

**SCHOOL DISTRICT OF
BARNEGAT TOWNSHIP**

BARNEGAT TOWNSHIP BOARD OF EDUCATION
Barnegat, New Jersey
County of Ocean

**COMPREHENSIVE ANNUAL FINANCIAL REPORT
FOR THE FISCAL YEAR ENDED JUNE 30, 2011**

COMPREHENSIVE ANNUAL FINANCIAL REPORT

OF THE

BARNEGAT TOWNSHIP BOARD OF EDUCATION

BARNEGAT, NEW JERSEY

FOR THE FISCAL YEAR ENDED JUNE 30, 2011

Prepared by

**Barnegat Township Board of Education
Business Administrator's Office**

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INTRODUCTORY SECTION



BARNEGAT TOWNSHIP SCHOOL DISTRICT
550 BARNEGAT BOULEVARD NORTH
BARNEGAT, NEW JERSEY 08005
(609) 698-5800 FAX (609) 698-6638

Karen M. Wood
Superintendent

Dean Allison
Business Administrator/Board Secretary

September 21, 2011

Honorable President and
Members of the Barnegat Township Board of Education
Barnegat, New Jersey 08005

Dear Board Members:

The Comprehensive Annual Financial Report of the Barnegat Township Board of Education for the fiscal year ended June 30, 2011, is hereby submitted. Responsibility for both the accuracy of the data and completeness and fairness of the presentation, including all disclosures, rests with the management of the Barnegat Board of Education. To the best of our knowledge and belief, the data presented in this report is accurate in all material respects and is reported in a manner designed to present fairly the financial position and results of operations of the various funds of the District. All disclosures necessary to enable the reader to gain an understanding of the District's financial activities have been included.

The Comprehensive Annual Financial Report is presented in four sections: Introductory, Financial, Statistical and Single Audit. The Introductory Section includes this transmittal letter, the district's organizational chart and a list of principal officials. The Financial Section includes the management's discussion and analysis, the basic 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 the 1984 and the U.S. Office of Management and Budget Circular A-133, "Audits of States, Local Governments and Non-Profit Organizations", and the state Treasury Circular Letter 04-04MB, "Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid Payments". Information related to this single audit, including the auditor's report on the internal 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 Barnegat Township Board of Education is an independent reporting entity within the criteria adopted by the GASB Statement No. 14 as established by NCGA Statement No. 3. All funds of the district are included in this report. The Barnegat Township Board of Education and all of its schools constitute the District's reporting entity.

The District now provides a full-range of educational services appropriate to grade levels K-12. These include regular, as well as special education for mentally and physically challenged students. Barnegat High School graduated its first Grade 12 senior class with the June 2008 commencement, and the Sending/Receiving relationship with Southern Regional School District was terminated.

Our collective mission is to nurture and educate our children in accordance with all curriculum standards to prepare them for responsible citizenship and success in life.

BOARD OF EDUCATION

Rafael Adorno, Jr. Joseph Cloke Robert A. Houser Lisa B. Becker, *President* Denise Pilovsky, *Vice President* James Mihalik Alice N. Olker Lauren P. Sarno Elaine Taylor



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Dean Allison
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2. **ECONOMIC CONDITION AND OUTLOOK:** The final fiscal impact of the termination of the Sending/Receiving relationship with Southern High School in terms of residual prior year tuition adjustments was fully paid in 2009-10. This will help stabilize the local property tax rate as long as state aid is not decreased and the district receives additional aid for new students who are moving into the district. An influx of students with special needs, however, under the proposed CEIFA formula, could lead to an increase in out of district tuition that would drive up property taxes. Also, any mandate to establish regular preschool without full funding from the state will also put upward pressure on the local tax. All in all, how the state funds school districts in the ensuing years will have a major impact on the local tax rate in Barnegat due to the significant percentage of state funding the District receives relative to property tax funding.

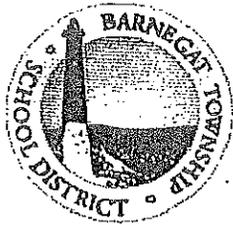
3. **MAJOR INITIATIVES:** Barnegat High School graduated its fourth Senior 12th grade student class in June 2011. The new Joseph T. Donahue Elementary School and other additions and alterations that have been in process for the last several years have essentially been completed by the Schools Development Authority (SDA). These projects were done at a tremendous savings to the residents of Barnegat Township since the District qualified for 66% state funding on actual construction costs. In 2009-10, the district initiated major efforts to reduce its future energy usage through energy conservation education resulting in 2010-11 gross savings in excess of \$500,000. Initiated in 2010-2011, and continuing into 2011-12, further energy savings will be achieved via automatic building control system upgrades, and the implementation of large scale solar electric panel installations on school roofs and parking canopies. In addition, the Safe Routes to School program and subsequent redistricting resulted in substantial annual savings in bus transportation costs in 2010-11. Using American Reinvestment and Recovery federal funding and other budget savings, the district completed major new classroom technology investments in all schools in 2009-10, and followed through with upgrades in the computer server infrastructure between buildings in 2010-2011. Finally, improved security access and security camera systems installed in all schools using grants from the SDA in 2009-10 have resulted in reduced vandalism and improved facility control in 2010-11.

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 compiled to allow for the preparation of financial statements in conformity with generally accepted accounting principles (GAAP). The internal control structure is designed to provide reasonable, but not absolute, assurance that these objectives are met. The concept of reasonable assurance recognizes that: (1) the cost of a control should not exceed the benefits likely to be derived; and (2) the valuation of costs and benefits requires estimates and judgments by management.

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

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

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

An encumbrance accounting system is used to record outstanding purchase commitments on a line item basis. Open encumbrances at year-end are either canceled or are included as re-appropriation of fund balance in the subsequent year. Those amounts to be re-appropriated are reported as reservations of fund balance as of June, 2011.

6. **ACCOUNTING SYSTEM AND REPORTS:** The District's accounting records reflect generally accepted accounting principles, as promulgated by the Governmental Accounting Standards Board (GASB). The accounting system of the District is organized on the basis of funds. These funds are explained in the "Notes to the Financial Statements", Note 1.
7. **DEBT ADMINISTRATION:** At June 30, 2011, the District's outstanding debt issues totaled \$38,830,000.
8. **CASH MANAGEMENT:** The investment policy of the District is guided in large part by state statute as detailed in "Notes to Financial Statement", Note 2. The District has adopted a cash management plan that requires it to deposit public funds in public depositories protected from loss under the provisions of the Governmental Unit Deposit Protection Act ("GUDPA"). GUDPA was enacted in 1970 to protect Governmental Units from a loss of funds on deposit with a failed banking institution in New Jersey. The law requires governmental units to deposit funds only in public depositories located in New Jersey, where the funds are secured in accordance with the Act.

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Karen M. Wood
Superintendent

Dean Allison
Business Administrator/Board Secretary

9. RISK MANAGEMENT: Barnegat Township Board of Education 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.
10. OTHER INFORMATION: Independent Audit – State statutes require an annual audit by independent certified public accountants or registered municipal accountants. The accounting firm of Holman and Frenia of Toms River was selected by the Board to perform the annual audit. In addition to meeting the requirements set forth in state statutes, the audit also is designed to meet the requirements of the Single Audit Act of 1984 and the related OMB Circular A-133 and state Treasury Circular Letter 04-04OMB. The auditor's report on the basic financial statements, including individual fund statements and schedules, is included in the financial section of this report. The auditor's reports related specifically to the single audit are included in the single audit section of this report.
11. ACKNOWLEDGEMENTS: We would like to express our appreciation to the members of the Barnegat Township Board of Education for their commitment to a quality education for all students in Barnegat, balanced by their concern in providing fiscal accountability to the citizens and taxpayers of the school district. Those philosophies demonstrate their full support to the development and maintenance of our financial operation. The preparation of this report could not have been accomplished without the efficient and dedicated services of our financial and accounting personnel.

Sincerely,

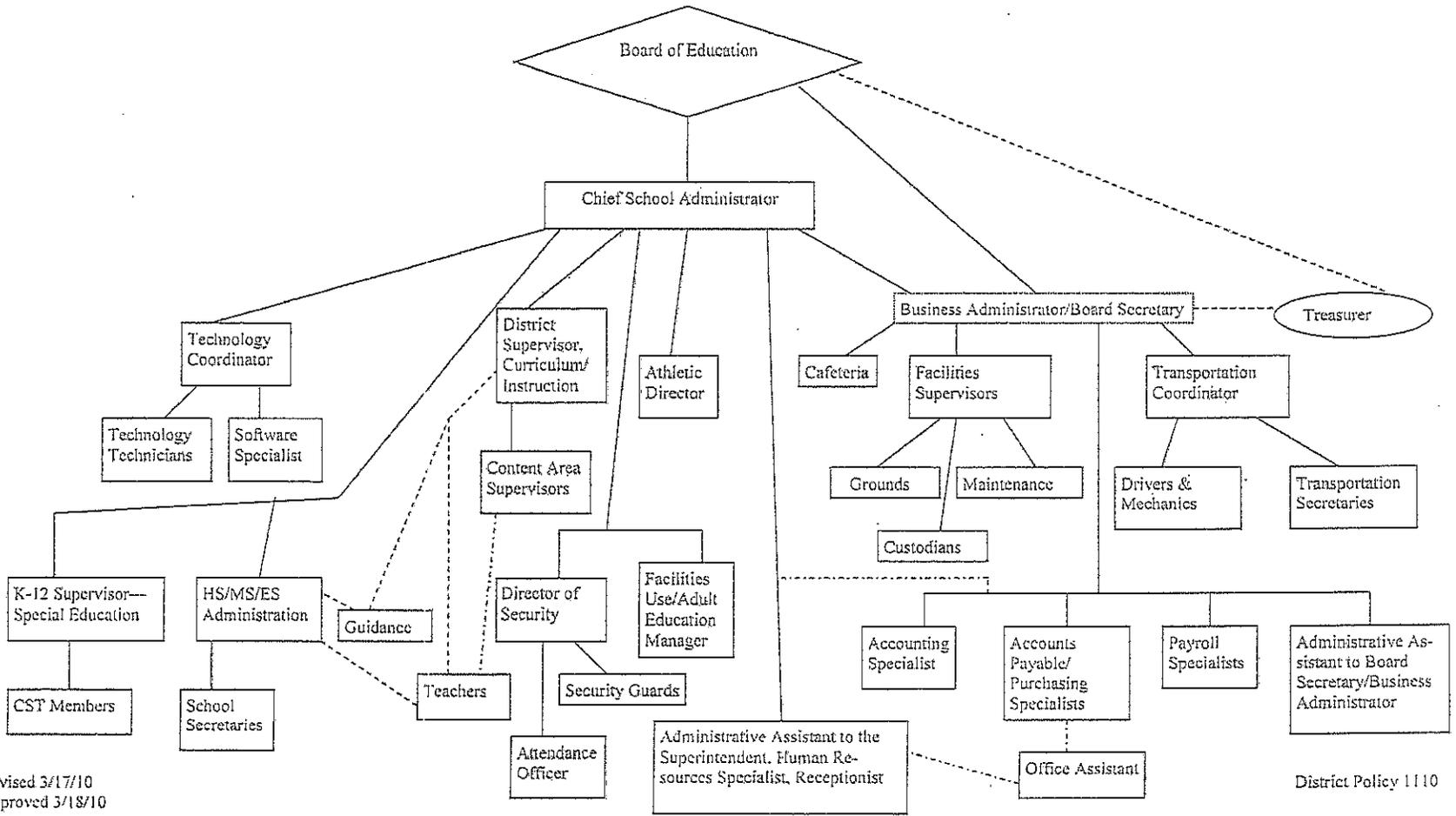
Karen M. Wood

Dean Allison

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Revised 3/17/10
 Approved 3/18/10

District Policy 1110

BARNEGAT TOWNSHIP SCHOOL DISTRICT

550 Barnegat Boulevard North
Barnegat, New Jersey 08005

**ROSTER OF OFFICIALS
JUNE 30, 2011**

MEMBERS OF THE BOARD OF EDUCATION

TERM EXPIRES

Lisa Becker, President	2014
Denise Pilovsky, Vice President	2014
Rafael Adorno, Jr.	2012
Joseph Cloke	2013
Robert Houser	2012
James Mihalik	2013
Alice N. Olker	2014
Lauren Sarno	2013
Elaine Taylor	2012

OTHER OFFICIALS

Robert J. Mahon, Interim Superintendent of Schools

Dean Allison, Board Secretary/ Business Administrator

Patricia Christopher, Treasurer of School Funds

BARNEGAT TOWNSHIP SCHOOL DISTRICT

550 Barnegat Boulevard North
Barnegat, New Jersey 08005

CONSULTANTS AND ADVISORS

ATTORNEY

Benjamin Montenegro
Montenegro, Thompson, Montenegro & Genz
531 Burnt Tavern Road
P.O. Box 1049
Brick, New Jersey 08724

AUDIT FIRM

Frank B. Holman, III, CPA, PSA
Holman & Frenia, P.C.
10 Allen Street, Suite 2B
Toms River, New Jersey 08753

BOND COUNSEL

McManimon & Scotland, LLC
1 Riverfront Plaza
Newark, New Jersey 07102-5408

OFFICIAL DEPOSITORY

TD Bank
State of New Jersey Cash Management Fund

FINANCIAL SECTION



Certified Public Accountants & Consultants

INDEPENDENT AUDITOR'S REPORT

Honorable President and Members
of the Board of Education
Barnegat Township
County of Ocean
Barnegat, New Jersey

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund and the aggregate remaining fund information of the Board of Education of the Barnegat Township School District, County of Ocean, State of New Jersey, as of and for the fiscal year ended June 30, 2011, which collectively comprise the District's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the Board's management. Our responsibility is to express opinions on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America; and the standards applicable to financial audits contained in *Governmental Auditing Standards*, issued by the Comptroller General of the United States; and audit requirements as prescribed by the Division of Finance, Department of Education, State of New Jersey. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinions.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, business-type activities, each major fund and the aggregate remaining fund information of the Board of Education of the Barnegat Township School District, County of Ocean, State of New Jersey, as of June 30, 2011, and the respective changes in financial position and cash flows, where applicable, for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued our report dated September 16, 2011, on our consideration of the Barnegat Township Board of Education's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of our audit performed in accordance with *Governmental Auditing Standards* and should be considered in assessing the results of our audit.

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and budgetary comparison information on pages 10 through 18 and 54 through 67 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers

it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Barnegat Township Board of Education's basic financial statements. The accompanying introductory section, and other supplementary information such as the combining and individual fund financial statements, long-term debt schedules, schedule of expenditures of federal and state financial assistance and statistical information are presented for purposes of additional analysis and are not a required part of the financial statements. The accompanying schedule of expenditures of federal and state financial assistance are presented for purposes of additional analysis as required by U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations* and New Jersey OMB's Circular 04-04, *Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid* respectively, and is also not a required part of the financial statements. The combining and individual fund financial statements, long-term debt schedules and the accompanying schedule of expenditures of federal and state financial assistance have been subjected to the auditing procedures applied in the audit of the basic financial statements and in our opinion, are fairly stated in all material respects in relation to the basic financial statements taken as a whole. The introductory section and statistical information have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we express no opinion on them.

Respectfully Submitted,

HOLMAN & FRENIA, P. C.

A handwritten signature in black ink, appearing to read "Frank B. Holman, III", with a long horizontal line extending to the right.

Frank B. Holman, III
Public School Accountant
Certified Public Accountant
No. 783

Toms River, New Jersey
September 27, 2011

REQUIRED SUPPLEMENTARY INFORMATION – PART I

Management's Discussion and Analysis

BARNEGAT TOWNSHIP SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED JUNE 30, 2011

UNAUDITED

The discussion and analysis of Barnegat Township School District's financial performance provides an overall review of the School District's financial activities for the year ended June 30, 2011. The intent of this discussion and analysis is to look at the School District's financial performance as a whole; readers should also review the basic financial statements and notes to enhance their understanding of the School District's financial performance.

The Management's Discussion and Analysis (MD&A) is an element of Required Supplementary Information specified in the Governmental Accounting Standards Board's (GASB) Statement No. 34 – Basic Financial Statements and Management's Discussion and Analysis for State and Local Governments issued in June 1999.

Financial Highlights

Key financial highlights for 2011 are as follows:

- In total, net governmental assets per Exhibit A-2 increased \$2,216,978 which represents a 2.3 percent increase in net assets from 2010.
- General revenues accounted for \$51,292,094 in revenue or 94.5 percent of all revenues. Program specific revenues in the form of charges for services and operating grants and contributions accounted for \$3,011,438 or 5.5 percent of total revenues of \$54,303,532.
- Cash and cash equivalents increased per Exhibit A-1 by \$2,234,488; cash held by the State of New Jersey SDA decreased by \$6,115; receivables decreased by \$1,308,023; and net capital assets decreased by \$2,224,156.
- The school district had \$52,086,554 in expenses; only \$3,011,438 of these expenses were offset by program specific charges for services, grants or contributions. General revenues (primarily taxes and state aid) of \$51,292,094 were adequate to provide for these programs.
- Among governmental funds per Exhibit B-2, the General Fund had \$48,774,665 in revenues and \$45,868,294 in expenditures. The General Fund's fund balance increased \$2,907,424 from 2010 primarily due to a planned under-run of the budget to rebuild reserves, reductions in medical premium waiver expenses and reductions in utility and other operating expenses.

Using this Comprehensive Annual Financial Report (CAFR)

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

The Statement of Net Assets and Statement of Activities provide information about the activities of the whole School district, presenting both an aggregate view of the School district's finances and a longer-term view of those finances. Fund financial statements provide the next level of detail. For governmental funds, these statements tell how services were financed in the short-term as well as what remains for

future spending. The fund financial statements also look at the School district's most significant funds with all other non-major funds presented in total in one column. In the case of Barnegat Township School District, the General Fund is by far the most significant fund.

Reporting the School District as a Whole

Statement of Net Assets and the Statement of Activities

While this document contains the large number of funds used by the School District to provide programs and activities, the view of the School District, as a whole looks at all financial transactions and ask the question, "How did we do financially during school year 2010-2011? The Statement of Net Assets, Exhibit A-1, and the Statement of Activities, Exhibit A-2, answer this question. These statements include all assets and liabilities using the accrual basis of accounting similar to the accounting used by most private-sector businesses. This basis of accounting takes into account all of the current year's revenues and expenses regardless of when cash is received or paid.

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

In the Statement of Net Assets A-1 and the Statement of Activities A-2, the School District is divided into two distinct kinds of activities:

- Governmental activities – All of the School District's programs and services are reported here including instruction, support services, operation and maintenance of plant facilities, pupil transportation and extracurricular activities.
- Business-Type Activity – This service is provided on a charge for goods or services basis to recover all the expenses of the goods or services provided. The Food Service and Community Education enterprise funds are reported as a business activity. There was no fiscal activity in the Community Education fund except for accrued interest on the residual reserve remaining from the prior year when that activity was eliminated.

Reporting the School District's Most Significant Funds

Fund Financial Statements

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

Governmental Funds

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

(reported in the Statement of Net Assets and the Statement of Activities) and governmental funds is reconciled in the notes to the financial statements.

Enterprise Fund

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

Notes to the Financial Statements

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

The School District as a Whole

Recall that the Statement of Net Assets provides the perspective of the School District as a whole. Net assets may serve over time as a useful indicator of government's financial position.

The District's financial position is the product of several financial transactions including the net results of activities, the acquisition and payment of debt, the acquisition and disposal of capital assets, and the depreciation of capital assets.

Table 1 provides a summary of the School District's net assets for 2011 and 2010. [Source: Exh A-1]

	<u>2011</u>	<u>2010</u>
Assets		
Current and Other Assets	\$ 5,376,634	\$ 4,053,732
Capital Assets	\$ 136,174,703	\$ 138,398,859
Total Assets	<u>\$ 141,551,337</u>	<u>\$ 142,452,591</u>
Liabilities		
Current Liabilities	\$ 1,226,983	\$ 3,833,273
Long-Term Liabilities	\$ 41,844,938	\$ 42,356,880
Total Liabilities	<u>\$ 43,071,921</u>	<u>\$ 46,190,153</u>
Net Assets		
Invested in Capital Assets, Net of Debt	\$ 96,024,420	\$ 96,625,312
Restricted – (Deficit)	\$ 998,512	\$ 995,502
Unrestricted – (Deficit)	\$ 1,456,484	\$ (1,358,376)
Total Net Assets	<u>\$ 98,479,416</u>	<u>\$ 96,262,438</u>

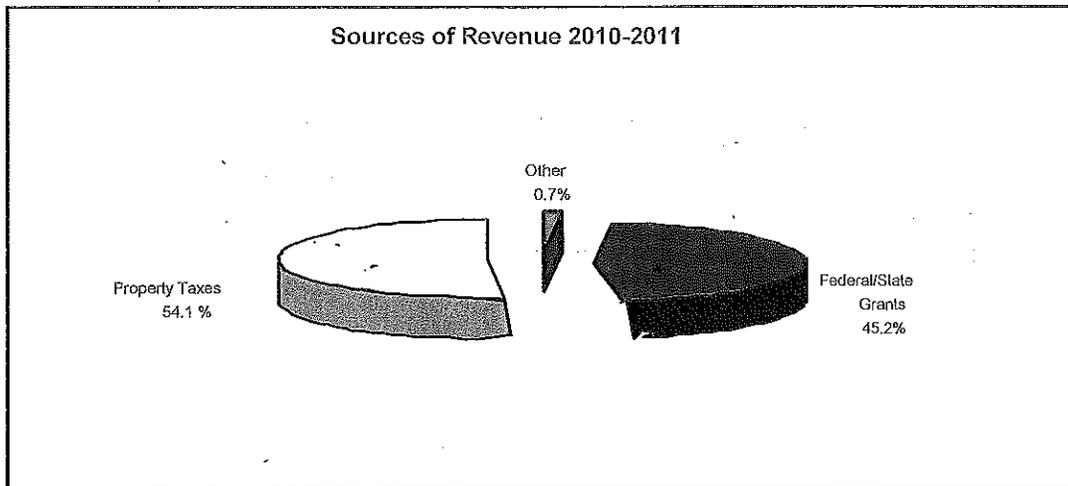
Table 2 shows changes in net assets for year 2011 and 2010. [Source: Exhibit A-2]

Table 2
Changes in Net Assets

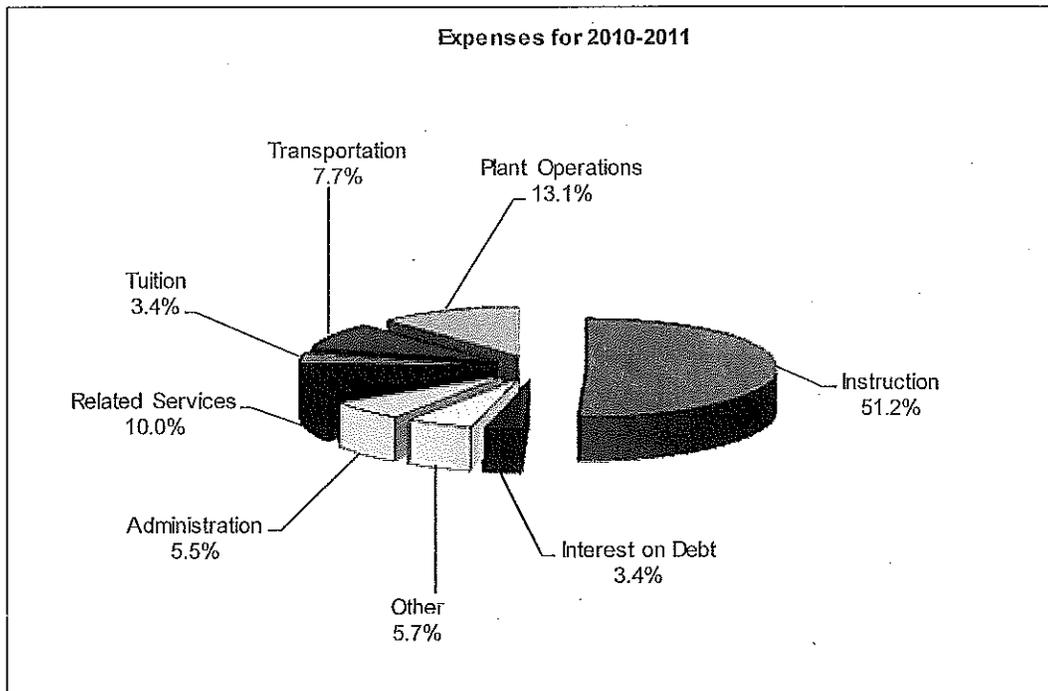
	2011		2010
Revenues			
Program Revenues:			
Charges for Services	\$ 710,408	\$	753,654
Operating Grants and Contributions	\$ 2,301,030	\$	3,249,332
General Revenues:			
Property Taxes	\$ 28,699,155	\$	26,391,724
State Aid	\$ 22,188,249	\$	23,693,211
Other	\$ 404,690	\$	235,312
Total Revenues	\$ 54,303,532	\$	54,323,233
Program Expenses			
Instruction	\$ 19,691,667	\$	21,339,477
Support Services:			
Tuition	\$ 1,301,806	\$	1,945,710
Related Services - Pupils and Instructional Staff	\$ 3,857,375	\$	4,127,425
General Administration, School Administration	\$ 2,119,858	\$	2,130,363
Business Operations and Maintenance of Facilities	\$ 5,051,592	\$	5,716,895
Pupil Transportation	\$ 2,952,138	\$	3,609,704
Unallocated Employee Benefits	\$ 11,234,022	\$	11,578,013
Special Schools and Charter Schools	\$	\$	
Reduction of Capital Leases	\$ (509,264)	\$	(654,059)
Cancellation Prior Yr Receivables			90,078
Interest on Long Term Debt	\$ 1,734,411	\$	1,819,159
Food Service	\$ 1,225,435	\$	1,230,428
Unallocated Compensated Absence Expense	\$ 56,322	\$	(41,782)
Unallocated Depreciation	\$ 3,371,192	\$	3,717,805
Total Expenses	\$ 52,086,554	\$	56,609,216
Increase (Decrease) in Net Assets	\$ 2,216,978	\$	(2,285,983)

Governmental Activities

The unique nature of property taxes in New Jersey creates the legal requirements to annually seek voter approval for the School District operations. Property taxes made up 54.1 percent of revenues for governmental activities for the Barnegat Township School District for year 2011. The District's total revenues were \$53,090,754 for the year ended June 30, 2011. Federal, state and local grants accounted for another 45.2 percent of revenue.



The total cost of all programs and services was \$50,865,119. Instruction including allocated benefits comprises 51.2 percent of District expenses:



Business-Type Activities

Revenues for the District’s business-type activities (food service program) were comprised of charges for services and federal and state reimbursements.

- Food service expenses exceeded revenues by \$13,562
- Charges for food service represent \$710,408 of revenue. This represents amounts paid by patrons for daily food service.
- Federal and state reimbursement for meals, including payments for free and reduced lunches and breakfast, and donated commodities was \$501,093.

Governmental Activities

The Statement of Activities shows the cost of program services and the charges for services and grants offsetting those services. Table 3 shows the total cost of services and the net cost of services. The net cost shows the financial burden that was placed on the District's taxpayers by each of these functions.

Table 3

	<u>Total Cost of Services 2011</u>	<u>Net Cost of Services 2011</u>	<u>Total Cost of Services 2010</u>	<u>Net Cost of Services 2010</u>
Instruction	19,691,667	18,438,530	\$ 21,339,477	\$ 18,213,597
Support Services:				
Tuition	1,301,806	1,301,806	1,945,710	1,945,710
Pupils & Instructional Staff	3,857,375	3,857,375	4,127,425	4,127,425
General & School Administration	2,119,858	2,119,858	2,130,363	2,130,363
Central Services & Maintenance of Facilities	5,051,592	5,051,592	5,716,895	5,716,895
Pupil Transportation	2,952,138	2,952,138	3,609,704	3,609,704
Interest & Finance Charges	1,734,411	1,187,611	1,819,159	1,168,906
Other Including Employee Benefits	<u>14,152,272</u>	<u>14,152,272</u>	<u>14,690,055</u>	<u>14,690,055</u>
Total Expenses	<u><u>50,861,119</u></u>	<u><u>49,061,182</u></u>	<u><u>\$ 55,378,788</u></u>	<u><u>\$ 52,602,655</u></u>

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

Tuition is predominantly made up of charges for out of district special education placements.

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

General and school administration includes expenses associated with administrative supervision of the District.

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

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

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

"Other" includes special schools, and unallocated benefits, depreciation and absence liabilities.

The School District's Funds

All governmental funds (i.e., general fund, special revenue fund, capital projects fund and debt service fund presented in the fund-based statements) are accounted for using the modified accrual basis of accounting. See Exhibit B-2. Total revenues amounted to \$53,090,754 and expenditures were \$50,202,178. The net change in fund balance for the year was an increase of

\$2,888,576 including the change in the capital projects fund. This reflects the District's budget under run to increase reserves, and reductions in expense for employee premium waiver expense, utility costs and other expense savings.

As demonstrated by the various statements and schedules included in the financial section of this report the District continues to meet its responsibility for sound financial management. The following schedules present a summary of the revenues of the governmental funds for the year ended June 30, 2011, and the amount and percentage of increases and decreases in relation to prior year revenues.

<u>Revenue</u>	<u>Amount</u>	<u>Percent of Total</u>	<u>Increase (Decrease) From 2010</u>	<u>Percent of Increase or Decrease</u>
Local Sources	\$ 29,102,568	54.8%	\$ 2,505,323	+4.7%
State Sources	22,688,337	42.7%	1,507,985	+2.8%
Federal Sources	1,299,849	2.5%	(3,989,143)	-7.5%
Total	\$ <u>53,090,754</u>	<u>100.0%</u>	\$ <u>24,165</u>	<u>0.0%</u>

Local revenues increased by \$2,505,323. The increase in local sources was due to a property tax increase necessitated by the loss of \$3,989,143 in Federal funds which had been used in the prior year by the State of New Jersey to supplement state aid.

The increase in State Aid revenue is attributable to the state's use of Federal Education Jobs Fund monies and an increase in the standard state aid amounts.

The decrease in Federal revenue sources is due primarily to the expiration of the large allocation of American Reinvestment and Recovery (ARRA) funding to the district.

The following schedule represents a summary of general fund, special revenue fund, capital project fund and debt service fund expenditures for the year ended June 30, 2011, and the percentage of increases and decreases in relation to prior year amounts.

<u>Expenditures</u>	<u>Amount</u>	<u>Percent of Total</u>	<u>Increase (Decrease) from 2010</u>	<u>Percent of Increase or Decrease</u>
Current Expense:				
Instruction	\$ 19,691,667	39.3%	\$ (1,647,810)	-2.9%
Undistributed Expenditures	26,520,791	52.8%	(2,587,319)	-4.6%
Capital Outlay	1,123,451	2.2%	(2,038,462)	-3.6%
Debt Service	2,866,269	5.7%	(1,965)	0.0%
Total	\$ <u>50,202,178</u>	<u>100.0%</u>	\$ <u>(6,275,556)</u>	<u>-11.1%</u>

Changes in expenditures for capital outlay were significantly reduced due to the use of the added ARRA funding in 2010. Operating expenses were down due to planned expense reductions, reductions in medical premium waiver costs and savings in other operational areas.

General Fund Budgeting Highlights

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

Over the course of the year, the District revised the annual budget several times. Revisions to the budget were made to recognize changes in revenues not anticipated and to prevent over-expenditures in specific line item accounts.

Capital Assets

At the end of the year 2011, the School District had \$ 135,881,440 invested in governmental land, building, furniture and equipment, and vehicles. Table 4 shows year 2011 balances compared to 2010.

Table 4
Capital Assets (Net of Depreciation) at June 30

	<u>2011</u>	<u>2010</u>
Land	\$ 11,752,406	\$ 11,752,406
Land Improvements	2,523,306	2,523,306
Construction In Progress	62,083,755	61,869,277
Building & Building Improvements	79,286,227	79,286,227
Machinery and Equipment	<u>11,428,291</u>	<u>11,065,844</u>
Total	\$ 167,073,985	\$ 166,497,060
Less Accumulated Depreciation	<u>(31,192,545)</u>	<u>(28,367,879)</u>
Net Capital Assets	\$ 135,881,440	\$ 138,129,181

Overall capital assets decreased \$2,247,741 from year 2010 to year 2011. The decrease in capital assets is due to depreciation charges exceeding new capital construction and purchases. For more detailed information, please refer to the Notes to the Financial Statements.

Debt Administration

At June 30, 2011, the School District had \$41,844,938 of outstanding debt. Of this amount, \$1,694,655 is for compensated absences; \$1,320,283 for various capital leases; and \$38,830,000 of serial bonds for school construction..

Table 5
Bonded Outstanding Debt at June 30,

	<u>2011</u>	<u>2010</u>
1998 Issue	\$ 396,000	\$ 796,000
2004 Refunding Issue	9,275,000	9,545,000
2005 Issue	7,844,000	8,239,000
2007 Issue	<u>21,315,000</u>	<u>21,360,000</u>
Total	\$ 38,830,000	\$ 39,940,000

At June 30, 2011, the School District was within its legal debt margin. For more detailed information, please refer to Note 5 of the Notes to the Financial Statements and Schedule I-1.

For the Future

The Barnegat Township School District is in good financial condition. The School district has significant community support of the public schools.

In conclusion the Barnegat Township 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 established. The School District plans to continue its sound management to meet the challenges of the future.

Contacting the School District's Management

This financial report is designed to provide our citizens, taxpayers, investors, and creditors with a general overview of the School District's finances and to show the School District's accountability for the money it receives. If you have questions about this report or need additional information, contact Dean Allison at Barnegat Township School District, 550 Barnegat Blvd. North, Barnegat, NJ 08005. Please visit our website at <http://www.barnegatschools.com>.

BASIC FINANCIAL STATEMENTS



A. District-Wide Financial Statements

BARNEGAT TOWNSHIP BOARD OF EDUCATION
STATEMENT OF NET ASSETS
GOVERNMENTAL FUNDS
JUNE 30, 2011
(With Comparative Totals for June 30, 2010)

ASSETS	GOVERNMENTAL ACTIVITIES	BUSINESS- TYPE ACTIVITIES	TOTALS (MEMORANDUM ONLY)	
			JUNE 30, 2011	JUNE 30, 2010
Cash & Cash Equivalents	\$3,193,420	95,679	3,289,099	654,611
Receivables, Net	1,688,236	24,362	1,712,598	3,020,621
Inventory		17,403	17,403	14,851
Restricted Assets:				
Cash Held by the State of New Jersey - SCC	357,534		357,534	363,649
Capital Assets, Net (Note 4)	135,881,440	293,263	136,174,703	138,398,859
Total Assets	141,120,630	430,707	141,551,337	142,452,591
LIABILITIES				
Accounts Payable	56,551		56,551	1,159,202
Deferred Revenue	28,766		28,766	10,305
Interfund Payable				93,506
Accrued Interest Payable	462,402		462,402	484,260
State Aid Anticipation Loan Payable	679,264		679,264	1,031,000
Long-Term Liabilities (Note 5):				
Due Within One Year	1,663,804		1,663,804	1,619,263
Due Beyond One Year	40,181,134		40,181,134	41,792,617
Total Liabilities	43,071,921		43,071,921	46,190,153
NET ASSETS				
Invested in Capital Assets, Net of Related Debt	95,731,157	293,263	96,024,420	96,625,312
Restricted For:				
Debt Service	(462,402)		(462,402)	(484,259)
Capital Projects	1,460,914		1,460,914	1,479,761
Unrestricted	1,319,040	137,444	1,456,484	(1,358,376)
Total Net Assets	\$98,048,709	430,707	98,479,416	96,262,438

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

**BARNEGAT TOWNSHIP BOARD OF EDUCATION
GOVERNMENTAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2011
(With Comparative Totals for June 30, 2010)**

FUNCTIONS/PROGRAMS	EXPENSES	PROGRAM REVENUES		NET (EXPENSE) REVENUE AND CHANGES IN NET ASSETS			
		CHARGES FOR SERVICES	OPERATING GRANTS & CONTRIBUTIONS	GOVERNMENTAL ACTIVITIES	BUSINESS- TYPE ACTIVITIES	TOTALS	
						(MEMORANDUM ONLY)	
					JUNE 30, 2011	JUNE 30, 2010	
Governmental Activities:							
Instruction:							
Regular	\$14,095,891		1,253,137	(12,842,754)	(12,842,754)	(13,343,913)	
Special Education	3,877,190			(3,877,190)	(3,877,190)	(3,859,197)	
Other Special Instruction	1,718,586			(1,718,586)	(1,718,586)	(2,010,487)	
Support Services & Undistributed Costs:							
Tuition	1,301,806			(1,301,806)	(1,301,806)	(1,945,710)	
Student & Instruction Related Services	3,857,375			(3,857,375)	(3,857,375)	(4,127,425)	
General Administrative Services	690,219			(690,219)	(690,219)	(663,650)	
School Administrative Services	1,429,639			(1,429,639)	(1,429,639)	(1,466,713)	
Central Services	403,167			(403,167)	(403,167)	(486,267)	
Administrative Information Technology	205,272			(205,272)	(205,272)	(172,077)	
Plant Operations & Maintenance	4,443,153			(4,443,153)	(4,443,153)	(5,058,551)	
Pupil Transportation	2,952,138			(2,952,138)	(2,952,138)	(3,609,704)	
Unallocated Employee Benefits	11,234,022			(11,234,022)	(11,234,022)	(11,578,013)	
Reduction of Capital Leases	(509,264)			509,264	509,264	654,059	
Cancellation of Prior Year Receivables						(90,078)	
Interest on Long-Term Debt	1,734,411		546,800	(1,187,611)	(1,187,611)	(1,168,906)	
Unallocated Compensated Absence Expense	56,322			(56,322)	(56,322)	41,782	
Unallocated Adjustment to Fixed Assets	599,538			(599,538)	(599,538)	(905,688)	
Unallocated Depreciation	2,771,654			(2,771,654)	(2,771,654)	(2,812,117)	
Total Governmental Activities	50,861,119		1,799,937	(49,061,182)	(49,061,182)	(52,602,655)	

**BARNEGAT TOWNSHIP BOARD OF EDUCATION
GOVERNMENTAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2011
(With Comparative Totals for June 30, 2010)**

FUNCTIONS/PROGRAMS	PROGRAM REVENUES			NET (EXPENSE) REVENUE AND CHANGES IN NET ASSETS			
	EXPENSES	CHARGES FOR SERVICES	OPERATING GRANTS & CONTRIBUTIONS	GOVERNMENTAL ACTIVITIES	BUSINESS- TYPE ACTIVITIES	TOTALS	
						(MEMORANDUM ONLY) JUNE 30, 2011	JUNE 30, 2010
Business-Type Activities:							
Food Service	1,225,063	710,408	501,093		(13,562)	(13,562)	25,383
Community Education	372				(372)	(372)	(28,958)
Total Business-Type Activities	1,225,435	710,408	501,093		(13,934)	(13,934)	(3,575)
Total Primary Government	\$52,086,554	710,408	2,301,030	(49,061,182)	(13,934)	(49,075,116)	(52,606,230)
General Revenues:							
Taxes:							
Property Taxes, Levied for General Purposes, Net				26,379,687		26,379,687	24,229,720
Taxes Levied for Debt Service				2,319,468		2,319,468	2,162,004
Federal & State Aid Not Restricted				22,188,249		22,188,249	23,693,211
Miscellaneous Income				403,413		403,413	205,521
Interest Earnings					1,277	1,277	2,014
Contract Budget Guarantee							27,777
Total General Revenues, Special Items, Extraordinary Items & Transfers				51,290,817	1,277	51,292,094	50,320,247
Change In Net Assets				2,229,635	(12,657)	2,216,978	(2,285,983)
Net Assets - Beginning (Unadjusted)				95,819,074	443,364	96,262,438	96,891,393
Prior Period Adjustment - GAAP Basis (See Note 1.9)							1,657,028
Net Assets - Beginning (Adjusted)				95,819,074	443,364	96,262,438	98,548,421
Net Assets - Ending				\$98,048,709	430,707	98,479,416	96,262,438

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

B. Fund Financial Statements

Governmental Funds



**BARNEGAT TOWNSHIP BOARD OF EDUCATION
GOVERNMENTAL FUNDS
BALANCE SHEET
JUNE 30, 2011**

(With Comparative Totals for June 30, 2010)

ASSETS	GENERAL FUND	SPECIAL REVENUE FUND	CAPITAL PROJECTS FUND	DEBT SERVICE FUND	TOTALS (MEMORANDUM ONLY)	
					JUNE 30, 2011	JUNE 30, 2010
Cash & Cash Equivalents	\$3,412,856	3,560			3,416,416	1,211,688
Cash Held by the State of New Jersey - SDA			357,534		357,534	363,649
Tax Levy Receivable						549,655
Receivables, Net	54,080				54,080	12,687
Due From Other Funds	6,601	1,000			7,601	129,520
Receivables from Other Governments	307,368	72,966	1,332,977		1,713,311	2,277,635
Total Assets	<u>\$3,780,905</u>	<u>77,526</u>	<u>1,690,511</u>		<u>5,548,942</u>	<u>4,544,834</u>
LIABILITIES & FUND BALANCES						
Liabilities:						
Accounts Payable	\$7,791	48,760			56,551	1,159,202
Cash Overdraft			222,996		222,996	745,491
State Aid Anticipation Loan Payable	679,264				679,264	1,031,000
Interfund Payable	80,155		6,601		86,756	12,803
Deferred Revenue		28,766			28,766	10,305
Total Liabilities	<u>767,210</u>	<u>77,526</u>	<u>229,597</u>		<u>1,074,333</u>	<u>2,958,801</u>
Fund Balances:						
Restricted for:						
Capital Reserve	1,027,824				1,027,824	619,662
Maintenance Reserve	906,981				906,981	500,000
Excess Surplus	1,447,209				1,447,209	
Committed for:						
Other Purposes	80,627				80,627	
Unassigned, Reported in:						
General Fund	(448,946)				(448,946)	(1,013,391)
Capital Projects Fund			1,460,914		1,460,914	1,479,761
Debt Service Fund						1
Total Fund Balances	<u>3,013,695</u>		<u>1,460,914</u>		<u>4,474,609</u>	<u>1,586,033</u>
Total Liabilities & Fund Balances	<u>\$3,780,905</u>	<u>77,526</u>	<u>1,690,511</u>			

Amounts reported for *governmental activities* in the statement of net assets (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 \$167,073,985 and the accumulated depreciation is \$31,192,545.	135,881,440	138,129,181
Accrued interest not recorded in current financial statements.	(462,402)	(484,260)
Long-term liabilities, including bonds payable, and capital leases payable are not due and payable in the current period and therefore are not reported as liabilities in the funds (See Illustrative Note 5)	(41,844,938)	(43,411,880)
Net assets of Governmental Activities	<u>\$98,048,709</u>	<u>95,819,074</u>

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

**BARNEGAT TOWNSHIP BOARD OF EDUCATION
GOVERNMENTAL FUNDS
STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES
FOR THE YEAR ENDED JUNE 30, 2011
(With Comparative Totals for June 30, 2010)**

	GENERAL FUND	SPECIAL REVENUE FUND	CAPITAL PROJECTS FUND	DEBT SERVICE FUND	TOTALS (MEMORANDUM ONLY)	
					JUNE 30, 2011	JUNE 30, 2010
Revenues:						
Local Tax Levy	\$26,379,687			2,319,468	28,699,155	26,391,724
Miscellaneous	194,867	11,862	196,684		403,413	205,521
Total Local Sources	26,574,554	11,862	196,684	2,319,468	29,102,568	26,597,245
State Sources	22,141,537			546,800	22,688,337	21,180,352
Federal Sources	58,574	1,241,275			1,299,849	5,288,992
Total Revenues	48,774,665	1,253,137	196,684	2,866,268	53,090,754	53,066,589
Expenditures:						
Current:						
Regular Instruction	12,941,366	1,154,525			14,095,891	15,469,793
Special Education Instruction	3,877,190				3,877,190	3,859,197
Other Special Instruction	1,718,586				1,718,586	2,010,487
Support Services & Undistributed Costs:						
Tuition	1,203,194	98,612			1,301,806	1,945,710
Student & Instruction Related Services	3,857,375				3,857,375	4,127,425
General Administrative Services	690,219				690,219	663,650
School Administrative Services	1,429,639				1,429,639	1,466,713
Central Services	403,167				403,167	486,267
Administrative Information Technology	205,272				205,272	172,077
Plant Operations & Maintenance	4,447,153				4,447,153	5,058,551
Pupil Transportation	2,952,138				2,952,138	3,609,704
Employee Benefits	11,234,022				11,234,022	11,578,013
Debt Service:						
Principal				1,110,000	1,110,000	1,055,000
Interest & Other Charges				1,756,269	1,756,269	1,813,234
Capital Outlay	908,973		214,478		1,123,451	3,161,913
Total Expenditures	45,868,294	1,253,137	214,478	2,866,269	50,202,178	56,477,734
Excess/(Deficiency) of Revenues Over/(Under) Expenditures	2,906,371		(17,794)	(1)	2,888,576	(3,411,145)
Other Financing Sources/(Uses):						
Transfers In	1,053				1,053	1,323
Cancellation of Prior Year Receivables						(90,078)
Capital Leases (Nonbudgeted)						114,724
Transfers Out			(1,053)		(1,053)	(1,323)
Total Other Financing Sources & Uses	1,053		(1,053)			24,646
Net Change in Fund Balances	2,907,424		(18,847)	(1)	2,888,576	(3,386,499)
Fund Balance - July 1 (Unadjusted)	106,271		1,479,761	1	1,586,033	3,277,065
Prior Period Adjustment - Budgetary Basis (See Note 19)						1,695,467
Fund Balance - July 1 (Adjusted)	106,271		1,479,761	1	1,586,033	4,972,532
Fund Balance - June 30	\$3,013,695	-	1,460,914	-	4,474,609	1,586,033

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

BARNEGAT TOWNSHIP BOARD OF EDUCATION
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES,
GOVERNMENTAL FUNDS
JUNE 30, 2011
(With Comparative Totals for June 30, 2010)

Total Net Change in Fund Balances - Governmental Funds (From B-2) \$2,888,576

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

Capital outlays are reported in governmental funds as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense. This is the amount by which capital outlays exceeded depreciation in the period:

Depreciation Expense	(\$2,771,654)	
Loss on Disposal of Fixed Assets	(599,538)	
Capital Outlay	1,123,451	(2,247,741)

Repayment of bond and capital lease principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net assets and is not reported in the statement of activities.

Bonds	1,110,000	
Capital Leases	509,264	1,619,264

In the governmental funds, Bond Proceeds and Capital Leases are reported as an other financing source. These leases are liabilities and are a reduction to the reconciliation. 4,000

Repayment of compensated absences is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net assets and is not reported in the statement of activities.

Prior Year	1,638,333	
Current Year	(1,694,655)	(56,322)

In the statement of activities, interest on long-term debt in the statement of activities is accrued, regardless of when due. In the governmental funds, interest is reported when due. The accrued interest is an addition in the reconciliation (+).

Prior Year	484,260	
Current Year	(462,402)	21,858

Change in Net Assets of Governmental Activities \$2,229,635

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

Proprietary Funds

**BARNEGAT TOWNSHIP BOARD OF EDUCATION
 PROPRIETARY FUNDS
 STATEMENT OF NET ASSETS
 FOR THE YEAR ENDED JUNE 30, 2011
 (With Comparative Totals for June 30, 2010)**

ASSETS	BUSINESS-TYPE ACTIVITIES - ENTERPRISE FUNDS		TOTALS (MEMORANDUM ONLY)	
	FOOD SERVICE	COMMUNITY EDUCATION	JUNE 30, 2011	JUNE 30, 2010
Current Assets:				
Cash	\$33,743	61,936	95,679	188,414
Accounts Receivable				
State	773		773	2,090
Federal	23,589		23,589	34,060
Other				27,777
Inventories	17,403		17,403	14,851
Total Current Assets	75,508	61,936	137,444	267,192
Noncurrent assets:				
Furniture, Machinery & Equipment	835,985		835,985	779,025
Less: Accumulated Depreciation	(542,722)		(542,722)	(509,347)
Total Noncurrent Assets	293,263		293,263	269,678
Total Assets	368,771	61,936	430,707	536,870
LIABILITIES				
Current Liabilities:				
Interfund Payable				93,506
Total Liabilities				93,506
NET ASSETS				
Invested in Capital Assets, Net of Related Debt	293,263		293,263	269,678
Unrestricted	75,508	61,936	137,444	173,686
Total Net Assets	\$368,771	61,936	430,707	443,364

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

BARNEGAT TOWNSHIP BOARD OF EDUCATION
PROPRIETARY FUNDS
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET ASSETS
FOR THE YEAR ENDED JUNE 30, 2011
(With Comparative Totals for June 30, 2010)

	BUSINESS-TYPE ACTIVITIES - ENTERPRISE FUNDS		TOTALS (MEMORANDUM ONLY)	
	FOOD SERVICE	COMMUNITY EDUCATION	JUNE 30, 2011	JUNE 30, 2010
Operating Revenues:				
Charges for Services:				
Daily Sales - Reimbursable Programs:				
School Lunch Program	\$460,404		460,404	433,055
Daily Sales Nonreimbursable Programs:				
School Lunch Program	250,004		250,004	304,483
Program Revenues				16,116
Total Operating Revenues	710,408		710,408	753,654
Operating Expenses:				
Cost of Sales	538,886		538,886	541,179
Salaries & Benefits	413,753		413,753	480,994
Management & Administrative Fees	119,407		119,407	127,107
Other Purchased Services	22,574	372	22,946	24,923
Cleaning, Repair & Maintenance Services	97,068		97,068	22,740
Depreciation	33,375		33,375	33,485
Total Operating Expenses	1,225,063	372	1,225,435	1,230,428
Operating Income/(Loss)	(514,655)	(372)	(515,027)	(476,774)
Nonoperating Revenues (Expenses):				
State Sources:				
State School Lunch Program	13,738		13,738	18,453
State School Breakfast Program				6,050
Federal Sources:				
National School Lunch Program	364,482		364,482	322,881
National School Breakfast Program	71,845		71,845	75,526
Food Distribution Program	51,028		51,028	50,289
Interest & Investment Revenue	779	498	1,277	2,014
Total Nonoperating Revenues/(Expenses)	501,872	498	502,370	475,213
Other Financing Sources:				
Contract Budget Guarantee				27,777
Total Other Financing Sources				27,777
Change in Net Assets	(12,783)	126	(12,657)	26,216
Total Net Assets - Beginning (As Previously Stated)	381,554	61,810	443,364	455,587
Prior Period Adjustment (See Note 20)				(38,439)
Total Net Assets - Beginning (Restated)	381,554	61,810	443,364	417,148
Total Net Assets - Ending	\$368,771	61,936	430,707	443,364

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

**BARNEGAT TOWNSHIP BOARD OF EDUCATION
 PROPRIETARY FUNDS
 STATEMENT OF CASH FLOWS
 FOR THE YEAR ENDED JUNE 30, 2011
 (With Comparative Totals for June 30, 2010)**

	BUSINESS-TYPE ACTIVITIES - ENTERPRISE FUNDS		TOTALS (MEMORANDUM ONLY) JUNE 30, JUNE 30,	
	FOOD SERVICE	COMMUNITY EDUCATION	2011	2010
Cash Flows From Operating Activities:				
Receipts from Customers	\$738,185		738,185	753,664
Payments for Operations	(1,236,718)	(372)	(1,237,090)	(1,065,510)
Net Cash Provided/(Used) by Operating Activities	(498,533)	(372)	(498,905)	(311,846)
Cash Flows From Capital Financing Activities:				
Purchase of Capital Assets	(56,960)		(56,960)	(18,701)
Net Cash Provided/(Used) by Capital Financing Activities	(56,960)		(56,960)	(18,701)
Cash Flows From Noncapital Financing Activities:				
State Sources	15,055		15,055	24,111
Federal Sources	446,798		446,798	389,547
Net Cash Provided/(Used) by Noncapital Financing Activities	461,853		461,853	413,658
Cash Flows From Investing Activities:				
Interest & Dividends	779	498	1,277	2,014
Net Cash Provided/(Used) by Investing Activities	779	498	1,277	2,014
Net Increase/(Decrease) in Cash & Cash Equivalents	(92,861)	126	(92,735)	85,125
Balances - Beginning of Year	126,604	61,810	188,414	103,289
Balances - End of Year	\$33,743	61,936	95,679	188,414

Reconciliation of Operating Income/(Loss) to Net Cash Provided/(Used) by Operating Activities:

Operating Income/(Loss)	(\$514,655)	(\$372)	(515,027)	(476,774)
Adjustments to Reconcile Operating Income/(Loss) to Net Cash Provided/(Used) by Operating Activities:				
Food Distribution Program	51,028		51,028	50,289
Depreciation & Net Amortization	33,375		33,375	33,485
(Increase)/Decrease in Accounts Receivable - Other	27,777		27,777	10
(Increase)/Decrease in Inventories	(2,552)		(2,552)	4,455
(Increase)/Decrease in Interfunds	(93,506)		(93,506)	76,689
Total Adjustments	16,122		16,122	164,928
Net Cash Provided/(Used) by Operating Activities	(\$498,533)	(372)	(498,905)	(311,846)

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

Fiduciary Fund

BARNEGAT TOWNSHIP BOARD OF EDUCATION
FIDUCIARY FUNDS
STATEMENT OF NET ASSETS
JUNE 30, 2011
(With Comparative Totals for June 30, 2010)

ASSETS	PRIVATE PURPOSE			TOTALS (MEMORANDUM ONLY)	
	UNEMPLOYMENT COMPENSATION TRUST	AGENCY PAYROLL FUND	STUDENT ACTIVITIES	JUNE 30, 2011	JUNE 30, 2010
Cash & Cash Equivalents	\$113,907		129,455	243,362	235,020
Interfund Receivable	69,002	21,779		90,781	63,427
Total Assets	182,909	21,779	129,455	334,143	298,447
LIABILITIES					
Payable to Student Groups			129,455	129,455	122,098
Payroll Deductions & Withholdings	17,454	10,153		27,607	37,660
Interfund Payable		11,626		11,626	86,638
Total Liabilities	17,454	21,779	129,455	168,688	246,396
NET ASSETS					
Held in Reserve for Unemployment Claims	165,455			165,455	52,051
Total Net Assets	\$165,455	-	-	165,455	52,051

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

**BARNEGAT TOWNSHIP BOARD OF EDUCATION
FIDUCIARY FUNDS
STATEMENT OF CHANGES IN NET ASSETS
JUNE 30, 2011
(With Comparative Totals for June 30, 2010)**

	PRIVATE PURPOSE UNEMPLOYMENT COMPENSATION TRUST	TOTALS (MEMORANDUM ONLY) JUNE 30, JUNE 30, 2011 2010	
ADDITIONS			
Contributions:			
Plan Members	\$600,303	600,303	224,450
Interest Earned	767	767	104
Total Contributions	<u>601,070</u>	<u>601,070</u>	<u>224,554</u>
Total Additions	<u>601,070</u>	<u>601,070</u>	<u>224,554</u>
DEDUCTIONS			
Unemployment Claims	<u>487,666</u>	<u>487,666</u>	<u>172,503</u>
Total Deductions	<u>487,666</u>	<u>487,666</u>	<u>172,503</u>
Change in Net Assets	113,404	113,404	52,051
Net Assets - Beginning of the Year	<u>52,051</u>	<u>52,051</u>	<u>52,051</u>
Net Assets - End of the Year	<u><u>165,455</u></u>	<u><u>165,455</u></u>	<u><u>52,051</u></u>

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

**BARNEGAT TOWNSHIP
BOARD OF EDUCATION**

**NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2011**

BARNEGAT TOWNSHIP BOARD OF EDUCATION

NOTES TO THE FINANCIAL STATEMENTS

JUNE 30, 2011

Note 1. Summary of Significant Accounting Policies

The accompanying financial statements of the Barnegat Township Board of Education have been prepared in conformity with generally accepted accounting principles as prescribed by the Governmental Accounting Standards Board (GASB). In June 1999 the GASB issued Statement 34 *Basic Financial Statements – and Management’s Discussion and Analysis – for State and Local Governments*. This statement established new financial reporting requirements for state and local governmental entities throughout the United States. They required new information and restructure of much of the information that governments have presented in the past. Comparability with reports issued in prior years was affected.

The District implemented these standards beginning with fiscal year-ending June 30, 2003. With the implementation of GASB Statement 34, the District has prepared required supplementary information titled *Management’s Discussion and Analysis*, which precedes the basic financial statements.

Other GASB Statements are required to be implemented in conjunction with GASB Statement 34. Therefore, the District has implemented the following GASB Statements in prior fiscal years: Statement 33 – *Accounting and Financial Reporting for Nonexchange Transactions*; Statement 36 – *Recipient Reporting for Certain Shared Nonexchange Revenues*; Statement 37 - *Basic Financial Statements – and Management’s Discussion and Analysis – for State and Local Governments: Omnibus* and Statement 38 – *Certain Financial Statement Note Disclosures*; Statement 40 – *Deposit and Investment Risk Disclosures* and Statement 44 – *Economic Condition Reporting – The Statistical Section*; Statement 45 – *Accounting and Reporting by Employers for Postemployment Benefits Other Than Pensions*; and Statement 54 – *Fund Balance Reporting and Governmental Fund Type Definitions*.

The accompanying financial statements present the financial position of the District and the various funds and fund types, the results of operations of the District and the various funds and fund types, and the cash flows of the proprietary funds. The financial statements are presented as of June 30, 2011 and for the year then ended with comparative totals as of and for the year ended June 30, 2010 (Memorandum Only).

A. Reporting Entity:

The Barnegat Township Board of Education is a Type II district located in the County of Ocean, State of New Jersey. As a Type II district, the School District functions independently through a Board of Education. The Board is comprised of nine members appointed to three-year terms. These terms are staggered so that three members’ terms expire each year. The District provides a full range of educational services appropriate to grade levels K through 12. The District operates four elementary schools, one Middle School and a High School. A superintendent is appointed by the Board and is responsible for the administrative control of the District. The Barnegat Township Board of Education has an approximate enrollment at June 30, 2011 of 3,285 students.

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

BARNEGAT TOWNSHIP BOARD OF EDUCATION

**NOTES TO THE FINANCIAL STATEMENTS (continued):
JUNE 30, 2011**

Note 1. Summary of Significant Accounting Policies (continued):

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

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

B. District-Wide and Fund Financial Statements

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

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

Net assets are restricted when constraints placed on them are either externally imposed or are imposed by constitutional provisions or enabling legislation. Internally imposed designations of resources are not presented as restricted net assets. When both restricted and unrestricted resources are available for use, generally it is the District's policy to use restricted resources first, and then unrestricted resources as they are needed.

Separate financial statements are provided for governmental funds, proprietary funds, fiduciary funds and similar component units, and major component units. However, the fiduciary funds are not included in the district-wide statements. Major individual governmental funds and major individual enterprise funds are reported as separate columns in the fund financial statements.

C. Measurement Focus, Basis of Accounting and Financial Statement Presentation

District-Wide Financial Statements – The governmental fund financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

BARNEGAT TOWNSHIP BOARD OF EDUCATION

NOTES TO THE FINANCIAL STATEMENTS (continued):

JUNE 30, 2011

Note 1. Summary of Significant Accounting Policies (continued):

Governmental Fund Financial Statements – The Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the District considers revenues to be available if they are collected within 60 days of the end of the current fiscal year-end. Principal revenue sources considered susceptible to accrual include federal and state grants, interest on investments, tuition and transportation. Other revenues are considered to be measurable and available only when cash is received by the state.

Expenditures generally are recorded when a liability is incurred, as under accrual accounting.

D. Fund Accounting:

The accounts of the Barnegat Township Board of Education are maintained in accordance with the principles of fund accounting to ensure observance of limitations and restrictions on the resources available. The principles of fund accounting require that resources be classified for accounting and reporting purposes into funds or account groups in accordance with activities or objectives specified for the resources. The operations of each fund are accounted for with a separate set of self-balancing accounts that comprise its assets, liabilities, fund equity, revenues and expenditures or expenses, as appropriate. Government resources are allocated to and accounted for in individual funds based upon the purposes for which they are to be spent and the means by which spending activities are controlled. An account group, on the other hand, is a financial reporting device designed to provide accountability for certain assets and liabilities that are not recorded in the funds because they do not directly affect net expendable available financial resources. The various funds and accounts are grouped, in the financial statements in this report, into seven fund types within three broad fund categories and two account groups as follows:

Governmental Funds

General Fund - The general fund is the general operating fund of the Barnegat Township Board of Education 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 noninstructional equipment which are classified in the Capital Outlay sub-fund.

As required by the New Jersey Department of Education Barnegat Township Board of Education includes budgeted Capital Outlay in this fund. Generally accepted accounting principles (GAAP) 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.

BARNEGAT TOWNSHIP BOARD OF EDUCATION

NOTES TO THE FINANCIAL STATEMENTS (continued):

JUNE 30, 2011

Note 1. Summary of Significant Accounting Policies (continued):

Resources for budgeted capital outlay purposes are normally derived from State of New Jersey Aid, interest earnings and appropriated fund balance. Expenditures are those that result in the acquisition of or additions to fixed assets for land, existing buildings, improvements of grounds, construction of buildings, additions to or remodeling of buildings and the purchase of built-in equipment. These resources can be transferred from and to Current Expense by board resolution.

Special Revenue Fund - The Special Revenue Fund is used to account for the proceeds of specific revenue from State and Federal Government, (other than major capital projects, Debt Service or the Enterprise Funds) and local appropriations that are legally restricted to expenditures for specified purposes.

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

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

Proprietary Fund

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

Enterprise - The enterprise fund is used to account for the operations that are financed and operated in a manner similar to a private business enterprise. The costs of providing goods or services are financed primarily through user charges; or, where the 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 District's Enterprise Fund is comprised of the Food Service Fund and Adult Education Fund.

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 total assets) is segregated into contributed capital and unreserved retained

BARNEGAT TOWNSHIP BOARD OF EDUCATION

**NOTES TO THE FINANCIAL STATEMENTS (continued):
JUNE 30, 2011**

Note 1. Summary of Significant Accounting Policies (continued):

earnings, if applicable. Proprietary fund type operating statements present increases (revenues) and decreases (expenses) in net total assets.

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:

Food Service Fund:	
Equipment	10 Years

Fiduciary Fund

Fiduciary funds are used to account for assets held by a governmental entity for other parties (either as trustee or as an agent) and that cannot be used to finance the governmental entity's own operating programs which includes private purpose trust funds and agency funds

Private Purpose Trust Funds are used to account for the principal and income for trust arrangements that benefit individuals, private organizations, or other governments. The District currently maintains an Unemployment Trust Fund as a private purpose trust.

Agency Funds are assets held by a governmental entity (either as trustee or as an agent) for other parties that cannot be used to finance the governmental entity's own operating programs. The District currently maintains Payroll funds and Student Activity Funds as Agency Funds

E. Basis of Accounting:

The accounting and financial reporting treatment applied to a fund is determined by its measurement focus. All governmental funds and private purpose trust funds are accounted for using a current financial resources measurement focus. With this measurement focus, only current assets and current liabilities generally are included on the balance sheet. Operating statements of these funds present increases (i.e., revenues and other financing sources) and decreases (i.e., expenditures and other financing uses) in net current assets.

All proprietary funds are accounted for on a flow of economic resources measurement focus. With this measurement focus, all assets and all liabilities associated with the operation of these funds are included on the balance sheet. Fund equity (i.e., net total assets) is segregated into contributed capital and retained earnings components. Proprietary fund-type operating statements present increases (i.e., revenues) and decreases (i.e., expenses) in net total assets.

BARNEGAT TOWNSHIP BOARD OF EDUCATION

NOTES TO THE FINANCIAL STATEMENTS (continued):

JUNE 30, 2011

Note 1. Summary of Significant Accounting Policies (continued):

The modified accrual basis of accounting is used for measuring financial position and operating results of all governmental fund types, private purpose trust funds and agency funds. Under the modified accrual basis of accounting, revenues are recognized when they become both measurable and available. "Measurable" means the amount of the transaction can be determined and "available" means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period. State equalization monies are recognized as revenue during the period in which they are appropriated. A one-year availability period is used for revenue recognition for all other governmental fund revenues. Expenditures are recognized in the accounting period in which the fund liability is incurred, except for principal and interest on general long-term debt which are recorded when due.

In its accounting and financial reporting, the Barnegat Township Board of Education follows the pronouncements of the Governmental Accounting Standards Board (GASB) and the pronouncements of the Financial Accounting Standards Board (FASB) and its predecessor organizations issued on or before November 30, 1989, unless they conflict with or contradict GASB pronouncements. The Barnegat Township Board of Education's proprietary funds have elected not to apply the standards issued by FASB after November 30, 1989.

The accrual basis of accounting is used for measuring financial position and operating results of proprietary fund types and private purpose trust funds. Under this method, revenues are recognized in the accounting period in which they are earned and expenses are recognized when they are incurred.

F. Budgets/Budgetary Control:

Annual appropriated budgets are prepared in the spring of each year for the general, special revenue and debt service funds. The budgets are submitted to the county office and are voted upon at the annual school election on the third Tuesday in April. Budgets are prepared using the modified accrual basis of accounting. The legal level of budgetary control is established at line item accounts within each fund. Line item accounts are defined as the lowest (most specific) level of detail as established pursuant to the minimum chart of accounts referenced in *N.J.A.C.6A:23-1.2*. All budget amendments must be approved by School Board resolution.

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

The accounting records of the special revenue fund are maintained on the grant accounting budgetary basis. The grant accounting budgetary basis differs from GAAP in that the grant accounting budgetary basis recognizes encumbrances as expenditures and also recognizes the related revenues, whereas the

BARNEGAT TOWNSHIP BOARD OF EDUCATION

**NOTES TO THE FINANCIAL STATEMENTS (continued):
JUNE 30, 2011**

Note 1. Summary of Significant Accounting Policies (continued):

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, includes all amendments to the adopted budget, if any.

The following presents a reconciliation of the special revenue fund revenues and expenditures from the budgetary basis of accounting as presented in the Combined Statement of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual – General, Special Revenues and Debt Service Funds to the GAAP basis of accounting as presented in the Combined Statement of Revenues, Expenditures and Changes in Fund Balances - All Governmental Fund Types:

**Notes to Required Supplementary Information.
Budgetary Comparison Schedule**

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) "revenues" from the budgetary comparison schedules	\$48,429,909	\$1,275,460
Difference – Budget to GAAP:		
Grant accounting budgetary basis differs from GAAP in that encumbrances are recognized as expenditures and the related revenue is recognized		(22,323)
State aid payment recognized for GAAP statements in the current year, previously recognized for budgetary purposes	2,086,293	
State aid payment recognized for budgetary purposes, not recognized for GAAP Statements until the subsequent year	<u>(1,741,537)</u>	
Total revenue as reported on the statement of revenues, expenditures and changes in fund balances - governmental funds	<u>\$48,774,665</u>	<u>\$1,253,137</u>
Uses/Outflows of Resources		
Actual amounts (budgetary basis) "total outflows" from the budgetary comparison schedule	\$45,868,294	\$1,275,460

BARNEGAT TOWNSHIP BOARD OF EDUCATION

**NOTES TO THE FINANCIAL STATEMENTS (continued):
JUNE 30, 2011**

Note 1. Summary of Significant Accounting Policies (continued):

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

I. Tuition Receivable/Payable

Tuition charges were established by the Board of Education based on estimated costs. The charges are subject to adjustment when the final costs have been determined.

These adjustments are recorded upon certification by the State Board of Education, which is normally two years following the contract year. The cumulative adjustments through June 30, 2011, which have not been recorded, are not determinable.

The tuition rate adjustments for the years 2007-2008 and 2008-2009 have been established and the District has billed/paid the school boards that have adjustments.

J. Inventories & Prepaid Expenses

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

The cost of inventories in governmental fund types is recorded as expenditures when purchased rather than when consumed.

Prepaid expenses, which benefit future periods, other than those recorded in the enterprise funds, are recorded as expenditure during the year of purchase. Prepaid expenses in the enterprise fund represent payments made to vendors for services that will benefit periods beyond June 30, 2011.

K. 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 Barnegat Township Board of Education and that are due within one year.

BARNEGAT TOWNSHIP BOARD OF EDUCATION

NOTES TO THE FINANCIAL STATEMENTS (continued):

JUNE 30, 2011

Note 1. Summary of Significant Accounting Policies (continued):

L. Fixed Assets:

General fixed assets acquired or constructed during the year are reported in the applicable governmental or business-type activities columns in the district-wide financial statements. Fixed assets are defined by the District as assets, which have a cost in excess of \$2,000 at the date of acquisition and a useful life of one year or more. Donated fixed assets are valued at their estimated fair market value on the date received. The general fixed assets acquired or constructed were valued by an independent appraisal company. General fixed assets, such as land and buildings, are valued at the historical cost basis and through estimated procedures performed by an independent appraisal company, respectively.

General fixed assets are reflected as expenditures in the applicable governmental funds. Depreciation expense is recorded in the district-wide financial statements as well as the proprietary fund. Capital assets are depreciated on the straight-line method over the assets' estimated useful life. There is no depreciation recorded for land and construction in progress. Generally estimated useful lives are as follows:

Machinery & Equipment	3 – 20 Years
Building & Other Improvements	7 – 60 Years

M. Compensated Absences

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

In the District-Wide financial statements, under governmental activities, compensated absences are reported as an expenditure and noncurrent liabilities.

N. Deferred Revenue

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

O. Long-term Obligations

In district-wide financial statements, under governmental activities, long-term debt is recognized as a liability in the general fund as debt is incurred.

BARNEGAT TOWNSHIP BOARD OF EDUCATION
NOTES TO THE FINANCIAL STATEMENTS (continued):
JUNE 30, 2011

Note 1. Summary of Significant Accounting Policies (continued):

P. Fund Equity

Reserves represent those portions of fund equity not appropriable for expenditure or legally segregated for a specific future use. Designated fund balances represent plans for future use of financial resources.

In accordance with State of New Jersey statutes, the fund balance to be utilized in the subsequent year budget is not legally restricted and therefore has been classified as fund balance designated for subsequent year's expenditures and is not reserved.

R. Subsequent Events

Barnegat Township Board of Education has evaluated subsequent events occurring after June 30, 2011 through the date of September 27, 2011, which is the date the financial statements were available to be issued.

Note 2. Cash and Cash Equivalents and Investments

The District is governed by the deposit and investment limitations of New Jersey state law. The Deposits and investments held at June 30, 2011, and reported at fair value are as follows:

Type	Carrying Value
Deposits:	
Demand Deposits	<u>\$3,889,995</u>
Total Deposits	<u>\$3,889,995</u>
Reconciliation to Statements of Net Assets:	
Governmental Activities	\$3,550,954
Business-Type Activities	95,679
Fiduciary Funds	<u>243,362</u>
Total Cash and Cash Equivalents	<u>\$3,889,995</u>

Custodial Credit Risk – Deposits in financial institutions, reported as components of cash, cash equivalents and investments had a bank balance of \$5,370,488 at June 30, 2011. Of the bank balance \$254,307 was fully insured by the FDIC (Federal Depository Insurance Corporation) and \$5,116,181 was secured by a collateral pool held by the bank, but not in the District's name, as required by New Jersey's Governmental Unit Deposit Protection Act (GUDPA). The Governmental Unit Deposit Protection Act is more fully described in Note 3 of these financial statements.

BARNEGAT TOWNSHIP BOARD OF EDUCATION

**NOTES TO THE FINANCIAL STATEMENTS (continued):
JUNE 30, 2011**

Note 2. Cash and Cash Equivalents and Investments (continued):

Investment Interest Rate Risk – The District has no formal investment policy that limits investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates. Maturities of investment held at June 30, 2011, are provided in the schedule on the previous page.

Investment Credit Risk – The District has no investment policy that limits its investment choices other than the limitation of state law as follows:

- Bonds or other obligations of the United States of America or obligations guaranteed by the United States of America;
- Government money market mutual funds;
- Any obligation that a federal agency or federal instrumentality has issued in accordance with an act of Congress, which security has a maturity date not greater than 397 days from the date of purchase, provided that such obligations bear a fixed rate of interest not dependent on any index or other external factor;
- Bonds or other obligations of the District or bonds or other obligations of the local unit or units within which the District is located;
- Bonds or other obligations, having a maturity date of not more than 397 days from the date of purchase, approved by the Division of Investment in the Department of Treasury for investment by the District;
- Local Governments investment pools;
- Deposits with the State of New Jersey Cash Management Fund established pursuant to section 1 of P.L. 1977, c.281; or
- Agreements for the repurchase of fully collateralized securities with certain limitations.

Concentration of Investment Credit Risk – The District places no limit on the amount it may invest in any one issuer.

Note 3. Governmental Unit Deposit Protection Act (GUDPA)

The District has deposited cash in 2011 with an approved public fund depository qualified under the provisions of the Government Unit Deposit Protection Act. In addition to savings and checking accounts the District invests monies in certificates of deposits.

BARNEGAT TOWNSHIP BOARD OF EDUCATION

**NOTES TO THE FINANCIAL STATEMENTS (continued):
JUNE 30, 2011**

Note 3. Governmental Unit Deposit Protection Act (GUDPA) (continued):

The Governmental Unit Deposit Protection Act P.L. 1970, Chapter 236, was passed to afford protection against bankruptcy or default by a depository. C.17:9-42 provides that no governmental unit shall deposit funds in a public depository unless such funds are secured in accordance with this act. C.17:9-42 provides that every public depository having public funds on deposit shall, as security for such deposits, maintain eligible collateral having a market value at least equal to either (1) 5% of the average daily balance of collected public funds on deposit during the 6 month period ending on the next preceding valuation date (June 30 or December 31) or (2) at the election of the depository, at least equal to 5% of the average balance of collected public funds on deposit on the first, eighth, fifteenth, and twenty-second days of each month in the 6 month period ending on the next preceding valuation date (June 30 or December 31). No public depository shall be required to maintain any eligible collateral pursuant to this act as security for any deposit or deposits of any governmental unit to the extent such deposits are insured by F.D.I.C. or any other U.S. agency which insures public depository funds.

No public depository shall at any time receive and hold on deposit for any period in excess of 15 days public funds of a governmental unit(s) which, in the aggregate, exceed 75% of the capital funds of the depository, unless such depository shall, in addition to the security required to be maintained under the paragraph above, secure such excess by eligible collateral with a market value at least equal to 100% of such excess.

In the event of a default, the Commissioner of Banking within 20 days after the default occurrence shall ascertain the amount of public funds on deposit in the defaulting depository and the amounts covered by federal deposit insurance and certify the amounts to each affected governmental unit. Within 10 days after receipt of this certification, each unit shall furnish to the Commissioner verified statements of its public deposits. The Commissioner shall ascertain the amount derived or to be derived from the liquidation of the collateral maintained by the defaulting depository and shall distribute such proceeds pro rata among the governmental units to satisfy the net deposit liabilities to such units.

If the proceeds of the sale of the collateral are insufficient to pay in full the liability to all affected governmental units, the Commissioner shall assess the deficiency against all other public depositories having public funds on deposit determined by a formula determined by law. All sums collected by the Commissioner shall be paid to the governmental units having deposits in the defaulting depository in the proportion that the net deposit liability to each such governmental unit bears to the aggregate of the net deposit liabilities to all such governmental units.

All public depositories are required to furnish information and reports dealing with public funds on deposit every six months, June 30th and December 31st, with the Commissioner of Banking. Any public depository which refuses or neglects to give any information so requested may be excluded by the Commissioner from the right to receive public funds for deposit until such time as the Commissioner shall acknowledge that such depository has furnished the information requested.

Upon review and approval of the Certification Statement that the public depository complies with statutory requirements, the Commissioner issues forms approving the bank as a municipal depository. The District should request copies of these approval forms semiannually to assure that all depositories are complying with requirements.

BARNEGAT TOWNSHIP BOARD OF EDUCATION
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2011

Note 4. Capital Assets

Capital assets activity for the fiscal year ended June 30, 2011 was as follows:

Governmental Activities:	2010	Adjustments	Additions	2011
Land	\$ 11,752,406			\$ 11,752,406
Site Improvements	2,523,306			2,523,306
Buildings	79,286,227			79,286,227
Construction in Progress	61,869,277		\$ 214,478	62,083,755
Machinery & Equipment	11,065,844	\$(546,526)	908,973	11,428,291
	<hr/>			<hr/>
Subtotal	166,497,060	(546,526)	1,123,451	167,073,985
Less: Accumulated Depreciation	(28,367,879)	(53,012)	(2,771,654)	(31,192,545)
	<hr/>			<hr/>
Total	<u>\$138,129,181</u>	<u>\$(599,538)</u>	<u>\$(1,648,203)</u>	<u>\$135,881,440</u>
 Business-Type Activities:				
Capital Assets Being Depreciated:				
Equipment	\$779,025	\$ -	\$56,960	\$835,985
Less: Accumulated Depreciation	(509,347)		(33,375)	(542,722)
	<hr/>			<hr/>
Business-Type Activities Capital Assets, Net	<u>\$269,678</u>	<u>\$ -</u>	<u>\$23,585</u>	<u>\$293,263</u>

Note 5. Long-Term Debt

During the fiscal year ended June 30, 2011 the following changes occurred in liabilities reported in the long-term debt:

Governmental Activities:	Balance 6/30/10	Adjustments or Additions	Payments or Expenditures	Balance 6/30/11	Due Within One Year
Compensated Absences					
Payable	\$ 1,638,333	\$56,322		\$ 1,694,655	
Capital Leases	1,829,547		\$ 509,264	1,320,283	\$ 502,804
Bonds Payable	39,940,000		1,110,000	38,830,000	1,161,000
	<hr/>			<hr/>	
Total	<u>\$43,407,880</u>	<u>\$56,322</u>	<u>\$1,619,264</u>	<u>\$41,844,938</u>	<u>\$1,663,804</u>

**BARNEGAT TOWNSHIP BOARD OF EDUCATION
NOTES TO THE FINANCIAL STATEMENTS (continued):
JUNE 30, 2011**

Note 5. Long-Term Debt (continued):

A. Bonds Payable

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

Description of Bonds Payable

At June 30, 2010, Bonds payable consisted of the following issues:

\$8,296,000 School Bonds dated June 15, 1988, due in annual installments through June 15, 2012, bearing interest at the rate of 7.40% per annum. The balance remaining as of June 30, 2011 is \$396,000.

\$10,310,000 Refunding School Bonds dated January 15, 2005, due in annual installments through April 1, 2025, bearing interest at various rates from 2.00% to 4.35% per annum. The balance remaining as of June 30, 2011 is \$9,275,000.

\$9,139,000 School Bonds dated July 1, 2004, due in annual installments through July 15, 2024, bearing interest at various rates from 4.375% to 4.750% per annum. The balance remaining as of June 30, 2011 is \$7,844,000.

\$22,000,000 School Bonds dated November 6, 2007, due in annual installments through April 15, 2032, bearing interest at various rates from 4.375% to 4.500% per annum. The balance remaining as of June 30, 2011 is \$21,315,000.

Principal and interest due on the bonds outstanding is as follows:

Fiscal Year Ending June 30,	Principal	Interest	Total
2012	\$ 1,161,000	\$ 1,698,990	\$ 2,859,990
2013	1,225,000	1,639,836	2,864,836
2014	1,275,000	1,589,430	2,864,430
2015	1,325,000	1,540,974	2,865,974
2016	1,380,000	1,488,408	2,868,408
2017-2021	7,870,000	6,467,791	14,337,791
2022-2026	9,754,000	4,594,513	14,348,513
2027-2031	12,085,000	2,296,288	14,381,288
2032	<u>2,755,000</u>	<u>123,975</u>	<u>2,878,975</u>
Total	<u>\$38,830,000</u>	<u>\$21,440,205</u>	<u>\$60,270,205</u>

**BARNEGAT TOWNSHIP BOARD OF EDUCATION
NOTES TO THE FINANCIAL STATEMENTS (continued):
JUNE 30, 2011**

Note 5. Long-Term Debt (continued):

B. Obligations Under Capital Leases

The District is leasing equipment and vehicles totaling \$3,508,267 under capital leases. The following is a schedule of the future minimum lease payments under these capital leases and the present value of the net minimum lease payments at June 30, 2011:

Year-ending June 30,	Amount
2012	\$ 558,161
2013	532,762
2014	307,550
2015	<u>24,860</u>
Total Minimum Lease Payments	1,423,333
Less: Amount Representing Interest	<u>(103,050)</u>
Present Value of Lease Payments	<u>\$1,320,283</u>

C. State Aid Anticipation Loan Payable

On June 22, 2011, the District entered into a short-term loan agreement with TD Bank in the amount of \$679,264 at an annual interest rate of 4.50% maturing no later than July 8, 2011. The loan was used to create sufficient funds for payroll expenses and outstanding invoices due to a deferral in the District's last two state aid payments through July 8, 2011. The loan was paid off in full on July 8, 2011.

Note 6. Pension Plans

Plan Descriptions - All required employees of the District are covered by either the Public Employees' Retirement System or the Teachers' Pension and Annuity Fund which have been established by state statute and are administered by the New Jersey Division of Pension and Benefits (Division). According to the State of New Jersey Administrative Code, all obligations of both systems will be assumed by the State of New Jersey should the Systems terminate. The Division issues a publicly available financial report that includes the financial statements and required supplementary information for the Public

BARNEGAT TOWNSHIP BOARD OF EDUCATION

NOTES TO THE FINANCIAL STATEMENTS (continued):
JUNE 30, 2011

Note 6. Pension Plans (continued):

Teachers' Pension and Annuity Fund (TPAF) - The Teachers' Pension and Annuity Fund was established in January 1955, under the provisions of *N.J.S.A. 18A:66* to provide retirement benefits, death, disability and medical benefits to certain qualified members. The Teachers' Pension and Annuity Fund is considered a cost-sharing multiple-employer plan with a special funding situation, as under current statute, all employer contributions are made by the State of New Jersey on behalf of the District and the system's other related noncontributing employers. Membership is mandatory for substantially all teachers or members of the professional staff certified by the State Board of Examiners and employees of the Department of Education who have titles that are unclassified, professional and certified.

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

Vesting and Benefit Provisions - The vesting and benefit provisions of PERS are set by *N.J.S.A. 43:15A* and *43.3B* and *N.J.S.A. 18A:66* for TPAF. All benefits vest after eight to ten years of service, except for medical benefits that vest after 25 years of service. Retirement benefits for age and service are available at age 55 and are generally determined to be 1/55 of the final average salary for each year of service credit, as defined. Final average salary equals the average salary for the final three years of service prior to retirement (or highest three years' compensation if other than the final three years). Members may seek early retirement after achieving 25 years of service credit or they may elect deferred retirement after achieving eight to ten years of service in which case benefits would begin the first day of the month after the member attains normal retirement age. The TPAF and PERS provides for specified medical benefits for members who retire after achieving 25 years of qualified service, as defined, or under the disability provisions of the System.

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

Significant Legislation - During the year ended June 30, 1997, legislation was enacted (Chapter 114, P.L. 1997) authorizing the New Jersey Economic Development Authority to issue bonds, notes or other obligations for the purpose of financing, in full or in part, the State of New Jersey's portion of the unfunded accrued liability under the State of New Jersey retirement systems. Additional legislation enacted during the year ended June 30, 1997 (Chapter 115, P.L. 1997) changed the asset valuation method from market related value to full-market value. This legislation also contained a provision to reduce the employee contribution rate by ½ of 1% to 4.5% for calendar years 1998 and 1999, and to allow for a reduction in the employee's rate after calendar year 1999, providing excess valuation assets are available. The legislation also provided that the District's normal contributions to the Fund may be

BARNEGAT TOWNSHIP BOARD OF EDUCATION

NOTES TO THE FINANCIAL STATEMENTS (continued):

JUNE 30, 2011

Note 6. Pension Plans (continued):

reduced based on the revaluation of assets. Due to recognition of the bond proceeds and the change in asset valuation method as a result of enactment of Chapters 114 and 115, all unfunded accrued liabilities were eliminated, except for the unfunded liability for local early retirement incentive benefits; accordingly, the pension costs for TPAF and PERS were reduced. New Legislation signed by the Acting Governor (Chapter 133, Public Laws 2001) changed the formula for calculating retirement benefits for all current and future non-veteran retirees from N/60 to N/55 (a 9.09% increase). This legislation, signed June 29, 2001, provides that all members of the TPAF and the PERS will have their pensions calculated on the basis of years of credit divided by 55. It also provides that all current retirees will have their original pension recalculated under the N/55 formula. Starting February 1, 2002, pension cost of living adjustments will be based on the new original pension.

Contribution Requirements – The contribution policy is set by *N.J.S.A.43:15A*, Chapter 62, P.L. of 1994, Chapter 115, P.L. of 1997 and *N.J.S.A.18:66*, and requires contributions by active members and contributing employers. Plan member and employer contributions may be amended by State of New Jersey legislation. TPAF and PERS provide for employee contributions of 5.5% of employees' annual compensation, as defined. Employers are required to contribute at an actuarially determined rate in both TPAF and PERS. The actuarially determined contribution includes funding for both cost-of-living adjustments, noncontributory death benefits and post-retirement medical premiums. Under current statute the District is a noncontributing employer of the TPAF.

Three-Year Trend Information for PERS

Year Funding	Annual Pension Cost (APC)	Percentage of APC Contributed	Net Pension Obligation
6/30/11	\$721,574	100%	\$ -0-
6/30/10	506,530	100%	-0-
6/30/09	434,688	100%	-0-

Three-Year Trend Information for TPAF (Paid on behalf of the District)

Year Funding	Annual Pension Cost (APC)	Percentage of APC Contributed	Net Pension Obligation
6/30/11	\$1,297,107	100%	\$ -0-
6/30/10	1,254,278	100%	-0-
6/30/09	1,122,355	100%	-0-

BARNEGAT TOWNSHIP BOARD OF EDUCATION

**NOTES TO THE FINANCIAL STATEMENTS (continued):
JUNE 30, 2011**

Note 6. Pension Plans (continued):

During the year ended June 30, 2011 the State of New Jersey contributed \$1,297,107 to the TPAF for normal post-retirement benefits on behalf of the District. Also in accordance with *N.J.S.A. 18A:66-66* the State of New Jersey reimbursed the District \$1,426,412 for the year ended June 30, 2011 for the employer's share of social security contributions for TPAF members as calculated on their base salaries. This amount has been included in the basic financial statements, and the combining and individual fund and account group statements and schedules as a revenue and expenditure in accordance with GASB 27.

Note 7. Post-Retirement Benefits

Chapter 384 of Public Laws 1987 and Chapter 6 of Public Laws 1990 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, 2010, there were 87,288 retirees eligible for post-retirement medical benefits. 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 premiums changed from a prefunding 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 free 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 \$126.3 million toward Chapter 126 benefits for 14,050 eligible retired members in Fiscal Year 2010.

Note 8. Risk Management

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

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

New Jersey Unemployment Compensation Insurance – The District has elected to fund their New Jersey Unemployment Compensation Insurance under the "Benefit Reimbursement Method". Under this plan the District is required to reimburse the New Jersey Unemployment Trust Fund for benefits paid to its former employees and charged to its account with the State. The District is billed quarterly for

BARNEGAT TOWNSHIP BOARD OF EDUCATION

NOTES TO THE FINANCIAL STATEMENTS (continued):

JUNE 30, 2011

Note 8. Risk Management (continued):

amounts due to the State. The following is a summary of School District contributions, reimbursements to the State for benefits paid and the ending balance of the School District's expendable trust fund for the current and previous two years:

Fiscal Year	District Contributions	Interest Earned	Amount Reimbursed	Ending Balance
2010-2011	\$600,303	\$767	\$487,666	\$165,455
2009-2010	224,450	104	172,503	52,051
2008-2009	36,463	27	36,503	-

Note 9. Contingent Liabilities

The District participates in numerous state and federal grant programs, which are governed by various rules and regulations of the grantor agencies; therefore, to the extent that the District has not complied with the rules and regulations governing the grants, refunds of any money received may be required and the collectability of any related receivable at June 30, 2011 may be impaired. In the opinion of the District, there are no significant contingent liabilities relating to compliance with the rules and regulations governing the respective grants; therefore, no provisions have been recorded in the accompanying combined financial statements for such contingencies.

Note 10. Economic Dependency

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

Note 11. Interfund Receivables and Payables

The following interfund balances remained on the balance sheet at June 30, 2011:

Fund	Interfund Receivable	Interfund Payable
General Fund	\$ 6,601	\$80,155
Capital Projects Fund		6,601
Special Revenue Fund	1,000	
Fiduciary Fund	<u>90,781</u>	<u>11,626</u>
Total	<u>\$98,382</u>	<u>\$98,382</u>

The purpose of these interfunds are for short-term borrowings.

BARNEGAT TOWNSHIP BOARD OF EDUCATION
NOTES TO THE FINANCIAL STATEMENTS (continued):
JUNE 30, 2011

Note 12. GASB #54 Fund Balance Disclosure

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

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

General Fund – Of the \$3,013,695 General Fund fund balance at June 30, 2011, \$1,027,824 has been restricted for the capital reserve account; \$906,981 has been restricted for the maintenance reserve account; \$1,447,209 has been restricted for the excess surplus; \$80,627 has been committed and \$(448,946) is unassigned.

Capital Projects Fund – All of the \$1,460,914 Capital Projects Fund fund balance at June 30, 2011 is unassigned.

The Barnegat Township School District uses restricted/committed amounts to be spent first when both restricted and unrestricted fund balance is available, unless prohibited by law or regulation. Additionally, the Barnegat Township School District would first use committed, then assigned and lastly unassigned amounts of unrestricted fund balance when expenditures are made.

Note 13. Reserve Accounts

A. Capital Reserve Account

Barnegat Township Board of Education established a Capital Reserve Account on September 25, 2000 for the accumulation of Funds for use as capital outlay expenditures in subsequent fiscal years. The Capital Reserve Account is maintained in the general fund and its activity is included in the general fund annual budget. There is a balance of \$1,027,824 at June 30, 2011.

Funds placed in the capital reserve account are restricted to capital projects in the District's approved Long Range Facilities Plan (LRFP). Upon submission of the LRFP to the department, a district may

**BARNEGAT TOWNSHIP BOARD OF EDUCATION
NOTES TO THE FINANCIAL STATEMENTS (continued):
JUNE 30, 2011**

Note 13. Reserve Accounts (continued)

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

The activity of the capital reserve for the July 1, 2010 to June 30, 2011 fiscal year is as follows:

Beginning Balance, July 1, 2010	\$ 619,662
Increase per Resolution passed (June 21, 2011)	400,000
Interest Earned	<u>8,162</u>
Ending Balance, June 30, 2011	<u>\$1,027,824</u>

The June 30, 2010 LRFP balance of local support costs of uncompleted Capital Projects at June 30, 2011 is \$18,159,881.

B. Maintenance Reserve Account

Barnegat Township Board of Education established a Maintenance Reserve Account on June 9, 2009 for the accumulation of Funds for use as maintenance expenditures in subsequent fiscal years. The Maintenance Reserve Account is maintained in the general fund and its activity is included in the general fund annual budget. There is a balance of \$906,981 at June 30, 2011.

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

The activity of the maintenance reserve for the July 1, 2010 to June 30, 2011 fiscal year is as follows:

Beginning Balance, July 1, 2010	\$500,000
Increase per Resolution passed (June 21, 2011)	400,000
Interest Earned	<u>6,981</u>
Ending Balance, June 30, 2011	<u>\$906,981</u>

BARNEGAT TOWNSHIP BOARD OF EDUCATION
NOTES TO THE FINANCIAL STATEMENTS (continued):
JUNE 30, 2011

Note 14. Transfers to Capital Outlay

During the year ending June 30, 2011, the District transferred \$-0- to the capital outlay accounts.

Note 15. Deferred Compensation

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

Siracusa	Lincoln Investment	Equitable Life
Valic	Vanguard	Travelers' Insurance
Prudential		

Note 16. Compensated Absences

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

District employees are granted vacation and sick leave in varying amounts under the District's personnel policies. In the event of termination, an employee is reimbursed for accumulated vacation. Sick leave benefits provide for specified dollar amount per sick day accumulated and begin vesting with the employee after one year of service.

The liability for vested compensated absences of the governmental fund types is recorded in the statement of net assets under governmental activities. The current portion of the compensated absence balance is not considered material to the applicable funds total liabilities, and is therefore not shown separately from the long-term liability balance of compensated absences. The amount at June 30, 2011 is \$1,694,655.

The liability for vested compensated absences of the proprietary fund types is recorded within those funds as the benefits accrue to employees. As of June 30, 2011 no liability existed for compensated absences in the proprietary fund types.

BARNEGAT TOWNSHIP BOARD OF EDUCATION
NOTES TO THE FINANCIAL STATEMENTS (continued):
JUNE 30, 2011

Note 17. Calculation of Excess Surplus

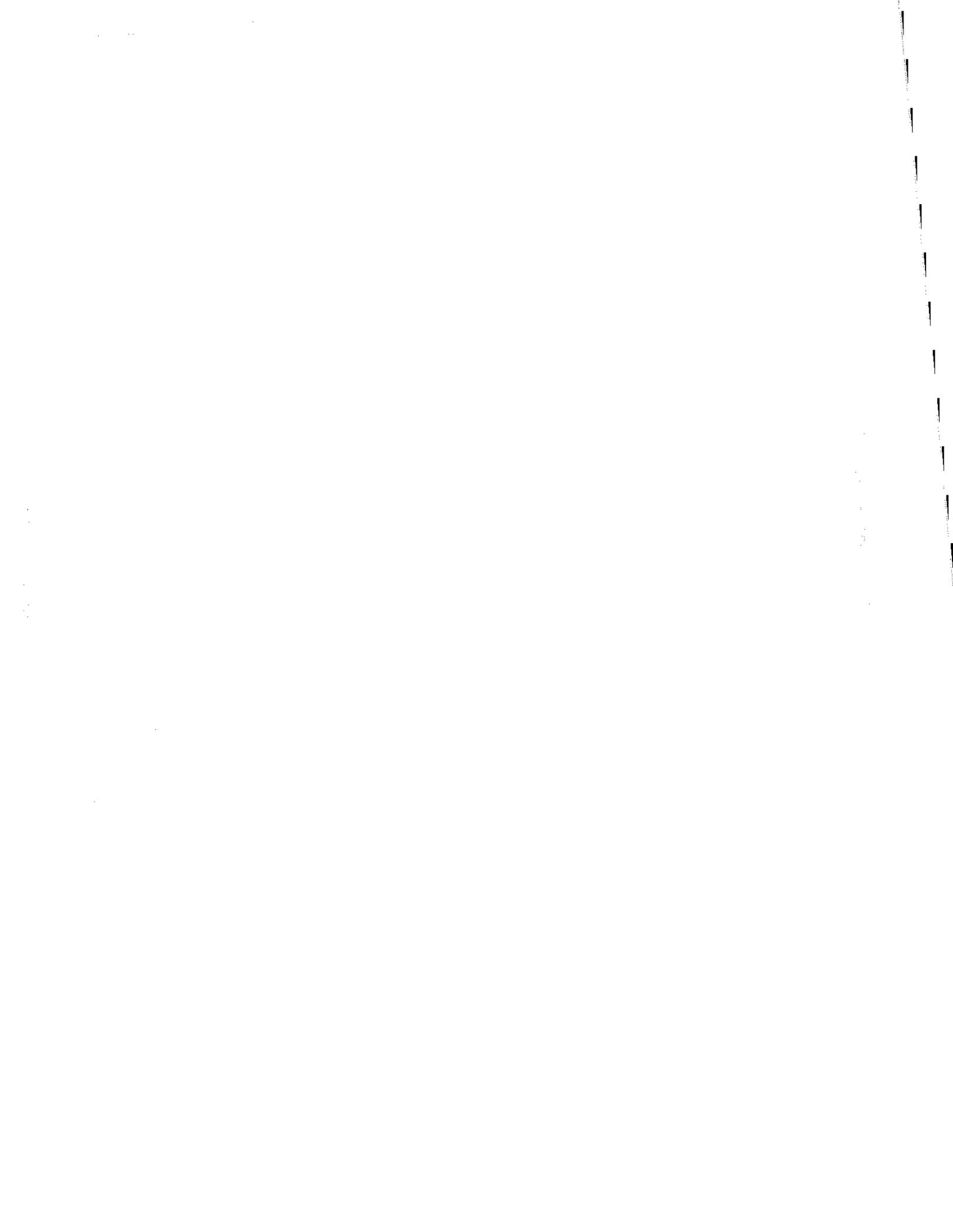
In accordance with N.J.S.A.18A:7F-7, as amended by P.L. 2004, c.73 (S1701), the designation for Reserved Fund Balance – Excess Surplus is a required calculation pursuant to the New Jersey Comprehensive Educational Improvement and Financing Act of 1996 (CEIFA). New Jersey school districts are required to reserve General Fund fund balance at the fiscal year-end of June 30 if they did not appropriate a required minimum amount as budgeted fund balance in their subsequent years' budget. The District has excess fund balance of \$1,447,209 at June 30, 2011.

Note 18. Interest on Capital Projects

Interest earnings on such local share of School Facilities Projects will be returned to the District by the New Jersey School Development Authority upon completion of the projects to be deposited into the District's general fund or debt service fund, as required under N.J.S.A. 18A and N.J.A.C. 6A:26-4.2. These earnings have been recorded in the Capital Projects Fund as deferred revenue until such time that the School Facilities Project is complete.

REQUIRED SUPPLEMENTARY INFORMATION

C. Budgetary Comparison Schedules



**BARNEGAT TOWNSHIP BOARD OF EDUCATION
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE FISCAL YEARS ENDED JUNE 30, 2011 AND 2010**

ACCOUNT NUMBERS	JUNE 30, 2011				POSITIVE/ (NEGATIVE) FINAL TO ACTUAL	JUNE 30, 2010				POSITIVE/ (NEGATIVE) FINAL TO ACTUAL	
	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL		ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL		
Revenues:											
Local Sources:											
Local Tax Levy	10-1210	\$26,379,687		26,379,687	26,379,687		24,229,720		24,229,720	24,229,720	
Interest Earned on Capital Reserve Funds	10-1511	2,250		2,250	9,324	7,074	250		250	1,162	912
Interest Earned on Maintenance Reserve Funds	10-1512	3,000		3,000	6,981	3,981					
Unrestricted Miscellaneous Revenues	10-1xxx	163,978		163,978	178,562	14,584	236,863		236,863	153,568	(83,295)
Total Local Sources		26,548,915		26,548,915	26,574,554	25,639	24,466,833		24,466,833	24,384,450	(82,383)
State Sources:											
Extraordinary Aid	10-3131	166,700		166,700	208,391	41,691	100,000		100,000	248,358	148,358
Categorical Special Education Aid	10-3132	790,976	953,144	1,744,120	1,744,120		1,715,818		1,715,818	1,715,818	
Equalization Aid	10-3176	17,971,078	(953,144)	17,017,934	17,017,934		14,281,069		14,281,069	14,281,069	
Categorical Security Aid	10-3177						366,182		366,182	366,182	
Adjustment Aid	10-3178						640,931		640,931	416,605	(224,326)
Categorical Transportation Aid	10-3121						927,282		927,282	885,519	(41,763)
Nonpublic Transportation Aid	10-3120				7,829	7,829				6,760	6,760
Homeless Tuition Reimbursement	10-3XXX				94,988	94,988					
Nonbudgeted:											
On-Behalf TPAF Contributions					1,297,107	1,297,107				1,254,278	1,254,278
Reimbursed TPAF Social Security					1,426,412	1,426,412				1,389,044	1,389,044
Total State Sources		18,928,754		18,928,754	21,796,781	2,868,027	18,031,282		18,031,282	20,563,633	2,532,351
Federal Sources:											
SEMI Program	10-4200	40,796		40,796	8,932	(31,864)	39,385		39,385	32,181	(7,204)
Grant Recovery Act:											
ARRA - Education State	16-4520						3,047,656		3,047,656	3,047,656	
ARRA - Government Services	17-4521						117,979		117,979	117,979	
Education Jobs Fund Program	18-4522		49,642	49,642	49,642						
Total Federal Sources		40,796	49,642	90,438	58,574	(31,864)	3,205,020		3,205,020	3,197,816	(7,204)
Total Revenues		45,518,465	49,642	45,568,107	48,429,909	2,861,802	45,703,135		45,703,135	48,145,899	2,442,764

**BARNEGAT TOWNSHIP BOARD OF EDUCATION
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE FISCAL YEARS ENDED JUNE 30, 2011 AND 2010**

ACCOUNT NUMBERS	JUNE 30, 2011				POSITIVE/ (NEGATIVE) FINAL TO ACTUAL	JUNE 30, 2010				POSITIVE/ (NEGATIVE) FINAL TO ACTUAL	
	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL		ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL		
Expenditures:											
Current Expense:											
Instruction - Regular Programs:											
Salaries of Teachers:											
Kindergarten	11-110-100-101	981,751	(147,444)	834,307	734,764	99,543	833,593	(12,349)	821,244	821,244	
Grades 1 - 5	11-120-100-101	4,540,417	(19,583)	4,520,834	4,431,344	89,490	4,741,056	(13,259)	4,727,797	4,727,797	
Grades 6 - 8	11-130-100-101	2,880,152	3,762	2,883,914	2,744,909	139,005	2,952,110	(143,689)	2,808,421	2,808,421	
Grades 9 - 12	11-140-100-101	3,516,170	16,418	3,532,588	3,365,190	167,398	3,643,873	(188,635)	3,455,238	3,451,749	3,489
Regular Programs - Home Instruction:											
Salaries of Teachers	11-150-100-101	35,000	15,016	50,016	50,016		35,000	29,232	64,232	64,232	
Regular Programs - Undistributed Instruction:											
Other Salaries for Instruction	11-190-100-106						102,249	45,649	147,898	143,709	4,189
Purchased Professional -											
Educational Services	11-190-100-320	246,150	(11,000)	235,150	216,221	18,929	174,484	(7,705)	166,779	166,662	117
Purchased Technical Services	11-190-100-340	327,700	(29,612)	298,088	235,177	62,911	342,000	28,919	370,919	339,400	31,519
Other Purchased Services (400-500)	11-190-100-500	368,982	136,000	504,982	452,620	52,362	358,347	81,115	439,462	425,186	14,276
General Supplies	11-190-100-610	950,725	73,217	1,023,942	686,078	337,864	742,608	147,465	890,073	856,447	33,626
Textbooks	11-190-100-640	147,000	(136,161)	10,839	3,116	7,723	141,640	(80,544)	61,096	60,330	766
Other Objects	11-190-100-890	23,000		23,000	21,931	1,069	25,000		25,000	24,589	411
Total Regular Programs - Instruction		14,017,047	(99,387)	13,917,660	12,941,366	976,294	14,091,960	(113,801)	13,978,159	13,889,766	88,393
Special Education:											
Learning and/or Language Disabilities:											
Salaries of Teachers	11-204-100-101	1,137,098	206,116	1,343,214	1,343,214		703,089	187,059	890,148	890,148	
Other Salaries for Instruction	11-204-100-106	681,539	(11,461)	670,078	670,078		683,967	152,732	836,699	836,699	
General Supplies	11-204-100-610	13,850	(12,629)	1,221	1,221		16,362	(11,132)	5,230	5,230	
Total Learning and/or Language Disabilities		1,832,487	182,026	2,014,513	2,014,513		1,403,418	328,659	1,732,077	1,732,077	
Behavioral Disabilities:											
Salaries of Teachers	11-209-100-101	212,302	(1,150)	211,152	211,152		205,094	(1,447)	203,647	203,647	
Other Salaries for Instruction	11-209-100-106	44,840	12,575	57,415	57,415		53,866	2,999	56,865	56,865	
General Supplies	11-209-100-610	5,000	(2,968)	2,032	2,032		800	(308)	492	492	
Other Objects	11-209-100-800	5,000	(4,539)	461	461		3,000	(2,213)	787	787	
Total Behavioral Disabilities		267,142	3,918	271,060	271,060		262,760	(969)	261,791	261,791	

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**BARNEGAT TOWNSHIP BOARD OF EDUCATION
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE FISCAL YEARS ENDED JUNE 30, 2011 AND 2010**

ACCOUNT NUMBERS	JUNE 30, 2011				POSITIVE/ (NEGATIVE) FINAL TO ACTUAL	JUNE 30, 2010				POSITIVE/ (NEGATIVE) FINAL TO ACTUAL	
	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL		ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL		
Multiple Disabilities:											
Salaries of Teachers	11-212-100-101	173,602	(249)	173,353	173,353	214,667	(48,142)	166,525	166,525		
General Supplies	11-212-100-610	5,000	(1,148)	3,852	3,852	800	(800)				
Total Multiple Disabilities		178,602	(1,397)	177,205	177,205	215,467	(48,942)	166,525	166,525		
Resource Room/Resource Center:											
Salaries of Teachers	11-213-100-101	1,312,781	(165,744)	1,147,037	1,147,037	1,581,785	(131,288)	1,450,497	1,450,497		
General Supplies	11-213-100-610	9,900	(5,471)	4,429	4,429	11,389	(3,778)	7,611	7,611		
Total Resource Room		1,322,681	(171,215)	1,151,466	1,151,466	1,593,174	(135,066)	1,458,108	1,458,108		
Preschool Disabilities - Full-Time:											
Salaries of Teachers	11-216-100-101	152,175	(18,485)	133,690	133,690	146,322	(297)	146,025	146,025		
Other Salaries for Instruction	11-216-100-106	104,502	24,468	128,970	128,970	112,823	(18,152)	94,671	94,671		
General Supplies	11-216-100-600	1,000	(714)	286	286	800	(800)				
Total Preschool Disabilities - Full-Time		257,677	5,269	262,946	262,946	259,945	(19,249)	240,696	240,696		
Total Special Education		3,858,589	18,601	3,877,190	3,877,190	3,734,764	124,433	3,859,197	3,859,197		
Instruction:											
Basic Skills/Remedial:											
Salaries of Teachers	11-230-100-101	534,193	150,773	684,966	684,966	623,088	128,404	751,492	751,461	31	
Other Salaries for Instruction	11-230-100-106	88,267	13,065	101,332	101,332						
General Supplies	11-230-100-610	11,420	(1,411)	10,009	10,009	13,325	13,928	27,253	27,018	235	
Total Basic Skills/Remedial		633,880	162,427	796,307	796,307	636,413	142,332	778,745	778,479	266	
School Sponsored Cocurricular Activities:											
Salaries	11-401-100-100	158,400	24,000	182,400	151,847	30,553	218,910	(7,785)	211,125	210,709	416
Purchased Services (300-500 Series)	11-401-100-500	17,700	(14,000)	3,700	630	3,070	18,208	(3,624)	14,584	12,723	1,861
Supplies and Materials	11-401-100-600	27,200	(56)	27,144	22,668	4,476	39,266	(18,772)	20,494	20,021	473
Other Objects	11-401-100-800	7,000		7,000	1,274	5,726	9,592	(2,513)	7,079	7,079	
Total School Sponsored Cocurricular Activities		210,300	9,944	220,244	176,419	43,825	285,976	(32,694)	253,282	250,532	2,750

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**BARNEGAT TOWNSHIP BOARD OF EDUCATION
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE FISCAL YEARS ENDED JUNE 30, 2011 AND 2010**

	ACCOUNT NUMBERS	JUNE 30, 2011				POSITIVE/ (NEGATIVE) FINAL TO ACTUAL	JUNE 30, 2010				POSITIVE/ (NEGATIVE) FINAL TO ACTUAL
		ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL		ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL	
School Sponsored Athletics:											
Salaries	11-402-100-100	508,662	12,903	521,565	515,574	5,991	578,845	23,139	601,984	598,984	3,000
Purchased Services (300-500 Series)	11-402-100-500	142,415	(6,644)	135,771	128,302	7,469	145,743	(6,921)	138,822	132,563	6,259
Supplies and Materials	11-402-100-600	87,705		87,705	69,784	17,921	106,353	315	106,668	106,668	
Other Objects	11-402-100-800	32,700		32,700	31,676	1,024	36,700	8,550	45,250	45,239	11
Total School Sponsored Athletics		771,482	6,259	777,741	745,336	32,405	867,641	25,083	892,724	883,454	9,270
Other Instructional Programs:											
Salaries	11-403-100-100	1,000		1,000	283	717	74,622	(50,647)	23,975	23,975	
Supplies and Materials	11-403-100-600	8,550	(5,000)	3,550	241	3,309	34,130	(34,130)			
Other Objects	11-403-100-800		5,000	5,000		5,000		16,629	16,629	16,629	
Total Instructional Programs - Instruction		9,550		9,550	524	9,026	108,752	(68,148)	40,604	40,604	
Community Service Programs/Operations:											
Salaries	11-800-330-100	2,000	7,000	9,000		9,000	85,000	(32,888)	52,112	52,112	
Purchased Services (300-500 Series)	11-800-330-500	7,000	(7,000)								
Supplies and Materials	11-800-330-610						12,500	(7,194)	5,306	5,306	
Total Community Service Programs/Operations		9,000		9,000		9,000	97,500	(40,082)	57,418	57,418	
Total - Instruction		19,509,848	97,844	19,607,692	18,537,142	1,070,550	19,823,006	37,123	19,860,129	19,759,450	100,679
Undistributed Expenditures:											
Instruction:											
Tuition to Other LEA's - Within State Regular	11-000-100-561	94,000	(23,000)	71,000	71,000		362,066	97,597	459,663	459,663	
Tuition to Other LEA's - Within State Special	11-000-100-562	360,000	(68,068)	291,932	291,932		700,000	(212,029)	487,971	487,971	
Tuition to County Vocational School District - Regular	11-000-100-563	9,500	1,000	10,500	10,500		7,500	1,000	8,500	8,500	
Tuition to CSSD & Regional Day Schools	11-000-100-565	116,000	(48,040)	67,960	67,935	25	228,000	(20,897)	207,103	207,103	
Tuition to Private School for the Disabled Within State	11-000-100-566	669,059	(63,722)	605,337	514,564	90,773	861,250	(654,326)	206,924	206,924	
Tuition - State Facilities	11-000-100-568	79,500		79,500	79,500		30,750	5,616	36,366	36,366	
Tuition - Other	11-000-100-569		167,763	167,763	167,763						
Total Undistributed Expenditures - Instruction		1,328,059	(34,067)	1,293,992	1,203,194	90,798	2,189,566	(783,039)	1,406,527	1,406,527	
Attendance & Social Work Services:											
Salaries	11-000-211-100	79,589	1,184	80,773	80,773		95,317	15,699	111,016	111,016	
Supplies and Materials	11-000-211-600	3,200	(384)	2,816	1,344	1,472	3,600	(1,178)	2,422	2,422	
Total Attendance & Social Work Services		82,789	800	83,589	82,117	1,472	98,917	14,521	113,438	113,438	

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**BARNEGAT TOWNSHIP BOARD OF EDUCATION
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE FISCAL YEARS ENDED JUNE 30, 2011 AND 2010**

	ACCOUNT NUMBERS	JUNE 30, 2011				POSITIVE/ (NEGATIVE) FINAL TO ACTUAL	JUNE 30, 2010				POSITIVE/ (NEGATIVE) FINAL TO ACTUAL
		ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL		ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL	
Health Services:											
Salaries	11-000-213-100	408,565	(5,689)	402,876	389,869	13,007	448,572	(15,994)	432,578	432,578	
Purchased Professional & Technical Services	11-000-213-300	30,000	4,881	34,881	34,881		30,000	(4,000)	26,000	26,000	
Other Purchased Services (400-500 Series)	11-000-213-500	4,500	(1,850)	2,650	2,245	405	5,000	(3,069)	1,931	1,931	
Supplies and Materials	11-000-213-600	9,530	2,295	11,825	6,086	5,739	10,750	255	11,005	8,660	2,345
Total Health Services		452,595	(363)	452,232	433,081	19,151	494,322	(22,808)	471,514	469,169	2,345
Other Support Services - Students - Related Services:											
Salaries	11-000-216-100	333,230	(26,081)	307,149	307,149		383,801	(48,527)	335,274	335,274	
Purchased Professional - Educational Services	11-000-216-320		33,200	33,200	33,200			33,700	33,700	33,700	
Supplies and Materials	11-000-216-600	4,600	(3,029)	1,571	1,367	204	6,800	(6,146)	654	654	
Total Other Support Services - Students - Related Services		337,830	4,090	341,920	341,716	204	390,601	(20,973)	369,628	369,628	
Other Support Services - Students - Regular:											
Salaries of Other Professional Staff	11-000-218-104	695,056	(36,002)	659,054	657,828	1,226	677,507	(26,008)	651,499	651,499	
Salaries of Secretarial & Clerical Assistants	11-000-218-105	63,436		63,436	63,064	372	62,467	(1,617)	60,850	60,850	
Purchased Professional - Educational Services	11-000-218-320	22,400	2,074	24,474	4,032	20,442	18,000	3,282	21,282	19,208	2,074
Supplies & Materials	11-000-218-600	34,300	(3,000)	31,300	24,367	6,933	39,140	(10,449)	28,691	28,691	
Total Other Support Services - Students - Regular		815,192	(36,928)	778,264	749,291	28,973	797,114	(34,792)	762,322	760,248	2,074
Other Support Services - Students - Special:											
Salaries of Other Professional Staff	11-000-219-104	1,094,641	4,166	1,098,807	1,035,953	62,854	1,104,567	(44,120)	1,060,447	1,060,447	
Salaries of Secretarial & Clerical Assistants	11-000-219-105	93,450		93,450	91,294	2,156	89,121	520	89,641	89,641	
Purchased Professional - Educational Services	11-000-219-320	48,500	2,228	50,728	2,508	48,220	48,500	(17,265)	31,235	31,235	

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**BARNEGAT TOWNSHIP BOARD OF EDUCATION
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE FISCAL YEARS ENDED JUNE 30, 2011 AND 2010**

	ACCOUNT NUMBERS	JUNE 30, 2011				POSITIVE/ (NEGATIVE)	JUNE 30, 2010				POSITIVE/ (NEGATIVE)
		ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL	FINAL TO ACTUAL	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL	FINAL TO ACTUAL
Other Support Services - Students - Special (continued):											
Other Purchased Professional & Technical Services	11-000-219-390	215,900	(14,755)	201,145	145,746	55,399	203,500	(56,747)	146,753	146,753	
Supplies & Materials	11-000-219-600	24,600	3,680	28,280	21,098	7,182	32,600	(19,002)	13,598	13,519	79
Other Objects	11-000-219-800	5,000	(164)	4,836	3,610	1,226	9,000	(6,783)	2,217	2,217	
Total Other Support Services - Students - Special		1,482,091	(4,845)	1,477,246	1,300,209	177,037	1,487,288	(143,397)	1,343,891	1,343,812	79
Improvement of Instruction Services/Other Support Services - Instruction Staff:											
Salaries of Supervisors of Instruction	11-000-221-102	574,003	(20,720)	553,283	521,123	32,160	617,787	(67,100)	550,687	544,502	6,185
Salaries of Secretarial & Clerical Aides - Summer	11-000-221-104		20,000	20,000	14,900	5,100	151,869	(115,479)	36,390	36,390	
Aides - Normal School Year	11-000-221-105	78,022	720	78,742	78,742			138,894	138,894	137,184	1,710
Other Purchased Professional & Technical Services	11-000-221-390	9,000		9,000	8,474	526	10,100	(5,997)	4,103	4,103	
Supplies and Materials	11-000-221-600	2,700		2,700	1,131	1,569	2,900		2,900	1,572	1,328
Other Objects	11-000-221-800	9,000		9,000	8,627	373	10,000	(5,062)	4,938	4,843	95
Total Improvement of Instruction Services/Other Support Services - Instructional Staff		672,725		672,725	632,997	39,728	792,656	(54,744)	737,912	728,594	9,318
Educational Media Services/School Library:											
Salaries	11-000-222-100	268,426		268,426	264,301	4,125	254,536	1,731	256,267	255,997	270
Purchased Professional & Technical Services	11-000-222-300	2,900	861	3,761	1,655	2,106	18,530	(1,347)	17,183	16,175	1,008
Supplies and Materials	11-000-222-600	59,225	4	59,229	46,113	13,116	77,625	(13,512)	64,113	64,082	31
Total Educational Media Services/School Library		330,551	865	331,416	312,069	19,347	350,691	(13,128)	337,563	336,254	1,309
Instructional Staff Training Services:											
Purchased Professional - Educational Services	11-000-223-320	14,000	(4,000)	10,000	864	9,136	15,650	(15,515)	135	135	
Other Purchased Professional & Technical Services	11-000-223-390		4,000	4,000	1,996	2,004	4,500	(3,700)	800	800	
Other Purchased Services (400-500 Series)	11-000-223-500	8,300		8,300	1,101	7,199	9,275	(8,213)	1,062	1,062	
Supplies and Materials	11-000-223-600	4,000		4,000	1,934	2,066	4,500	(215)	4,285	4,285	
Total Instructional Staff Training Services		26,300		26,300	5,895	20,405	33,925	(27,643)	6,282	6,282	

**BARNEGAT TOWNSHIP BOARD OF EDUCATION
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE FISCAL YEARS ENDED JUNE 30, 2011 AND 2010**

ACCOUNT NUMBERS	JUNE 30, 2011				POSITIVE/ (NEGATIVE) FINAL TO ACTUAL	JUNE 30, 2010				POSITIVE/ (NEGATIVE) FINAL TO ACTUAL	
	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL		ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL		
Support Services General Administration:											
Salaries	11-000-230-100	196,817	2,050	198,867	198,867		180,384	13,144	193,528	193,528	
Legal Services	11-000-230-331	105,000	7,348	112,348	112,348		95,000	11,025	106,025	105,908	117
Audit Fees	11-000-230-332	36,000	4,761	40,761	40,761		35,000	4,995	39,995	39,995	
Architectural/Engineering Fees	11-000-230-334	30,000	(30,000)				15,000	1,952	16,952	16,952	
Other Purchased Professional Services	11-000-230-339	59,000	48,591	107,591	95,487	12,104	60,000	9,727	69,727	69,677	50
Purchased Technical Services	11-000-230-340	60,000	4,215	64,215	64,215		60,000	(5,221)	54,779	54,279	500
Communications/Telephone	11-000-230-530	91,000	35,739	126,739	109,651	17,088	51,000	54,983	105,983	105,983	
BOE Other Purchased Services	11-000-230-585	2,600	(2,600)				2,600	(2,600)			
Other Purchased Services (400-500 Series)	11-000-230-590	25,000	(6,830)	18,170	18,170		25,000	(8,784)	16,216	16,216	
General Supplies	11-000-230-610	11,000	(3,053)	7,947	7,947		12,000	(2,888)	9,112	9,112	
Judgments Against School District	11-000-230-820	6,000	(5,463)	537	537			8,272	8,272	6,772	1,500
Miscellaneous Expenditures	11-000-230-890	30,400	(9,657)	20,743	15,980	4,763	32,650	(12,797)	19,853	19,602	251
BOE Membership Dues & Fees	11-000-230-895	33,500	(6,714)	26,786	26,256	530	35,000	(9,274)	25,726	25,626	100
Total Support Services General Administration		686,317	38,387	724,704	690,219	34,485	603,634	62,534	666,168	663,650	2,518
Support Services School Administration:											
Salaries of Principals & Assistant Principals	11-000-240-103	944,125	(17,961)	926,164	926,164		896,264	20,554	916,818	903,494	13,324
Salaries of Secretarial & Clerical Assistants	11-000-240-105	406,197	37,345	443,542	443,542		459,261	28,455	487,716	479,892	7,824
Other Purchased Services (400-500 Series)	11-000-240-500	15,000	(2,870)	12,130	5,973	6,157	13,000	(3,958)	9,042	8,961	81
Supplies & Materials	11-000-240-600	47,050	(8,557)	38,493	30,711	7,782	57,632	(11,064)	46,568	46,568	
Other Objects	11-000-240-890	31,500	(2,826)	28,674	23,249	5,425	38,500	(9,626)	28,874	27,798	1,076
Total Support Services School Administration		1,443,872	5,131	1,449,003	1,429,639	19,364	1,464,657	24,361	1,489,018	1,466,713	22,305
Central Services:											
Salaries	11-000-251-100	428,674	(23,291)	405,383	386,347	19,036	433,786	35,453	469,239	466,362	2,877
Purchased Professional Services	11-000-251-330	4,500		4,500	1,000	3,500	4,500	(1,360)	3,140	1,000	2,140
Purchased Technical Services	11-000-251-340	8,000		8,000	8,000		8,000	1,360	9,360	9,360	
Miscellaneous Expenditures	11-000-251-890	10,000	(698)	9,302	7,820	1,482	10,000	(455)	9,545	9,545	

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**BARNEGAT TOWNSHIP BOARD OF EDUCATION
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE FISCAL YEARS ENDED JUNE 30, 2011 AND 2010**

ACCOUNT NUMBERS	JUNE 30, 2011				POSITIVE/ (NEGATIVE) FINAL TO ACTUAL	JUNE 30, 2010				POSITIVE/ (NEGATIVE) FINAL TO ACTUAL	
	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL		ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL		
Total Central Services	451,174	(23,989)	427,185	403,167	24,018	456,286	34,998	491,284	486,267	5,017	
Administrative Information Technology:											
Salaries	11-000-252-100	184,260	21,012	205,272	205,272	168,672	12,405	181,077	172,077	9,000	
Total Administrative Information Technology		184,260	21,012	205,272	205,272	168,672	12,405	181,077	172,077	9,000	
Required Maintenance for School Facilities:											
Salaries	11-000-261-100	202,362	(40,728)	161,634	157,620	4,014	301,917	(15,498)	286,419	279,221	7,198
Cleaning, Repair & Maintenance Services	11-000-261-420	253,850	55,778	309,628	291,006	18,622	277,408	84,875	362,283	297,716	64,567
General Supplies	11-000-261-610	170,000	(36,788)	133,212	115,007	18,205	202,540	(32,184)	170,356	169,398	958
Other Objects	11-000-261-800	6,000		6,000	6,000		10,000	(4,901)	5,099	5,099	
Total Allowable Maintenance For School Facilities		632,212	(21,738)	610,474	569,633	40,841	791,865	32,292	824,157	751,434	72,723
Other Operation & Maintenance of Plant Services:											
Salaries	11-000-262-100	1,398,998	32,683	1,431,681	1,431,496	185	1,548,468	(64,832)	1,483,636	1,481,114	2,522
Salaries of Non-Instructional Aides	11-000-262-107	18,329	(18,329)								
Cleaning, Repair & Maintenance Services	11-000-262-420	73,900	31,505	105,405	94,705	10,700	225,818	(11,028)	214,790	155,942	58,848
Other Purchased Property Services	11-000-262-490	115,000	159,352	274,352	258,387	15,965	140,000		140,000	88,098	51,902
Insurance	11-000-262-520	160,000	11,193	171,193	147,225	23,968	144,500	8,525	153,025	128,323	24,702
Miscellaneous Purchased Services	11-000-262-590	3,600	(3,520)	80	80		4,000	(1,849)	2,151	522	1,629
General Supplies	11-000-262-610	95,000	35,000	130,000	130,000		135,000	2,000	137,000	137,000	
Energy (Natural Gas)	11-000-262-621	360,000	(64,030)	295,970	196,553	99,417	410,000	(110,774)	299,226	281,680	17,546
Energy (Electricity)	11-000-262-622	1,250,000	(100,000)	1,150,000	1,109,378	40,622	1,400,000	43,881	1,443,881	1,443,881	
Energy (Gasoline)	11-000-262-626	5,000	(5,000)								
Other Objects	11-000-262-800	21,500	(200)	21,300	18,320	2,980	25,500	(2,000)	23,500	22,776	724
Total Operation & Maintenance of Plant Services		3,501,327	78,654	3,579,981	3,386,144	193,837	4,033,286	(136,077)	3,897,209	3,739,336	157,873
Care and Upkeep of Grounds:											
Salaries	11-000-263-100	227,485	(48,297)	179,188	169,040	10,148	213,025		213,025	190,346	22,679
Cleaning, Repair & Maintenance Services	11-000-263-420	53,000	(10,000)	43,000	43,000				96,000	90,173	5,827
General Supplies	11-000-263-610	90,000	13,000	103,000	102,999	1	96,000				
Total Care and Upkeep of Grounds		370,485	(45,297)	325,188	315,039	10,149	309,025		309,025	280,519	28,506
Security:											
Salaries	11-000-266-100	177,668	12,566	190,234	170,792	19,442	264,648	(2,213)	262,435	259,383	3,052
Purchased Technical Services	11-000-266-420	16,000		16,000	3,375	12,625	19,000	2,521	21,521	20,401	1,120
General Supplies	11-000-266-610	8,000	(2,468)	5,532	2,170	3,362	6,000	3,692	9,692	7,478	2,214
Total Security		201,668	10,098	211,766	176,337	35,429	289,648	4,000	293,648	287,262	6,386

**BARNEGAT TOWNSHIP BOARD OF EDUCATION
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE FISCAL YEARS ENDED JUNE 30, 2011 AND 2010**

	ACCOUNT NUMBERS	JUNE 30, 2011				POSITIVE/ (NEGATIVE) FINAL TO ACTUAL	JUNE 30, 2010				POSITIVE/ (NEGATIVE) FINAL TO ACTUAL
		ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL		ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL	
Student Transportation Services:											
Salaries of Non-Instructional Aides	11-000-270-107	105,547	(105,547)								
Salaries for Pupil Transportation (Between Home & School) - Regular	11-000-270-160	1,183,110	99,801	1,282,911	1,282,315	596	1,659,361	(25,686)	1,633,675	1,633,675	
Salaries for Pupil Transportation (Between Home & School) - Special Education	11-000-270-161	15,000	(15,000)				17,680	(17,680)			
Salaries for Pupil Transportation (Other Than Between Home & School)	11-000-270-162	43,500	(43,500)				54,600	(54,600)			
Salaries for Pupil Transportation (Between Home & School) - Nonpublic Schools	11-000-270-163	18,000	(7,392)	10,608	10,608						
Other Purchased Professional & Technical Services	11-000-270-390	13,000	229,233	242,233	8,510	233,723	13,000	907	13,907	13,907	
Cleaning, Repair, & Maintenance	11-000-270-420						3,000	(3,000)			
Lease Purchase Payments - Buses	11-000-270-443	330,800	(839)	329,961	329,961		355,731	24,825	380,556	380,556	
Contracted Services (Special Education Students) - Vendors	11-000-270-514	22,000	(22,000)				30,000	(30,000)			
Contracted Services - ESC's & CTSA's - (Special Education Students)	11-000-270-518	450,000	(29,581)	420,419	420,419		506,667	97,149	603,816	603,816	
Aid in Lieu	11-000-270-503	24,500	4,586	29,086	29,086		20,000	6,375	26,375	25,050	1,325
Miscellaneous Purchased Services - Transportation	11-000-270-593	38,000	(500)	37,500	37,500		34,000	1,372	35,372	35,372	
Transportation Supplies	11-000-270-615	300,000	21,459	321,459	310,832	10,627	332,000	36,733	368,733	336,100	32,633
Miscellaneous Expenditures	11-000-270-800	3,000	(54)	2,946	2,946			1,628	1,628	983	645
Total Student Transportation Services		2,546,457	130,666	2,677,123	2,432,177	244,946	3,026,039	38,023	3,064,062	3,029,459	34,603
Student Transportation Services - Employee Benefits:											
Health Benefits	11-000-270-270	587,500	(67,539)	519,961	519,961		750,000	(169,755)	580,245	580,245	
Total Student Transportation Services - Employee Benefits		587,500	(67,539)	519,961	519,961		750,000	(169,755)	580,245	580,245	

**BARNEGAT TOWNSHIP BOARD OF EDUCATION
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE FISCAL YEARS ENDED JUNE 30, 2011 AND 2010**

ACCOUNT NUMBERS	JUNE 30, 2011				POSITIVE/ (NEGATIVE)	JUNE 30, 2010				POSITIVE/ (NEGATIVE)	
	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL	FINAL TO ACTUAL	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL	FINAL TO ACTUAL	
Unallocated Benefits Employee Benefits:											
Social Security Contributions	11-000-291-220	817,258		817,258	594,476	222,782	800,000	(25,000)	775,000	757,274	17,726
Other Retirement Contributions - Regular	11-000-291-241	593,000	129,272	722,272	721,574	698	490,000	16,882	506,882	506,882	
Unemployment Compensation	11-000-291-250	495,461	(7,037)	488,424	475,667	12,757	30,000	175,000	205,000	172,503	32,497
Workman's Compensation	11-000-291-260	285,000	(10,000)	275,000	218,898	56,102	285,000	(50,584)	234,416	234,416	
Health Benefits	11-000-291-270	5,868,891	(325,487)	5,543,404	5,501,984	41,420	5,640,000	225,011	5,865,011	5,758,152	106,859
Tuition Reimbursement	11-000-291-280	75,000		75,000	61,059	13,941	75,000	(9,666)	65,334	65,224	110
Other Employee Benefits	11-000-291-290	1,265,000	(161,762)	1,103,238	936,845	166,393	825,000	632,279	1,457,279	1,440,240	17,039
Total Unallocated Benefits - Employee Benefits		9,399,610	(375,014)	9,024,596	8,510,503	514,093	8,145,000	963,922	9,108,922	8,934,691	174,231
Nonbudgeted:											
On-Behalf TPAF Post Retirement Medical					1,297,107	(1,297,107)				1,254,278	(1,254,278)
Reimbursed TPAF Social Security					1,426,412	(1,426,412)				1,389,044	(1,389,044)
Total Undistributed Expenditures		25,533,014	(320,077)	25,212,937	26,422,179	(1,209,242)	26,673,192	(219,300)	26,453,892	28,568,927	(2,115,035)
Total Expenditures - Current Expense		45,042,862	(222,233)	44,820,629	44,959,321	(138,692)	46,496,198	(182,177)	46,314,021	48,328,377	(2,014,356)
Capital Outlay:											
Equipment:											
School Sponsored & Other Instructional Programs	12-4xx-100-730		8,105	8,105	5,575	2,530					
Undistributed Expenditures:											
Instruction	12-000-100-730						29,000	66,841	95,841	87,736	8,105
Support Services - Students - Regular	12-000-210-730						6,000	(250)	5,750	5,750	
Other Support Services - Students - Special	12-000-219-730		4,320	4,320	4,320						
School Administration	12-000-240-730							3,232	3,232	3,232	
Administrative Information Technology	12-000-252-730		98,023	98,023	2,537	95,486	10,000	(1,042)	8,958	8,958	
Operation & Maintenance of Plant Services	12-000-261-730	48,000	16,794	64,794	64,794		83,912	(7,642)	76,270	63,439	12,831
Security	12-000-266-730							174,538	174,538	174,538	
Non-Instructional Equipment	12-000-270-732							3,443	3,443	3,443	
Total Equipment		48,000	127,242	175,242	77,226	98,016	128,912	239,120	368,032	347,096	20,936
Facilities Acquisition & Construction Services:											
Construction Services	12-000-400-450		300,000	300,000	9,394	290,606	128,000	102,515	230,515	229,882	633
Other Objects	12-000-400-800	822,353		822,353	822,353						

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**BARNEGAT TOWNSHIP BOARD OF EDUCATION
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE FISCAL YEARS ENDED JUNE 30, 2011 AND 2010**

ACCOUNT NUMBERS	JUNE 30, 2011				POSITIVE/ (NEGATIVE) FINAL TO ACTUAL	JUNE 30, 2010				POSITIVE/ (NEGATIVE) FINAL TO ACTUAL
	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL		ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL	
Total Facilities Acquisition & Construction Services	822,353	300,000	1,122,353	831,747	290,606	128,000	102,515	230,515	229,882	633
Assets Acquired Under Capital Leases (Nonbudgeted): Student Transportation Textbooks, Technology									114,724	(114,724)
Total Assets Acquired Under Capital Leases (Nonbudgeted)									114,724	(114,724)
Total Capital Outlay	870,353	427,242	1,297,595	908,973	388,622	256,912	341,635	598,547	691,702	(93,155)
Total Expenditures	45,913,215	205,009	46,118,224	45,868,294	249,930	46,753,110	159,458	46,912,568	49,020,079	(2,107,511)
Excess/(Deficiency) of Revenues Over/(Under) Expenditures	(394,750)	(155,367)	(550,117)	2,561,615	3,111,732	(1,049,975)	(159,458)	(1,209,433)	(874,180)	335,253
Other Financing Sources/(Uses):										
Transfers In From Capital Project Fund				1,053	1,053				1,323	1,323
Cancellation of Prior Year Receivables									(90,078)	(90,078)
Interest Deposited Into Capital Reserve	(2,250)		(2,250)		2,250	(250)		(250)		250
Interest Deposited Into Maintenance Reserve	(3,000)		(3,000)		3,000					
Capital Leases (Nonbudgeted)									114,724	114,724
Total Other Financing Sources/(Uses):	(5,250)		(5,250)	1,053	6,303	(250)		(250)	25,969	26,219
Excess/(Deficiency) of Revenues Over/(Under) Expenditures After Other Financing Sources/(Uses)	(400,000)	(155,367)	(555,367)	2,562,668	3,118,035	(1,050,225)	(159,458)	(1,209,683)	(848,211)	361,472
Fund Balances, July 1	2,192,564		2,192,564	2,192,564		3,040,775		3,040,775	3,040,775	
Fund Balances, June 30	\$1,792,564	(155,367)	1,637,197	4,755,232	3,118,035	1,990,550	(159,458)	1,831,092	2,192,564	361,472

RECAPITULATION OF FUND BALANCE

Restricted Fund Balance:	
Capital Reserve	\$1,027,824
Maintenance Reserve	906,981
Excess Surplus	1,447,209
Committed Fund Balance:	
Year-End Encumbrances	80,627
Assigned Fund Balance:	
Year-End Encumbrances	380,175
Unassigned Fund Balance	912,416
Subtotal	4,755,232
Reconciliation to Governmental Fund Statements (GAAP):	
Last State Aid Payment Not Recognized on GAAP Basis	(1,741,537)
Fund Balance per Governmental Funds (GAAP)	\$3,013,695

**BARNEGAT TOWNSHIP SCHOOL DISTRICT
AMERICAN RECOVERY AND REINVESTMENT ACT -
BUDGET AND ACTUAL
FOR THE FISCAL YEARS ENDED JUNE 30, 2011 AND 2010**

	ACCOUNT NUMBER	JUNE 30, 2011			VARIANCE POSITIVE/ (NEGATIVE) FINAL TO ACTUAL	JUNE 30, 2010			VARIANCE POSITIVE/ (NEGATIVE) FINAL TO ACTUAL
		ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET		ACTUAL	ORIGINAL BUDGET	BUDGET TRANSFERS	
Revenues:									
Federal Sources:									
Education State Grant, Recovery	16-4520	\$ -				3,047,656		3,047,656	3,047,656
Government Services Grant, Recovery Act	17-4521					117,979		117,979	117,979
Total Federal Sources						3,165,635		3,165,635	3,165,635
Total Revenues						3,165,635		3,165,635	3,165,635
Expenditures:									
Current Expense:									
Instruction - Regular Programs:									
Salaries of Teachers:									
Grades 1 - 5	16-120-100-101					3,047,656		3,047,656	3,047,656
Total Instruction - Regular Programs						3,047,656		3,047,656	3,047,656
Instruction - Regular Programs:									
Salaries of Teachers:									
Preschool/Kindergarten	17-110-100-101					117,979		117,979	117,979
Total Instruction - Regular Programs						117,979		117,979	117,979
Total Expenditures - Current Expense						3,165,635		3,165,635	3,165,635
Total Expenditures						3,165,635		3,165,635	3,165,635
Excess/(Deficiency) of Revenues Over/(Under) Expenditures		\$ -	-	-	-	-	-	-	-

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**BARNEGAT TOWNSHIP SCHOOL DISTRICT
EDUCATION JOBS FUND PROGRAM -
BUDGETARY COMPARISON SCHEDULE
FOR THE FISCAL YEAR ENDED JUNE 30, 2011**

	ACCOUNT NUMBER	JUNE 30, 2011			VARIANCE POSITIVE/ (NEGATIVE) FINAL TO ACTUAL	
		ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET		ACTUAL
Revenues:						
Federal Sources:						
Education Jobs Fund Program	18-4522	\$ -	49,642	49,642	49,642	-
Total Federal Sources			49,642	49,642	49,642	-
Total Revenues			49,642	49,642	49,642	-
Expenditures:						
Education Jobs Fund Program:						
Security:						
Salaries	18-000-266-100		49,642	49,642	49,642	-
Total Security			49,642	49,642	49,642	-
Total Education Jobs Fund Expenditures			49,642	49,642	49,642	-
Total Expenditures			49642	49642	49642	-
Excess/(Deficiency) of Revenues						
Over/(Under) Expenditures		\$ -	-	-	-	-

**BARNEGAT TOWNSHIP BOARD OF EDUCATION
SPECIAL REVENUE FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE FISCAL YEARS ENDED JUNE 30, 2011 AND 2010**

	JUNE 30, 2011				VARIANCE POSITIVE/ (NEGATIVE) FINAL TO ACTUAL	JUNE 30, 2010				VARIANCE POSITIVE/ (NEGATIVE) FINAL TO ACTUAL
	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL		ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL	
REVENUES										
Federal Sources	\$1,080,000	161,275	1,241,275	1,241,275		1,076,826	1,017,414	2,094,240	2,094,240	
Local Sources		34,185	34,185	34,185			34,704	34,704	34,704	
Total Revenues	1,080,000	195,460	1,275,460	1,275,460		1,076,826	1,052,118	2,128,944	2,128,944	
EXPENDITURES:										
Instruction:										
Salaries of Teachers	340,000	(6,938)	333,062	333,062		323,137	(12,834)	310,303	310,303	
Tuition	740,000	2,157	742,157	742,157		753,689	363,720	1,117,409	1,117,409	
Purchased Professional - Educational Services		76,366	76,366	76,366			52,942	52,942	52,942	
General Supplies		2,940	2,940	2,940			94,873	94,873	94,873	
Other Objects							4,500	4,500	4,500	
Total Instruction	1,080,000	74,525	1,154,525	1,154,525		1,076,826	503,201	1,580,027	1,580,027	
Support Services:										
Salaries of Other Professional Staff		8,652	8,652	8,652			6,500	6,500	6,500	
Personal Services - Employee Benefits		66,611	66,611	66,611			62,060	62,060	62,060	
Purchased Professional - Educational Services		19,722	19,722	19,722			47,715	47,715	47,715	
Supplies & Materials		25,950	25,950	25,950			425,972	425,972	425,972	
Total Support Services		120,935	120,935	120,935			542,247	542,247	542,247	
Facilities Acquisition & Construction Services:										
Non-Instructional Equipment							6,670	6,670	6,670	
Total Facilities Acquisition & Construction Servi							6,670	6,670	6,670	
Total Outflows	1,080,000	195,460	1,275,460	1,275,460	-	1,076,826	1,052,118	2,128,944	2,128,944	-
Excess/(Deficiency) of Revenues Over/(Under) Expenditures & Other Financing Sources/(Uses)	\$ -	-	-	-	-	-	-	-	-	-

NOTES TO REQUIRED SUPPLEMENTARY INFORMATION

**BARNEGAT TOWNSHIP BOARD OF EDUCATION
REQUIRED SUPPLEMENTARY INFORMATION
BUDGETARY COMPARISON SCHEDULE
NOTE TO RSI
FOR THE FISCAL YEAR ENDED JUNE 30, 2011**

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

	GENERAL FUND	SPECIAL REVENUE FUND
Sources/Inflows of Resources:		
Actual Amounts (Budgetary Basis) "Revenue"		
From the Budgetary Comparison Schedule (C-Series)	\$48,429,909	1,275,460
Difference - Budget to GAAP:		
Grant accounting budgetary basis differs from GAAP in that encumbrances are recognized as expenditures, and the related revenue is recognized.		
Current Year		(22,323)
State aid payment recognized for GAAP statements in the current year, previously recognized for budgetary purposes.	2,086,293	
State aid payment recognized for budgetary purposes, not recognized for GAAP statements until the subsequent year.		(1,741,537)
	\$48,774,665	1,253,137
Total Revenues as Reported on the Statement of Revenues, Expenditures, and Changes in Fund Balances - Governmental Funds. (B-2)	\$48,774,665	1,253,137
Uses/outflows of resources:		
Actual amounts (budgetary basis) "total expenditures" from the budgetary comparison schedule	\$45,868,294	1,275,460
Differences - budget to GAAP		
Encumbrances for supplies and equipment ordered but not received is reported in the year the order is placed for <i>budgetary</i> purposes, but in the year the supplies are received for <i>financial reporting</i> purposes.		
Current Year		(22,323)
	\$45,868,294	1,253,137
Total Expenditures as Reported on the Statement of Revenues, Expenditures, and Changes in Fund Balances - Governmental Funds (B-2)	\$45,868,294	1,253,137

N-1 The general fund budget uses GAAP basis therefore no reconciliation is necessary.

OTHER SUPPLEMENTARY INFORMATION

D. School Based Budget Schedules

Not Applicable

E. Special Revenue Fund

**BARNEGAT TOWNSHIP BOARD OF EDUCATION
SPECIAL REVENUE FUND
COMBINING SCHEDULE OF REVENUES AND EXPENDITURES
FOR THE FISCAL YEAR ENDED JUNE 30, 2011
(With Comparative Totals for June 30, 2010)**

	I.D.E.A. PART B		NO CHILD LEFT BEHIND		
	BASIC REGULAR	BASIC PRESCHOOL	TITLE I	TITLE IIA	TITLE IID
Revenues:					
State Sources					
Federal Sources	\$737,635	4,522	381,050	114,215	919
Local Sources					
Total Revenues	\$737,635	4,522	381,050	114,215	919
Expenditures:					
Instruction:					
Salaries of Teachers			242,228	90,834	
Tuition	\$737,635	4,522			
Purchased Professional - Educational Services			67,528	5,215	689
General Supplies			2,940		
Total Instruction	737,635	4,522	312,696	96,049	689
Support Services:					
Salaries of Other Professional Staff					
Personal Services - Employee Benefits			48,445	18,166	
Purchased Professional - Educational Services			19,492		230
Supplies & Materials			417		
Total Support Services			68,354	18,166	230
Facilities Acquisition & Construction Services:					
Non-Instructional Equipment					
Facilities Acquisition & Construction Services					
Total Expenditures	\$737,635	4,522	381,050	114,215	919

**BARNEGAT TOWNSHIP BOARD OF EDUCATION
SPECIAL REVENUE FUND
COMBINING SCHEDULE OF REVENUES AND EXPENDITURES
FOR THE FISCAL YEAR ENDED JUNE 30, 2011
(With Comparative Totals for June 30, 2010)**

	NCLB TITLE III	MARQUEE GRANT	JTDS LIBRARY GRANT	LAUFGAS HISTORY	OCEAN FIRST LITERACY	READING EXCELLENCE	2011	2010
Revenues:								
State Sources								
Federal Sources	\$2,934						1,241,275	2,094,240
Local Sources		23,323	1,952	500	1,222	7,188	34,185	34,704
Total Revenues	\$2,934	23,323	1,952	500	1,222	7,188	1,275,460	2,128,944
Expenditures:								
Instruction:								
Salaries of Teachers							333,062	310,303
Tuition							742,157	1,117,409
Purchased Professional - Educational Services	\$2,934						76,366	52,942
General Supplies							2,940	94,873
Other Objects								4,500
Total Instruction	2,934						1,154,525	1,580,027
Support Services:								
Salaries of Other Professional Staff			1,952	500		6,200	8,652	6,500
Personal Services - Employee Benefits							66,611	62,060
Purchased Professional - Educational Services							19,722	47,715
Supplies & Materials		23,323			1,222	988	25,950	425,972
Total Support Services		23,323	1,952	500	1,222	7,188	120,935	542,247
Facilities Acquisition & Construction Services								
Noninstructional Equipment								6,670
Facilities Acquisition & Construction Services								6,670
Total Expenditures	\$2,934	23,323	1,952	500	1,222	7,188	1,275,460	2,128,944

F. Capital Projects Fund

**BARNEGAT TOWNSHIP BOARD OF EDUCATION
CAPITAL PROJECTS FUND
SUMMARY SCHEDULE OF PROJECT EXPENDITURES
FOR THE FISCAL YEAR ENDED JUNE 30, 2011**

PROJECT TITLE/ISSUE	DATE	ORIGINAL APPROPRIATIONS	EXPENDITURES TO DATE		UNEXPENDED
			PRIOR YEARS	CURRENT YEAR	BALANCE JUNE 30, 2011
Various HVAC Projects	4/1/2002	\$2,748,679	2,742,601		6,078
Central Office	4/1/2002	569,777	566,041		3,736
Brackman Roof	4/1/2002	140,300	139,968		332
Workshop Renovation	4/1/2002	386,720	350,916		35,804
Various Fields	4/1/2002	670,055	669,902		153
Horbelt School	10/7/1999	9,497,000	9,482,245		14,755
Construction of New High School	12/1/2001	31,995,835	31,866,072	79,905	49,858
Construction of A New Elementary School & Improvements To Various Schools	1/5/2005	75,270,335	73,785,564	134,573	1,350,198
Security Upgrades/Surveillance Cameras	5/1/2011	304,354	304,354		
Total		\$121,583,055	119,907,663	214,478	1,460,914

**BARNEGAT TOWNSHIP BOARD OF EDUCATION
CAPITAL PROJECTS FUND
SUMMARY SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE-BUDGETARY BASIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2011**

Revenues & Other Financing Sources:	
Additional SCC Overages	\$195,631
Interest Earnings	1,053
	<hr/>
Total Revenues	196,684
	<hr/>
Expenditures & Other Financing Uses:	
Project Expenditures	214,478
	<hr/>
Total Expenditures	214,478
	<hr/>
Excess/(Deficiency) of Revenues Over/(Under) Expenditures	(17,794)
	<hr/>
Other Financing Sources/(Uses):	
Transfer of Interest Earnings to General Fund	(1,053)
	<hr/>
Total Other Financing Sources & Uses	(1,053)
	<hr/>
Net Change in Fund Balance	(18,847)
Fund Balance - Beginning	1,479,761
	<hr/>
Fund Balance - Ending	<u><u>\$1,460,914</u></u>

**BARNEGAT TOWNSHIP BOARD OF EDUCATION
CAPITAL PROJECTS FUND
SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCE, AND
PROJECT STATUS--BUDGETARY BASIS
VARIOUS HVAC
FROM INCEPTION AND FOR THE YEAR ENDED JUNE 30, 2011**

	PRIOR PERIODS	CURRENT YEAR	TOTALS	REVISED AUTHORIZED COST
Revenues & Other Financing Sources:				
State Sources - SCC Grant	\$1,403,697		1,403,697	1,403,697
Bond Proceeds & Other Sources				
Transfer from Capital Reserve				
Transfer from Capital Outlay	1,344,982		1,344,982	1,344,982
Transfer from Capital Projects				
Interest Earnings				
Total Reserve	2,748,679		2,748,679	2,748,679
Expenditures & Other Financing Uses:				
Project Expenditures	2,742,601		2,742,601	2,748,679
Total Expenditures & Other Financing Uses	2,742,601		2,742,601	2,748,679
Excess/(Deficiency) of Revenues Over/ (Under) Expenditures	\$6,078	-	6,078	-

ADDITIONAL PROJECT INFORMATION

Project Number	0185-015-02-0956
Grant Date	4/1/2002
Bond Authorization Date	N/A
Bonds Authorized	N/A
Bonds Issued	N/A
Original Authorized Cost	\$2,577,577
Additional Authorized Cost	\$171,102
Revised Authorized Cost	\$2,748,679
Percentage Increase Over Original Authorized Cost	6.64%
Percentage Completion	100.00%
Original Target Completion Date	09/01/03
Revised Target Completion Date	09/01/03

**BARNEGAT TOWNSHIP BOARD OF EDUCATION
CAPITAL PROJECTS FUND
SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCE, AND
PROJECT STATUS--BUDGETARY BASIS
CENTRAL OFFICE
FROM INCEPTION AND FOR THE YEAR ENDED JUNE 30, 2011**

	PRIOR PERIODS	CURRENT YEAR	TOTALS	REVISED AUTHORIZED COST
Revenues & Other Financing Sources:				
State Sources - SCC Grant	\$386,590		386,590	386,590
Bond Proceeds & Other Sources				
Transfer from Capital Reserve				
Transfer from Capital Outlay	183,187		183,187	183,187
Transfer from Capital Projects				
Interest Earnings				
Total Reserve	569,777		569,777	569,777
Expenditures & Other Financing Uses:				
Project Expenditures	566,041		566,041	569,777
Total Expenditures & Other Financing Uses	566,041		566,041	569,777
Excess/(Deficiency) of Revenues Over/ (Under) Expenditures	\$3,736	-	3,736	-

ADDITIONAL PROJECT INFORMATION

Project Number	0185-015-02-0956
Grant Date	4/1/2002
Bond Authorization Date	N/A
Bonds Authorized	N/A
Bonds Issued	N/A
Original Authorized Cost	\$562,577
Additional Authorized Cost	\$7,200
Revised Authorized Cost	\$569,777
Percentage Increase Over Original Authorized Cost	1.28%
Percentage Completion	100.00%
Original Target Completion Date	04/01/03
Revised Target Completion Date	04/01/03

**BARNEGAT TOWNSHIP BOARD OF EDUCATION
CAPITAL PROJECTS FUND
SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCE, AND
PROJECT STATUS--BUDGETARY BASIS
BRACKMAN ROOF
FROM INCEPTION AND FOR THE YEAR ENDED JUNE 30, 2011**

	PRIOR PERIODS	CURRENT YEAR	TOTALS	REVISED AUTHORIZED COST
Revenues & Other Financing Sources:				
State Sources - SCC Grant	\$97,025		97,025	97,025
Bond Proceeds & Other Sources				
Transfer from Capital Reserve				
Transfer from Capital Outlay	43,275		43,275	43,275
Transfer from Capital Projects				
Interest Earnings				
Total Reserve	140,300		140,300	140,300
Expenditures & Other Financing Uses:				
Project Expenditures	139,968		139,968	140,300
Total Expenditures & Other Financing Uses	139,968		139,968	140,300
Excess/(Deficiency) of Revenues Over/ (Under) Expenditures	\$332	-	332	-

ADDITIONAL PROJECT INFORMATION

Project Number	0185-050-02-0660
Grant Date	4/1/2002
Bond Authorization Date	N/A
Bonds Authorized	N/A
Bonds Issued	N/A
Original Authorized Cost	\$140,300
Additional Authorized Cost	
Revised Authorized Cost	\$140,300
Percentage Increase Over Original Authorized Cost	
Percentage Completion	100.00%

**BARNEGAT TOWNSHIP BOARD OF EDUCATION
CAPITAL PROJECTS FUND
SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCE, AND
PROJECT STATUS--BUDGETARY BASIS
WORKSHOP RENOVATION
FROM INCEPTION AND FOR THE YEAR ENDED JUNE 30, 2011**

	PRIOR PERIODS	CURRENT YEAR	TOTALS	REVISED AUTHORIZED COST
Revenues & Other Financing Sources:				
State Sources - SCC Grant	\$244,013		244,013	244,013
Bond Proceeds & Other Sources				
Transfer from Capital Reserve				
Transfer from Capital Outlay	142,707		142,707	142,707
Transfer from Capital Projects				
Interest Earnings				
Total Reserve	386,720		386,720	386,720
Expenditures & Other Financing Uses:				
Project Expenditures	350,916		350,916	386,720
Total Expenditures & Other Financing Uses	350,916		350,916	386,720
Excess/(Deficiency) of Revenues Over/ (Under) Expenditures	\$35,804	-	35,804	-

ADDITIONAL PROJECT INFORMATION

Project Number	0185-050-02-1066
Grant Date	4/1/2002
Bond Authorization Date	N/A
Bonds Authorized	N/A
Bonds Issued	N/A
Original Authorized Cost	\$75,000
Additional Authorized Cost	\$311,720
Revised Authorized Cost	\$386,720
Percentage Increase Over Original Authorized Cost	415.63%
Percentage Completion	100.00%
Original Target Completion Date	09/01/03
Revised Target Completion Date	09/01/03

**BARNEGAT TOWNSHIP BOARD OF EDUCATION
CAPITAL PROJECTS FUND
SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCE, AND
PROJECT STATUS--BUDGETARY BASIS
VARIOUS FIELDS
FROM INCEPTION AND FOR THE YEAR ENDED JUNE 30, 2011**

	PRIOR PERIODS	CURRENT YEAR	TOTALS	REVISED AUTHORIZED COST
Revenues & Other Financing Sources:				
State Sources - SCC Grant	\$519,442		519,442	519,442
Bond Proceeds & Other Sources				
Transfer from Capital Reserve				
Transfer from Capital Outlay	150,613		150,613	150,613
Transfer from Capital Projects				
Interest Earnings				
Total Reserve	670,055		670,055	670,055
Expenditures & Other Financing Uses:				
Project Expenditures	669,902		669,902	670,055
Total Expenditures & Other Financing Uses	669,902		669,902	670,055
Excess/(Deficiency) of Revenues Over/ (Under) Expenditures	\$153	-	153	-

ADDITIONAL PROJECT INFORMATION

Project Number	0185-015-02, 0185-015-02-0640, 0185-010-02-0661		
Grant Date			4/1/2002
Bond Authorization Date			N/A
Bonds Authorized			N/A
Bonds Issued			N/A
Original Authorized Cost			\$2,577,577
Additional Authorized Cost			\$171,102
Revised Authorized Cost			\$2,748,679
Percentage Increase Over Original Authorized Cost			6.64%
Percentage Completion			100.00%
Original Target Completion Date			09/01/03
Revised Target Completion Date			09/01/03

**BARNEGAT TOWNSHIP BOARD OF EDUCATION
CAPITAL PROJECTS FUND
SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCE, AND
PROJECT STATUS--BUDGETARY BASIS
HORBELT SCHOOL
FROM INCEPTION AND FOR THE YEAR ENDED JUNE 30, 2011**

	PRIOR PERIODS	CURRENT YEAR	TOTALS	REVISED AUTHORIZED COST
Revenues & Other Financing Sources:				
State Sources - SCC Grant				
Bond Proceeds & Other Sources	\$9,497,000		9,497,000	9,497,000
Transfer from Capital Reserve				
Transfer from Capital Outlay				
Transfer from Capital Projects				
Interest Earnings				
Total Reserve	9,497,000		9,497,000	9,497,000
Expenditures & Other Financing Uses:				
Project Expenditures	8,584,682		8,584,682	8,599,437
Project Balances Cancelled:				
Debt Service Fund	739,553		739,553	739,553
Other Capital Projects	158,010		158,010	158,010
Total Expenditures & Other Financing Uses	9,482,245		9,482,245	9,497,000
Excess/(Deficiency) of Revenues Over/ (Under) Expenditures	\$14,755	-	14,755	-

ADDITIONAL PROJECT INFORMATION

Project Number	N/A
Grant Date	N/A
Bond Authorization Date	1/25/1999
Bonds Authorized	1/25/1999
Bonds Issued	10/7/1999
Original Authorized Cost	\$9,497,000
Additional Authorized Cost	(\$882,799)
Revised Authorized Cost	\$8,614,201
Percentage Increase Over Original Authorized Cost	-9.30%
Percentage Completion	100.00%
Original Target Completion Date	9/1/2001
Revised Target Completion Date	9/1/2001

**BARNEGAT TOWNSHIP BOARD OF EDUCATION
CAPITAL PROJECTS FUND
SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCE, AND
PROJECT STATUS--BUDGETARY BASIS
CONSTRUCTION OF A NEW HIGH SCHOOL
FROM INCEPTION AND FOR THE YEAR ENDED JUNE 30, 2011**

	PRIOR PERIODS	CURRENT YEAR	TOTALS	REVISED AUTHORIZED COST
Revenues & Other Financing Sources:				
State Sources - SCC Grant	\$21,352,565		21,352,565	21,352,565
Bond Proceeds & Other Sources	9,139,000		9,139,000	9,139,000
Transfer from Capital Reserve	383,704		383,704	383,704
Transfer from Capital Outlay	955		955	955
Additional SCC Overages	1,039,706	79,905	1,119,611	1,039,706
Interest Earnings	173	430	603	
Total Reserve	31,916,103	80,335	31,996,438	31,915,930
Expenditures & Other Financing Uses:				
Project Expenditures	30,876,224	79,905	30,956,129	30,926,082
Project Balances Cancelled: Other Capital Projects	989,848		989,848	989,848
Total Expenditures & Other Financing Uses	31,866,072	79,905	31,945,977	31,915,930
Other Financing Sources/(Uses):				
Transfer of Interest to General Fund	(173)	(430)	(603)	
Total Other Financing Sources/(Uses)	(173)	(430)	(603)	
Excess/(Deficiency) of Revenues Over/ (Under) Expenditures	\$49,858	-	49,858	-

ADDITIONAL PROJECT INFORMATION

Project Number	202025
Grant Date	December, 2001
Bond Authorization Date	December, 2001
Bonds Authorized	December, 2001
Bonds Issued	July, 2004
Original Authorized Cost	\$30,876,224
Additional Authorized Cost	231,192
Revised Authorized Cost	\$31,107,416
Percentage Increase Over Original Authorized Cost	0.75%
Percentage Completion	100.00%
Original Target Completion Date	September, 2004
Revised Target Completion Date	September, 2004

**BARNEGAT TOWNSHIP BOARD OF EDUCATION
CAPITAL PROJECTS FUND
SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCE, AND
PROJECT STATUS--BUDGETARY BASIS
CONSTRUCTION OF A NEW ELEMENTARY SCHOOL AND
IMPROVEMENTS TO VARIOUS SCHOOLS
FROM INCEPTION AND FOR THE YEAR ENDED JUNE 30, 2011**

	PRIOR PERIODS	CURRENT YEAR	TOTALS	REVISED AUTHORIZED COST
Revenues & Other Financing Sources:				
State Sources - SCC Grant	\$49,375,884		49,375,884	49,375,884
Bond Proceeds & Other Sources	22,689,700		22,689,700	22,689,700
Additional SCC Overages	3,089,025	115,726	3,204,751	
Interest Earnings	1,150	623	1,773	
Total Revenues	75,155,759	116,349	75,272,108	72,065,584
Expenditures & Other Financing Uses:				
Project Expenditures	73,785,564	134,573	73,920,137	72,065,584
Total Expenditures & Other Financing Uses	73,785,564	134,573	73,920,137	72,065,584
Other Financing Sources/(Uses):				
Transfer of Interest to General Fund	(1,150)	(623)	(1,773)	
Total Other Financing Sources/(Uses)	(1,150)	(623)	(1,773)	
Excess/(Deficiency) of Revenues Over/ (Under) Expenditures	\$1,369,045	(18,847)	1,350,198	-

ADDITIONAL PROJECT INFORMATION

Project Number	0185: -010-03-0589, -015-03-0591, -050-03-0593, -070-03-0592, -N01-02-0025, -N02-03-0656
Grant Date	2004
Bond Authorization Date	1/5/2005
Bonds Authorized	\$22,689,700
Bonds Issued	\$22,689,700
Original Authorized Cost	\$72,065,584
Additional Authorized Cost	\$3,378,584
Revised Authorized Cost	\$75,444,168
Percentage Increase Over Original Authorized Cost	4.69%
Percentage Completion	25.95%
Original Target Completion Date	09/01/08
Revised Target Completion Date	09/30/11

**BARNEGAT TOWNSHIP BOARD OF EDUCATION
CAPITAL PROJECTS FUND
SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCE, AND
PROJECT STATUS--BUDGETARY BASIS
INSTALLATION OF SURVEILLANCE CAMERAS
FROM INCEPTION AND FOR THE YEAR ENDED JUNE 30, 2011**

	PRIOR PERIODS	CURRENT YEAR	TOTALS	REVISED AUTHORIZED COST
Revenues & Other Financing Sources:				
State Sources - SCC Grant	\$289,590		289,590	289,590
Transfer from Capital Projects	14,764		14,764	14,765
Total Reserve	304,354		304,354	304,355
Expenditures & Other Financing Uses:				
Project Expenditures	304,354		304,354	304,355
Total Expenditures & Other Financing Uses	304,354		304,354	304,355
Excess/(Deficiency) of Revenues Over/ (Under) Expenditures	-	-	-	-

ADDITIONAL PROJECT INFORMATION

Project Number	0185: -015-03-0591-01, -N02-03-0656-01, -010-03-0589-01, 070-03-0592-01, N01-03-0655-01
Grant Date	2011
Bond Authorization Date	N/A
Bonds Authorized	N/A
Bonds Issued	N/A
Original Authorized Cost	\$304,355
Additional Authorized Cost	N/A
Revised Authorized Cost	\$304,355
Percentage Increase Over Original Authorized Cost	N/A
Percentage Completion	100.00%
Original Target Completion Date	June, 2011
Revised Target Completion Date	June, 2011

G. Proprietary Funds

Enterprise Funds

BARNEGAT TOWNSHIP BOARD OF EDUCATION
ENTERPRISE FUND
COMBINING SCHEDULE OF NET ASSETS
AS OF JUNE 30, 2011
(With Comparative Totals for June 30, 2010)

ASSETS	BUSINESS-TYPE ACTIVITIES - ENTERPRISE FUNDS		2011	2010
	FOOD SERVICE	COMMUNITY EDUCATION		
Current Assets:				
Cash	\$33,743	61,936	95,679	188,414
Accounts Receivable				
State	773		773	2,090
Federal	23,589		23,589	34,060
Other				27,777
Inventories	17,403		17,403	14,851
Total Current Assets	75,508	61,936	137,444	267,192
Noncurrent assets:				
Furniture, Machinery & Equipment	835,985		835,985	779,025
Less: Accumulated Depreciation	(542,722)		(542,722)	(509,347)
Total Noncurrent Assets	293,263		293,263	269,678
Total Assets	368,771	61,936	430,707	536,870
LIABILITIES				
Current Liabilities:				
Interfund Payable				93,506
Total Liabilities				93,506
NET ASSETS				
Invested in Capital Assets, Net of Related Debt	293,263		293,263	269,678
Unrestricted	75,508	61,936	137,444	173,686
Total Net Assets	\$368,771	61,936	430,707	443,364

**BARNEGAT TOWNSHIP BOARD OF EDUCATION
ENTERPRISE FUND
COMBINING SCHEDULE OF REVENUES, EXPENSES AND
CHANGES IN FUND NET ASSETS
AS OF JUNE 30, 2011
(With Comparative Totals for June 30, 2010)**

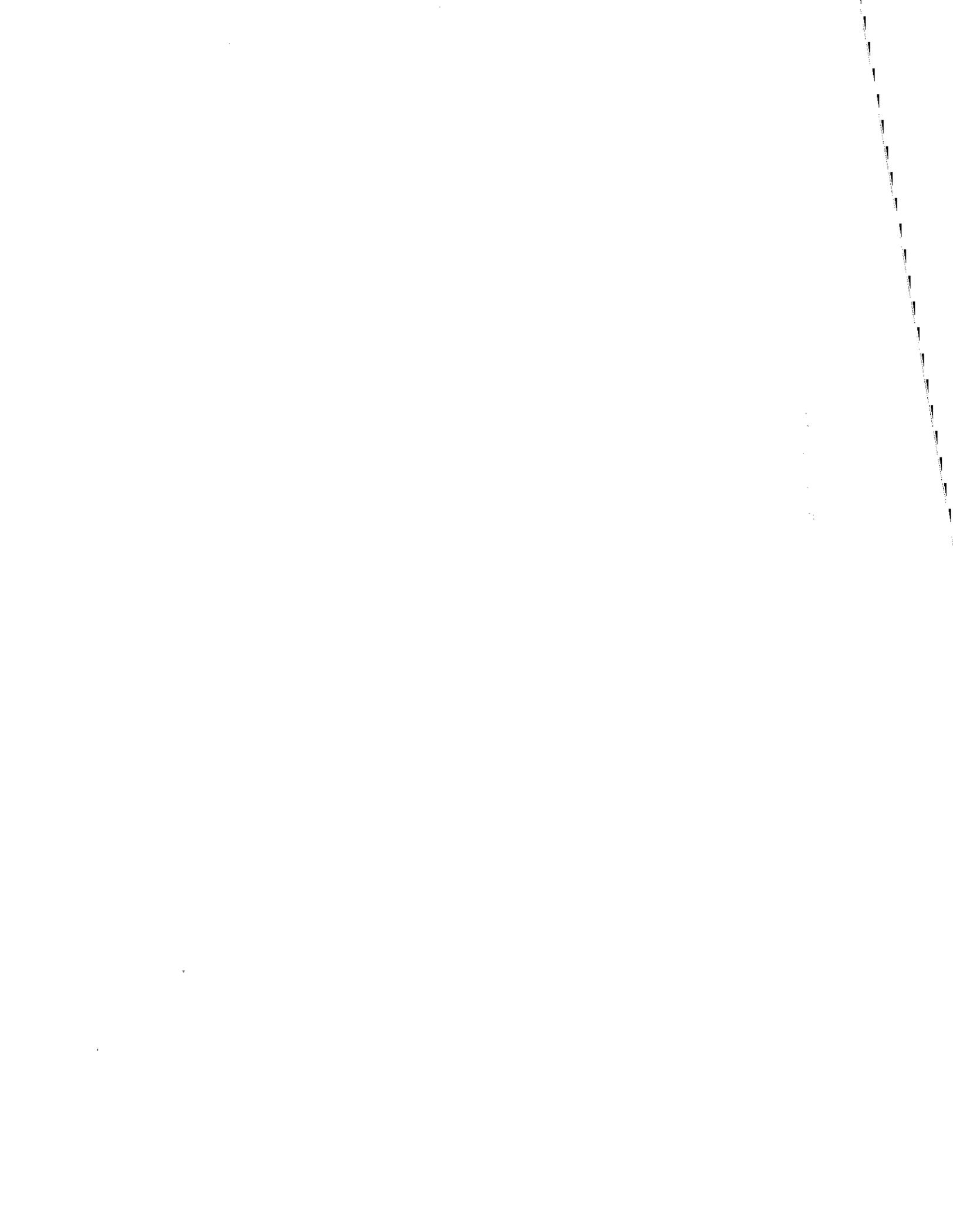
	BUSINESS-TYPE ACTIVITIES - ENTERPRISE FUNDS		2011	2010
	FOOD SERVICE	COMMUNITY EDUCATION		
Operating Revenues:				
Charges for Services:				
Daily Sales - Reimbursable Programs:				
School Lunch Program	\$460,404		460,404	433,055
Daily Sales Nonreimbursable Programs:				
School Lunch Program	250,004		250,004	304,483
Program Revenues				16,116
Total Operating Revenues	710,408		710,408	753,654
Operating Expenses:				
Cost of Sales	538,886		538,886	541,179
Salaries & Benefits	413,753		413,753	480,994
Management & Administrative Fees	119,407		119,407	127,107
Other Purchased Services	22,574	372	22,946	24,923
Cleaning, Repair & Maintenance Services	97,068		97,068	22,740
Depreciation	33,375		33,375	33,485
Total Operating Expenses	1,225,063	372	1,225,435	1,230,428
Operating Income/(Loss)	(514,655)	(372)	(515,027)	(476,774)
Nonoperating Revenues (Expenses):				
State Sources:				
State School Lunch Program	13,738		13,738	18,453
State School Breakfast Program				6,050
Federal Sources:				
National School Lunch Program	364,482		364,482	322,881
National School Breakfast Program	71,845		71,845	75,526
Food Distribution Program	51,028		51,028	50,289
Interest & Investment Revenue	779	498	1,277	2,014
Total Nonoperating Revenues/(Expenses)	501,872	498	502,370	475,213
Other Financing Sources:				
Contract Budget Guarantee				27,777
Total Other Financing Sources				27,777
Change in Net Assets	(12,783)	126	(12,657)	26,216
Total Net Assets - Beginning (As Previously Stated)	381,554	61,810	443,364	455,587
Prior Period Adjustment				(38,439)
Total Net Assets - Beginning (Restated)	381,554	61,810	443,364	417,148
Total Net Assets - Ending	\$368,771	61,936	430,707	443,364

BARNEGAT TOWNSHIP BOARD OF EDUCATION
ENTERPRISE FUND
COMBINING SCHEDULE OF CASH FLOWS
AS OF JUNE 30, 2011
(With Comparative Totals for June 30, 2010)

	BUSINESS-TYPE ACTIVITIES - ENTERPRISE FUNDS		2011	2010
	FOOD SERVICE	COMMUNITY EDUCATION		
Cash Flows From Operating Activities:				
Receipts from Customers	\$738,185		738,185	725,887
Payments for Operations	(1,236,718)	(372)	(1,237,090)	(1,065,510)
Net Cash Provided/(Used) by Operating Activities	(498,533)	(372)	(498,905)	(339,623)
Cash Flows From Capital Financing Activities:				
Cash Received From Budget Guarantee				27,777
Purchases of Fixed Assets	(56,960)		(56,960)	(18,701)
Net Cash Provided/(Used) by Capital Financing Activities	(56,960)		(56,960)	9,076
Cash Flows From Noncapital Financing Activities:				
State Sources	15,055		15,055	24,111
Federal Sources	446,798		446,798	389,547
Net Cash Provided/(Used) by Noncapital Financing Activities	461,853		461,853	413,658
Cash Flows From Investing Activities:				
Interest & Dividends	779	498	1,277	2,014
Net Cash Provided/(Used) by Investing Activities	779	498	1,277	2,014
Net Increase/(Decrease) in Cash & Cash Equivalents				
Balances - Beginning of Year	(92,861)	126	(92,735)	85,125
Balances - End of Year	126,604	61,810	188,414	103,289
Balances - End of Year	\$33,743	61,936	95,679	188,414

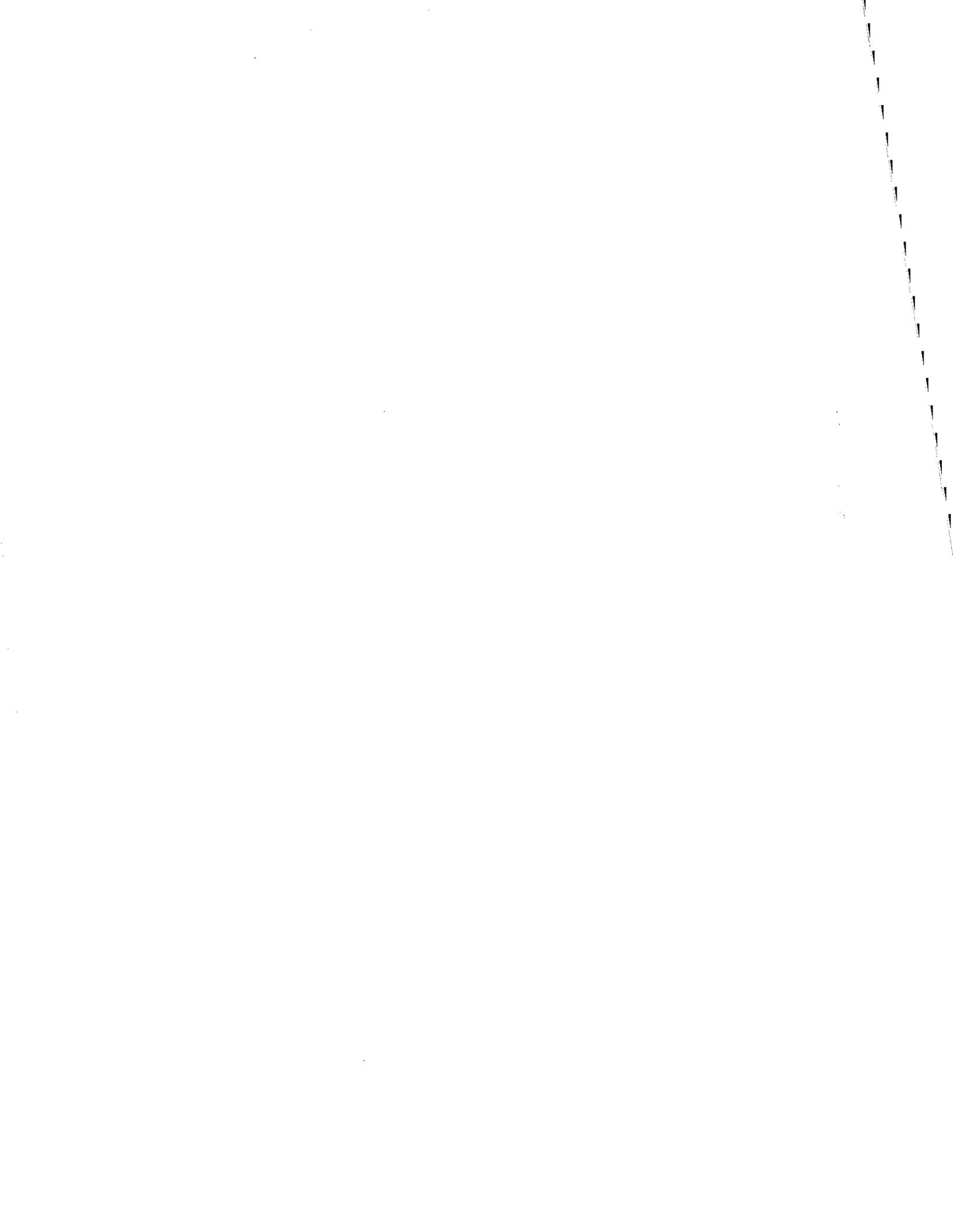
Reconciliation of Operating Income/(Loss) to Net Cash Provided/(Used) by Operating Activities:

Operating Income/(Loss)	(\$514,655)	(372)	(515,027)	(476,774)
Adjustments to Reconcile Operating Income/(Loss) to Net Cash Provided/(Used) by Operating Activities:				
Food Distribution Program	51,028		51,028	50,289
Depreciation & Net Amortization	33,375		33,375	33,485
(Increase)/Decrease in Accounts Receivable - Other	27,777		27,777	(27,767)
(Increase)/Decrease in Inventories	(2,552)		(2,552)	4,455
(Increase)/Decrease in Interfunds	(93,506)		(93,506)	76,689
Total Adjustments	16,122		16,122	137,151
Net Cash Provided/(Used) by Operating Activities	(\$498,533)	(372)	(498,905)	(339,623)



Internal Service Fund

Not Applicable



H. Fiduciary Fund

**BARNEGAT TOWNSHIP BOARD OF EDUCATION
FIDUCIARY FUNDS
COMBINING STATEMENT OF FIDUCIARY NET ASSETS
JUNE 30, 2011
(With Comparative Totals for June 30, 2010)**

ASSETS	PRIVATE PURPOSE	AGENCY		2011	2010
	UNEMPLOYMENT COMPENSATION TRUST	PAYROLL FUND	STUDENT ACTIVITY		
Cash & Cash Equivalents	\$113,907		129,455	243,362	235,020
Interfund Receivable	69,002	21,779		90,781	63,427
Total Assets	182,909	21,779	129,455	334,143	298,447
LIABILITIES					
Payable to Student Groups			129,455	129,455	122,098
Payroll Deductions & Withholdings	17,454	10,153		27,607	37,660
Interfund Payable		11,626		11,626	86,638
Total Liabilities	17,454	21,779	129,455	168,688	246,396
NET ASSETS					
Held in Reserve for Unemployment Claims	165,455			165,455	52,051
Total Net Assets	\$165,455	-	-	165,455	52,051

BARNEGAT TOWNSHIP BOARD OF EDUCATION
FIDUCIARY FUNDS
COMBINING STATEMENT OF CHANGES IN FIDUCIARY NET ASSETS
FOR THE YEAR ENDED JUNE 30, 2011
(With Comparative Totals for June 30, 2010)

ADDITIONS	PRIVATE PURPOSE UNEMPLOYMENT COMPENSATION TRUST	2011	2010
Contributions:			
Plan Members	\$600,303	600,303	224,450
Interest Earned	767	767	104
Total Additions	<u>601,070</u>	<u>601,070</u>	<u>224,554</u>
DEDUCTIONS			
Unemployment Claims	<u>487,666</u>	<u>487,666</u>	<u>172,503</u>
Total Deductions	<u>487,666</u>	<u>487,666</u>	<u>172,503</u>
Change in Net Assets	113,404	113,404	52,051
Net Assets - Beginning of the Year	<u>52,051</u>	<u>52,051</u>	
Net Assets - End of the Year	<u>\$165,455</u>	<u>165,455</u>	<u>52,051</u>

EXHIBIT H-3

**BARNEGAT TOWNSHIP BOARD OF EDUCATION
STUDENT ACTIVITY AGENCY FUND
SCHEDULE OF RECEIPTS AND DISBURSEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2011**

SCHOOLS	BALANCE JULY 1, 2010	ADDITIONS	DELETIONS	BALANCE JUNE 30, 2011
R.I.F. Account	\$134	1	1	134
Student Activities	15,326	30,993	33,286	13,033
High School Activities	25,540	222,260	235,479	12,321
High School Sports	81,098	127,384	104,515	103,967
Total Liabilities	<u>\$122,098</u>	<u>380,638</u>	<u>373,281</u>	<u>129,455</u>

EXHIBIT H-4

**PAYROLL AGENCY FUND
SCHEDULE OF RECEIPTS AND DISBURSEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2011**

ASSETS	BALANCE JULY 1, 2010	ADDITIONS	DELETIONS	BALANCE JUNE 30, 2011
Cash & Cash Equivalents	\$101,719	35,690,905	35,792,624	
Interfund Receivable		21,779		21,779
Total Assets	<u>\$101,719</u>	<u>35,712,684</u>	<u>35,792,624</u>	<u>21,779</u>
LIABILITIES				
Payroll Deductions & Withholdings	\$15,081	35,701,058	35,705,986	10,153
Interfund Payable	86,638	11,626	86,638	11,626
Total Liabilities	<u>\$101,719</u>	<u>35,712,684</u>	<u>35,792,624</u>	<u>21,779</u>

I. Long-Term Debt

**BARNEGAT TOWNSHIP BOARD OF EDUCATION
LONG-TERM DEBT
SCHEDULE OF SERIAL BONDS PAYABLE
JUNE 30, 2011**

ISSUE	DATE OF ISSUE	AMOUNT OF ISSUE	ANNUAL PAYMENTS		INTEREST RATE	AMOUNT OUTSTANDING JUNE 30, 2010		ADJUSTMENT	RETIRED	AMOUNT OUTSTANDING JUNE 30, 2011
			DATE	AMOUNT						
Construction of Middle School	06/15/88	\$8,296,000	6/15/2012	\$396,000	7.400%	\$800,000	(4,000)	400,000		396,000
Refunding Bonds - 2004	01/15/04	10,310,000	4/1/2012	295,000	3.000%	9,545,000			270,000	9,275,000
			4/1/2013	290,000	3.125%					
			4/1/2014	690,000	3.250%					
			4/1/2015	680,000	3.500%					
			4/1/2016	695,000	4.500%					
			4/1/2017	715,000	4.500%					
			4/1/2018	715,000	4.500%					
			4/1/2019	735,000	4.000%					
			4/1/2020	725,000	4.000%					
			4/1/2021	740,000	4.125%					
			4/1/2022	735,000	4.200%					
			4/1/2023	750,000	4.250%					
			4/1/2024	740,000	4.300%					
			4/1/2025	770,000	4.350%					
Construction of High School	07/14/05	9,139,000	7/15/2011	410,000	4.375%	8,239,000			395,000	7,844,000
			7/15/2012	430,000	4.375%					
			7/15/2013	450,000	4.375%					
			7/15/2014	470,000	4.375%					
			7/15/2015	495,000	4.375%					
			7/15/2016	515,000	4.375%					
			7/15/2017	540,000	4.375%					
			7/15/2018	565,000	4.500%					
			7/15/2019	590,000	4.500%					
			7/15/2020	615,000	4.500%					
			7/15/2021	645,000	4.600%					
			7/15/2022	675,000	4.625%					
			7/15/2023	705,000	4.700%					
7/15/2024	739,000	4.750%								

BARNEGAT TOWNSHIP BOARD OF EDUCATION
LONG-TERM DEBT
SCHEDULE OF SERIAL BONDS PAYABLE
Thursday, June 30, 2011

ISSUE	DATE OF ISSUE	AMOUNT OF ISSUE	ANNUAL PAYMENTS		INTEREST RATE	AMOUNT OUTSTANDING JUNE 30, 2010	ADJUSTMENT	RETIRED	AMOUNT OUTSTANDING JUNE 30, 2011
			DATE	AMOUNT					
Renovations and Improvements of Existing Schools	11/1/07	22,000,000	4/15/2012	60,000	4.375%	21,360,000		45,000	21,315,000
			4/15/2013	505,000	4.375%				
			4/15/2014	135,000	4.375%				
			4/15/2015	175,000	4.375%				
			4/15/2016	190,000	4.375%				
			4/15/2017	210,000	4.375%				
			4/15/2018	250,000	4.375%				
			4/15/2019	275,000	4.375%				
			4/15/2020	325,000	4.375%				
			4/15/2021	355,000	4.375%				
			4/15/2022	405,000	4.375%				
			4/15/2023	440,000	4.375%				
			4/15/2024	505,000	4.375%				
			4/15/2025	530,000	4.375%				
			4/15/2026	2,115,000	4.375%				
			4/15/2027	2,210,000	4.375%				
			4/15/2028	2,310,000	4.500%				
			4/15/2029	2,410,000	4.500%				
			4/15/2030	2,520,000	4.500%				
			4/15/2031	2,635,000	4.500%				
4/15/2032	2,755,000	4.500%							
Total						\$39,944,000	(4,000)	1,110,000	38,830,000

**BARNEGAT TOWNSHIP BOARD OF EDUCATION
LONG-TERM DEBT
SCHEDULE OF OBLIGATIONS UNDER CAPITAL LEASES
JUNE 30, 2011**

SERIES	INTEREST RATE	AMOUNT OF ORIGINAL ISSUE	AMOUNT OUTSTANDING JUNE 30, 2010	ADJUSTMENTS	ISSUED	RETIRED CURRENT YEAR	AMOUNT OUTSTANDING JUNE 30, 2011
Buses (5)	5.35%	\$105,750	\$22,420			22,420	
Buses	4.95%	111,252	47,255			23,056	24,199
2008 Buses (3)	4.54%	183,807	113,071			36,030	77,041
2008 Buses (6)	4.54%	436,458	271,941			86,653	185,288
2008 Buses (5)	4.54%	378,715	233,620			74,444	159,176
2009 Wheelchair Bus	5.23%	84,967	66,198			15,306	50,892
2009 Safety Seat Bus	4.32%	169,238	132,469			31,047	101,422
Textbook Lease	3.83%	630,000	494,355			116,711	377,644
Computer Lease	3.83%	425,000	333,494			78,734	254,760
Classroom Equipment	4.18%	114,724	114,724			24,863	89,861
		Total	\$1,829,547			509,264	1,320,283

**BARNEGAT TOWNSHIP BOARD OF EDUCATION
DEBT SERVICE FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE FISCAL YEARS ENDED JUNE 30, 2011 AND 2010**

	JUNE 30, 2011				VARIANCE POSITIVE/ (NEGATIVE) FINAL TO ACTUAL	JUNE 30, 2010				VARIANCE POSITIVE/ (NEGATIVE) FINAL TO ACTUAL
	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL		ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL	
Revenues:										
Local Sources:										
Local Tax Levy	\$2,319,468		2,319,468	2,319,468		2,162,004		2,162,004	2,162,004	
State Sources:										
Debt Service Aid Type II	546,800		546,800	546,800		650,253		650,253	650,253	
Total Revenues	2,866,268		2,866,268	2,866,268		2,812,257		2,812,257	2,812,257	
Expenditures:										
Regular Debt Service:										
Interest	1,756,269		1,756,269	1,756,269		1,813,234		1,813,234	1,813,234	
Redemption of Principal	1,110,000		1,110,000	1,110,000		1,055,000		1,055,000	1,055,000	
Total Regular Debt Service	2,866,269		2,866,269	2,866,269		2,868,234		2,868,234	2,868,234	
Total Expenditures	2,866,269		2,866,269	2,866,269		2,868,234		2,868,234	2,868,234	
Excess/(Deficiency) of Revenues Over/(Under) Expenditures	(1)		(1)	(1)		(55,977)		(55,977)	(55,977)	
Fund Balance, July 1	1		1	1		55,978		55,978	55,978	
Fund Balance, June 30	\$ -	-	-	-	-	1	-	1	1	-

STATISTICAL SECTION (Unaudited)

BARNEGAT TOWNSHIP BOARD OF EDUCATION
NET ASSETS BY COMPONENT
LAST NINE FISCAL YEARS
(Accrual Basis of Accounting)

	FISCAL YEAR ENDING JUNE 30,								
	2011	2010	2009	2008	2007	2006	2005	2004	2003
Governmental Activities:									
Invested in Capital Assets, Net of Related Debt	\$95,731,157	96,355,634	95,321,191	51,451,552	50,469,989	33,995,698	32,294,277	26,040,904	9,873,793
Restricted	998,512	995,502	1,999,611	32,637,948	(5,869,521)	(327,063)	232,676	1,012,175	3,962,623
Unrestricted	1,319,040	(1,532,062)	(692,099)	(339,242)	(1,559,155)	(91,488)	(810,851)	(801,955)	(173,994)
Total Governmental Activities Net Assets	\$98,048,709	95,819,074	96,628,703	83,750,258	43,041,313	33,577,147	31,716,102	26,251,124	13,662,422
Business-Type Activities:									
Invested in Capital Assets, Net of Related Debt	\$293,263	269,678	322,901	106,186	115,620	136,820	158,020	179,220	200,451
Unrestricted	137,444	173,686	132,686	28,533	120,776	138,072	123,071	161,053	135,781
Total Business-Type Activities Net Assets	\$430,707	443,364	455,587	134,719	236,396	\$274,892	\$281,091	\$340,273	\$336,232
District-Wide:									
Invested in Capital Assets, Net of Related Debt	\$96,024,420	96,625,312	95,644,092	51,557,738	50,585,609	34,132,518	32,452,297	26,220,124	10,074,244
Restricted	998,512	995,502	1,999,611	32,637,948	(5,869,521)	(327,063)	232,676	1,012,175	3,962,623
Unrestricted	1,456,484	(1,358,376)	(559,413)	(310,709)	(1,438,379)	46,584	(687,780)	(640,902)	(38,213)
Total District Net Assets	\$98,479,416	96,262,438	97,084,290	83,884,977	43,277,709	33,852,039	31,997,193	26,591,397	13,998,654

**BARNEGAT TOWNSHIP BOARD OF EDUCATION
CHANGES IN NET ASSETS - (ACCRUAL BASIS OF ACCOUNTING)
LAST NINE FISCAL YEARS**

	FISCAL YEAR ENDING JUNE 30,								
	2011	2010	2009	2008	2007	2006	2005	2004	2003
Expenses:									
Governmental Activities									
Instruction:									
Regular	\$14,095,891	15,469,793	15,535,294	15,598,078	16,946,136	14,240,368	12,408,975	10,161,072	9,389,292
Special Education	3,877,190	3,859,197	3,617,328	3,270,502	5,925,299	4,671,128	4,484,315	4,074,024	3,524,365
Other Special Education	1,718,586	2,010,487	1,896,723	1,575,699	2,195,602	2,065,759	1,475,538	1,039,744	1,159,263
Support Services:									
Tuition	1,301,806	1,945,710	1,993,203	1,874,863	3,736,225	6,092,463	7,793,081	11,960,965	11,500,384
Student & Instruction Related Services	3,857,375	4,127,425	4,147,826	4,053,292	5,058,701	3,958,106	3,937,178	2,615,605	2,533,173
General Administrative Services	690,219	663,650	680,386	812,398	1,038,952	1,005,088	880,942	1,017,375	888,074
School Administrative Services	1,429,639	1,466,713	1,381,140	1,498,133	1,760,911	1,246,442	1,148,812	1,124,152	1,288,854
Central Services	403,167	486,267	452,732	1,920,947	765,592	464,779	546,790	499,628	452,016
Admin Information Technology	205,272	172,077	81,265	69,583					
Plant Operations & Maintenance	4,447,153	5,058,551	5,330,201	4,329,195	3,684,497	3,446,851	3,608,578	2,289,812	2,302,688
Pupil Transportation	2,952,138	3,609,704	4,041,363	3,499,404	2,803,402	3,069,275	2,532,924	2,544,497	2,217,559
Unallocated Employee Benefits	11,234,022	11,578,013	10,682,741	10,225,147					
Special Schools				360		4,280	4,000	3,522	2,400
Reduction of Capital Leases	(509,264)	(654,059)	(557,501)	(1,322,795)					
Collection of Prior Year Receivab		90,078							
Interest on Long-Term Debt	1,734,411	1,819,159	1,782,719	1,468,794	1,764,514	1,245,848	959,763	815,254	823,845
Unallocated Compensated									
Absence Expense	56,322	(41,782)	53,064	63,825					
Unallocated Adjustment to Fixed Assets	599,538	905,688							
Unallocated Depreciation	2,771,654	2,812,117	2,701,060	1,841,486	1,779,365	1,740,483	1,752,855	735,528	630,315

**BARNEGAT TOWNSHIP BOARD OF EDUCATION
CHANGES IN NET ASSETS - (ACCRUAL BASIS OF ACCOUNTING)
LAST NINE FISCAL YEARS**

	FISCAL YEAR ENDING JUNE 30,								
	2011	2010	2009	2008	2007	2006	2005	2004	2003
Total Governmental Activities Expenses	50,861,119	55,378,788	53,819,544	50,778,911	47,459,196	43,250,870	41,533,751	38,881,178	36,712,228
Business-Type Activities:									
Food Service	1,225,063	1,185,354	1,192,308	1,280,512	1,106,101	943,730	867,454	612,043	570,394
Community Education	372	45,074	31,810						
Total Business-Type Activities Expense	1,225,435	1,230,428	1,224,118	1,280,512	1,106,101	943,730	867,454	612,043	570,394
Total District Expenses	\$52,086,554	56,609,216	55,043,662	52,059,423	48,565,297	44,194,600	42,401,205	39,493,221	37,282,622
Program Revenues:									
Governmental Activities:									
Grants & Contributions	\$1,799,937	2,776,133	1,863,395	2,222,149	13,943,079	4,420,790	2,264,614	1,980,171	2,027,704
Total Governmental Activities Program Revenues	1,799,937	2,776,133	1,863,395	2,222,149	13,943,079	4,420,790	2,264,614	1,980,171	2,027,704
Business-Type Activities:									
Charges for Services:									
Food Service	710,408	737,538	760,077	802,326	734,696	659,361	557,500	437,596	396,297
Community Education		16,116	70,559						
Operating Grants & Contributions	501,093	473,199	417,155	376,071	332,602	277,929	250,633	178,299	159,042
Total Business Type Activities Program Revenues	1,211,501	1,226,853	1,247,791	1,178,397	1,067,298	937,290	808,133	615,895	555,339
Total District Program Revenues	\$3,011,438	4,002,986	3,111,186	3,400,546	15,010,377	5,358,080	3,072,747	2,596,066	2,583,043

**BARNEGAT TOWNSHIP BOARD OF EDUCATION
CHANGES IN NET ASSETS - (ACCRUAL BASIS OF ACCOUNTING)
LAST NINE FISCAL YEARS**

	FISCAL YEAR ENDING JUNE 30,								
	2011	2010	2009	2008	2007	2006	2005	2004	2003
Net (Expense)/Revenue:									
Governmental Activities	(\$49,061,182)	(52,602,655)	(51,956,149)	(48,556,762)	(33,516,117)	(38,830,080)	(39,269,137)	(36,901,007)	(34,684,524)
Business-Type Activities	(13,934)	(3,575)	23,673	(102,115)	(38,803)	(6,440)	(59,321)	3,852	(15,055)
Total District-Wide Net Expense	(\$49,075,116)	(52,606,230)	(51,932,476)	(48,658,877)	(33,554,920)	(38,836,520)	(39,328,458)	(36,897,155)	(34,699,579)
General Revenues & Other Changes in Net Assets:									
Governmental Activities:									
Property Taxes Levied for									
General Purposes, Net	\$26,379,687	24,229,720	24,129,720	23,859,822	19,755,300	19,024,930	17,253,247	15,690,217	14,406,550
Taxes Levied for Debt									
Service	2,319,468	2,162,004	2,209,674	2,475,572	781,800	1,870,430	232,113	674,734	
Unrestricted Grants &									
Contributions	22,188,249	23,693,211	22,653,547	23,468,068	22,138,534	19,454,306	27,113,246	34,132,073	21,606,227
Miscellaneous Income	403,413	205,521	1,832,594	183,845	304,649	341,460	135,508	365,684	107,259
Adjustment								(1,373,000)	269,583
Total Governmental Activities	51,290,817	50,290,456	50,825,535	49,987,307	42,980,283	40,691,126	44,734,114	49,489,708	36,389,619
Business-Type Activities:									
Investment Earnings	1,277	2,014	1,425	438	306	242	139	189	712
Contract Budget Guarantee		27,777							
Total Business-Type Activities	1,277	29,791	1,425	438	306	242	139	189	712
Total District-Wide	\$51,292,094	50,320,247	50,826,960	49,987,745	42,980,589	40,691,368	44,734,253	49,489,897	36,390,331
Change in Net Assets:									
Governmental Activities	\$2,229,635	(2,312,199)	(1,130,614)	1,430,545	9,464,166	1,861,046	5,464,977	12,588,701	1,705,095
Business-Type Activities	(12,657)	26,216	25,098	(101,677)	(38,497)	(6,198)	(59,182)	4,041	(14,343)
Total District	\$2,216,978	(2,285,983)	(1,105,516)	1,328,868	9,425,669	1,854,848	5,405,795	12,592,742	1,690,752

Source: District CAFR, Schedule A-2

This schedule does not contain 10 years of information, shown for only years since adoption of GASB 34.

BARNEGAT TOWNSHIP BOARD OF EDUCATION
FUND BALANCES AND GOVERNMENTAL FUNDS
LAST NINE FISCAL YEARS
(Modified Accrual Basis of Accounting)

	FISCAL YEAR ENDING JUNE 30,								
	2011	2010	2009	2008	2007	2006	2005	2004	2003
General Fund:									
Reserved	\$3,462,641	1,275,029	2,077,708	1,380,649	143,614	1,964,204	1,011,993	725,758	1368765
Unreserved	(448,946)	(1,168,758)	(1,089,692)	(92,840)	(9,739)	(295,247)	(187,557)	120,893	(59,334)
Total General Fund	<u>\$3,013,695</u>	<u>106,271</u>	<u>988,016</u>	<u>1,287,809</u>	<u>133,875</u>	<u>1,668,957</u>	<u>824,436</u>	<u>846,651</u>	<u>1,309,431</u>
All Other Governmental Funds:									
Reserved					153,867	657,008	28,035	37,635	
Unreserved, Reported in:									
Special Revenue Fund				(22,278)	(15,028)	(15,014)	(15,014)	(14,795)	(21,693)
Capital Projects Fund	\$1,460,914	1,479,761	2,233,071	32,976,470	(5,728,460)	(855,382)	409,434	665,663	4,115,123
Debt Service Fund		1	55,978	55,977		179,336	130,795	464,617	
Total All Other Governmental Funds	<u>\$1,460,914</u>	<u>1,479,762</u>	<u>2,289,049</u>	<u>33,010,169</u>	<u>(5,589,621)</u>	<u>(34,052)</u>	<u>553,250</u>	<u>1,153,120</u>	<u>4,093,430</u>

Source: District CAFR, Schedule B-1

This schedule does not contain 10 years of information, shown for only years since adoption of GASB 34.

**BARNEGAT TOWNSHIP BOARD OF EDUCATION
CHANGES IN FUND BALANCES, GOVERNMENTAL FUNDS,
LAST NINE FISCAL YEARS
(Modified Accrual Basis of Accounting)**

	2011	2010	2009	2008	2007	2006	2005	2004	2003
Revenues:									
Tax Levy	\$28,699,155	26,391,724	26,339,394	26,335,394	20,537,100	20,895,360	17,485,360	16,364,951	14,406,550
Miscellaneous	403,413	205,521	1,832,594	183,845	304,650	356,960	149,722	365,684	2,530,223
State Sources	22,688,337	21,180,352	23,330,592	24,577,140	34,972,601	22,619,475	28,141,888	35,173,733	22,764,500
Federal Sources	1,299,849	5,288,992	1,186,350	1,113,077	1,109,013	1,240,121	1,221,758	938,511	869,431
Total Revenue	53,090,754	53,066,589	52,688,930	52,209,456	56,923,364	45,111,916	46,998,728	52,842,879	40,570,704
Expenditures:									
Instruction:									
Regular Instruction	14,095,891	15,469,793	15,535,294	15,598,078	12,568,651	10,960,974	9,813,462	7,863,307	7,257,881
Special Education Instruction	3,877,190	3,859,197	3,617,328	3,270,502	4,338,752	3,690,902	3,349,127	2,947,372	2,702,685
Other Special Instruction	1,718,586	2,010,487	1,896,723	1,575,699	1,661,699	1,597,231	1,153,198	784,057	887,758
Support Services:									
Tuition	1,301,806	1,945,710	1,993,203	1,874,863	3,736,225	6,092,463	7,793,081	11,960,965	11,500,384
Student & Instruction Related Services	3,857,375	4,127,425	4,147,826	4,053,292	3,706,018	3,288,813	2,952,352	2,008,607	2,061,548
General Administrative Services	690,219	663,650	680,386	812,398	859,316	854,546	700,693	842,463	772,854
School Administrative Services	1,429,639	1,466,713	1,381,140	1,498,133	1,251,223	1,009,077	827,321	835,288	966,495
Central Services	608,439	658,344	533,997	1,990,530	536,858	374,715	388,743	366,738	344,688
Plant Operations & Maintenance	4,447,153	5,058,551	5,330,201	4,329,195	3,921,272	3,775,715	3,096,667	2,158,272	2,101,986
Pupil Transportation	2,952,138	3,609,704	4,041,363	3,499,404	2,385,342	2,647,786	2,060,254	2,017,818	1,860,609
Unallocated Benefits	11,234,022	11,578,013	10,682,741	10,225,148	9,820,128	6,498,394	7,246,578	5,318,458	4,594,391

BARNEGAT TOWNSHIP BOARD OF EDUCATION
CHANGES IN FUND BALANCES, GOVERNMENTAL FUNDS,
LAST NINE FISCAL YEARS
(Modified Accrual Basis of Accounting)

	2011	2010	2009	2008	2007	2006	2005	2004	2003
Special School				360		4,280	4,000	3,522	2,400
Capital Outlay	1,123,451	3,161,913	21,436,777	23,657,467	16,693,391	2,239,391	7,042,090	19,552,088	11,083,181
Debt Service:									
Principal	1,110,000	1,055,000	1,000,000	1,839,160	745,000	565,000	495,000	475,000	460,000
Interest & Other Charges	1,756,269	1,813,234	1,865,502	1,396,973	1,790,139	1,255,410	779,916	812,014	818,245
Total Expenditures	50,202,178	56,477,734	74,142,481	75,621,202	64,014,014	44,854,697	47,702,482	57,945,969	47,415,105
Excess (Deficiency) of Revenues Over/(Under) Expenditures	2,888,576	(3,411,145)	(21,453,551)	(23,411,745)	(7,090,650)	257,219	(703,754)	(5,103,090)	(6,844,401)
Other Financing Sources/(Uses):									
Capital Leases/Bond Proceeds		24,646	1,437,531	23,887,069			81,668	1,700,000	9,139,000
Total Other Financing Sources/ (Uses)		24,646	1,437,531	23,887,069			81,668	1,700,000	9,139,000
Net Change in Fund Balances	\$2,888,576	(3,386,499)	(20,016,020)	475,324	(7,090,650)	257,219	(622,086)	(3,403,090)	2,294,599
Debt Service as a Percentage of Noncapital Expenditures	5.84%	5.38%	5.44%	6.23%	5.36%	4.27%	3.14%	3.35%	3.52%

Source: District CAFR, Schedule B-2

This schedule does not contain 10 years of information, shown for only years since adoption of GASB 34.

BARNEGAT TOWNSHIP BOARD OF EDUCATION
GENERAL FUND - OTHER LOCAL REVENUE BY SOURCE
LAST TEN FISCAL YEARS
(Modified Accrual Basis of Accounting)

FISCAL YEAR ENDING JUNE 30,	INTEREST ON INVESTMENTS	TUITION	RENTALS AND FACILITIES USE	TUITION	LEASE PURCHASE PROCEEDS	MISCELLANEOUS	TOTAL
2011	39,315	17,661	30,018	17,662		90,211	194,867
2010	14,088		24,020	22,026		94,596	154,730
2009	22,975		14,266	50,117		194,278	281,636
2008	104,774					79,071	183,845
2007	146,621					17,806	164,427
2006	78,422					17,992	96,414
2005	56,077			5,227		48,791	110,095
2004	10,053			17,453		138,475	165,981
2003	23,822			10,702	2,153,382	167,591	2,355,497
2002	35,861	701,173		8,728		19,605	765,367
Total	\$532,008	718,834		131,915	2,153,382	868,416	4,472,859

Source: District records

**BARNEGAT TOWNSHIP BOARD OF EDUCATION
 ASSESSED VALUE AND ACTUAL VALUE OF TAXABLE PROPERTY
 LAST TEN FISCAL YEARS**

FISCAL YEAR ENDED JUNE 30,	VACANT LAND	RESIDENTIAL	FARM REG.	QFARM	COMMERCIAL	INDUSTRIAL	APARTMENT	TOTAL ASSESSED VALUE	PUBLIC UTILITIES	NET VALUATION TAXABLE	TOTAL DIRECT SCHOOL TAX RATE
2011	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
2010	139,796,300	2,383,866,100	2,799,500	105,900	148,040,800	13,236,700	38,013,300	2,725,858,600	6,515,499	2,719,343,101	N/A
2009	157,614,500	2,473,115,600	2,891,500	101,200	162,228,500	7,028,900	43,169,300	2,846,149,500	6,375,083	2,839,774,417	0.919
2008	199,511,100	2,415,733,945	2,385,300	78,500	168,459,700	7,122,700	43,169,300	2,836,460,545	6,232,113	2,830,228,432	N/A
*2007	233,013,700	2,337,695,000	2,562,300	77,900	158,395,300	7,258,300	45,669,300	2,784,671,800	5,931,286	2,790,603,086	0.969
2006	42,902,200	863,271,200	1,072,900	39,400	49,838,400	1,500,400	25,534,900	984,159,400	2,747,828	986,907,228	2.099
2005	46,802,000	787,203,800	1,204,400	85,500	49,163,500	1,500,400	25,534,900	911,494,500	3,106,398	914,600,898	2.098
2004	44,896,200	690,774,500	1,074,500	88,000	48,852,700	1,500,400	17,644,400	804,830,700	3,438,427	808,269,127	2.094
2003	40,241,300	627,373,400	984,200	81,200	48,022,300	1,500,400	5,133,800	723,336,600	4,134,549	727,471,149	2.114
2002	42,566,680	590,349,550	1,076,300	73,900	47,571,007	1,500,400	571,300	683,709,137	3,875,271	687,584,408	1.934

Source: Abstract of Ratables "Assessed Value by Classification"

*Revaluation

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**BARNEGAT TOWNSHIP BOARD OF EDUCATION
DIRECT AND OVERLAPPING PROPERTY TAX RATES
LAST TEN FISCAL YEARS
(Rate per \$100 of Assessed Value)**

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FISCAL YEAR ENDED JUNE 30,	SCHOOL DISTRICT DIRECT RATE			OVERLAPPING RATES						TOTAL DIRECT AND OVERLAPPING TAX RATE
	LOCAL SCHOOL	GENERAL OBLIGATION DEBT SERVICE	TOTAL DIRECT	TOWNSHIP OF BARNEGAT	OCEAN COUNTY	COUNTY LIBRARY	COUNTY HEALTH	COUNTY OPEN SPACE	MUNICIPAL LOCAL PURPOSE	
2011	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	1.760
2010	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	1.760
2009	0.919	N/A	0.919	N/A	0.239	0.028	0.011	0.011	0.419	1.627
2008	0.923	N/A	0.923	N/A	0.239	0.028	0.011	0.011	0.419	1.631
*2007	0.902	0.067	0.969	0.343	0.232	0.028	0.012	0.010	0.343	1.937
2006	1.909	0.190	2.099	0.876	0.584	0.063	0.026	0.024	0.876	4.548
2005	2.073	0.025	2.098	0.876	0.568	0.060	0.026	0.021	0.876	4.525
2004	2.011	0.083	2.094	0.810	0.551	0.060	0.025	0.018	0.876	4.434
2003	2.114		2.114	0.799	0.543	0.058	0.024	0.015	0.810	4.363
2002	1.919	0.015	1.934	0.799	0.545	0.056	0.022	0.015	0.799	4.170

Source: Abstract of Ratables, Breakdown of General Tax Rate

*Revaluation

**BARNEGAT TOWNSHIP BOARD OF EDUCATION
PRINCIPAL PROPERTY TAX PAYERS,
CURRENT YEAR AND NINE YEARS AGO**

TAXPAYER	2011		
	TAXABLE ASSESSED VALUE	RANK	% OF TOTAL DISTRICT NET ASSESSED VALUE
Atlantic Heights	\$36,500,000	1	1.29%
Walters Development Company	14,971,300	2	0.53%
Heritage Point	13,673,300	3	0.48%
Barnegat Village Square	9,500,000	4	0.33%
Hometown Brighton	8,619,000	5	0.30%
Barnegat Manor Association	7,750,000	6	0.27%
Pinewood Estates	7,726,900	7	0.27%
Arthur Effros, Estate	7,250,000	8	0.26%
SS Barnegat Lighthouse, LLC	6,700,000	9	0.24%
Paramount Homes at Wall, LLC	5,963,300	10	0.21%
Total	<u>\$118,653,800</u>		<u>4.18%</u>

TAXPAYER	2002		
	TAXABLE ASSESSED VALUE	RANK	% OF TOTAL DISTRICT NET ASSESSED VALUE

NOT AVAILABLE

**BARNEGAT TOWNSHIP BOARD OF EDUCATION
PROPERTY TAX LEVIES AND COLLECTIONS
LAST TEN FISCAL YEARS**

FISCAL YEAR ENDED JUNE 30,	TAXES LEVIED FOR THE FISCAL YEAR	COLLECTED WITHIN THE FISCAL YEAR OF THE LEVY		COLLECTIONS IN SUBSEQUENT YEARS
		AMOUNT	PERCENTAGE OF LEVY	
2011	\$28,699,155	28,699,155	100.00%	-
2010	26,391,724	26,391,724	100.00%	-
2009	26,339,394	26,339,394	100.00%	-
2008	26,335,394	26,335,394	100.00%	-
2007	20,537,100	20,537,100	100.00%	-
2006	20,895,360	20,895,360	100.00%	-
2005	17,485,360	17,485,360	100.00%	-
2004	16,364,951	16,364,951	100.00%	-
2003	14,406,550	14,406,550	100.00%	-
2002	12,200,343	12,200,343	100.00%	-
2001	11,685,931	11,685,931	100.00%	-

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

BARNEGAT TOWNSHIP BOARD OF EDUCATION
RATIOS OF OUTSTANDING DEBT BY TYPE
LAST TEN FISCAL YEARS
(Dollars in Thousands, Except per Capita)

FISCAL YEAR ENDED JUNE 20,	GOVERNMENTAL ACTIVITIES			TOTAL DISTRICT	PERCENTAGE OF PERSONAL INCOME	PER CAPITA PERSONAL INCOME
	GENERAL OBLIGATION BONDS	CAPITAL LEASES	BOND/GRANT ANTICIPATION NOTES (BANS)			
2011	\$38,830,000	1,320,284		40,150,284	N/A	N/A
2010	39,940,000	1,829,248		41,769,248	N/A	N/A
2009	40,995,000	2,344,683		43,339,683	0.09%	39,677
2008	41,995,000	1,464,653		43,459,653	0.09%	40,201
2007	21,190,000	1,544,539	22,689,700	45,424,239	0.08%	38,816
2006	21,935,000	2,522,709	22,689,700	47,147,409	0.07%	36,742
2005	22,500,000	3,436,552		25,936,552	0.13%	34,463
2004	13,856,000	4,187,276	9,139,000	27,182,276	0.12%	33,537
2003	12,958,000	2,974,029	9,139,000	25,071,029	0.13%	33,007
2002	13,418,000	1,108,231		14,526,231	0.13%	32,547

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

BARNEGAT TOWNSHIP BOARD OF EDUCATION
RATIOS OF NET GENERAL BONDED DEBT OUTSTANDING
LAST TEN FISCAL YEARS
(Dollars in Thousands, Except per Capita)

FISCAL YEAR ENDED JUNE 30,	GENERAL BONDED DEBT OUTSTANDING			PERCENTAGE OF ACTUAL TAXABLE VALUE OF PROPERTY	PER CAPITA PERSONAL INCOME
	GENERAL OBLIGATION BONDS	DEDUCTIONS	NET GENERAL BONDED DEBT OUTSTANDING		
2011	\$38,830,000	N/A	38,830,000	1.42%	N/A
2010	39,940,000	N/A	39,940,000	1.46%	N/A
2009	40,995,000	N/A	40,995,000	1.44%	39,677
2008	41,995,000	N/A	41,995,000	1.48%	40,201
2007	21,190,000	N/A	21,190,000	0.76%	38,816
2006	21,935,000	N/A	21,935,000	2.22%	36,742
2005	22,500,000	N/A	22,500,000	2.46%	34,463
2004	13,856,000	N/A	13,856,000	1.71%	33,537
2003	12,958,000	N/A	12,958,000	1.78%	33,007
2002	13,418,000	N/A	13,418,000	1.95%	32,547

BARNEGAT TOWNSHIP BOARD OF EDUCATION
RATIOS OF OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT
AS OF DECEMBER 31, 2010

GOVERNMENTAL UNIT	DEBT OUTSTANDING	ESTIMATED PERCENTAGE APPLICABLE	
Overlapping Debts:			
Barnegat Township	\$11,791,500	100.00%	\$11,791,500
County of Ocean	\$426,924,510	2.45%	10,459,651
Subtotal, Overlapping Debt			22,251,151
Barnegat Township School District Direct Debt	\$38,830,000		38,830,000
Total Direct & Overlapping Debt			<u>\$61,081,151</u>

Sources: Township of Barnegat, Statement of Indebtedness as of December 31, 2010
Debt outstanding data provided by each governmental unit.

NOTES

- 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 Barnegat Township. This process recognizes that, when considering the District's ability to issue and repay long-term debt, the entire debt burden borne by the residents and businesses should be taken into account. However, this does not imply that every taxpayer is a resident, and therefore responsible for repaying the debt, of each overlapping payment.

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 government unit's taxable value that is within the District's boundaries and dividing it by each unit's total taxable value.

**BARNEGAT TOWNSHIP BOARD OF EDUCATION
LEGAL DEBT MARGIN INFORMATION
LAST TEN FISCAL YEARS**

	FISCAL YEAR									
	2011	2010	2009	2008	2007	2006	2005	2004	2003	2002
Debt Limit	\$103,113,921	110,904,623	109,526,257	102,843,085	100,077,721	85,255,677	68,714,598	45,706,104	37,107,909	31,393,067
Total Net Debt Applicable to Limit	38,830,000	39,940,000	40,995,000	41,995,000	21,190,000	44,624,700	45,189,700	45,684,700	22,097,955	22,557,000
Legal Debt Margin	\$64,283,921	70,964,623	68,531,257	60,848,085	78,887,721	40,630,977	23,524,898	21,404	15,009,954	8,836,067
Total Net Debt Applicable to the Limit as a % of Debt Limit	37.66%	36.01%	37.43%	40.83%	21.17%	52.34%	65.76%	99.95%	59.55%	71.85%

Legal Debt Margin Calculation for Fiscal Year 2011

	Equalized Valuation Basis	
	2011	\$2,537,689,150
	2010	2,505,952,139
	2009	2,689,902,803
		<u>\$7,733,544,092</u>
Average Equalized Valuation of Taxable Property		<u>\$2,577,848,031</u>
Debt Limit (4 % of Average Equalized Valuation)		\$103,113,921
Net Bonded School Debt		<u>38,830,000</u>
Legal Debt Margin		<u>\$64,283,921</u>

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

**BARNEGAT TOWNSHIP BOARD OF EDUCATION
DEMOGRAPHIC AND ECONOMIC STATISTICS
LAST TEN FISCAL YEARS**

YEAR	POPULATION (a)	PER CAPITA	
		PERSONAL INCOME (b)	UNEMPLOYMENT RATE (c)
2011	N/A	N/A	9.5%
2010	15,270	N/A	9.5%
2009	22,643	39,677	5.3%
2008	22,255	39,521	5.2%
2007	21,867	37,228	5.5%
2006	21,192	35,856	N/A
2005	20,308	33,910	4.5%
2004	19,171	32,964	4.2%
2003	17,621	32,350	4.6%
2002	16,385	31,889	5.3%

Source:

^a Population information provided by the NJ Dept of Labor and Workforce Development

^b Per Capita Personal income for Ocean County - NJ Dept of Labor

^c Unemployment data provided by the NJ Dept of Labor and Workforce Development

EXHIBITS J-15 DATA NOT AVAILABLE

**BARNEGAT TOWNSHIP SCHOOL DISTRICT
FULL-TIME EQUIVALENT DISTRICT EMPLOYEES BY FUNCTION/PROGRAM
LAST SIX FISCAL YEARS**

Function/Program	2011	2010	2009	2008	2007	2006
Instruction:						
Regular	140	244	196	187	182	176
Special Education	4	116	56	54	52	54
Other Special Education	63	18	25	31	30	29
Other Instruction	72	77	14	14	14	13
Adult Continuing Education Programs		2	3	3	3	2
Support Services:						
Student & Instruction Related Services	37	11	27	29	26	25
General Administration	4	3	18	11	12	10
School Administrative Services	24	31	26	27	22	21
Business Administrative Services	7	10	12	12	12	12
Plant Operations & Maintenance	65	81	77	61	59	57
Pupil Transportation	39	69	51	58	52	50
Total	455	662	505	487	464	449

Source: District Personnel Records

**BARNEGAT TOWNSHIP BOARD OF EDUCATION
OPERATING STATISTICS
LAST TEN FISCAL YEARS**

SCHOOL YEAR	ENROLLMENT	OPERATING EXPENDITURES (a)	COST PER PUPIL	PERCENTAGE CHANGE	TEACHING STAFF (b)	PUPIL/TEACHER RATIO			AVERAGE DAILY ENROLLMENT (ADE) (c)	AVERAGE DAILY ATTENDANCE (ADA) (c)	% CHANGE IN AVERAGE DAILY ENROLLMENT	STUDENT ATTENDANCE PERCENTAGE
						ELEMENTARY SCHOOL	MIDDLE SCHOOL	HIGH SCHOOL				
2011	3,270	45,868,294	14,027	-7.06%	455	1:9	1:11	1:13	3,270	3,028	1.30%	92.60%
2010	3,265	49,032,798	15,018	-2.19%	662	1:9	1:11	1:13	3,228	3,041	-1.97%	93.14%
2009	3,281	50,353,185	15,347	3.68%	505	1:19	1:19	1:15	3,293	3,066	0.27%	93.45%
2008	3,284	48,545,018	14,782	-9.88%	487	1:11	1:11	1:06	3,284	3,094	-1.35%	94.20%
2007	3,329	44,785,483	13,453	7.50%	464	1:11	1:11	1:06	3,329	3,232	18.68%	97.09%
2006	2,805	40,794,894	14,544	7.06%	449	1:11	1:11	1:06	2,805	2,721	11.44%	97.00%
2005	2,517	39,385,476	15,648	3.77%	428	1:11	1:11	1:06	2,517	2,442	10.30%	97.02%
2004	2,282	37,106,867	16,261	-5.49%	406	1:13	1:13	-	2,282	2,215	0.35%	97.06%
2003	2,274	35,053,679	15,415	-8.14%	394	1:10	1:11	-	2,274	2,198	-1.94%	96.66%
2002	2,319	33,056,317	14,255	-2.83%	394	1:10	1:11	-	2,319	2,212	7.01%	95.39%

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).

**BARNEGAT TOWNSHIP BOARD OF EDUCATION
SCHOOL BUILDING INFORMATION
LAST TEN FISCAL YEARS**

DISTRICT BUILDINGS

	2011	2010	2009	2008	2007	2006	2005	2004	2003	2002
Elementary Schools:										
Cecil S. Collins(1980):										
Square Feet	86,000	86,000	86,000	86,000	86,000	86,000	86,000	86,000	86,000	86,000
Capacity (Students)	1,091	1,091	1,091	680	680	680	680	680	680	680
Enrollment	341	416	416	691	658	663				
Lillian M. Dunfee (1974):										
Square Feet	70,817	70,817	70,817	46,000	46,000	46,000	46,000	46,000	46,000	46,000
Capacity (Students)	1,027	1,027	1,027	391	391	391	391	391	391	391
Enrollment (a)	395	342	342	350	352	348				
Robert L. Horbelt (2001):										
Square Feet	80,586	80,586	80,586	65,000	65,000	65,000	65,000	65,000	65,000	65,000
Capacity (Students)	554	554	554	277	277	277	277	277	277	277
Enrollment	424	402	402	424	423	420				
Joseph T. Donahue (2008):										
Square Feet	72,300	72,300	72,300	72,300						
Capacity (Students)	805	805	805	805						
Enrollment	311	308	308	-						
Elizabeth V. Edwards (1927):										
Square Feet	36,000	36,000	36,000	36,000	36,000	36,000	36,000	36,000	36,000	36,000
Capacity (Students)	126	126	126	126	126	126	126	126	126	126
Enrollment (a)	-	-	-	-	-	-	-	-	-	-
Middle School:										
Russell O. Brackman (1990):										
Square Feet	172,970	172,970	172,970	126,000	126,000	126,000	126,000	126,000	126,000	126,000
Capacity (Students)	1,815	1,815	1,815	825	825	825	825	825	825	825
Enrollment	786	766	766	794	800	797				
High School:										
Barnegat High (2004):										
Square Feet	201,214	201,214	201,214	155,000	155,000	155,000	155,000	155,000		
Capacity (Students)	2,282	2,282	2,282	1,141	1,141	1,141	1,141	1,141		
Enrollment	1,025	1,047	1,047	1,037	1,087	842	567	273		
Other Buildings:										
Transportation (2003):										
Square Feet	2,356	2,356	2,356	2,356	2,356	2,356				
Central Administration (2003):										
Square Feet	2,585	2,585	2,585	2,585	2,585	2,585				
Maintenance (2003):										
Square Feet	788	788	788	788	788	788				

Number of Schools at June 30, 2011:

Elementary = 4
Middle School = 1
Senior High School = 1
Other = 3

Source: District Facilities Office

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

**BARNEGAT TOWNSHIP BOARD OF EDUCATION
SCHEDULE OF REQUIRED MAINTENANCE
LAST TEN FISCAL YEARS**

UNDISTRIBUTED EXPENDITURES - REQUIRED
MAINTENANCE FOR SCHOOL FACILITIES

	PROJECT #S	2011	2010	2009	2008	2007	2006	2005	2004	2003	2002
Cecil S. Collins Elementary	N/A	\$ 67,118	\$111,316	78,164	118,678	100,497	71,141	93,278	86,250	59,803	58,435
Joseph T. Donahue Elementary	N/A	56,426	65,734	67,850							
Lillian M. Dunfee Elementary	N/A	55,268	76,945	91,619	130,337	117,557	76,015	87,708	48,350	54,078	61,825
Robert L. Horbelt Elementary	N/A	62,892	94,471	74,720	110,604	95,869	55,085	87,386	45,200	55,622	41,241
Russell O. Brackman Middle School	N/A	134,993	179,086	127,193	102,898	83,686	94,906	95,816	99,500	104,744	122,769
Barneगत High School	N/A	157,035	200,630	173,853	185,423	160,933	127,165	73,546			
Elizabeth V. Edwards Elementary	202025	28,096	23,252	20,905	40,695	41,994	22,242	7,484	30,225	41,314	42,180
Maintenance/Bus Depot	N/A	5,464									
Board Office	N/A	2,341									
Total School Facilities		\$569,633	751,434	634,304	688,635	600,536	446,554	445,218	309,525	315,561	326,450

* 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, M-1

**BARNEGAT TOWNSHIP SCHOOL DISTRICT
INSURANCE SCHEDULE
JUNE 30, 2011**

	<u>INSURANCE CARRIER</u>	<u>COVERAGE TYPE</u>	<u>COVERAGE</u>	<u>DEDUCTIBLE</u>
<u>1. School Package Policy:</u>				
- Property Including:	SAIF	Replacement Value	\$250,000,000 /Occurrence	\$1,000 /Occurrence
- Inland Marine		Included	\$250,000,000 /Occurrence	\$1,000 /Occurrence
- Boiler and Mechanical		Included	\$100,000,000 /Occurrence	\$1,000 /Occurrence
- Crime		Included	\$100,000,000 /Occurrence	\$1,000 /Occurrence
(All Risk Including Earthquake & Flood)				
- Automotive Physical Damage	SAIF	Included	\$250,000,000 /Occurrence	\$1,000 /Occurrence
- General Liability	SAIF	Included	\$15,000,000 /Occurrence	None
- FDLL			\$2,500,000 /Occurrence	None
- Medical Payments			\$5,000 /Occurrence	None
- Automotive Liability	SAIF	Included	\$15,000,000 /Occurrence	None
- Medical Payments			\$5,000 /Occurrence	None
<u>2. School Leaders Prof Liability</u>				
- Defense Cost Outside of Limit	SAIF		\$10,000,000/Claim	\$10,000 /Occurrence
			\$1,000,000/Claim	\$10,000 /Occurrence
<u>3. Workers' Compensation</u>				
- Employers Liability	SAIF		New Jersey Statutory \$5,000,000 /Occurrence	N/A
<u>4. Storage Tank Pollution Liability</u>				
	SAIF		\$1,000,000 /Occurrence	\$2,500 /Occurrence
<u>5. Student Accident Insurance</u>				
	Administrator-Bollinger Monumental Life Insurance Co		\$1,000,000 (Sublimit \$25,000 (Benefit Period 5 Years)	\$0
<u>6. Fidelity Bonds</u>				
- Superintendent	Selective Ins. Co. of America		\$300,000	
- Business Administrator/Board Secretary	Selective Ins. Co. of America		\$273,000	
- Treasurer of School Monies	Selective Ins. Co. of America		\$300,000	

SAIF: School Alliance Insurance Fund
Source: District records

SINGLE AUDIT SECTION



Certified Public Accountants & Consultants

EXHIBIT K-1

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

Honorable President and Members
of the Board of Education
Barnegat Township
County of Ocean
Barnegat, New Jersey

We have audited the financial statements of the Board of Education of the Barnegat Township School District, County of Ocean, State of New Jersey, as of and for the fiscal year ended June 30, 2011, and have issued our report thereon dated September 27, 2011. We conducted our audit in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and audit requirements as prescribed by the Division of Finance, Department of Education, State of New Jersey.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered the Board of Education of the Barnegat Township School District's internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Board of Education of the Barnegat Township School District's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the Organization's internal control over financial reporting.

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

Our consideration of internal control over financial reporting 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 financial reporting that might be deficiencies, significant deficiencies, or material weaknesses. We did not identify any deficiencies in internal control over financial reporting that we consider to be material weaknesses, as defined above.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Board of Education of the Barnegat Township School District's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements,

noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards* and audit requirements as prescribed by the Division of Finance, Department of Education, State of New Jersey.

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

Respectfully Submitted,

HOLMAN & FRENIA, P. C.

A handwritten signature in black ink, appearing to read "Frank B. Holman, III", with a long horizontal line extending to the right from the end of the signature.

Frank B. Holman, III
Public School Accountant
Certified Public Accountant
No. 783

Toms River, New Jersey
September 27, 2011



Certified Public Accountants & Consultants

EXHIBIT K-2

REPORT ON COMPLIANCE WITH REQUIREMENTS THAT COULD HAVE A DIRECT AND MATERIAL EFFECT ON EACH MAJOR PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE IN ACCORDANCE WITH OMB CIRCULAR A-133 AND NEW JERSEY OMB CIRCULAR 04-04

Honorable President and Members
of the Board of Education
Barnegat Township
County of Ocean
Barnegat, New Jersey

Compliance

We have audited the compliance of the Board of Education of the Barnegat Township School District, in the County of Ocean, State of New Jersey, with the types of compliance requirements described in the *U.S. Office of Management and Budget (OMB) Circular A-133 Compliance Supplement* and the *New Jersey Grants Compliance Supplement* that could have a direct and material effect on each of its major federal and state programs for the fiscal year ended June 30, 2011. The Board of Education of the Barnegat Township 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. Compliance with the requirements of laws, regulations, contracts and grants applicable to each of its major federal and state programs is the responsibility of the Board of Education of the Barnegat Township School District's management. Our responsibility is to express an opinion on the Board of Education of the Barnegat Township School District's compliance based on our audit.

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; the audit requirements as prescribed by the Division of Finance, Department of Education, State of New Jersey; OMB Circular A-133 *Audits of States, Local Governments and Non-Profit Organizations*; and 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 New Jersey OMB's Circular 04-04, require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal or state program occurred. An audit includes examining, on a test basis, evidence about Board of Education of the Barnegat Township School District's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination on the Board of Education of the Barnegat Township School District's compliance with those requirements.

In our opinion, the Board of Education of the Barnegat Township School District, County of Ocean, State of New Jersey, complied, in all material respects, with the requirements referred to above that are applicable to each of its major federal or state programs for the year ended June 30, 2011. The results of

our auditing procedures disclosed no instances of noncompliance with those requirements, which are required to be reported in accordance with OMB Circular A-133 or New Jersey OMB's Circular 04-04.

Internal Control Over Compliance

The management of the Board of Education of the Barnegat Township School District is responsible for establishing and maintaining effective internal control over compliance with requirements of laws, regulations, contracts and grants applicable to major federal and state programs. In planning and performing our audit, we considered the Board of Education of the Barnegat Township School District's internal control over compliance with requirements that could have a direct and material effect on a major federal or state program in order to determine our auditing procedures for the purpose of expressing our opinion on compliance, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the Board of Education of the Barnegat Township School District's internal control over compliance.

A *deficiency in internal control* over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal 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.

Our consideration of the internal control over financial reporting was for the limited purpose described in the first paragraph of this section and would not necessarily identify all deficiencies in the internal control that might be significant deficiencies or material weaknesses. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above.

This report is intended for the information of the management of the Board of Education of the Barnegat Township School District, the New Jersey State Department of Education, other state and federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties.

Respectfully Submitted,

HOLMAN & FRENIA, P. C.



Frank B. Holman, III
Public School Accountant
Certified Public Accountant
No. 783

Toms River, New Jersey
September 27, 2011

**BARNEGAT TOWNSHIP BOARD OF EDUCATION
SCHEDULE OF FEDERAL FINANCIAL ASSISTANCE
FOR THE FISCAL YEAR ENDED JUNE 30, 2011**

FEDERAL GRANTOR PASS-THROUGH GRANTOR PROGRAM TITLE	FEDERAL CFDA NUMBER	GRANT OR STATE PROJECT NUMBER	AWARD AMOUNT	GRANT PERIOD	BALANCE AT JUNE 30, 2010	CASH RECEIVED	BUDGETARY EXPENDITURES	(ACCOUNTS RECEIVABLE) JUNE 30, 2011	DUE TO GRANTOR JUNE 30, 2011
U.S. DEPARTMENT OF AGRICULTURE PASSED- THROUGH STATE DEPARTMENT OF EDUCATION:									
Food Distribution Program	10.550	N/A	\$51,028	9/1/10-8/31/11		51,028	(51,028)		
National School Lunch Program	10.555	5120-201-372573-63	276,697	9/1/09-8/31/10	(\$27,404)	27,404			
National School Lunch Program	10.555	5120-201-372573-63	364,482	9/1/10-8/31/11		345,372	(364,482)	(19,110)	
National School Breakfast Program	10.553	5120-201-372573-63	63,078	9/1/09-8/31/10	(6,656)	6,656			
National School Breakfast Program	10.553	5120-201-372573-63	71,845	9/1/10-8/31/11		67,366	(71,845)	(4,479)	
Total U.S. Department of Agriculture					(34,060)	497,826	(487,355)	(23,589)	
U.S. DEPARTMENT OF EDUCATION PASSED- THROUGH STATE DEPARTMENT OF EDUCATION:									
General Fund:									
Medical Assistance Program	93.778	N/A	8,932	7/1/10-6/30/11		8,932	(8,932)		
Education Jobs Fund Program	84.410	N/A	49,642	7/1/09-6/30/10			(49,642)	(49,642)	
Total General Fund						8,932	(58,574)	(49,642)	
Special Revenue Fund:									
Title I	84.010	NCLB-0320-09	340,762	9/1/09-8/31/10	(80,770)	80,770			
Title I	84.010	NCLB-0320-11	402,071	9/1/10-8/31/11		326,480	(381,050)	(54,570)	
Title I - ARRA	84.389	NCLB-0320-09	105,571	9/1/09-8/31/10	(42,385)	42,385			
Title II A	84.367	NCLB-0320-10	110,955	9/1/09-8/31/10	(110,955)	110,955			
Title II A	84.367	NCLB-0320-11	114,215	9/1/10-8/31/11		96,049	(114,215)	(18,166)	
Title II D	84.318	NCLB-0320-09	3,397	9/1/09-8/31/10	(3,397)	3,397			
Title II D	84.318	NCLB-0320-11	919	9/1/10-8/31/11		689	(919)	(230)	
Title IV	84.186	NCLB-0320-09	8,490	9/1/09-8/31/10	(6,890)	6,890			
Title III	84.365	NCLB-0320-11	2,934	9/1/08-8/31/09		2,934	(2,934)		
I.D.E.A. Part B, Basic Regular	84.027	FT316010	716,878	9/1/09-8/31/10	(225,998)	225,998			
I.D.E.A. Part B, Basic Regular	84.027	FT316009	737,635	9/1/10-8/31/11		737,635	(737,635)		
I.D.E.A. Part B, Basic Regular - ARRA	84.391	N/A	742,832	9/1/09-8/31/10	(107,599)	107,599			
I.D.E.A. Preschool	84.173	FT316010	31,662	9/1/09-8/31/10	(18,076)	18,076			
I.D.E.A. Preschool	84.173	FT316011	32,967	9/1/10-8/31/11		4,522	(4,522)		
I.D.E.A. Preschool - ARRA	84.392	N/A	26,815	9/1/09-8/31/10	(9,849)	9,849			
Total Special Revenue Fund					(605,919)	1,774,228	(1,241,275)	(72,966)	
Total U.S. Department of Education					(605,919)	1,783,160	(1,299,849)	(122,608)	
Total Federal Financial Assistance					(\$639,979)	2,280,986	(1,787,204)	(146,197)	-

**BARNEGAT TOWNSHIP BOARD OF EDUCATION
SCHEDULE OF STATE FINANCIAL ASSISTANCE
FOR THE FISCAL YEAR ENDED JUNE 30, 2011**

STATE GRANTOR/ PROGRAM TITLE	GRANT OR STATE PROJECT NUMBER	AWARD AMOUNT	GRANT PERIOD	BALANCE AT JUNE 30, 2010	CASH RECEIVED	BUDGETARY EXPENDITURES	(ACCOUNTS RECEIVABLE) JUNE 30, 2011	MEMO ONLY		
								BUDGETARY RECEIVABLE	CUMULATIVE TOTAL EXPENDITURES	
State Department of Education:										
General Fund:										
Categorical Special Education Aid	11-495-034-5120-089	\$1,744,120	7/1/10-6/30/11		1,744,120	(1,744,120)		161,893	1,744,120	
Equalization Aid	11-495-034-5120-078	17,017,934	7/1/10-6/30/11		17,017,934	(17,017,934)		1,579,644	17,017,934	
Extraordinary Aid	10-495-034-5120-473	248,358	7/1/09-6/30/10	(\$248,358)	248,358					
Extraordinary Aid	11-495-034-5120-473	208,391	7/1/10-6/30/11			(208,391)	(208,391)		208,391	
Additional Transportation Aid	10-495-034-5120-014	-	7/1/09-6/30/10	(6,760)	6,760					
Additional Transportation Aid	11-495-034-5120-014	11,650	7/1/10-6/30/11			(7,829)	(7,829)		7,829	
Homeless Tuition Reimbursement	N/A	94,988	7/1/10-6/30/11		58,556	(94,988)	(36,432)		94,988	
Reimbursed TPAF Social Security Contributions (Nonbudgeted)	10-100-034-5095-002		7/1/09-6/30/10	(71,613)	71,613					
Reimbursed TPAF Social Security Contributions (Nonbudgeted)	11-100-034-5095-002	1,426,412	7/1/10-6/30/11		1,421,338	(1,426,412)	(5,074)		1,426,412	
On-Behalf TPAF Contributions	11-100-034-5095-001	1,297,107	7/1/10-6/30/11		1,297,107	(1,297,107)			1,297,107	
Total General Fund					(326,731)	21,865,786	(21,796,781)	(257,726)	1,741,537	21,796,781
Capital Projects Fund:										
Construction of New Elementary School & Improvements To Various Schools	0185-050-02-1066	70,728,499	Open	(1,344,985)	12,008		(1,332,977)			
Total Capital Projects Fund					(1,344,985)	12,008	(1,332,977)			
Debt Service Fund:										
Debt Service Aid Type II	11-495-034-5120-125	546,800	7/1/10-6/30/11		546,800	(546,800)			546,800	
Total Debt Service Fund					546,800	(546,800)			546,800	
Enterprise Fund:										
National School Lunch Program (State Share)	10-100-010-3350-023	17,401	7/1/09-6/30/10	(1,555)	1,555					
National School Lunch Program (State Share)	11-100-010-3350-023	13,738	7/1/10-6/30/11		12,965	(13,738)	(773)		13,738	
National School Breakfast Program (State Share)	10-100-010-3350-021	5,704	7/1/09-6/30/10	(535)	535					
Total Enterprise Fund					(2,090)	15,055	(13,738)	(773)		13,738
Total State Financial Assistance					(\$1,673,806)	22,439,649	(22,357,319)	(1,591,476)	1,741,537	22,357,319

BARNEGAT TOWNSHIP BOARD OF EDUCATION

**NOTES TO THE SCHEDULES OF FINANCIAL ASSISTANCE
JUNE 30, 2011**

Note 1. General

The accompanying schedules of expenditures of federal awards and state financial assistance include federal and state award activity of the Board of Education, Barnegat Township School District. The Board of Education is defined in Note 1 to the Board's basic financial statements. All federal and state awards received directly from federal and state agencies, as well as federal awards and state financial assistance passed through other government agencies is included on the schedule of expenditures of federal awards and state financial assistance.

Note 2. Basis of Accounting

The accompanying schedules of expenditures of awards and financial assistance are presented on the budgetary basis of accounting with the exception of programs recorded in the food service fund, which are presented using the accrual basis of accounting. These basis of accounting are described in Note 1 to the Board's basic financial statements.

Note 3. Relationship to Basic Financial Statements

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

The general fund is presented in the accompanying schedules on the modified accrual basis with the exception of 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 from the budgetary basis to the GAAP basis is \$344,756 for the general fund and \$(22,323) for the special revenue fund. See Note 1 for a reconciliation of the budgetary basis to the modified accrual basis of accounting for the general and special revenue funds. Awards and financial assistance revenues are reported in the Board's basic financial statements on a GAAP basis as presented as follows:

BARNEGAT TOWNSHIP BOARD OF EDUCATION
NOTES TO THE SCHEDULES OF FINANCIAL ASSISTANCE (continued):
JUNE 30, 2011

Note 3. Relationship to Basic Financial Statements (continued):

	Federal	State	Total
General Fund	\$ 58,574	\$22,141,537	\$22,200,111
Special Revenue Fund	1,241,275		1,241,275
Debt Service Fund		546,800	546,800
Food Service Fund	487,355	13,738	501,093
Total Financial Assistance	<u>\$1,787,204</u>	<u>\$22,702,075</u>	<u>\$24,489,279</u>

Note 4. Relationship to Federal and State Financial Reports

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

Note 5. Other

Revenues and expenditures reported under the Food Distribution Program represent current year value received and current year distributions respectively. The amount reported as TPAF Pension Contributions represents the amount paid by the state on behalf of the District for the year ended June 30, 2011. TPAF Social Security Contributions represents the amount reimbursed by the state for the employer's share of social security contributions for TPAF members for the year ended June 30, 2011.

Note 6. Federal and State Loans Outstanding

The Barnegat Township School District had no loan balances outstanding at June 30, 2011.

**BARNEGAT TOWNSHIP BOARD OF EDUCATION
SCHEDULE OF FINDINGS & QUESTIONED COSTS
For the Fiscal Year Ended June 30, 2011**

Section I – Summary of Auditors’ Results

Financial Statements

Type of auditor’s report issued:	<u>Unqualified</u>
Internal control over financial reporting:	
1) Material weakness(es) identified?	No
2) Control deficiencies identified that are not considered to be material weaknesses?	No
Noncompliance material to basic financial Statements noted?	No

Federal Awards

Internal Control over major programs:	
1) Material weakness(es) identified?	No
2) Control deficiencies identified that are not considered to be material weaknesses?	None Reported
Type of auditor’s report issued on compliance for major programs	<u>Unqualified</u>
Any audit findings disclosed that are required to be reported in accordance With Section .510(a) of Circular A-133	No

Identification of major programs:

CFDA Number(s)	Name of Federal Program or Cluster
84.010A	Title I
84.027A	IDEA Part B – Basic Regular

Dollar threshold used to distinguish between type A and type B programs:	\$300,000
Auditee qualified as low-risk auditee?	Yes

**BARNEGAT TOWNSHIP BOARD OF EDUCATION
SCHEDULE OF FINDINGS & QUESTIONED COSTS
For the Fiscal Year Ended June 30, 2011**

Section I – Summary of Auditor’s Results (continued)

State Awards

Dollar threshold used to distinguish between type A and type B programs:	\$631,806
Auditee qualified as low-risk auditee?	Yes
Type of auditor’s report issued on compliance for major programs	<u>Unqualified</u>
Internal Control over major programs:	
1) Material weakness(es) identified?	No
2) Control deficiencies identified that are not considered To be material weaknesses?	None Reported
Any audit findings disclosed that are required to be reported in accordance With NJ OMB Circular Letter 04-04	No

Identification of major programs:

GMIS Number(s)	Name of State Program
11-495-034-5120-075	Debt Service Aid
11-495-034-5120-089	Categorical Special Education Aid
11-495-034-5120-078	Equalization Aid

Section II – Financial Statement Findings

This section identifies the significant deficiencies, material weaknesses, fraud, illegal acts, violations of provisions of contracts and grant agreements and abuse related to the financial statements for which *Government Auditing Standards* requires reporting in a Circular A-133 audit.

None Noted

Section III – Federal Awards & State Financial Assistance Finding & Questioned Costs

This section identifies audit findings required to be reported by section .510(a) of Circular A-133 and New Jersey OMB’s Circular Letter 04-04.

None Noted

**BARNEGAT TOWNSHIP BOARD OF EDUCATION
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS
AND QUESTIONED COSTS AS PREPARED BY MANAGEMENT
For the Fiscal Year Ended June 30, 2011**

This section identifies the status of prior-year findings related to the basic financial statements and federal and state awards that are required to be reported in accordance with Chapter 6.12 of Government Auditing Standards, U.S. OMB Circular A-133 (section .315 (a)(b)) and New Jersey OMB's Circular 04-04.

Finding 2009-02:

Condition:

The District had a community education bank account that was not reflected on the District's records and was used to pay earnings to evening school aides, rather than paying these earnings through payroll.

Current Status:

This condition has been corrected.

Finding 2009-03:

Condition:

The District's Superintendent did not certify all payroll registers.

Current Status:

This condition has been corrected.

Finding 2009-06:

Condition:

The District did not properly roll-over encumbrances as of June 30, 2008 which caused an over-expenditure of a budget line.

Current Status:

This condition has been corrected.

**BARNEGAT TOWNSHIP BOARD OF EDUCATION
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS
AND QUESTIONED COSTS AS PREPARED BY MANAGEMENT (continued):
For the Fiscal Year Ended June 30, 2011**

Finding 2009-07:

Condition:

The District opened a line of credit on June 24, 2009 without County Superintendent approval.

Current Status:

This condition has been corrected.

Finding 2009-08:

Condition:

Although the District reviewed budget transfers, it did not maintain copies of State approved forms to provide evidentiary support that transfers did not exceed State thresholds.

Current Status

This condition has been corrected.

Finding 2009-09:

Condition:

Although the District received requested the financial information from the New Jersey School Development Authority, no analysis was done on this information and the District's records were never adjusted.

Current Status:

This condition has been corrected.

Finding 2010-01:

One purchase order was paid before all invoices were received. This resulted in an overpayment of \$1,347, which was subsequently refunded.

**BARNEGAT TOWNSHIP BOARD OF EDUCATION
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS
AND QUESTIONED COSTS AS PREPARED BY MANAGEMENT (continued):
For the Fiscal Year Ended June 30, 2011**

Finding 2100-01 (continued):

Recommendation:

This condition has been corrected.

Finding 2010-02:

The District did not receive all of its tax levy by the end of the year.

Recommendation:

This condition has been corrected.