	$ 1,843,608
Bonds Issued	$ 1,843,608
Original Authorized Cost	$ 2,944,739
Additional Authorized Cost	$ -
Revised Authorized Cost	$ 2,944,184
Percentage Increase over Original Authorized Cost	0.00%
Percentage Completion	87.00%
Original target completion date	12/31/06
Revised target completion date	N/A

HADDONFIELD SCHOOL DISTRICT
Capital Projects Fund
Statement of Project Revenues, Expenditures, Project Balance, and Project Status - Budgetary Basis
Central Elementary/Middle School Renovations
From Inception and for the Fiscal Year ended June 30, 2014

	Prior Periods	Current Year	Total	Revised Authorized Costs
Revenues and Other Financing Sources:				
State sources - SCC Grant	$ 665,740		$ 665,740	$ 665,740
Transfer from capital reserve				
Bond proceeds	1,138,304		1,138,304	1,138,304
Total revenues	1,804,044		1,804,044	1,804,044
Expenditures and Other Financing Uses:				
Purchased professional services	131,924		131,924	131,924
Construction services	1,664,484		1,664,484	1,664,484
	1,796,408		1,796,408	1,796,408
Excess (deficiency) or revenues over (under) expenditures	$ 7,636	-	$ 7,636	$ 7,636

Additional project information:

Project Number	SP#1900-070-04-0AMO
Grant Date	05/10/05
Bond Authorization Date	12/14/04
Bonds Authorized	$ 1,147,110
Bonds Issued	$ 665,740
Original Authorized Cost	$ 1,812,850
Additional Authorized Cost	$ -
Revised Authorized Cost	$ 1,812,850
Percentage Increase over Original Authorized Cost	0.00%
Percentage Completion	97.00%
Original target completion date	12/31/06
Revised target completion date	N/A

HADDONFIELD SCHOOL DISTRICT
Capital Projects Fund
Statement of Project Revenues, Expenditures, Project Balance, and Project Status - Budgetary Basis
Haddonfield Memorial High School School Renovations
From Inception and for the Fiscal Year ended June 30, 2014

	Prior Periods	Current Year	Total	Revised Authorized Costs
Revenues and Other Financing Sources:				
State sources - SCC Grant	$ 1,887,520		$ 1,887,520	$ 1,887,520
Transfer from capital reserve				
Bond proceeds	3,090,413		3,090,413	3,090,413
Miscellaneous revenue	26,909		26,909	$26,909
Total revenues	5,004,842		5,004,842	5,004,842
Expenditures and Other Financing Uses:				
Purchased professional services	409,191		409,191	409,191
Construction services	4,568,742		4,568,742	4,568,742
	4,977,933		4,977,933	4,977,933
Excess (deficiency) or revenues over (under) expenditures	$ 26,909	-	$ 26,909	$ 26,909

Additional project information:

Project Number	SP#1900-050-04-0AML
Grant Date	05/10/05
Bond Authorization Date	12/14/04
Bonds Authorized	$ 3,037,281
Bonds Issued	$ 3,037,281
Original Authorized Cost	$ 4,869,801
Additional Authorized Cost	$ 108,132
Revised Authorized Cost	$ 4,977,933
Percentage Increase over Original Authorized Cost	1.12%
Percentage Completion	99.00%
Original target completion date	12/31/06
Revised target completion date	N/A

HADDONFIELD SCHOOL DISTRICT
Capital Projects Fund
Statement of Project Revenues, Expenditures, Project Balance, and Project Status - Budgetary Basis
Haddonfield Memorial High School School Renovations
From Inception and for the Fiscal Year ended June 30, 2014

	Prior Periods	Current Year	Total	Revised Authorized Costs
Revenues and Other Financing Sources:				
State sources - SCC Grant	$ 325,966		$ 325,966	$ 325,966
Transfer from capital reserve				
Bond proceeds	1,942,523		1,942,523	1,942,523
Miscellaneous revenue	6,358		6,358	6,358
Total revenues	2,274,847		2,274,847	2,274,847
Expenditures and Other Financing Uses:				
Purchased professional services	184,166		184,166	184,166
Construction services	2,084,323		2,084,323	2,084,323
	2,268,489		2,268,489	2,268,489
Excess (deficiency) or revenues over (under) expenditures	$ 6,358	-	$ 6,358	$ 6,358

Additional project information:

Project Number	SP#1900-050-04-0AMM
Grant Date	05/10/05
Bond Authorization Date	12/14/04
Bonds Authorized	$ 1,623,864
Bonds Issued	$ 1,623,864
Original Authorized Cost	$ 2,079,830
Additional Authorized Cost	$ (130,000)
Revised Authorized Cost	$ 1,949,830
Percentage Increase over Original Authorized Cost	0.00%
Percentage Completion	91.00%
Original target completion date	12/31/06
Revised target completion date	N/A

HADDONFIELD SCHOOL DISTRICT
Capital Projects Fund
Statement of Project Revenues, Expenditures, Project Balance, and Project Status - Budgetary Basis
Haddonfield Memorial High School Renovations
From Inception and for the Fiscal Year ended June 30, 2014

	Prior Periods	Current Year	Total	Revised Authorized Costs
Revenues and Other Financing Sources:				
State sources - SCC Grant	$ 242,732	$ -	$ 242,732	$ 242,732
Transfer from capital reserve				
Bond proceeds	526,758		526,758	526,758
Miscellaneous revenue	13,078		13,078	13,078
Total revenues	782,568		782,568	782,568
Expenditures and Other Financing Uses:				
Purchased professional services				
Construction services	650,901		650,901	650,901
	650,901		650,901	650,901
Excess (deficiency) or revenues over (under) expenditures	$ 131,667	$ -	$ 131,667	$ 131,667

Additional project information:

Project Number	SP201155
Grant Date	05/01/02
Bond Authorization Date	---
Bonds Authorized	$ 526,758
Bonds Issued	$ 526,758
Original Authorized Cost	$ 877,930
Additional Authorized Cost	$ -
Revised Authorized Cost	$ 877,930
Percentage Increase over Original Authorized Cost	0.00%
Percentage Completion	98.00%
Original target completion date	09/30/04
Revised target completion date	09/30/05

HADDONFIELD SCHOOL DISTRICT
Capital Projects Fund
Statement of Project Revenues, Expenditures, Project Balance, and Project Status - Budgetary Basis
Haddonfield Memorial High Partial Roof Replacement
From Inception and for the Fiscal Year ended June 30, 2014

	Prior Periods	Current Year	Total	Revised Authorized Costs
Revenues and Other Financing Sources:				
State sources - SCC Grant	$ 110,600		$ 110,600	$ 110,600
Transfer from capital outlay	165,900		165,900	165,900
Total revenues	276,500		276,500	276,500
Expenditures and Other Financing Uses:				
Purchased professional services				
Construction services	225,019		225,019	225,019
	225,019		225,019	225,019
Excess (deficiency) or revenues over (under) expenditures	$ 51,481	$ -	$ 51,481	$ 51,481

Additional project information:

Project Number	1900-050-10-1004
Grant Date	03/21/11
Bond Authorization Date	N/A
Bonds Authorized	N/A
Bonds Issued	N/A
Original Authorized Cost	$ 276,500
Additional Authorized Cost	$ -
Revised Authorized Cost	$ 276,500
Percentage Increase over Original Authorized Cost	0.00%
Percentage Completion	0.00%
Original target completion date	12/31/11
Revised target completion date	06/30/12

HADDONFIELD SCHOOL DISTRICT
Capital Projects Fund
Statement of Project Revenues, Expenditures, Project Balance, and Project Status - Budgetary Basis
Elizabeth Haddon Partial Roof Replacement
From Inception and for the Fiscal Year ended June 30, 2014

	Prior Periods	Current Year	Total	Revised Authorized Costs
Revenues and Other Financing Sources:				
State sources - SCC Grant	$ 84,580	$ -	$ 84,580	$ 84,580
Transfer from capital outlay	176,170		176,170	176,170
Total revenues	260,750		260,750	260,750
Expenditures and Other Financing Uses:				
Purchased professional services				
Construction services	260,750		260,750	260,750
	260,750		260,750	260,750
Excess (deficiency) or revenues over (under) expenditures	$ -	$ -	$ -	$ -

Additional project information:

Project Number	1900-080-10-1007
Grant Date	07/15/13
Bond Authorization Date	N/A
Bonds Authorized	N/A
Bonds Issued	N/A
Original Authorized Cost	$ 211,450
Additional Authorized Cost	$ 49,300
Revised Authorized Cost	$ 260,750
Percentage Increase over Original Authorized Cost	0.00%
Percentage Completion	0.00%
Original target completion date	06/30/12
Revised target completion date	06/30/12

HADDONFIELD SCHOOL DISTRICT
Capital Projects Fund
Statement of Project Revenues, Expenditures, Project Balance, and Project Status - Budgetary Basis
Central Elementary Partial Roof Replacement
From Inception and for the Fiscal Year ended June 30, 2014

	Prior Periods	Current Year	Total	Revised Authorized Costs
Revenues and Other Financing Sources:				
State sources - SCC Grant	$ 56,500	$ -	$ 56,500	$ 56,500
Transfer from capital outlay	84,750		84,750	84,750
Total revenues	141,250		141,250	141,250
Expenditures and Other Financing Uses:				
Purchased professional services				
Construction services	57,000		57,000	57,000
	57,000		57,000	57,000
Excess (deficiency) or revenues over (under) expenditures	$ 84,250	$ -	$ 84,250	$ 84,250

Additional project information:

Project Number	1900-060-10-1005
Grant Date	07/15/13
Bond Authorization Date	N/A
Bonds Authorized	N/A
Bonds Issued	N/A
Original Authorized Cost	$ 141,250
Additional Authorized Cost	
Revised Authorized Cost	$ 141,250
Percentage Increase over Original Authorized Cost	0.00%
Percentage Completion	0.00%
Original target completion date	06/30/13
Revised target completion date	06/30/13

HADDONFIELD SCHOOL DISTRICT
Capital Projects Fund
Summary Statement of Project Expenditures
Year Ended June 30, 2014

Issue/Project Title	Original Date	Appropriations	Expenditures to Date Prior Years	Expenditures to Date Current Year	Canceled	Unexpended Balance
Various Capital Improvements to School Facilities	9/26/2000	$ 18,300,749	$ 18,154,214	$ -	$ 14,868	$ 131,667
Various Capital Improvements to School Facilities	12/14/2004	13,687,694	13,634,927			52,767
Haddonfield Memorial High School Partial Roof Replacement	3/11/2011	276,500	225,019			51,481
Elizabeth Haddon Partial Roof Replacement	7/1/2012	260,750	260,750			
Central Elementary Partial Roof Replacement	7/1/2012	141,250	57,000			84,250
Total		$ 32,666,943	$ 32,331,910	$ -	$ 14,868	$ 320,165

Proprietary Funds
Detail Statements

HADDONFIELD SCHOOL DISTRICT
Enterprise Funds
Statement of Net Position
as of June 30, 2014

	Food Service	Community Education	Total
ASSETS:			
Current assets:			
Cash and cash equivalents	$ 53,477	$ 62,335	$ 115,812
Accounts receivable:			
State	398		398
Federal	3,368		3,368
Interfund	10,876		10,876
Other	2,982		2,982
Inventories	20,164		20,164
Total current assets	91,265	62,335	153,600
Fixed assets:			
Equipment	382,016		382,016
Less Accumulated depreciation	(315,229)		(315,229)
Total fixed assets	66,787	-	-
Total assets	$ 158,052	$ 62,335	$ 153,600
LIABILITIES			
Current liabilities:			
Unearned revenue	$ 17,138		$ 17,138
Total current liabilities	17,138	-	17,138
NET POSITION			
Net investment in capital assets	66,787		66,787
Unrestricted	74,127	$ 62,335	136,462
Total net position	$ 140,914	$ 62,335	$ 203,249

HADDONFIELD SCHOOL DISTRICT
Enterprise Funds
Statement of Revenues, Expenses and Changes in Fund Net Position
for the Fiscal Years ended June 30, 2014

	Food Service	Community Education	Total
OPERATING REVENUES:			
Local sources:			
Daily sales-reimbursable programs:			
School lunch program	$ 164,951		$ 164,951
Total-daily sales-reimbursable programs	164,951		164,951
Program fees		$ 101,176	101,176
Daily sales non-reimbursable programs	299,716		299,716
Total operating revenue	464,667	101,176	565,843
OPERATING EXPENSES:			
Salaries	186,434	93,119	279,553
Employee benefits	36,915		36,915
Supplies and materials	16,228		16,228
Depreciation	17,766		17,766
Management fee	26,198		26,198
Cost of Sales	221,818		221,818
Direct Expenses	14,283	15,917	30,200
Other	-		-
Total operating expenses	519,642	109,036	628,678
Operating income (loss)	(54,975)	(7,860)	(62,835)
Non-operating revenues:			
State sources:			
State school lunch program	1,916		1,916
Federal sources:			
National school lunch program	17,998		17,998
U.S.D.A. commodities	20,273		20,273
Miscellaneous	30,972		30,972
Interest revenue	468	181	649
Total non-operating revenues	71,627	181	71,808
Net income (loss) before contributions and transfers	16,652	(7,679)	8,973
Change in net position	16,652	(7,679)	8,973
Net position - July 1 (restated)	124,262	70,014	194,276
Net position - June 30	$ 140,914	$ 62,335	$ 203,249

HADDONFIELD SCHOOL DISTRICT
Enterprise Funds
Statement of Cash Flows
for the Fiscal Years ended June 30, 2014

	Food Service	Community Education	Total
Cash flows from operating activities:			
Cash receipts from customers	$ 499,195	$ 101,176	$ 600,371
Cash payments to employees for services	(223,349)	(93,119)	(316,468)
Cash payments to suppliers for goods and services	(373,229)	(15,917)	(389,146)
Net cash used by operating activities	(97,383)	(7,860)	(105,243)
Cash flows from noncapital financing activities:			
Miscellaneous	26,715		26,715
Cash received from state and federal reimbursements	21,761		21,761
Net cash provided by noncapital financing activities	48,476		48,476
Cash flows from capital financing activities:			
Purchases of fixed assets			
Net cash used by capital financing activities			
Cash flows from investing activities:			
Interest on investments	468	181	649
Net cash provided by investing activities	468	181	649
Net increase (decrease) in cash and cash equivalents	(48,439)	(7,679)	(56,118)
Cash and cash equivalents, July 1	101,916	70,014	171,930
Cash and cash equivalents, June 30	$ 53,477	$ 62,335	$ 115,812
Reconciliation of operating income (loss) to net cash provided (used) by operating activities:			
Operating income (loss)	$ (54,975)	$ (7,860)	$ (62,835)
Adjustments to reconcile operating income (loss) to cash provided (used) by operating activities:			
Depreciation	17,766		17,766
Federal commodities	20,273		20,273
Cancellation of accounts payable/receivable	4,256		4,256
Change in assets and liabilities:			
(Increase)/decrease in inventory	534		534
(Increase)/decrease in accounts receivable	29,075		29,075
Increase/(decrease) in accounts payable	(115,508)		(115,508)
Increase/(decrease) in unearned revenue	4,234		4,234
Increase/(decrease) in interfund payable	(3,038)		(3,038)
Net cash used by operating activities	$ (97,383)	$ (7,860)	$ (105,243)

Fiduciary Funds
Detail Statements

HADDONFIELD SCHOOL DISTRICT
Fiduciary Funds
Combining Statement of Net Position
June 30, 2014

	Agency Funds		Employee Benefit Trust Funds		
	Student Activity	Payroll	Flexible Benefits Program	Unemployment Compensation Insurance Fund	Total
ASSETS:					
Cash and cash equivalents	$ 333,980	$ 20,203	$ 174,221	$ 349,893	$ 878,297
Interfund receivable				191,500	191,500
TOTAL ASSETS	$ 333,980	$ 20,203	$ 174,221	$ 541,393	$ 1,069,797
LIABILITIES					
LIABILITIES:					
Accounts payable			$ 28,295	$ -	$ 28,295
Payroll deductions and withholdings		$ 5,903			5,903
Interfund payable	$ -	14,300			14,300
Due to student groups	333,980				333,980
Total liabilities	333,980	20,203	28,295		382,478
NET POSITION					
Reserved for unemployment claims				541,393	541,393
Reserve for flex benefits			145,926		145,926
Total net position	---	---	$ 145,926	$ 541,393	$ 687,319

HADDONFIELD SCHOOL DISTRICT
Fiduciary Fund
Combining Statement of Changes in Fiduciary Net Position
for the Fiscal Year Ended June 30, 2014

	Employee Benefit Trust Funds		
	Flexible Benefits Program	Unemployment Compensation Insurance Fund	Total
REVENUES:			
Local sources:			
Board contributions	$ -	$ -	$ -
Employee contributions		30,049	30,049
Interest on Investments	1,127	1,272	2,399
Total Revenues	1,127	31,321	32,448
EXPENDITURES:			
Current Expense:			
Undistributed Expenditures:			
Unemployment claims		17,662	17,662
Flex benefit payments	210,844		210,844
Total Expenditures	210,844	17,662	228,506
Excess (deficiency) of revenues over (under) expenditures)	(209,717)	13,659	(196,058)
Net Position July 1	355,643	527,734	883,377
Net Position June 30	$ 145,926	$ 541,393	$ 687,319

HADDONFIELD SCHOOL DISTRICT
Student Activity Agency Fund
Schedule of Receipts and Disbursements
for the Fiscal Year ended June 30, 2014

	Balance June 30, 2013	Cash Receipts	Cash Disbursements	Accounts Payable June 30, 2014	Balance June 30, 2014
JUNIOR/SENIOR HIGH SCHOOLS:					
Haddonfield:					
Activities	$ 268,874	$ 724,370	$ 689,258		$ 303,986
Athletic	63,902	139,445	173,353		29,994
Total	$ 332,776	$ 863,815	$ 862,611	-	$ 333,980

HADDONFIELD SCHOOL DISTRICT
Payroll Agency Fund
Schedule of Receipts and Disbursements
for the Fiscal Year ended June 30, 2014

	Balance June 30, 2013	Additions	Deletions	Balance June 30, 2014
ASSETS:				
Cash and cash equivalents	$ 16,063	$ 25,000,942	$ 24,996,802	$ 20,203
Total assets	$ 16,063	$ 25,000,942	$ 24,996,802	$ 20,203
LIABILITIES:				
Payroll deductions and withholdings	$ 1,943	$ 12,844,604	$ 12,840,644	$ 5,903
Net payroll		12,156,158	12,156,158	
Interfund payable	14,120	180		14,300
Total liabilities	$ 16,063	$ 25,000,942	$ 24,996,802	$ 20,203

Long-Term Debt Schedules

HADDONFIELD SCHOOL DISTRICT
General Long-Term Debt Account Group
Statement of Serial Bonds
June 30, 2014

Issue	Date of Issue	Amount of Issue	Annual Maturities Date	Annual Maturities Amount	Rate of Interest	Balance July 1, 2013	Issued	Retired	Balance June 30, 2014
School Bonds	03/01/2000	$ 3,761,000	03/01/15	$ 351,000	5.40%	$ 696,000		$ 345,000	$ 351,000
School Bonds	03/01/2005	6,889,000				100,000		100,000	
Refunding Bonds	8/1/2005	11,025,000	08/01/14	845,000	4.250%	8,795,000		$805,000	7,990,000
			08/01/15	885,000	4.250%				
			08/01/16	925,000	4.250%				
			08/01/17	975,000	4.250%				
			08/01/18	1,020,000	4.030%				
			08/01/19	1,060,000	4.000%				
			08/01/20	1,110,000	4.000%				
			08/01/21	1,170,000	4.000%				
Balance Forward						$ 9,591,000	---	$ 1,250,000	$ 8,341,000

HADDONFIELD SCHOOL DISTRICT
General Long-Term Debt Account Group
Statement of Serial Bonds
June 30, 2014

Issue	Date of Issue	Amount of Issue	Annual Maturities Date	Annual Maturities Amount	Rate of Interest	Balance July 1, 2013	Issued	Retired	Balance June 30, 2014
Balance Brought Forward						$ 9,591,000		$ 1,250,000	$ 8,341,000
Refunding Bonds	2/1/2012	$ 8,000,000	02/15/15	$ 90,000	3.000%	8,000,000			8,000,000
			02/15/16	365,000	3.000%				
			02/15/17	375,000	3.000%				
			02/15/18	380,000	4.000%				
			02/15/19	390,000	4.000%				
			02/15/20	415,000	4.000%				
			02/15/21	425,000	4.000%				
			02/15/22	425,000	4.000%				
			02/15/23	1,645,000	4.000%				
			02/15/24	1,710,000	4.000%				
			02/15/25	1,780,000	4.000%				
Total						$ 17,591,000	$ -	$ 1,250,000	$ 16,341,000

HADDONFIELD SCHOOL DISTRICT
General Long-Term Debt Account Group
Statement of Obligations Under Capital Leases
June 30, 2014

Series	Interest Rate Payable	Amount of Original Issue	Amount Outstanding 6/30/2013	Issued Current Year	Retired Current Year	Amount Outstanding 6/30/2014
2009 Club Wagon	7.19%	$ 22,598	$ 4,821		$ 4,821	$ -
2011 Van	8.30%	21,631	12,702		3,904	8,798
			$ 17,523	$ -	$ 8,725	$ 8,798

HADDONFIELD SCHOOL DISTRICT
Budgetary Comparison Schedule
Debt Service Fund
Fiscal Year Ended June 30, 2014

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
REVENUES:					
Local sources:					
Local tax levy	$ 1,858,955		$ 1,858,955	$ 1,858,955	
Miscellaneous					
Total revenues - local sources	1,858,955		1,858,955	1,858,955	
State sources:					
Debt service aid type II	80,694		80,694	80,694	
Total revenues - state sources	80,694		80,694	80,694	
Total Revenues	1,939,649		1,939,649	1,939,649	
EXPENDITURES:					
Regular debt service:					
Interest	700,609		700,609	700,609	
Redemption of principal	1,250,000		1,250,000	1,250,000	
Expenses of refunding bonds					
Total Expenditures	1,950,609		1,950,609	1,950,609	
Excess (Deficiency) of revenues over (under) expenditures	(10,960)		(10,960)	(10,960)	
Other Financing Sources (Uses):					
Operating transfer in				1,134	$ 1,134
Total Other Financing Sources (Uses)				1,134	1,134
Net change in fund balance	(10,960)		(10,960)	(9,826)	1,134
Fund Balances, July 1	13,813		13,813	13,813	
Fund Balances, June 30	$ 2,853		$ 2,853	$ 3,987	$ 1,134

Statistical Section

Haddonfield School District
Net Position by Component,
Last Ten Fiscal Years
(accrual basis of accounting)

Exhibit J-1

	2005	2006	2007	2008	2009	2010	2011	2012	2013	2014
Governmental activities:										
Net investment in capital assets	$ (1,432,483)	$ 7,671,425	$ 8,220,049	$ 8,368,520	$ 8,623,475	$ 8,892,527	$ 9,072,224	$ 9,578,232	$ 9,804,747	$ 11,914,814
Restricted for:	-	-	-	-	-	-	-	-	-	-
Capital projects	10,811,112	888,135	278,152	166,480	148,066	224,422	700,923	1,150,903	1,087,116	1,765,034
Debt service	(343,687)	(35,658)	(68,453)	(147,685)	(256,515)	(308,351)	9,162	14,458	13,813	3,987
Other purposes	419,729	114,305	78,779	247,510	531,981	439,470	845,675	1,314,071	1,473,472	1,683,474
Unrestricted	(570,894)	(482,747)	(852,987)	(641,297)	(695,030)	(595,190)	(856,188)	(774,403)	(686,329)	(979,589)
Total governmental activities net position	$ 8,883,777	$ 8,155,460	$ 7,655,540	$ 7,993,528	$ 8,351,977	$ 8,652,878	$ 9,771,796	$ 11,283,261	$ 11,692,819	$ 14,387,720
Business-type activities:										
Net investment in capital assets	$ 93,895	$ 74,617	$ 55,347	$ 36,073	$ 16,792	$ 6,449	$ -	$ -	$ -	$ 66,787
Unrestricted	65,520	52,227	61,259	84,296	85,033	110,867	135,619	125,450	109,723	136,462
Total business-type activities net position	$ 159,415	$ 126,844	$ 116,606	$ 120,369	$ 101,825	$ 117,316	$ 135,619	$ 125,450	$ 109,723	$ 203,249
District-wide:										
Net investment in capital assets	$ (1,338,588)	$ 7,746,042	$ 8,275,396	$ 8,404,593	$ 8,640,267	$ 8,898,976	$ 9,072,224	$ 9,578,232	$ 9,804,747	$ 11,981,601
Restricted:										
Capital projects	10,811,112	888,135	278,152	166,480	148,066	224,422	700,923	1,150,903	1,087,116	1,765,034
Debt service	(343,687)	(35,658)	(68,453)	(147,685)	(256,515)	(308,351)	9,162	14,458	13,813	3,987
Other purposes	419,729	114,305	78,779	247,510	531,981	439,470	845,675	1,314,071	1,473,472	1,683,474
Unrestricted	(505,374)	(430,520)	(791,728)	(557,001)	(609,997)	(484,323)	(720,569)	(648,953)	(576,606)	(843,127)
Total district net position	$ 9,043,192	$ 8,282,304	$ 7,772,146	$ 8,113,897	$ 8,453,802	$ 8,770,194	$ 9,907,415	$ 11,408,711	$ 11,802,542	$ 14,590,969

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

Exhibit J-2

	Fiscal Year Ending June 30,									
	2005	2006	2007	2008	2009	2010	2011	2012	2013	2014
Expenses:										
Governmental activities:										
Instruction:										
Regular	$ 13,111,852	$ 11,400,394	$ 11,908,959	$ 11,574,958	$ 11,801,237	$ 12,112,451	$ 12,235,851	$ 12,272,871	$ 11,960,804	$ 12,674,897
Special education	2,509,576	2,508,648	2,861,165	2,911,940	3,194,446	3,272,380	3,830,367	3,471,486	4,028,326	4,369,579
Other instruction	1,474,094	1,085,274	1,083,371	1,107,339	1,110,379	1,067,012	1,077,473	1,106,102	1,163,390	1,225,945
Support Services:										
Tuition	699,891	718,413	857,463	812,659	1,026,695	1,336,186	783,100	1,098,794	1,300,539	1,147,065
Student & instruction related services	3,565,386	2,865,344	2,830,341	3,088,294	3,007,417	3,234,708	3,087,241	3,131,429	3,288,219	3,425,536
School administrative services	1,783,812	1,529,049	1,584,250	1,571,552	1,466,637	1,419,354	1,458,967	1,450,604	1,555,713	1,364,581
General and business administrative services	1,674,335	1,248,872	1,233,266	1,191,444	1,209,743	1,212,177	1,202,954	1,130,714	950,767	1,222,927
Plant operations and maintenance	3,699,460	3,352,113	3,849,168	3,790,970	3,637,968	3,652,703	3,474,005	3,971,747	4,475,539	4,069,678
Pupil transportation	579,606	533,426	629,566	503,835	451,054	341,765	306,140	533,737	299,965	468,815
Unallocated employee benefits		6,106,206	7,127,822	7,692,787	7,202,600	7,230,953	7,053,656	7,661,323	8,287,559	7,541,020
Special schools	28,277	174,760	184,246	184,009	210,996	165,035	161,341	108,653	136,209	112,057
Charter schools		-	-							
Interest on long-term debt	921,503	1,021,679	1,037,068	1,100,838	1,022,744	989,475	862,025	834,991	741,106	701,745
Unallocated depreciation	71,955	87,617	81,248	76,661	75,040	50,455	58,682	87,835	30,936	62,112
Total governmental activities expenses	30,119,747	32,631,795	35,267,933	35,607,286	35,416,956	36,084,654	35,591,802	36,860,286	38,219,072	38,385,957
Business-type activities:										
Community Education	74,118	85,256	88,670	89,310	77,154	77,217	79,191	81,841	82,722	109,036
Food service	472,719	478,657	461,805	502,895	539,276	545,408	535,136	554,666	559,954	519,642
Total business-type activities expense	546,837	563,913	550,475	592,205	616,430	622,625	614,327	636,507	642,676	628,678
Total district expenses	$ 30,666,584	$ 33,195,708	$ 35,818,408	$ 36,199,491	$ 36,033,386	$ 36,707,279	$ 36,206,129	$ 37,496,793	$ 38,861,748	$ 39,014,635
Program Revenues:										
Governmental activities:										
Operating grants and contributions	$ 2,602,975	$ 2,931,133	$ 3,912,700	$ 4,033,993	$ 3,088,834	$ 3,181,308	$ 3,501,365	$ 3,727,388	$ 4,314,447	$ 3,763,353
Total governmental activities program revenues	2,602,975	2,931,133	3,912,700	4,033,993	3,088,834	3,181,308	3,501,365	3,727,388	4,314,447	3,763,353

(Continued)

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

Exhibit J-2

	Fiscal Year Ending June 30,									
	2005	2006	2007	2008	2009	2010	2011	2012	2013	2014
Business-type activities:										
Charges for services:										
Community Education	$ 76,939	$ 93,493	$ 95,777	$ 83,903	$ 73,921	$ 79,161	$ 83,732	$ 80,861	$ 94,488	$ 101,176
Food service	396,930	381,134	368,734	381,675	467,055	494,153	493,216	490,935	464,331	464,667
Operating grants and contributions	52,312	51,523	51,958	60,065	55,233	64,166	54,378	67,815	66,799	71,159
Capital grants and contributions										
Total business type activities program revenues	526,181	526,150	516,469	525,643	596,209	637,480	631,326	639,611	625,618	637,002
Total district program revenues	$ 3,129,156	$ 3,457,283	$ 4,429,169	$ 4,559,636	$ 3,685,043	$ 3,818,788	$ 4,132,691	$ 4,366,999	$ 4,940,065	$ 4,400,355
Net (Expense)/Revenue:										
Governmental activities	$ (27,516,772)	$ (29,700,662)	$ (31,355,233)	$ (31,573,293)	$ (32,328,122)	$ (32,903,346)	$ (32,090,437)	$ (33,132,898)	$ (33,904,625)	$ (34,622,604)
Business-type activities	(20,656)	(37,763)	(34,006)	(66,562)	(20,221)	14,855	16,999	3,104	(17,058)	8,324
Total district-wide net expense	$ (27,537,428)	$ (29,738,425)	$ (31,389,239)	$ (31,639,855)	$ (32,348,343)	$ (32,888,491)	$ (32,073,438)	$ (33,129,794)	$ (33,921,683)	$ (34,614,280)
General Revenues and Other Changes in Net Position:										
Governmental activities:										
Property taxes levied for general purposes, net	$ 23,576,737	$ 25,332,545	$ 26,645,049	$ 27,758,553	$ 28,835,895	$ 29,287,620	$ 30,299,125	$ 30,826,248	$ 30,785,248	$ 31,394,796
Taxes levied for debt service	1,375,263	1,316,597	1,700,213	1,784,974	1,759,514	1,835,309	1,909,311	1,919,491	1,865,209	1,858,955
Unrestricted grants and contributions	1,709,019	1,632,349	1,647,924	1,681,342	1,605,934	1,495,619	359,785	1,024,049	1,033,493	1,081,752
State aid restricted for capital projects	4,707,694	-	-							
Tuition	70,254	363,924	324,482	373,907	267,028	215,049	220,243	321,758	492,118	526,947
Miscellaneous income	455,200	326,930	537,645	349,962	218,200	370,650	420,891	552,817	359,417	361,473
Transfers		-	-	(37,457)						
Total governmental activities	31,894,167	28,972,345	30,855,313	31,911,281	32,686,571	33,204,247	33,209,355	34,644,363	34,535,485	35,223,923
Business-type activities:										
Investment earnings	2,414	3,120	5,961	4,094	987	543	1,086	1,300	1,331	649
Miscellaneous income	1,013	2,072	17,807	28,774	690	93	218	3,245		
Cancellation of accounts receivable								(17,818)		
Transfers				37,457						
Total business-type activities	3,427	5,192	23,768	70,325	1,677	636	1,304	(13,273)	1,331	649
Total district-wide	$ 31,897,594	$ 28,977,537	$ 30,879,081	$ 31,981,606	$ 32,688,248	$ 33,204,883	$ 33,210,659	$ 34,631,090	$ 34,536,816	$ 35,224,572
Change in Net Position:										
Governmental activities	$ 4,377,395	$ (728,317)	$ (499,920)	$ 337,988	$ 358,449	$ 300,901	$ 1,118,918	$ 1,511,465	$ 630,860	$ 601,319
Business-type activities	(17,229)	(32,571)	(10,238)	3,763	(18,544)	15,491	18,303	(10,169)	(15,727)	8,973
Total district-wide	$ 4,360,166	$ (760,888)	$ (510,158)	$ 341,751	$ 339,905	$ 316,392	$ 1,137,221	$ 1,501,296	$ 615,133	$ 610,292

Haddonfield School District
Fund Balances, Governmental Funds,
Last Ten Fiscal Years
(modified accrual basis of accounting)

Exhibit J-3

	2005	2006	2007	2008	2009	2010	2011	2012	2013	2014
General Fund:										
Restricted for:										
Capital reserve	$ 111	$ 112	$ 116	$ 118	$ 119	$ 120	$ 200,121	$ 900,120	$ 766,951	$ 1,444,869
Maintenance reserve									200,000	200,000
Excess surplus	216,399	114,305	2,544	138,360	334,980	305,829	789,114	634,165	639,307	639,455
Excess surplus - designated for next year								679,906	634,165	639,307
Assigned - Reserve for encumbrances										204,712
Unassigned	767,884	497,065	488,420	705,063	766,590	693,792	669,318	635,917	593,100	596,116
Total general fund	$ 984,394	$ 611,482	$ 491,080	$ 843,541	$ 1,101,689	$ 999,741	$ 1,658,553	$ 2,850,108	$ 2,833,523	$ 3,724,459
All Other Governmental Funds										
Reserved:										
Encumbrances	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Unreserved, reported in:										
Special revenue fund										
Capital projects fund	$ 10,811,001	888,023	278,036	166,362	147,947	224,302	500,802	250,783	320,165	320,165
Debt service fund	92,958	328,197	280,204	184,028	62,215	18,430	9,162	14,458	13,813	3,987
Total all other governmental funds	$ 10,903,959	$ 1,216,220	$ 558,240	$ 350,390	$ 210,162	$ 242,732	$ 509,964	$ 265,241	$ 333,978	$ 324,152

Haddonfield School District
Changes in Fund Balances, Governmental Funds,
Last Ten Fiscal Years
(modified accrual basis of accounting)

Exhibit J-4

	2005	2006	2007	2008	2009	2010	2011	2012	2013	2014
Revenues										
Tax levy	$ 24,952,000	$ 26,649,142	$ 28,345,262	$ 29,543,527	$ 30,595,409	$ 31,122,929	$ 32,208,436	$ 32,745,739	$ 32,650,457	$ 33,253,751
Tuition charges	235,707	237,104	362,478	373,907	267,028	215,049	220,243	321,758	492,118	526,947
Miscellaneous	289,747	453,750	499,649	349,962	218,200	370,650	420,891	552,817	359,417	361,473
State sources	8,412,177	4,037,442	5,021,206	5,145,617	4,160,373	4,067,485	2,980,163	4,047,116	4,743,016	4,291,989
Federal sources	512,540	526,040	539,418	569,718	534,395	609,442	991,587	704,321	604,924	553,116
Total revenue	34,402,171	31,903,478	34,768,013	35,982,731	35,775,405	36,385,555	36,821,320	38,371,751	38,849,932	38,987,276
Expenditures										
Instruction										
Regular Instruction	9,957,266	10,683,035	11,019,941	11,070,891	11,247,319	11,704,775	11,605,322	11,670,436	11,599,918	11,510,189
Special education instruction	2,035,258	2,508,648	2,861,165	2,911,940	3,194,446	3,272,380	3,830,367	3,471,486	4,028,326	4,369,579
Other instruction	1,197,261	1,085,274	1,083,371	1,107,339	1,110,379	1,067,012	1,077,473	1,106,102	1,163,390	1,225,945
Support Services:										
Tuition	699,891	718,413	857,463	812,659	1,026,695	1,336,186	783,100	1,098,794	1,300,539	1,147,065
Student & instruction related services	2,891,927	2,865,344	2,830,341	3,088,294	3,007,417	3,159,054	3,087,241	3,131,429	3,288,219	3,425,536
School administrative services	1,349,029	1,425,689	1,492,869	1,490,271	1,386,430	1,419,354	1,366,859	1,364,459	1,555,713	1,364,581
General and business admin.services	1,358,892	1,248,872	1,233,266	1,191,444	1,209,743	1,212,177	1,202,954	1,130,714	851,565	1,098,703
Plant operations and maintenance	3,037,651	3,197,073	3,331,773	3,612,737	3,532,758	3,515,414	3,307,718	3,264,278	3,140,940	3,334,402
Pupil transportation	470,059	533,426	629,566	503,835	451,054	341,765	306,140	533,737	299,965	468,815
Employee Benefits	5,147,975	6,106,206	7,127,822	7,692,787	7,202,600	7,230,953	7,053,656	7,661,323	8,287,559	7,541,020
Special Schools	28,277	174,760	184,246	184,009	210,996	165,035	161,341	108,653	136,209	112,057
Capital outlay	3,261,682	10,029,734	953,252	18,102	86,921	72,045	109,119	875,710	1,194,331	557,665
Debt service:										
Principal	728,000	290,000	820,000	905,000	955,000	1,000,000	1,115,000	1,150,000	1,210,000	1,250,000
Interest and other charges	813,210	1,107,875	1,142,266	1,117,783	1,035,727	981,352	888,986	942,747	741,106	700,609
		137,123	-							
Total expenditures	32,976,378	42,111,472	35,567,341	35,707,091	35,657,485	36,477,502	35,895,276	37,509,868	38,797,780	38,106,166
Excess (Deficiency) of revenues over (under) expenditures	1,425,793	(10,207,994)	(799,328)	275,640	117,920	(91,947)	926,044	861,883	52,152	881,110
Other Financing sources (uses)										
Proceeds from borrowing	9,002,818	214,976	20,946			22,569	-	8,966,507	-	-
Payment to bond payment agent								(8,881,558)	-	-
Cancellation of accounts receivable	-	(246)	-	(93,572)						
Transfers in		-	118,315	45,382	11,603	5,664	169,285	188,004	87,602	1,134
Transfers out		-	(118,315)	(82,839)	(11,603)	(5,664)	(169,285)	(188,004)	(87,602)	(1,134)
Total other financing sources (uses)	9,002,818	214,730	20,946	(131,029)	-	22,569	-	84,949	-	-
Net change in fund balances	$ 10,428,611	$ (9,993,264)	$ (778,382)	$ 144,611	$ 117,920	$ (69,378)	$ 926,044	$ 946,832	$ 52,152	$ 881,110
Debt service as a percentage of noncapital expenditures	5.19%	4.36%	5.67%	5.67%	5.60%	5.44%	5.60%	5.71%	5.19%	5.19%

Source: District records

Note: Noncapital expenditures are total expenditures less capital outlay.

Haddonfield School District
General Fund - Other Local Revenue by Source
Last Ten Fiscal Years
(modified accrual basis of accounting)

Exhibit J-5

Fiscal Year Ending June 30,	Interest on Investments	Tuition	Transportation	Preschool Program Fees	Prior Year Refunds	Rentals	Summer Enrichment	Reading Recovery Program Fees	Student Activity Fee	Miscellaneous	Total
2005	$ 70,254	$ 235,707			$ 76,185	$ 26,599				$ 44,870	$ 453,615
2006	157,159	237,104			38,828	9,050				28,542	470,683
2007	206,534	362,478		$ 45,455	68,733	18,654				42,325	744,179
2008	140,777	323,555		50,352	104,481	22,090				37,232	678,487
2009	59,814	267,028	$ 16,893	56,525	41,835	9,720	$ 9,815			11,995	473,625
2010	15,398	215,049		66,557	77,855	25,720	34,830	$ 67,687		584	503,680
2011	24,268	220,243		65,416	250,451	27,895	21,640	5,250		22,585	637,748
2012	55,987	321,758		77,198	299,168	66,411	34,490	-		7,729	862,741
2013	68,505	367,920		84,478	125,168	39,715	39,720		$ 60,000	63,177	848,683
2014	28,210	382,845		95,107	188,705	52,217	48,995		56,950	34,257	887,286
	$ 826,906	$ 2,933,687	$ 16,893	$ 541,088	$ 1,271,409	$ 298,071	$ 189,490	$ 72,937	$ 116,950	$ 293,296	$ 6,560,727

Source: District records

Haddonfield School District
Assessed Value and Actual Value of Taxable Property,
Last Ten Fiscal Years

Exhibit J-6

Fiscal Year Ended June 30,	Vacant Land	Residential	Farm Reg.	Qfarm	Commercial	Industrial	Apartment	Total Assessed Value	Public Utilities a	Net Valuation Taxable	Tax-Exempt Property	Total Direct School Tax Rate b	Estimated Actual (County Equalized) Value
2005	$ 2,709,900	$ 900,204,200			$ 105,631,300		$ 6,214,200	$ 1,014,759,600	$ 4,061,304	$ 1,018,820,904	$ 151,157,000	2.620	1,571,028,304
2006	3,451,900	912,781,000			104,609,600		6,225,800	1,027,068,300	3,349,075	1,030,417,375	151,676,500	2.751	1,773,385,690
2007	2,849,400	920,345,300			106,420,600		5,949,600	1,035,564,900	3,023,543	1,038,588,443	151,571,800	2.844	2,003,446,434
2008	R 12,511,200	2,007,692,800			220,959,500		14,107,700	2,255,271,200	6,620,595	2,261,891,795	256,639,000	1.352	2,185,536,682
2009	12,449,200	2,011,863,200			218,652,200		14,012,200	2,256,976,800	7,235,354	2,264,212,154	257,249,300	1.375	2,221,502,914
2010	9,781,500	2,020,185,900			217,053,900		14,007,200	2,261,028,500	8,323,964	2,269,352,464	257,442,700	1.420	2,240,311,617
2011	9,265,400	2,016,563,800			214,971,600		13,990,900	2,254,791,700	7,550,383	2,262,342,083	255,691,100	1.447	2,281,045,590
2012	7,912,800	2,012,114,200			214,168,800		13,735,900	2,247,931,700	7,274,970	2,255,206,670	248,734,400	1.448	2,240,113,023
2013	7,566,000	1,998,319,100			210,260,800		13,735,900	2,229,881,800	5,899,042	2,235,780,842	249,037,500	1.488	2,186,783,204
2014	7,137,600	1,995,842,100			207,793,100		13,735,900	2,224,508,700	5,350,221	2,229,858,921	249,351,100	1.519	2,128,836,807

Source: Municipal Tax Assessor

Note:

Real property is required to be assessed at some percentage of true value (fair or market value) established by each county board of taxation.

Reassessment occurs when ordered by the County Board of Taxation

a Taxable Value of Machinery, Improvements and Equipment of Telephone, Telegraph and Messenger System Companies

b Tax rates are per $100

c Information not available.

R Revaluation.

Haddonfield School District
Direct and Overlapping Property Tax Rates
Last Ten Fiscal Years
(rate per $100 of assessed value)

Exhibit J-7

Fiscal Year Ended June 30,	Haddonfield School District Direct Rate			Overlapping Rates				Total Direct and Overlapping Tax Rate
	Basic Rate	General Obligation Debt Service	Total Direct	Borough of Haddonfield	Municipal Open Space	Municipal Library	Camden County	
2005	$ 2.490	$ 0.130	$ 2.620	$ 0.640			$ 1.190	$ 4.450
2006	2.631	0.120	2.751	0.709			1.302	4.762
2007	2.679	0.165	2.844	0.767	$ 0.010		1.271	4.892
2008	1.273	0.079	1.352	0.377	0.005		0.576	2.310
2009	1.300	0.075	1.375	0.391	0.005		0.567	2.338
2010	1.335	0.085	1.420	0.423	0.004		0.604	2.451
2011	1.362	0.085	1.447	0.408	0.005	$ 0.033	0.677	2.570
2012	1.363	0.085	1.448	0.435	0.006	0.033	0.720	2.642
2013	1.405	0.083	1.488	0.454	0.005	0.032	0.768	2.747
2014	1.436	0.083	1.519	0.455	0.005	0.031	0.769	2.779

Source: Municipal Tax Collector

Note:

NJSA 18A:7F-5d limits the amount that the district can submit for a general fund tax levy . The levy when added to other components of the district's net budget may not exceed the prebudget year net budget by more than the spending growth limitation calculated as follows: the prebudget year net budget increased by the cost of living or 2.5 percent, whichever is greater, plus any spending growth adjustments.

a The district's basic tax rate is calculated from the A4F form which is submitted with the budget and the Net Valuation Taxable.

b Rates for debt service are based on each year's requirements.

Haddonfield School District
Principal Property Tax Payers,
Current Year and Nine Years Ago

Exhibit J-8

	2013-2014			2004-2005	
Taxpayer	Taxable Assessed Value	% of Total District Net Assessed Value	Taxpayer	Taxable Assessed Value	% of Total District Net Assessed Value
One Centennial Square	$ 9,550,000	0.43%	One Centennial Square	$ 4,950,000	0.49%
Verizon	8,861,421	0.40%	95 Grove Street Partnership	4,007,700	0.40%
95 Grove Street Partnership	7,989,400	0.36%	Elzey/Zemi Realty/King's Road Assoc.	3,082,300	0.31%
Gerald & Erica Levin	5,540,000	0.25%	110 Kings Highway East Assoc.	3,017,000	0.30%
Tommar LLC	4,150,000	0.19%	Verizon	2,974,100	0.30%
110 Kings Highway East	4,124,900	0.18%	Individual Taxpayer	2,601,200	0.26%
807 Haddon Properties	3,530,000	0.16%	Park Lane Properties	2,446,000	0.24%
Laurie Industries (ACME Markets)	3,220,000	0.14%	ACME	2,350,000	0.23%
Thirty-Five Kings Highway East	3,000,000	0.13%	United Medical Corporation	2,241,600	0.22%
Thirty Washington LLC	3,000,000	0.13%	Chestnut House, LLC	2,219,500	0.22%
Total	$ 52,965,721	2.38%		$ 29,889,400	2.97%

Source: Municipal Tax Assessor

Haddonfield School District
Property Tax Levies and Collections,
Last Ten Fiscal Years

Exhibit J-9

Fiscal Year Ended June 30,	Taxes Levied for the Calendar Year	Collected within the Fiscal Year of the Levy[a]		Collections in Subsequent Years
		Amount	Percentage of Levy	
2005	$ 24,952,000	$ 24,952,000	100.00%	-
2006	26,649,142	26,649,142	100.00%	-
2007	28,345,262	28,345,262	100.00%	-
2008	29,543,527	29,543,527	100.00%	-
2009	30,595,409	30,595,409	100.00%	-
2010	31,122,929	31,122,929	100.00%	-
2011	32,208,436	32,208,436	100.00%	-
2012	32,745,739	32,745,739	100.00%	-
2013	32,650,457	32,650,457	100.00%	-
2014	33,253,751	33,253,751	100.00%	-

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

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

Haddonfield School District
Ratios of Outstanding Debt by Type
Last Ten Fiscal Years
(dollars in thousands, except per capita)

Exhibit J-10

	Governmental Activities				Business-Type Activities			
Fiscal Year Ended June 30,	General Obligation Bonds	Unfunded Pension Liability	Capital Leases	Bond Anticipation Notes (BANs)	Capital Leases	Total District	Percentage of Personal Income [a]	Per Capita [b]
2005	$ 28,840,000	$ -	$ 108,408	$ -	$ -	$ 28,948,408	6.72%	2,509
2006	24,976,000	-	135,906	-	-	25,111,906	5.52%	2,183
2007	24,156,000	-	103,113	-	-	24,259,113	5.15%	2,112
2008	23,251,000	-	64,833	-	-	23,315,833	4.82%	2,036
2009	22,296,000	-	24,893	-	-	22,320,893	4.62%	1,950
2010	21,296,000	-	21,894	-	-	21,317,894	4.33%	1,839
2011	20,181,000	-	13,515	-	-	20,194,515	3.93%	1,744
2012	18,801,000	-	26,058	-	-	18,827,058	3.57%	1,626
2013	17,591,000	-	17,523	-	-	17,608,523	c	1,530
2014	16,341,000	-	8,709	-	-	16,349,709	c	c

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

a Based on Per Capita Income for Camden County

b Based on School District Population as of July 1,

c Not available

Haddonfield School District
Ratios of Net General Bonded Debt Outstanding
Last Ten Fiscal Years
(dollars in thousands, except per capita)

Exhibit J-11

Fiscal Year Ended June 30,	General Bonded Debt Outstanding: General Obligation Bonds	Deductions	Net General Bonded Debt Outstanding	Percentage of Actual Taxable Value [a] of Property	Per Capita [b]
2005	$ 28,840,000	$ -	$ 28,840,000	2.83%	2,499
2006	24,976,000	-	24,976,000	2.42%	2,171
2007	24,156,000	-	24,156,000	2.33%	2,103
2008	23,251,000	-	23,251,000	1.03%	2,030
2009	22,296,000	-	22,296,000	0.98%	1,948
2010	21,296,000	-	21,296,000	0.94%	1,837
2011	20,181,000	-	20,181,000	0.89%	1,742
2012	18,801,000	-	18,801,000	0.83%	1,624
2013	17,591,000	-	17,591,000	0.79%	1,529
2014	16,341,000	-	16,341,000	0.73%	c

Note: Details regarding the district's outstanding debt can be found in the notes to the financial statements.
a See Exhibit J-6 for property tax data.
b Population data can be found in Exhibit J-14.
c Not available.

Haddonfield School District
Ratios of Overlapping Governmental Activities Debt
As of December 31, 2013

Exhibit J-12

Governmental Unit	Debt Outstanding	Estimated Percentage Applicable [a]	Estimated Share of Overlapping Debt
Debt repaid with property taxes:			
Borough of Haddonfield	$ 14,392,375	100.000%	$ 13,861,418
Camden County General Obligation Debt	211,014,203	5.457%	11,515,045
Subtotal, overlapping debt			25,376,463
Haddonfield School District Direct Debt			16,768,000
Total direct and overlapping debt			$ 42,144,463

Sources: **Assessed value data used to estimate applicable percentages provided by the Camden County Board of Taxation.**

Debt outstanding data provided by each governmental unit.

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

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

Haddonfield School District
Legal Debt Margin Information,
Last Ten Fiscal Years
(dollars in thousands)

Exhibit J-13

Legal Debt Margin Calculation for Fiscal Year 2014

		Equalized valuation basis
	2013	$ 2,124,708,718
	2102	2,194,388,618
	2011	2,235,344,205
	[A]	$ 6,554,441,541
Average equalized valuation of taxable property	**[A/3]**	$ 2,184,813,847
Debt limit (4% of average equalized valuation)	**[B]**	87,392,554 a
Net bonded school debt	**[C]**	16,341,000
Legal debt margin	**[B-C]**	$ 71,051,554

	Fiscal Year									
	2005	2006	2007	2008	2009	2010	2011	2012	2013	2014
	$ 56,349,059	$ 62,556,697	$ 70,343,859	$ 78,196,006	$ 84,351,635	$ 87,595,927	$ 89,423,817	$ 89,788,145	$ 89,401,281	$ 87,392,554
Total net debt applicable to limit	24,840,000	24,976,000	23,896,000	23,251,000	22,296,000	21,296,000	20,181,000	18,801,000	17,591,000	16,341,000
Legal debt margin	$ 31,509,059	$ 37,580,697	$ 46,447,859	$ 54,945,006	$ 62,055,635	$ 66,299,927	$ 69,242,817	$ 70,987,145	$ 71,810,281	$ 71,051,554
Total net debt applicable to the limit as a percentage of debt limit	44.08%	39.93%	33.97%	29.73%	26.43%	24.31%	22.57%	20.94%	19.68%	18.70%

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

a Limit set by NJSA 18A:24-19 for a K through 12 district; other % limits would be applicable for other districts

Haddonfield School District
Demographic and Economic Statistics
Last Ten Fiscal Years

Exhibit J-14

Year	Population [a]	Personal Income [b]	Per Capita Personal Income [c]	Unemployment Rate [d]
2005	11,539	$ 430,566,246	$ 37,314	2.8%
2006	11,505	455,149,305	39,561	2.9%
2007	11,488	470,962,048	40,996	2.7%
2008	11,454	484,046,040	42,260	3.6%
2009	11,448	483,586,416	42,242	5.7%
2010	11,592	492,161,544	42,457	6.0%
2011	11,582	513,765,938	44,359	5.9%
2012	11,577	527,216,580	45,540	5.9%
2013	11,507	e	e	4.1%
2014	e	e	e	e

Source:

a Population information provided by the NJ Dept of Labor and Workforce Development
b Personal income for Haddonfield Borough.
c Per Capita for Camden County.
d Unemployment data provided by the NJ Dept of Labor and Workforce Development
e Not available.

Haddonfield School District
Full-time Equivalent District Employees by Function/Program,
Last Nine Fiscal Years

Exhibit J-16

Function/Program	2006	2007	2008	2009	2010	2011	2012	2013	2014
Instruction									
Regular	194	169	173	188	172	172	172	170	170
Special education	26	28	40	40	34	34	34	43	47
Other special education					55	55	55	58	58
Vocational									
Other instruction					24	24	26	25	13
Support Services:									
Student & instruction related services	9	9	9	9	40	40	42	12	14
School administrative services	15	15	15	15	19	19	16	18	21
General and business administrative services	6	6	6	6	6	6	6	6	10
Plant operations and maintenance	9	9	9	9	12	12	13	8	8
Pupil transportation	7	7	5	4	8	8	8	12	12
Business and other support services	3	3	3	3					
Special Schools									
Food Service									
Child Care									
Total	269	246	260	274	370	370	372	352	353

Source: District Personnel Records

This schedule does not contain ten years of information as GASB #44 was implemented during this fiscal year ending June 30, 2006.

Haddonfield School District
Operating Statistics,
Last Nine Fiscal Years

Exhibit J-17

Fiscal Year	Enrollment	Operating Expenditures [a]	Cost Per Pupil	Percentage Change	Teaching Staff [b]	Pupil/Teacher Ratio: Elementary	Pupil/Teacher Ratio: Middle School	Pupil/Teacher Ratio: Senior High School	Average Daily Enrollment (ADE) [c]	Average Daily Attendance (ADA) [c]	% Change in Average Daily Enrollment	Student Attendance Percentage
2006	2,379	$ 30,546,740	$ 12,840.16	6.42%	220	1:23	1:17	1:17	2,394	2,278	1.95%	95.15%
2007	2,432	32,651,823	13,425.91	5.69%	197	1:23	1:17	1:17	2,350	2,250	-1.84%	95.74%
2008	2,388	33,666,206	14,098.08	5.01%	213	1:23	1:17	1:17	2,385	2,287	1.49%	95.89%
2009	2,412	33,620,970	13,939.04	-1.13%	228	1:20	1:21	1:20	2,410	2,315	1.04%	96.06%
2010	2,449	34,424,105	14,056.39	0.84%	208	1:20	1:21	1:20	2,451	2,352	1.70%	95.96%
2011	2,454	33,782,171	13,766.17	-2.06%	208	1:20	1:21	1:20	2,465	2,371	0.57%	96.19%
2012	2,503	34,541,411	13,800.00	0.24%	206	1:20	1:21	1:20	2,503	2,416	1.54%	96.52%
2013	2,547	35,652,343	13,997.78	1.43%	213	1:20	1:21	1:20	2,547	2,460	1.76%	96.58%
2014	2,560	35,597,906	13,905.43	-0.66%	217	1:20	1:21	1:20	2,573	2,481	1.02%	96.42%

Sources: District records

Note: Enrollment based on annual October district count.

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

This schedule does not contain ten years of information as GASB #44 was implemented during this fiscal year ending June 30, 2006.

Haddonfield School District
School Building Information
Last Nine Fiscal Years

Exhibit J-18

District Building	2006	2007	2008	2009	2010	2011	2012	2013	2014
Elizabeth Haddon Elementary School (1965)									
Square Feet	47,000	47,000	47,000	47,000	47,000	47,000	47,000	47,000	47,000
Capacity (students)	450	450	450	450	450	450	450	450	450
Enrollment	401	398	380	379	360	348	327	336	361
JF Tatern Elementary School (1923)									
Square Feet	46,000	46,000	46,000	46,000	46,000	46,000	46,000	46,000	46,000
Capacity (students)	490	490	490	490	490	490	490	490	490
Enrollment	406	409	405	426	447	481	511	515	440
Central Elementary School (1947)									
Square Feet	40,000	40,000	40,000	40,000	40,000	40,000	40,000	40,000	40,000
Capacity (students)	350	350	350	350	350	350	350	350	350
Enrollment	272	268	277	286	314	316	350	363	396
Haddonfield Middle School (1965)									
Square Feet	90,000	90,000	90,000	90,000	90,000	90,000	90,000	90,000	90,000
Capacity (students)	700	700	700	700	700	700	700	700	700
Enrollment	562	556	531	543	555	555	562	573	596
Memorial High School (1926)									
Square Feet	190,000	190,000	190,000	190,000	190,000	190,000	190,000	190,000	190,000
Capacity (students)	975	975	975	975	975	975	975	975	975
Enrollment	777	775	792	776	775	765	753	760	780

Number of Schools at June 30, 2014
- Elementary = 3
- Middle School = 1
- Senior High School = 1

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

This schedule does not contain ten years of information as GASB #44 was implemented during this fiscal year ending June 30, 2006.

Haddonfield School District
Schedule of Required Maintenance
Last Ten Fiscal Years

Exhibit J-19

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

* School Facilities	Project # (s)	2005	2006	2007	2008	2009	2010	2011	2012	2013	2014	Total
High School	SP#201155	$ 272,915	$ 272,475	$ 294,413	$ 305,809	$ 313,699	$ 494,029	$ 459,096	$ 445,380	$ 422,494	$ 442,142	$ 3,280,310
Middle School	SP#201156	211,250	210,951	245,345	254,842	261,417	236,275	205,128	213,008	202,063	211,459	2,040,279
J. Fithian Tatem Elementary School	SP#201154	132,015	131,842	147,206	152,904	156,849	118,137	107,448	106,504	101,031	105,730	1,153,936
Elizabeth Haddon Elementary School	SP#201157	132,015	131,842	147,206	152,904	156,849	118,137	107,448	106,504	101,031	105,730	1,153,936
Central Elementary School	SP#201158	132,015	131,842	147,206	152,904	156,849	107,399	97,680	96,822	91,847	96,118	1,114,564
Total School Facilities		$ 880,210	$ 878,952	$ 981,376	$ 1,019,363	$ 1,045,663	$ 1,073,977	$ 976,800	$ 968,218	$ 918,466	$ 961,179	$ 8,743,025

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

Source: District records

Haddonfield School District
Insurance Schedule
June 30, 2014

Exhibit J-20

	Coverage	Self Insured Retention	Deductible
School Package Policy (1)			
Building and Contents (All Locations)			
Limits of liability per occurrence	$ 150,000,000	$ 250,000	$ 500
General and Automobile Liability	15,000,000	250,000	
Workers' Compensation	Statutory	250,000	
Crime Coverage - Blanket Surety Coverage	500,000	250,000	500
School Board Legal Liability	15,000,000	100,000	
Pollution Legal Liability	3,000,000		25,000
Cyber Liability	1,000,000		25,000
Boiler and Machinery	125,000,000		1,000
Student Accident (2)	1,000,000		
Catastophic Student Accident (2)	6,000,000		
Surety Bonds (3)			
Treasurer	300,000		
Board Secretary	100,000		

(1) Burlington County Insurance Pool (JIF)
(2) National Union Fire Insurance Company
(3) Selective Insurance Company

Source: District records

Single Audit Section

INVERSO & STEWART, LLC
Certified Public Accountants

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-Member of-
American Institute of CPAs
New Jersey Society of CPAs

REPORT ON COMPLIANCE FOR EACH MAJOR PROGRAM AND REPORT ON INTERNAL CONTROL OVER COMPLIANCE AS REQUIRED BY OMB CIRCULAR A-133 AND STATE OF NEW JERSEY OMB CIRCULAR 04-04

INDEPENDENT AUDITOR'S REPORT

The Honorable President and Members
of the Board of Education
Haddonfield School District
County of Camden
Haddonfield, New Jersey

Report on Compliance for Each Major Federal and State Program

I have audited Haddonfield School District (School District), in the County of Camden, State of New Jersey's compliance with the types of compliance requirements described in the *OMB Circular A-133 Compliance Supplement,* and the *New Jersey State Aid/Grant Compliance Supplement* that could have a direct and material effect on each of the School District's major federal and state programs for the fiscal year ended June 30, 2014. The School District's major federal and state programs are identified in the Summary of Auditor's Results section of the accompanying Schedule of Findings and Questioned Costs.

Management's Responsibility

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

Auditor's Responsibility

My responsibility is to express an opinion on compliance for each of the School District's major federal and state programs based on my audit of the types of compliance requirements referred to above. I conducted my 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 OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations and* State of New Jersey OMB's Circular 04-04, *Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid.* Those standards, OMB Circular A-133 and State of New Jersey OMB's Circular 04-04 require that I plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal and state program occurred. An audit includes examining, on a test basis, evidence about the School District's compliance with those requirements and performing such other procedures as I considered necessary in the circumstances.

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

Opinion on Each Major Federal and State Program

In my opinion, the Haddonfield School District, in the County of Camden, State of New Jersey complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal and state programs for the fiscal year ended June 30, 2014.

Other Matters

The results of my auditing procedures disclosed instances of noncompliance, which are required to be reported under State of New Jersey OMB's Circular 04-04 and which is described in the accompanying *Schedule of Findings and Questioned Costs and Auditor's Management Report on Administrative Findings – Financial, Compliance and Performance* as findings no: 2014-2 and 2014-3. My opinion on the major state program is not modified with respect to this matter.

The School District's response to the findings identified in my audit is described in the accompanying *Schedule of Findings and Questioned Costs*. The School District's response was not subjected to the auditing procedures applied in the audit of compliance and, accordingly, I express no opinion on the response.

Report on Internal Control Over Compliance

Management of the Haddonfield 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 my audit of compliance, I considered the School District's internal control over compliance with the types of requirements that could have a direct and material effect on each major federal and state program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal and state programs and to test and report on internal control over compliance in accordance with OMB Circular A-133 and State of New Jersey OMB's Circular 04-04, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, I do not express an opinion on the effectiveness of the Haddonfield's School District's internal control over compliance.

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

My 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. I did not identify any deficiencies in internal control over compliance that I 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 my testing of internal control over compliance and the results of that testing based on the requirements of OMB Circular A-133 and the New Jersey OMB's Circular 04-04. Accordingly, this report is not suitable for any other purpose.

Report on Schedule of Expenditures of Federal Awards Required by OMB Circular A-133 and Expenditures of State Financial Assistance Required by New Jersey OMB's Circular 04-04

I have audited the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Haddonfield School District, in the County of Camden, State of New Jersey as of and for the year ended June 30, 2014, and the related notes to the financial statements, which collectively comprise the School District's basic financial statements. I have issued my report thereon dated September 20, 2014, which contained an unmodified opinion on those financial statements. My audit was conducted for the purpose of forming an opinion on the financial statements as a whole. The accompanying schedule of expenditures of federal and state awards is presented for purposes of additional analysis as required by OMB Circular A-133 and New Jersey OMB's Circular 04-04 and is not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and related directly to the underlying accounting and other records used to prepare the financial statements.

The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In my opinion, the schedule of expenditure of federal awards and the schedules of expenditures of state financial assistance are fairly stated in all material respects in relation to the basic financial statements as a whole.

INVERSO & STEWART, LLC
Certified Public Accountants

Robert P. Inverso
Certified Public Accountant
Public School Accountant

Marlton, New Jersey
September 18, 2014

HADDONFIELD SCHOOL DISTRICT
Schedule of Expenditures of Federal Awards
for the Fiscal Year ended June 30, 2014

Federal Grantor/Pass-Through Grantor/ Program Title	Federal CFDA Number	Grant or State Project Number	Program or Award Amount	Grant Period	June 30, 2013 Accounts Receivable	June 30, 2013 Deferred Revenue	June 30, 2013 Due to Grantor at	Carryover (Walkover) Amount	Cash Received	Budgetary Expenditures	Adjustment	Repayment of Prior Years' Balances	June 30, 2014 Accounts Receivable	June 30, 2014 Deferred Revenue	June 30, 2014 Due to Grantor at
U.S. Department of Education															
Special Revenue Fund:															
No Child Left Behind(N.C.L.B.)															
Title II - Part A	84.367	NCLB-1900-14	57,056	7/1/13 - 6/30/14					$ 22,000	$ (22,000)					
Individuals With Disabilities Act (I.D.E.I.A.)															
Part B - Basic	84.027	FT-1900-14	507,661	7/1/13 - 6/30/14						(512,833)			$ (512,833)		
Part B - Preschool	84.173	PS-1900-14	31,963	7/1/13 - 6/30/14						(18,283)			(18,283)		
Part B - Preschool	84.173	PS-1900-13	31,496	9/1/12 - 8/31/13	$ (17,277)				17,277						
Total Special Revenue Fund					(17,277)	---	---	---	39,277	(553,116)	---	---	(531,116)	---	---
U.S. Department of Agriculture															
Enterprise Fund:															
Food Distribution Program	10.550	N/A	20,273	9/1/13 - 6/30/14					20,273	(20,273)					
National School Lunch Program	10.555	N/A	17,998	9/1/13 - 6/30/14					14,630	(17,998)			(3,368)		
National School Lunch Program	10.555	N/A	36,183	9/1/12 - 6/30/13	(7,175)				7,175						
Total Enterprise Fund					(7,175)	---	---	---	42,078	(38,271)	---	---	(3,368)	---	---
Total Federal Awards					$ (24,452)	---	---	---	$ 81,355	$ (591,387)	---	---	$ (534,484)	---	---

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

HADDONFIELD SCHOOL DISTRICT
Schedule of Expenditures of State Financial Assistance
for the Fiscal Year ended June 30, 2014

State Grantor / Program Title	Grant or State Project Number	Program Award Amount	Grant Period	June 30, 2013 Accounts Receivable	June 30, 2013 Deferred Revenue	June 30, 2013 Due to Grantor at	Carryover (Walkover) Amount	Cash Received	Budgetary Expenditures	Adjustment	Repayment of Prior Years' Balances	June 30, 2014 (Accounts Receivable)	June 30, 2014 Deferred Revenue	June 30, 2014 Due to Grantor at
State Department of Education														
General Fund:														
Extraordinary Aid	14-100-034-5120-473	$ 196,870	7/1/13 - 6/30/14						$ (196,870)			$ (196,870)		
Extraordinary Aid	13-100-034-5120-473	178,988	7/1/12 - 6/30/13	$ (178,988)				$ 178,988						
Special Education Categorical Aid	14-495-034-5120-089	803,671	7/1/13 - 6/30/14					754,871	(803,671)			(48,800)		
Special Education Categorical Aid	13-495-034-5120-089	782,713	7/1/12 - 6/30/13	(55,270)				55,270						
Security Aid	14-495-034-5120-084	36,070	7/1/13 - 6/30/14					33,880	(36,070)			(2,190)		
Security Aid	13-495-034-5120-084	31,986	7/1/12 - 6/30/13	(2,259)				2,259						
Transportation Aid	14-495-034-5120-014	36,655	7/1/13 - 6/30/14					34,429	(36,655)			(2,226)		
Transportation Aid	13-495-034-5120-014	31,175	7/1/12 - 6/30/13	(2,201)				2,201						
Adjustment Aid	14-495-034-5120-085	252	7/1/13 - 6/30/14					237	(252)			(15)		
Adjustment Aid	13-495-034-5120-085	254	7/1/12 - 6/30/13	(18)				18						
Under Adequacy Aid	14-495-034-5120-083	1,828	7/1/13 - 6/30/14					1,717	(1,828)			(111)		
On Behalf TPAF Post Retirement Medical	14-495-034-5095-006	1,067,028	7/1/13 - 6/30/14					1,067,028	(1,067,028)					
On Behalf TPAF Pension	14-495-034-5095-001	650,776	7/1/13 - 6/30/14					650,776	(650,776)					
Reimbursed TPAF Social Security Contributions	14-495-034-5095-002	1,148,139	7/1/13 - 6/30/14					1,148,139	(1,148,139)					
Reimbursed TPAF Social Security Contributions	13-495-034-5095-002	1,158,364	7/1/12 - 6/30/13	(53,917)				53,917						
Total General Fund				(292,653)	—	—	—	3,983,730	(3,941,289)	—	—	(250,212)	—	—
Special Revenue Fund														
EE4NJ	N/A	85,968	7/1/12 - 6/30/13		$ 618				(618)					
N J. Nonpublic Aid:														
Textbook Aid	14-100-034-5120-064	22,434	7/1/13 - 6/30/14					22,434	(18,563)					$ 3,871
Nursing Aid	14-100-034-5120-070	31,729	7/1/13 - 6/30/14					31,729	(31,412)					317
Nursing Aid	13-100-034-5120-070	30,876	7/1/12 - 6/30/13			$ 309					$ 309			
Technology Aid	14-100-034-5120-373	8,180	7/1/13 - 6/30/14					8,180	(8,166)					14
Technology Aid	13-100-034-5120-373	8,210	7/1/12 - 6/30/13			201					201			
Auxillary Services:														
Compensatory Education	14-100-034-5120-067	114,701	7/1/13 - 6/30/14					114,701	(80,378)					34,323
Compensatory Education	13-100-034-5120-067	91,133	7/1/12 - 6/30/13			54,094					54,094			
Transportation	14-100-034-5120-068	11,438	7/1/13 - 6/30/14					11,438	(3,916)					7,522
Transportation	13-100-034-5120-068	7,392	7/1/12 - 6/30/13			5,353					5,353			
Home Instruction	14-100-034-5120-067	4,867	7/1/13 - 6/30/14						(4,867)				$ (4,867)	
Handicapped Services:														
Examination & Classification	14-100-034-5120-066	53,178	7/1/13 - 6/30/14					53,178	(50,630)					2,548
Examination & Classification	13-100-034-5120-066	39,966	7/1/12 - 6/30/13			11,778					11,778			
Corrective Speech	14-100-034-5120-066	52,340	7/1/13 - 6/30/14					52,340	(36,951)					15,389
Corrective Speech	13-100-034-5120-066	69,917	7/1/12 - 6/30/13			26,248					26,248			
Supplemental Instruction	14-100-034-5120-066	30,113	7/1/13 - 6/30/14					30,113	(28,099)					2,014
Supplemental Instruction	13-100-034-5120-066	35,802	7/1/12 - 6/30/13			8,466					8,466			
Total Special Revenue Fund				—	618	106,449	—	324,113	(263,600)	—	106,449	—	(4,867)	65,998

(Continued)

HADDONFIELD SCHOOL DISTRICT
Schedule of Expenditures of State Financial Assistance
for the Fiscal Year ended June 30, 2014

State Grantor / Program Title	Grant or State Project Number	Program Award Amount	Grant Period	June 30, 2013 Accounts Receivable	June 30, 2013 Deferred Revenue	June 30, 2013 Due to Grantor at	Carryover (Walkover) Amount	Cash Received	Budgetary Expenditures	Adjustment	Repayment of Prior Years' Balances	June 30, 2014 (Accounts Receivable)	June 30, 2014 Deferred Revenue	June 30, 2014 Due to Grantor at
New Jersey Economic Development Authority														
Capital Projects Fund														
Memorial High School	SP#1900-050-01-0155	$ 242,732	5/01/02 - 6/30/05			$ 14,868								$ 14,868
Central Elementary School	SP#1900-060-10-1005	56,500	7/01/12 - 6/30/13	$ (56,500)								$ (56,500)		
Memorial High School	SP#1900-050-10-1004	110,800	3/21/11 - 6/30/12	(110,600)								(110,600)		
Elizabeth Haddon School	SP#1900-080-10-1007	84,580	7/01/11 - 6/30/12	(84,580)								(84,580)		
Total Capital Projects Fund				(251,680)		14,868						(251,680)		14,868
Debt Service Fund														
Debt Service Aid Type II	14-495-034-5120-125	80,694	7/1/13 - 6/30/14	—				$ 80,694	$ (80,694)					
State Department of Agriculture														
Enterprise Fund:														
State School Lunch Program	14-100-010-3350-023	1,916	9/1/13 - 6/30/14					1,518	(1,916)			(398)		
State School Lunch Program	13-100-010-3350-023	3,165	9/1/12 - 6/30/13	(621)				621						
Total Enterprise Fund				(621)				2,139	(1,916)			(398)		
Total State Financial Assistance				$ (544,954)	$ 618	$ 121,317	—	$ 4,390,676	$ (4,287,499)	$ -	$ 106,449	$ (502,290)	$ (4,867)	$ 80,866

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

Haddonfield School District
Notes to the Schedules of Expenditures
of Federal Awards and State Financial Assistance
For the Fiscal Year Ended June 30, 2014

1. GENERAL

The accompanying schedules of expenditures of federal awards and state financial assistance present the activity of all federal awards and state financial assistance programs of the Board of Education, Borough of Haddonfield School District. The Board of Education is defined in Note 1 to the School Districts basic financial statements. All federal awards and state financial assistance received directly from federal and state agencies, as well as federal awards and state financial assistance passed through other government agencies, are included on the schedules of expenditures of federal awards and state financial assistance.

2. BASIS OF ACCOUNTING

The accompanying schedules of expenditures of federal awards and state financial assistance are 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 bases of accounting are described in Note 1 to the School District's basic financial statements. The information in this schedule is presented in accordance with the requirements of OMB Circular A-133, *Audits of State, Local Governments, and Non-Profit Organizations;* therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of, the basic financial statements.

3. RELATIONSHIP TO BASIC FINANCIAL STATEMENTS

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

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

The net adjustment to reconcile expenditures from the budgetary basis to the GAAP basis is $6,406 for the general fund and $-0- for the special revenue fund. See Exhibit C-3, 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. Expenditures from awards and financial assistance revenues are reported in the School District's basic financial statements on a GAAP basis as follows:

	Federal	State	Total
General Fund		$ 3,947,695	$ 3,947,695
Special Revenue Fund	$ 553,116	263,600	816,716
Debt Service Fund		80,694	80,694
Food Service Fund	38,271	1,916	40,187
Total Awards & Financial Assistance	$ 591,387	$ 4,293,905	$ 4,885,292

Haddonfield School District
Notes to the Schedules of Expenditures
of Federal Awards and State Financial Assistance
For the Fiscal Year Ended June 30, 2014
(Continued)

4. RELATIONSHIP TO FEDERAL AND STATE FINANCIAL REPORTS

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

5. OTHER

Revenues and expenditures reported under the Food Distribution Program represent current year value received and current year distributions respectively. The amount reported as TPAF Pension Contributions represents the amount paid by the state on behalf of the School District for the year ended June 30, 2014. TPAF Social Security Contributions represents the amount reimbursed by the State for the School District's share of social security contributions for TPAF members for the year ended June 30, 2014.

6. MAJOR PROGRAMS

Major programs are identified in the Summary of Auditor's Results section of the Schedule of Findings and Questioned Costs.

HADDONFIELD SCHOOL DISTRICT
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2014

Section I --Summary of Auditor's Results

Financial Statements

Type of auditor's report issued: Unmodified

Internal control over financial reporting:

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

2) Significant deficiencies identified? ____ yes X none reported

Noncompliance material to basic financial statements noted? ____ yes X no

Federal Awards

Internal Control over major programs:

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

2) Significant deficiencies identified? ____ 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 section 510(a) of OMB Circular A-133 ? ____ yes X no

Identification of major programs:

CFDA Number(s)	Name of Federal Program or Cluster
84.127	I.D.E.A. Part B
10.555	National School Lunch Program

Dollar threshold used to distinguish betwwen type A and type B programs: $300,000

Auditee qualified as low-risk auditee? X yes no

HADDONFIELD SCHOOL DISTRICT
SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONT'D)
FOR THE FISCAL YEAR ENDED JUNE 30, 2014

Section I --Summary of Auditor's Results (Cont'd)

State Awards Section

Dollar threshold used to distinguish between type A and type B programs: $300,000

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

Internal Control over major programs:

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

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

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

Any audit findings disclosed that are required to be reported in accordance with N.J. OMB Circular 04-04? ____ yes X no

Identification of major programs:

GMIS Number(s)	Name of State Program
14-495-034-5120-089	Special Education Aid
14-495-034-5095-002	Reimbursed TPAF Social Security Contributions
14-100-010-3350-023	School Lunch Program

HADDONFIELD SCHOOL DISTRICT
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2014

Section 2 -- Schedule of Financial Statement Findings

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

Finding #2014-1

Criteria or specific requirement:

N.J.A.C. 6A:23-16.12 and good internal control require the prompt deposit of cash receipts.

Condition:

Community Education, Middle School and High School student activity receipts were not deposited promptly.

Context:

The student activity and community education receipts testing disclosed a number of receipts that were not deposited promptly.

Effect:

The District did not comply with N.J.A.C. 6A:23-16-12.

Cause:

Oversight

Recommendation:

That all student activity and community education receipts be deposited promptly.

View of Responsible Officials and Planned Corrective Action:

The responsible officials agree with the finding and will address the matter as part of their corrective action plan.

HADDONFIELD SCHOOL DISTRICT
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2014

Section 3 -- Schedule of Federal Awards and State Financial Assistance Findings and Questioned Costs

This section identifies the significant deficiencies, material weaknesses, and instances of noncompliance, including questioned costs, related to the audit of major Federal and State programs, as required by OMB Circular A-133 and New Jersey OMB's Circular 04-04.

FEDERAL AWARDS:

No findings and/or questioned costs identified.

STATE AWARDS

Finding #2014-2

Information on the State Program:
Special Education Aid; GMIS No. 14-495-034-5120-089

Criteria or specific requirement:
The District is required to complete the Application for State School Aid (ASSA) in accordance with the instructions provided by the State Department of Education.

Condition:
The student counts for resident LEP low income did not agree to supporting documents.

Questioned Costs:
None

Context:
My test of the ASSA disclosed an overstatement of three students in the resident LEP low income count when compared to the District's supporting documents.

Effect:
The reported differences may have an impact on the District's State Aid allocation.

Cause:
Oversight

Recommendation:
That care is exercised in preparing the Application for State School Aid.

View of Responsible Officials and Planned Corrective Action:
The responsible officials agree with the finding and will address the matter as part of their corrective action plan.

HADDONFIELD SCHOOL DISTRICT
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2014

Section 3 -- Schedule of Federal Awards and State Financial Assistance Findings and Questioned Costs

This section identifies the significant deficiencies, material weaknesses, and instances of noncompliance, including questioned costs, related to the audit of major Federal and State programs, as required by OMB Circular A-133 and New Jersey OMB's Circular 04-04.

STATE AWARDS

Finding #2014-3

Information on the State Program:
SDA Grant - Memorial High School; SP#1900-050-01-0155

Criteria or specific requirement:
Any funds paid to a grantee in excess of the amount the grantee is finally determined to be entitled under terms of the grant award must be returned.

Condition:
The State Department of Education informed the District in the 2012-2013 school year that an overpayment of $14,868 on the SDA Grant must be returned to the State Department of Education.

Questioned Costs:
None

Context:
Program refund was not done in a timely manner.

Effect:
Final program close out of the grant could not be accomplished.

Cause:
Oversight

Recommendation:
That excess grant funds be returned to State Department of Education.

View of Responsible Officials and Planned Corrective Action:
The responsible officials agree with the finding and will address the matter as part of their corrective action plan.

HADDONFIELD SCHOOL DISTRICT
SUMMARY SCHEDULE OF PRIOR-YEAR AUDIT FINDINGS
AND QUESTIONED COSTS AS PREPARED BY MANAGEMENT
FOR THE FISCAL YEAR ENDED JUNE 30, 2014

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*, OMB Circular A-133 and State of New Jersey OMB's Circular 04-04.

FINANCIAL STATEMENT FINDINGS

There were no prior year audit findings

FEDERAL AWARDS

There were no prior year audit findings

STATE AWARDS

There were no prior year audit findings.