

**EAST WINDSOR REGIONAL SCHOOL DISTRICT**

Hightstown, New Jersey  
County of Mercer

**COMPREHENSIVE ANNUAL FINANCIAL REPORT  
FOR THE FISCAL YEAR ENDED JUNE 30, 2012**



**COMPREHENSIVE ANNUAL FINANCIAL REPORT**

**OF THE**

**EAST WINDSOR REGIONAL SCHOOL DISTRICT**

**HIGHTSTOWN, NEW JERSEY**

**FOR THE FISCAL YEAR ENDED JUNE 30, 2012**

**Prepared by**

**Business Office – Kurt J. Stumbaugh, Business Administrator/Board Secretary**



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**INTRODUCTORY SECTION**



"PRIDE IN PERFORMANCE"

# East Windsor Regional School District

September 14, 2012

Honorable President and  
Members of the Board of Education  
East Windsor Regional School District  
County of Mercer, New Jersey

Dear Board Members:

The comprehensive annual financial report of the East Windsor Regional School District (District) for the fiscal year ended June 30, 2012, is hereby submitted. Responsibility for both the accuracy of the data and completeness and fairness of the presentation, including all disclosures, rests with the management of the Board of Education. To the best of our knowledge and belief, the data presented in this report is accurate in all material respects and is reported in a manner designed to present fairly the financial position and results of operations of the various funds of the District. All disclosures necessary to enable the reader to gain an understanding of the District's financial activities have been included.

The comprehensive annual financial report is presented in four sections: introductory, financial, statistical and single audit. The introductory section includes this transmittal letter, the District's organizational chart and a list of principal officials. The financial section includes management's discussion and analysis and the basic financial statements, required supplemental information and schedules, as well as the auditor's report thereon. The statistical section includes selected financial and demographic information, generally presented on a multi-year basis. The District is required to undergo an annual single audit in conformity with the provisions of the Single Audit Act of 1984 and the U.S. Office of Management and Budget Circular A-133, "Audits of State and Local Governments", and the state Treasury Circular Letter 04-04 OMB, "Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid". Information related to this single audit, including the auditor's report on internal control 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:** East Windsor Regional School District is an independent reporting entity within the criteria adopted by the GASB as established by NCGA Statement No. 3. All funds and account groups of the District are included in this report. The East Windsor Regional Board of Education and all its schools constitute the District's reporting entity.

The District provides a full range of educational services appropriate to grade levels K through 12. These include regular, vocational as well as special education for handicapped and preschool handicapped children. The District had 5,072 students enrolled October 15, 2011. Enrollment is defined as students on roll (both full and shared time count as one) and students placed out of district including Mercer County Special Services School District. The following details the changes in the student enrollment of the District over the last fifteen years.

## ENROLLMENT

<u>Fiscal Year</u>	<u>Student Enrollment</u>	<u>Percent Change</u>
1995-96	4,085	+1.5%
1996-97	4,116	+0.8%
1997-98	4,190	+1.8%
1998-99	4,352	+3.9%
1999-00	4,413	+1.4%
2000-01	4,634	+5.0%
2001-02	4,737	+2.3%
2002-03	4,876	+2.9%
2003-04	4,906	+6.2%
2004-05	4,960	+11.0%
2005-06	4,939	+4.2%
2006-07	5,004	+13.2%
2007-08	4,972	- 6.40%
2008-09	5,025	+10.7%
2009-10	5,029	+0.08%
2010-11	5,075	+0.91%
2011-12	5,072	- 0.00%

**2) ECONOMIC CONDITION AND OUTLOOK:** New residential development has leveled off. Commercial development continues to increase and is adding to the tax base. Student enrollment will increase as students become school age the increased housing stock. The District will continue to manage the state aid revenues.

**3) MAJOR INITIATIVES:** Expenditures made during the 2011-12 school year were designed to support the district's mission, goals and instructional action plans as well as the state's core curriculum standards. The following district initiatives were supported in 2011-2012:

1. The continuation of the articulation process to ensure the alignment of our curriculum with the NJCCCS and assessments.
2. The continued purchase of textbooks and instructional materials that support the NJCCCS.
3. The formative and summative assessment of World Languages, Industrial Arts, Home Economics, Special Education, and LEP programs.
4. The implementation of a professional development program consistent with our vision including:
  - Differentiated instructional and assessment strategies
  - Utilization of data to drive instruction
  - Development of precise objectives and providing feedback
  - Familiarity with expectations and format of the ASK3, ASK4, and GEPA
  - Understanding the Core Curriculum Content Standards
  - Pacing the Curriculum
  - Vertical Tiering of the CCCS
  - The Utilization of Guiding Reading and Literacy Centers
  - The use of technology in advancing student achievement
5. The continued implementation of the District's technology plan with an emphasis on:

- The deployment of software to determine the instructional reading level and functional mathematics level of all students in grades 1 to 8.
  - Acquiring resources to implement in-class streaming video correlated to Core Curriculum Content Standards.
  - Upgrading our local area networking hardware.
  - Improving our internal communication via email software upgrade.
6. Continued to implement the inquiry based science program in grades K-8.
  7. Continued to support a dance component in grade 9 to address the visual and performing arts content standards.
  8. Continued to implement character education in grades 9-12.
  9. Continued to support a summer completion program for grades 9-12.
  10. Continued to support a summer school for non-readers for grades 1-2.
  11. Continued to support a summer school program for grades 6-8.
  12. Piloted social studies materials in grades 1-5.
  13. Instituted a program for young women with the student assistance counselor as the facilitator.
  14. Established a New Jersey Peer to Peer Program at the middle school.
  15. Purchased additional mathematics and language arts resources to implement a differentiated basic skills program.

**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). Internal control is designed to provide reasonable, but not absolute, assurance that these objectives are met. The concept of reasonable assurance recognizes that: (1) the cost of a control should not exceed the benefits likely to be derived; and (2) the valuation of costs and benefits requires estimates and judgments by management.

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

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

**5) ACCOUNTING SYSTEM AND REPORTS:** The District's accounting records reflect generally accepted accounting principles, as promulgated by the Governmental Accounting Standards Board (GASB). The implementation of GASB Statement No. 34 requires that two new government wide accrual financial statements be part of the basic financial statements. The accounting system of the District is organized on the basis of funds. These funds as well as the financial statements are described in the management discussion and analysis and in "Notes to the Financial Statements", Note 1.

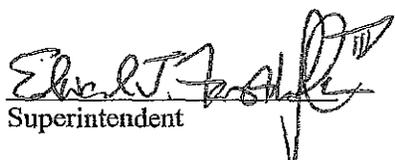
**6) CASH MANAGEMENT:** The investment policy of the District is guided in large part by state statute as detailed in "Notes to the Financial Statements", Note 2. The District has adopted a cash management plan which requires it to deposit public funds in public depositories protected from loss under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

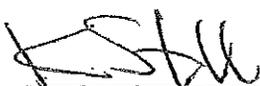
**7) OTHER INFORMATION:**

**A) Independent Audit** - State statutes require an annual audit by independent certified public accountants or registered municipal accountants. The accounting firm of Holman & Frenia, P.C. was selected by the Board to perform this audit. In addition to meeting the requirements set forth in state statutes, the audit also was designed to meet the requirements of the Single Audit Act of 1984 and the related OMB Circular A-133 and State Treasury Circular Letter 04-04 OMB. The auditor's report on the basic financial statements and combining and individual fund statements and schedules is included in the financial section of this report. The auditor's reports related specifically to the single audit are included in the single audit section of this report.

**8) ACKNOWLEDGMENTS:** We would like to express our appreciation to the members of the East Windsor Regional School Board for both their interest in education and their concern in providing fiscal accountability to the citizens and taxpayers of the school district. The preparation of this report could not have been accomplished without the efficient and dedicated services of our financial and accounting staff.

Respectfully submitted,

  
Superintendent

  
Board Secretary/Business Administrator





**EAST WINDSOR REGIONAL SCHOOL DISTRICT**  
25A Leshin Lane  
Hightstown, New Jersey 08520

**ROSTER OF OFFICIALS**  
**JUNE 30, 2012**

<b>MEMBERS OF THE BOARD OF EDUCATION</b>	<b>TERM EXPIRES</b>
Robert Lavery, President	2013
Kennedy Paul, Vice President	2012
Lisa Abel	2014
Paul Connolly	2012
Bruce Ettman	2012
Suzann Fallon	2014
Bonnie Fayer	2013
Christine Harrington	2013
Susan Lloyd	2014

**OTHER OFFICIALS**

Edward Forsthoffer, III, Ed.D, Chief School Administrator  
Kurt Stumbaugh, School Business Administrator/Board Secretary  
Thaddeus Thompson, Assistant School Business Administrator  
Carolina Jablonski, Assistant Board Secretary  
John Calavano, Treasurer  
David Coates, Esq., Solicitor

**EAST WINDSOR REGIONAL SCHOOL DISTRICT**  
25A Leshin Lane  
Hightstown, New Jersey 08520

**CONSULTANTS AND ADVISORS**

**AUDIT FIRM**

Holman & Frenia, P. C.  
618 Stokes Road  
Medford, New Jersey 08055

**ATTORNEY**

Turp, Coates, Essl & Diggers  
170 South Main Street  
Hightstown, New Jersey 08520

**OFFICIAL DEPOSITORY**

TD Bank  
Princeton-Hightstown Road  
East Windsor, New Jersey 08520

**FINANCIAL SECTION**





Certified Public Accountants & Consultants

Administrative Office:  
10 Allen Street, Ste. 2B, Toms River, NJ 08753 • Tel: 732.797.1333  
618 Stokes Road, Medford, NJ 08055 • Tel: 609.953.0612  
926 Main Street, Suite 103, Rome, PA 18837 • Tel: 570.297.5090  
795 Canton Street, Troy, PA 16947 • Tel: 570.297.5090  
holmanfrenia.com

**INDEPENDENT AUDITOR’S REPORT**

Honorable President and Members  
of the Board of Education  
East Windsor Regional  
County of Mercer  
Hightstown, New Jersey 08520

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 East Windsor Regional School District, County of Mercer, State of New Jersey, as of and for the fiscal year ended June 30, 2012, which collectively comprise the District’s 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, the business-type activities, each major fund and the aggregate remaining fund information of the Board of Education of the East Windsor Regional School District, County of Mercer, State of New Jersey, as of June 30, 2012, 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 14, 2012, on our consideration of the East Windsor Regional School District’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 15 and 52 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 East Windsor Regional 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 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 awards 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 awards 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.



Rodney R. Haines  
Certified Public Accountant  
Public School Accountant  
No. 2198

Medford, New Jersey  
September 14, 2012

**REQUIRED SUPPLEMENTARY INFORMATION – PART I**

Management's Discussion and Analysis



**EAST WINDSOR REGIONAL SCHOOL DISTRICT  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2012**

**UNAUDITED**

This section of the East Windsor Regional School District's (the District) annual financial report represents our discussion and analysis of the financial performance during the fiscal year that ended June 30, 2012. Please read it in conjunction with the District's financial statements. Certain comparative information between the current year and the prior year is required to be presented in the Management's Discussion and Analysis (MD&A).

**Financial Highlights**

- The District's Governmental Funds Balance is \$10,389,872.
- Total revenues for governmental funds were \$88,239,230. This was due primarily to the district receiving more State Aid and an increase in property taxes.

***Overview of the Financial Statements***

This discussion and analysis is intended to serve as an introduction to the District's basic financial statements. The District's basic financial statements are comprised of three components: 1) district-wide financial statements, 2) fund financial statements, and 3) notes to the basic financial statements. This document also contains required and other supplementary information in addition to the basic financial statements themselves.

**District-wide financial statements.** The district-wide financial statements are designed to provide readers with a broad overview of the District's finances, in a manner similar to a private-sector business.

The statement of net assets presents information on all of the assets and liabilities of the District, with the difference between the two reported as net assets. Over time, increases or decreases in net assets may serve as a useful indicator of whether the financial position of the District is improving or deteriorating.

The statement of activities presents information showing how the net assets of the District changed during the most recent fiscal year. All changes in net assets are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods (e.g., earned but unused vacation leave).

**Fund financial statements.** A fund is a group of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The District, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the District can be divided into three categories: governmental funds, proprietary funds, and fiduciary funds.

**Governmental funds.** Governmental funds are used to account for essentially the same functions reported as governmental activities in the district-wide financial statements. However, unlike the district-wide financial statements, governmental fund financial statements focus on near-term inflows and outflows of spendable resources, as well as on balances of spendable resources available at the end of the fiscal year. Such information may be useful in evaluating the government's near-term financing requirements.

Since the focus of governmental funds is narrower than that of the district-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the district-wide financial statements. By doing so, readers may better understand the long-term impact of the government's near-term financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures, and changes in fund balance provide a reconciliation to facilitate this comparison between governmental funds and governmental activities.

The District maintains four individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balance for the general fund, special revenue fund, capital projects fund and debt service fund, all of which are considered to be major funds.

The District adopts an annual appropriated budget for its general fund, special revenue fund and debt service fund. Budgetary comparison statements have been provided as required supplementary information for the general fund and special revenue fund to demonstrate compliance with this budget and other supplementary information for the debt service fund.

**Proprietary funds.** The District maintains two proprietary fund types. Enterprise funds are used to report the same functions presented as business-type activities in the district-wide financial statements. The District uses enterprise funds to account for the operations of its food service program and after school daycare program, both of which are considered to be major funds of the District. Internal service funds are an accounting device used to accumulate and allocate costs internally among the District's various functions or for providing a service to other entities on a break-even basis. The District uses two internal service funds to account for services provided to senior transportation and the fueling facility, which are considered to be major funds of the District. The internal service funds have been included within governmental activities in the district-wide financial statements. Proprietary funds provide the same type of information as the district-wide financial statements, only in more detail.

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

The District uses agency funds to account for resources held for student activities and payroll related liabilities.

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

**Other information.** The combining statements referred to earlier in connection with governmental funds, enterprise funds, internal service funds and fiduciary funds are presented immediately following the notes to the basic financial statements.

### **Balance Sheet Highlights**

The following table provides a comparative condensed summary of the District's net assets over the past two years:

**Table 1**

Net Assets  
June 30, 2012 and 2011

	Governmental Activities		Business-type Activities		Total	
	2012	2011	2012	2011	2012	2011
Current and other assets	\$ 12,382,044	\$ 6,948,566	\$ 1,584,609	\$ 1,159,664	\$ 13,966,653	\$ 8,108,230
Capital assets, net	104,344,329	116,442,270	427,651	259,112	104,771,980	116,701,382
Total assets	116,726,373	123,390,836	2,012,260	1,418,776	118,738,633	127,025,383
Current liabilities and other	7,169,013	3,733,832	223,658	111,518	7,392,671	3,845,350
Long-term liabilities	35,961,266	41,043,716			35,961,266	41,043,716
Total liabilities	43,130,279	44,777,548	223,658	111,518	43,353,937	44,889,066
Net assets:						
Invested in capital assets, net of related debt	67,200,853	74,974,954	427,651	259,112	67,628,504	75,235,066
Restricted	1,358,893	160,932			1,358,893	160,932
Unrestricted	5,036,348	3,477,402	1,360,951	1,048,146	6,397,299	4,525,548
Total net assets	\$73,596,094	\$78,613,288	\$ 1,788,602	\$ 1,307,258	\$ 75,384,696	\$ 79,920,546

**Revenue Highlights**

While the Balance Sheet shows the change in the financial position of the net assets, the Statement of Revenues, Expenses and Changes in Net Assets indicates the nature of these changes. The following table shows the change in net assets between June 30, 2012 and June 30, 2011.

**Table 2**

Condensed Summary of Revenues, Expenses, and Changes in Net Assets  
Fiscal Years ended June 30, 2012 and 2011

Revenues:						
Program revenues:						
Charges for services	\$1,341,045	\$1,260,235	\$1,625,986	\$1,531,913	\$2,967,031	\$2,792,148
Operating grants and contributions	2,273,215	3,147,814	855,844	734,280	3,129,059	3,882,094
Capital grants						
General revenues:						
Property taxes	60,431,034	59,335,232			59,335,232	59,335,232
Federal and State Aid	24,113,975	21,378,829			21,378,829	21,378,829
Earnings on investments	5,491	2,965			2,965	2,965
Miscellaneous	74,470	90,918			90,918	90,918
Total revenues	88,239,230	85,215,993	2,481,830	2,266,193	90,721,060	87,482,186

Table 2 (continued):

Expenses:						
Instructional services	33,458,079	32,655,282			33,458,079	32,655,282
Support services	26,114,606	24,899,921			26,114,606	24,899,921
Special Schools	31,247	31,322			31,247	31,322
Interest on long-term liabilities	1,658,548	1,745,893			1,658,548	1,745,893
Unallocated Expenses	23,171,038	25,315,145			23,171,038	25,315,145
Food service expenses			1,708,043	1,370,210	1,708,043	1,370,210
Kidcare expenses			514,615	484,139	514,615	484,139
<b>Total expenses</b>	<b>84,433,518</b>	<b>84,647,563</b>	<b>2,222,658</b>	<b>1,854,349</b>	<b>86,656,176</b>	<b>86,501,912</b>
Increase (decrease) in net assets	3,805,712		259,172		4,064,884	
Net assets – beginning, as restated	69,790,382		1,529,430		71,319,812	
<b>Net assets – ending</b>	<b>\$73,596,094</b>		<b>\$1,788,602</b>		<b>75,384,696</b>	

Table 3

Revenues  
Fiscal year ended June 30, 2012

Revenue	Amount	Percent of Total	Increase (Decrease) from 2011	Percentage Increase (Decrease)
Local sources	\$ 61,305,379	69.98%	\$ 1,076,472	1.79%
State sources	23,479,316	26.80%	2,084,152	9.74%
Federal sources	2,820,565	3.22%	(241,201)	-7.88%
<b>Total</b>	<b>\$ 87,605,260</b>	<b>100.00%</b>	<b>\$ 2,919,423</b>	<b>3.45%</b>

Figure 4

Expenditures  
Fiscal year ended June 30, 2012

	Amount	Percent of Total	Increase from 2011	Percentage Increase
Current:				
Distributed Expenditures - Instruction	\$ 33,458,079	40.04%	\$ 1,087,588	3.36%
Undistributed Expenditures	45,163,079	54.05%	1,107,258	2.51%
Capital Outlay	1,315,593	1.57%	(767,452)	-36.84%
Debt Service	3,627,408	4.34%	(24,856)	-0.68%
<b>Total</b>	<b>\$ 83,564,159</b>	<b>100.00%</b>	<b>\$ 1,402,538</b>	<b>1.71%</b>

## Budgetary Highlights

As required by its By Laws, the District adopts a General Fund, Special Revenue Fund, and a Debt Service Fund Budget for its governmental operations prior to the start of its fiscal year. This budget remains in effect the entire year and can be revised by the Board of Education during the fiscal year. The District revised its operating budget during the fiscal year 2012 to include additional cost for special revenues received after the beginning of the year, the rollover of prior year encumbrances and the reallocation of existing resources to areas of the most need.

Budgetary Adjustments were made to cover changes to the operating environment during the year. These adjustments were authorized by board actions and when required by existing state guidelines, were approved by the state department of education.

A summary of the significant budgetary adjustments is:

Adjustments to instructional programs, as a result of the ongoing management improvements efforts, were as follows:

Educational supplies were reduced by \$201,559

Administrative and Non-Instructional programs were adjusted as follows:

Other Employee Benefits were reduce by \$64,342

Energy was decreased by \$532,580.

Administrative expenses were increased by \$34,189.

## Capital Assets

In fiscal year 2012, the District had a new capital asset appraisal done by an outside appraisal company. In the past, the District had been maintaining their own capital asset records. Due to the appraisal it was determined that a large adjustment was necessary to bring the capital assets to the necessary value. A prior period adjustment was recorded in the audit to reflect this.

**Table 5**

### Governmental Activities Capital Assets

	<u>2012</u>	<u>2011</u>
Land	\$ 149,550	\$ 149,550
Building & Improvements	137,645,434	148,553,881
Machinery & Equipment	<u>9,941,422</u>	<u>18,352,063</u>
	147,736,406	167,055,494
Accumulated Depreciation	<u>43,392,077</u>	<u>50,613,224</u>
Total Capital Assets	<u>\$ 104,344,329</u>	<u>\$ 116,442,270</u>

For more detailed information please refer to Note 5 to the Basic Financial Statements.

## Long Term Debt/ Liabilities

As of June 30, 2012 the District had debt/liabilities outstanding of \$39,057,455. The table below shows the allocation of this debt.

**Table 6**

	June 30, 2011	Additions	Deletions	June 30, 2012	Due Within Year
Capital lease obligations	\$ 1,253,316		\$(579,840)	\$ 673,476	\$ 579,840
Compensated absences	949,455		(177,261)	772,194	
Bonds	40,214,000	29,900,000	(33,644,000)	36,470,000	1,985,000
Legal Settlement	1,250,000		(250,000)	1,000,000	250,000
Early retirement program	170,744		(28,959)	41,785	31,349
	<u>\$43,837,515</u>	<u>\$29,900,000</u>	<u>\$(3,291,950)</u>	<u>\$39,057,455</u>	<u>\$3,096,189</u>

Bonds are by far the largest component of the district's long term debt. The district has \$36,470,000 of outstanding bonds. These bonds were issued to fund additions and renovations at all six of the District's schools. For more detailed information please refer to Note 6 to the Basic Financial Statements.

## Economic Factors

For the fiscal year 2012 the District continued to manage the scarce resources provided by state aid while managing an ever increasing set of state mandates. The district also faces significant challenges managing the 2% tax levy cap mandate. The district continues to monitor the capital markets to take advantage of debt refinancing opportunities when appropriate.

The district's ability to recognize savings from the prior renovations and construction has started to level as we approach the fourth year after completion of the construction. Staffing expenses and student enrollment increased, which contributed to overall expenses being increased.

## Contacting Financial Management

This financial report is designed to provide people served by the District, citizens, vendors, and creditors with a general overview of the District's finances. If you have questions about this report or need additional financial information, contact the Board Secretary/Business Administrator's Office at 25A Leshin Lane, Hightstown, New Jersey 08520.

**BASIC FINANCIAL STATEMENTS**



A. District-Wide Financial Statements



**EAST WINDSOR REGIONAL SCHOOL DISTRICT**  
**STATEMENT OF NET ASSETS**  
**JUNE 30, 2012**  
**(With Comparative Totals for June 30, 2011)**

ASSETS	GOVERNMENTAL ACTIVITIES	BUSINESS- TYPE ACTIVITIES	TOTALS	
			JUNE 30, 2012	(MEMORANDUM ONLY) JUNE 30, 2011
Cash & Cash Equivalents	\$2,750,733	1,522,588	4,273,321	1,594,553
Receivables, Net	788,181	36,275	824,456	1,510,595
Inventory	40,905	25,746	66,651	96,615
Deferred Loss on Early Retirement of Debt	1,397,010		1,397,010	112,991
Deferred Loss on Cost of Issuance of Bonds	312,034		312,034	58,959
Restricted Assets:				
Cash & Cash Equivalents	7,093,181		7,093,181	4,734,517
Capital Assets - Depreciable, Net	104,344,329	427,651	104,771,980	116,701,382
<b>Total Assets</b>	<b>116,726,373</b>	<b>2,012,260</b>	<b>118,738,633</b>	<b>124,809,612</b>
<b>LIABILITIES</b>				
Accounts Payable	95,584	153,197	248,781	192,891
Accrued Interest Payable	565,965		565,965	599,825
Intergovernmental Payables:				
State & Federal	47,515		47,515	79,878
Other Liabilities		59,152	59,152	101,403
Deferred Revenue	3,498	11,309	14,807	29,558
Unamortized Premium on Bond Refunding	3,360,262		3,360,262	47,996
Current Portion of Long-Term Obligations	3,096,189		3,096,189	2,793,799
Noncurrent Portion of Long- Term Obligations	35,961,266		35,961,266	41,043,716
<b>Total Liabilities</b>	<b>43,130,279</b>	<b>223,658</b>	<b>43,353,937</b>	<b>44,889,066</b>
<b>NET ASSETS</b>				
Invested in Capital Assets, Net of Related Debt	67,200,853	427,651	67,628,504	75,234,066
Restricted For:				
Debt Service	(565,965)		(565,965)	(599,825)
Other Purposes	1,924,858		1,924,858	760,757
Unrestricted	5,036,348	1,360,951	6,397,299	4,525,548
<b>Total Net Assets</b>	<b>\$73,596,094</b>	<b>1,788,602</b>	<b>75,384,696</b>	<b>79,920,546</b>

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

EAST WINDSOR REGIONAL SCHOOL DISTRICT  
STATEMENT OF ACTIVITIES  
FOR THE YEAR ENDED JUNE 30, 2012  
(With Comparative Totals for June 30, 2011)

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	
						JUNE 30, 2012	(MEMORANDUM ONLY) JUNE 30, 2011
Governmental Activities:							
Instruction:							
Regular Instruction	\$24,762,899		1,769,224	(22,993,675)		(22,993,675)	(22,060,154)
Special Education Instruction	5,468,678	643,297		(4,825,381)		(4,825,381)	(4,929,527)
Other Instruction	2,247,777			(2,247,777)		(2,247,777)	(1,823,344)
Adult/Continuing Education	978,725			(978,725)		(978,725)	(972,437)
Support Services:							
Instruction	5,117,547		503,991	(4,613,556)		(4,613,556)	(3,475,931)
Student & Instruction Related Services	7,332,658			(7,332,658)		(7,332,658)	(6,960,700)
School Administrative Services	2,588,907			(2,588,907)		(2,588,907)	(2,487,568)
General & Business Administration	624,850			(624,850)		(624,850)	(407,209)
Central Services	1,108,804			(1,108,804)		(1,108,804)	(1,007,249)
Administration & Information							
Technology	2,400			(2,400)		(2,400)	(2,400)
Plant Operations & Maintenance	6,358,065	633,970		(5,724,095)		(5,724,095)	(6,350,831)
Pupil Transportation	2,975,875	63,778		(2,912,097)		(2,912,097)	(2,664,304)
Other Support Services	5,500			(5,500)		(5,500)	(5,500)
Unallocated Employee Benefits	19,353,724			(19,353,724)		(19,353,724)	(19,713,416)
Transfers to Charter Schools	21,904			(21,904)		(21,904)	
Special Schools	31,247			(31,247)		(31,247)	(31,322)
Interest on Long-Term Debt	1,658,548			(1,658,548)		(1,658,548)	(1,745,893)
Unallocated Amortization of Bond Costs	(33,828)			33,828		33,828	(10,293)
Unallocated Depreciation	4,006,499			(4,006,499)		(4,006,499)	(4,884,213)
Cancellation of Intergovernmental							
Accounts Receivable							(741,280)
Unallocated Compensated Absences	(177,261)			177,261		177,261	34,057
<b>Total Governmental Activities</b>	<b>84,433,518</b>	<b>1,341,045</b>	<b>2,273,215</b>	<b>(80,819,258)</b>		<b>(80,819,258)</b>	<b>(80,239,514)</b>

**EAST WINDSOR REGIONAL SCHOOL DISTRICT  
STATEMENT OF ACTIVITIES  
FOR THE YEAR ENDED JUNE 30, 2012  
(With Comparative Totals for June 30, 2011)**

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	
						JUNE 30, 2012	(MEMORANDUM ONLY) JUNE 30, 2011
Business-Type Activities:							
Food Service	1,708,043	844,718	855,844		(7,481)	(7,481)	139,118
Kidcare	514,615	781,268			266,653	266,653	272,726
Total Business-Type Activities	2,222,658	1,625,986	855,844		259,172	259,172	411,844
∞ Total Primary Government	<u>\$86,656,176</u>	<u>2,967,031</u>	<u>3,129,059</u>	<u>(80,819,258)</u>	<u>259,172</u>	<u>(80,560,086)</u>	<u>(79,827,670)</u>
General Revenues:							
Taxes:							
Property Taxes, Levied for General Purposes, Net				56,953,654		56,953,654	55,836,916
Taxes Levied for Debt Service				3,477,380		3,477,380	3,498,316
Federal & State Aid Not Restricted				24,113,975		24,113,975	21,378,829
Investment Earnings				5,491		5,491	2,965
Building Rentals				28,320		28,320	33,636
Miscellaneous Income				46,150		46,150	57,282
Total General Revenues, Special Items, Extraordinary Items & Transfers				84,624,970		84,624,970	80,807,944
Change In Net Assets				3,805,712	259,172	4,064,884	980,274
Beginning Net Assets				78,613,288	1,307,258	79,920,546	78,940,272
Prior Period Adjustment				(8,822,906)	222,172	(8,600,734)	
Beginning Net Assets - (restated)				69,790,382	1,529,430	71,319,812	78,940,272
Ending Net Assets				<u>\$73,596,094</u>	<u>1,788,602</u>	<u>75,384,696</u>	<u>79,920,546</u>

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



## B. Fund Financial Statements



## Governmental Funds



**EAST WINDSOR REGIONAL SCHOOL DISTRICT  
GOVERNMENTAL FUNDS  
BALANCE SHEET  
JUNE 30, 2012  
(With Comparative Totals for June 30, 2011)**

	GENERAL FUND	SPECIAL REVENUE FUND	DEBT SERVICE FUND	TOTALS	
				JUNE 30, 2012	(MEMORANDUM ONLY) JUNE 30, 2011
<b>ASSETS &amp; OTHER DEBITS</b>					
Cash & Cash Equivalents	\$2,737,986			2,737,986	1,368,837
Cash & Cash Equivalents - Restricted	7,093,181			7,093,181	4,734,517
Accounts Receivable:					
State	425,663			425,663	337,600
Federal	109,882	171,413		281,295	1,061,158
Local		850		850	
Interfund Receivable	99,439	1,000		100,439	66,923
<b>Total Assets</b>	<b>\$10,466,151</b>	<b>173,263</b>		<b>10,639,414</b>	<b>7,569,035</b>
<b>LIABILITIES &amp; FUND BALANCES</b>					
<b>Liabilities:</b>					
Cash Overdraft		24,033		24,033	876,591
Accounts Payable	\$76,279	19,305		95,584	191,891
Intergovernmental Payables:					
State & Federal		47,515		47,515	79,878
Interfund Payable		78,912		78,912	51,461
Deferred Revenue		3,498		3,498	20,443
<b>Total Liabilities</b>	<b>76,279</b>	<b>173,263</b>		<b>249,542</b>	<b>1,220,264</b>
<b>Fund Balances:</b>					
Restricted for:					
Excess Surplus	475,351			475,351	
Capital Reserve Account	3,432,569			3,432,569	2,888,304
Maintenance Reserve Account	3,675,799			3,675,799	1,855,921
Committed to:					
Other Purposes					339,549
Assigned to:					
Other Purposes	1,924,858			1,924,858	421,208
Designated for Subsequent Year's Expenditures	500,000			500,000	500,000
Unassigned:					
General Fund	381,295			381,295	343,789
<b>Total Fund Balances</b>	<b>10,389,872</b>			<b>10,389,872</b>	<b>6,348,771</b>
<b>Total Liabilities &amp; Fund Balances</b>	<b>\$10,466,151</b>	<b>173,263</b>	<b>-</b>		

Amounts reported for *governmental activities* in the statement of Net Assets (A-2) 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 \$147,736,406 and the accumulated depreciation is \$43,392,077.	104,344,329	116,442,270
Unreserved internal service funds are used by the District to charge the costs of the senior transportation, fueling facility & community relations programs to the individual individual funds. The assets & liabilities of the internal service funds are included with governmental activities.	136,531	135,633
Accrued interest on long-term debt is not due and payable in the current period and therefore is not reported as a liability in the funds.	(565,965)	(599,825)
Unamortized portion of debt issuance costs and loss on refunding are not reported as an asset in the funds.	1,709,044	171,950
Unamortized deferred interest costs	(3,360,262)	(47,996)
Long-term liabilities, including bonds payable, capital leases, early retirement liability, legal settlement and compensated absences are not due and payable in the current period & therefore are not reported as liabilities in the funds.	(39,057,455)	(43,837,515)
<b>Net assets of Governmental Activities</b>	<b>\$73,596,094</b>	<b>78,613,288</b>

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

**EAST WINDSOR REGIONAL SCHOOL DISTRICT  
GOVERNMENTAL FUNDS  
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE  
FOR THE FISCAL YEAR ENDED JUNE 30, 2012  
(With Comparative Totals for June 30, 2011)**

	GENERAL FUND	SPECIAL REVENUE FUND	DEBT SERVICE FUND	TOTALS	
				JUNE 30, 2012	(MEMORANDUM ONLY) JUNE 30, 2011
<b>Revenues:</b>					
<b>Local Sources:</b>					
Local Tax Levy	\$56,953,654		3,477,380	60,431,034	59,335,232
Tuition	643,297			643,297	651,805
Transportation Fees	63,778			63,778	78,274
Interest on Capital Reserve Funds	5,491			5,491	2,965
Building Rentals	28,320			28,320	33,636
Unrestricted Miscellaneous	46,150	87,309		133,459	126,995
<b>Total Local Sources</b>	<b>57,740,690</b>	<b>87,309</b>	<b>3,477,380</b>	<b>61,305,379</b>	<b>60,228,907</b>
State Sources	23,213,256	116,032	150,028	23,479,316	21,395,164
Federal Sources	750,691	2,069,874		2,820,565	3,061,766
<b>Total Revenues</b>	<b>81,704,637</b>	<b>2,273,215</b>	<b>3,627,408</b>	<b>87,605,260</b>	<b>84,685,837</b>
<b>Expenditures:</b>					
<b>Current Expense:</b>					
Regular Instruction	22,993,675	1,769,224		24,762,899	24,278,169
Special Education Instruction	5,468,678			5,468,678	5,296,541
Other Instruction	2,247,777			2,247,777	1,823,344
Adult/Continuing Education Programs	978,725			978,725	972,437
<b>Support Services:</b>					
Instruction	4,613,556	503,991		5,117,547	4,120,939
Student & Instruction Related Services	7,332,658			7,332,658	6,668,667
General Administrative Services	874,850			874,850	942,000
School Administrative Services	2,588,907			2,588,907	2,487,568
Central Services	1,108,804			1,108,804	1,007,249
Administrative Information Technology	2,400			2,400	2,400
Plant Operations & Maintenance	5,720,704			5,720,704	6,346,535
Pupil Transportation	2,975,875			2,975,875	2,742,578
Other Support Services	5,500			5,500	5,500
Employee Benefits	19,382,683			19,382,683	19,701,063
Capital Outlay	1,315,593			1,315,593	2,083,045
Special Schools	31,247			31,247	31,322
Transfer Funds to Charter Schools	21,904			21,904	
<b>Debt Service:</b>					
Interest on Long-Term Debt			1,692,408	1,692,408	1,767,264
Principal on Debt			1,935,000	1,935,000	1,885,000
<b>Total Expenditures</b>	<b>77,663,536</b>	<b>2,273,215</b>	<b>3,627,408</b>	<b>83,564,159</b>	<b>82,161,621</b>
<b>Excess/(Deficiency) of Revenues Over/ (Under) Expenditures</b>	<b>4,041,101</b>			<b>4,041,101</b>	<b>2,524,216</b>
<b>Other Financing Sources/(Uses):</b>					
<b>Cancellation of Prior Year</b>					
Intergovernmental Accounts Receivable					(741,280)
Transfers In					1,085,361
Transfers Out					(1,047,761)
<b>Total Other Financing Sources/(Uses)</b>					<b>(703,680)</b>
<b>Excess/(Deficiency) of Revenues &amp; Other Financing Sources Over/(Under)</b>					<b>1,820,536</b>
Expenditures & Other Financing Uses	4,041,101			4,041,101	1,820,536
Fund Balances July 1	6,348,771			6,348,771	4,528,235
<b>Fund Balances June 30</b>	<b>\$10,389,872</b>	<b>-</b>	<b>-</b>	<b>10,389,872</b>	<b>6,348,771</b>

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

**EAST WINDSOR REGIONAL SCHOOL DISTRICT  
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES,  
AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS  
TO THE STATEMENT OF ACTIVITIES  
FOR THE YEAR ENDED JUNE 30, 2012**

Total Net Change in Fund Balances - Governmental Funds (From B-2)		\$4,041,101
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:		
Capital Outlays	\$735,753	
Depreciation Expense	<u>(4,006,499)</u>	(3,270,746)
Repayment of bond principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net assets and is not reported in the statement of activities.		
		1,935,000
Repayment of capital lease principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net assets and is not reported in the statement of activities.		
		579,840
Repayment of principal on the early retirement incentive program is an expenditure in the governmental funds, but the payment reduces long-term liabilities in the statement of net assets and is not reported in the statement of activities.		
Principal Payment		28,959
Proceeds from debt issues are a financing source in the governmental funds. They are not revenue in the statement of activities; issuing debt increases long-term liabilities in the statement of activities.		
Bond Proceeds		(29,900,000)
Premiums, Costs of Issuance, Loss on Refundings		(1,809,000)
Bonds Redeemed		31,709,000
Loss on the early extinguishments of debt, cost of issuance on refunding, and original issue premiums are recorded when incurred in the governmental funds but are deferred and recognized in the statement of activities over the life of the refunding:		
Amortization of Loss on Refunding	(41,718)	
Amortization of Cost of Issuance	(11,346)	
Amortization of Original Issue Premiums	<u>86,892</u>	33,828
Accrual of interest of capital leases and bonds is not an expenditure in the governmental funds, but the adjustment is charged to expense and is reported in the statement of activities.		
Prior Year	599,825	
Current Year	<u>(565,965)</u>	33,860
Internal service funds are used by the District to charge the costs of the transportation, tuition and adult education programs to the individual funds. The activities of these funds are included in the Statement of Activities.		
		(3,391)
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	949,455	
Current Year	<u>(772,194)</u>	177,261
Repayment of legal settlement 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.		
		<u>250,000</u>
Change in Net Assets of Governmental Activities		<u><u>\$3,805,712</u></u>

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



## Proprietary Funds



**EAST WINDSOR REGIONAL SCHOOL DISTRICT  
 PROPRIETARY FUNDS  
 STATEMENT OF NET ASSETS  
 JUNE 30, 2012  
 (With Comparative Totals for June 30, 2011)**

ASSETS	BUSINESS-TYPE ACTIVITIES ENTERPRISE FUNDS	GOVERNMENTAL ACTIVITIES INTERNAL SERVICE FUNDS	TOTALS	
			(MEMORANDUM ONLY)	
			JUNE 30, 2012	JUNE 30, 2011
<b>Current Assets:</b>				
Cash & Cash Equivalents	\$1,522,588	36,780	1,559,368	1,102,307
Accounts Receivable:				
Federal	35,376		35,376	38,163
State	899		899	1,954
Other		77,497	77,497	68,844
Inventory	25,746	40,905	66,651	96,615
<b>Total Current Assets</b>	<b>1,584,609</b>	<b>155,182</b>	<b>1,739,791</b>	<b>1,307,883</b>
<b>Fixed Assets:</b>				
Equipment	1,064,771	30,025	1,094,796	739,384
Less: Accumulated Depreciation	(637,120)	(22,274)	(659,394)	(468,232)
<b>Total Fixed Assets</b>	<b>427,651</b>	<b>7,751</b>	<b>435,402</b>	<b>271,152</b>
<b>Total Assets</b>	<b>2,012,260</b>	<b>162,933</b>	<b>2,175,193</b>	<b>1,579,035</b>
<b>LIABILITIES</b>				
<b>Current Liabilities:</b>				
Accounts Payable	152,197		152,197	
Interfund Payable	1,000	18,651	19,651	13,586
Other Liabilities	59,152		59,152	101,403
Deferred Revenue	11,309		11,309	9,115
<b>Total Liabilities</b>	<b>223,658</b>	<b>18,651</b>	<b>242,309</b>	<b>124,104</b>
<b>NET ASSETS</b>				
Invested in Capital Assets, Net of Related Debt	427,651	7,751	435,402	271,152
Unrestricted	1,360,951	136,531	1,497,482	1,183,779
<b>Total Net Assets</b>	<b>\$1,788,602</b>	<b>144,282</b>	<b>1,932,884</b>	<b>1,454,931</b>

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

**EAST WINDSOR REGIONAL SCHOOL DISTRICT  
PROPRIETARY FUNDS  
STATEMENT OF REVENUES, EXPENSES AND  
CHANGES IN FUND NET ASSETS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2012  
(With Comparative Totals for June 30, 2011)**

	BUSINESS- TYPE ACTIVITIES	GOVERNMENTAL ACTIVITIES	TOTALS	
	ENTERPRISE FUNDS	INTERNAL SERVICE FUNDS	JUNE 30, 2012	(MEMORANDUM ONLY) JUNE 30, 2011
Operating Revenues:				
Local Sources:				
Program Income	\$1,618,235		1,618,235	1,514,968
Special Functions	7,751		7,751	16,945
Services Provided to Other Funds		633,970	633,970	530,156
Total Operating Revenue	1,625,986	633,970	2,259,956	2,062,069
Operating Expenses:				
Salaries	570,489	1,000	571,489	449,213
Employee Benefits				
Purchased Professional Services	1,451,186		1,451,186	1,278,862
Supplies & Materials	76,842	632,072	708,914	579,509
Utilities	70,508		70,508	
Depreciation	53,633	4,289	57,922	81,217
Total Operating Expenses	2,222,658	637,361	2,860,019	2,388,801
Operating Income/(Loss)	(596,672)	(3,391)	(600,063)	(326,732)
Nonoperating Revenues/(Expenses):				
Interest Income	1,600		1,600	1,979
State Sources:				
State School Lunch Program	19,285		19,285	18,619
Federal Sources:				
National School Lunch Program	604,206		604,206	558,681
National School Breakfast Program	96,656		96,656	70,787
Special Milk Program	3,629		3,629	3,500
Food Distribution Program	130,468		130,468	80,714
Transfer to General Fund				(37,600)
Total Nonoperating Revenues	855,844		855,844	696,680
Change in Net Assets	259,172	(3,391)	255,781	369,948
Total Net Assets - Beginning	1,307,258	147,673	1,454,931	1,084,983
Prior Period Adjustment	222,172		222,172	
Total Net Assets - Beginning (restated)	1,529,430	147,673	1,677,103	1,084,983
Total Net Assets - Ending	\$1,788,602	144,282	1,932,884	1,454,931

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

**EAST WINDSOR REGIONAL SCHOOL DISTRICT  
PROPRIETARY FUNDS  
STATEMENT OF CASH FLOWS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2012  
(With Comparative Totals for June 30, 2011)**

	BUSINESS- TYPE ACTIVITIES	GOVERNMENTAL ACTIVITIES	TOTALS	
	ENTERPRISE FUNDS	INTERNAL SERVICE FUNDS	(MEMORANDUM ONLY)	
			JUNE 30, 2012	JUNE 30, 2011
<b>Cash Flows From Operating Activities:</b>				
Receipts from Customers	\$1,628,180	654,690	2,282,870	2,039,669
Payments to Employees	(570,489)		(570,489)	(443,591)
Payments to Suppliers	(1,357,531)	(627,007)	(1,984,538)	(1,805,420)
<b>Net Cash Provided/(Used) by Operating Activities</b>	<b>(299,840)</b>	<b>27,683</b>	<b>(272,157)</b>	<b>(209,342)</b>
<b>Cash Flows From Noncapital Financing Activities:</b>				
State Sources	20,340		20,340	18,369
Federal Sources	707,278		707,278	627,925
<b>Net Cash Provided by Noncapital Financing Activities</b>	<b>727,618</b>		<b>727,618</b>	<b>646,294</b>
<b>Cash Flows from Capital Financing Activities:</b>				
Purchases of Capital Assets - Equipment				(34,280)
<b>Net Cash Used by Capital Financing Activities</b>				<b>(34,280)</b>
<b>Cash Flows From Investing Activities:</b>				
Payments to Operating Fund				(37,600)
Interest & Dividends	1,600		1,600	1,979
<b>Net Cash Provided by Investing Acti</b>	<b>1,600</b>		<b>1,600</b>	<b>(35,621)</b>
<b>Net Increase/(Decrease) in Cash &amp; Cash Equivalents</b>	<b>429,378</b>	<b>27,683</b>	<b>457,061</b>	<b>367,051</b>
Balances - Beginning of Year	1,093,210	9,097	1,102,307	735,256
<b>Balances - Ending of Year</b>	<b>\$1,522,588</b>	<b>36,780</b>	<b>1,559,368</b>	<b>1,102,307</b>

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

Operating Income/(Loss)	(\$596,672)	(3,391)	(600,063)	(326,732)
Adjustments to Reconcile Operating Income/(Loss) to Cash Provided/(Used) by Operating Activities:				
Depreciation Expense	53,633	4,289	57,922	81,217
Food Distribution Program	130,468		130,468	80,714
Change in Assets & Liabilities:				
(Increase)/Decrease in Accounts Receivable		(8,653)	(8,653)	2,670
(Increase)/Decrease in Inventory	591	29,373	29,964	(42,523)
Increase/(Decrease) in Interfund Payable		6,065	6,065	(4,439)
Increase/(Decrease) in Accounts Payable	109,946		109,946	(2,252)
(Decrease)/Increase in Deferred Revenue	2,194		2,194	2,003
<b>Total Adjustments</b>	<b>296,832</b>	<b>31,074</b>	<b>327,906</b>	<b>117,390</b>
<b>Net Cash Provided/(Used) by Operating Activities</b>	<b>(\$299,840)</b>	<b>27,683</b>	<b>(272,157)</b>	<b>(209,342)</b>

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



## Fiduciary Fund



**EAST WINDSOR REGIONAL SCHOOL DISTRICT  
FIDUCIARY FUNDS  
STATEMENT OF FIDUCIARY NET ASSETS  
JUNE 30, 2012  
(With Comparative Totals for June 30, 2011)**

ASSETS	PRIVATE PURPOSE			TOTALS	
	UNEMPLOYMENT COMPENSATION FUND	SCHOLARSHIP FUNDS	AGENCY FUNDS	JUNE 30, 2012	JUNE 30, 2011 <small>(MEMORANDUM ONLY)</small>
Cash & Cash Equivalents	\$1,375,000	92,292	267,576	1,734,868	1,892,674
Total Assets	1,375,000	92,292	267,576	1,734,868	1,892,674
<b>LIABILITIES</b>					
Due to Student Groups			242,666	242,666	241,618
Interfund Payable			1,876	1,876	1,876
Payroll Deductions & Withholdings			23,034	23,034	2,534
Total Liabilities			267,576	267,576	246,028
<b>NET ASSETS</b>					
Reserved for Unemployment Claims	1,375,000			1,375,000	1,546,421
Reserved for Scholarships		92,292		92,292	100,225
Total Net Assets	\$1,375,000	92,292	-	1,467,292	1,646,646

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

**EAST WINDSOR REGIONAL SCHOOL DISTRICT  
FIDUCIARY FUNDS  
COMBINING STATEMENT OF CHANGES IN FIDUCIARY NET ASSETS  
FOR THE YEAR ENDED JUNE 30, 2012  
(With Comparative Totals for June 30, 2011)**

	PRIVATE PURPOSE		TOTALS	
	UNEMPLOYMENT COMPENSATION TRUST	SCHOLARSHIP FUND	JUNE 30, 2012	(MEMORANDUM ONLY) JUNE 30, 2011
<b>ADDITIONS</b>				
Contributions:				
Interest Income	\$2,243	651	2,894	3,468
Scholarship Donations		21,242	21,242	22,972
Other Income	70,495		70,495	566,052
Total Additions	72,738	21,893	94,631	592,492
<b>DEDUCTIONS</b>				
Scholarships Awarded		29,826	29,826	35,232
Unemployment Claims	244,159		244,159	475,334
Total Deductions	244,159	29,826	273,985	510,566
Change in Net Assets	(171,421)	(7,933)	(179,354)	81,926
Net Assets - Beginning of the Year	1,546,421	100,225	1,646,646	1,564,720
Net Assets - End of the Year	\$1,375,000	92,292	1,467,292	1,646,646

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

**EAST WINDSOR REGIONAL SCHOOL DISTRICT  
BOARD OF EDUCATION**

**NOTES TO THE FINANCIAL STATEMENTS  
JUNE 30, 2012**



## EAST WINDSOR REGIONAL SCHOOL DISTRICT

### NOTES TO THE FINANCIAL STATEMENTS

JUNE 30, 2012

#### Note 1. Summary of Significant Accounting Policies

The accompanying financial statements of the East Windsor Regional School District 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 much of the information that governments have presented in the past. Comparability with reports issued in prior years is 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 the current fiscal year: 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*; Statement 44 – *Economic Condition Reporting – The Statistical Section*; Statement 45 – *Accounting and Financial 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, 2012 and for the year then ended with comparative totals as of and for the year ended June 30, 2011 (Memorandum Only).

#### A. Reporting Entity:

The East Windsor Regional School District is a Type II district located in the County of Mercer, State of New Jersey. As a Type II district, the School District functions independently through a Board of Education. The Board is comprised of nine members elected to three-year terms. 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. These include regular, vocational, as well as special education for handicapped youngsters. The East Windsor Regional School District has an approximate enrollment at June 30, 2012 of 5,115 students.

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

- ◆ the organization is legally separate (can sue or be sued in their own name)
- ◆ the District holds the corporate powers of the organization

## EAST WINDSOR REGIONAL SCHOOL DISTRICT

### NOTES TO THE FINANCIAL STATEMENTS (continued): JUNE 30, 2012

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

- ◆ 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.

EAST WINDSOR REGIONAL SCHOOL DISTRICT

NOTES TO THE FINANCIAL STATEMENTS (continued):

JUNE 30, 2012

**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 East Windsor Regional School District 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 East Windsor Regional School District and is used to account for all financial resources except those required to be accounted for in another fund. Included are certain expenditures for vehicles and movable instructional or noninstructional equipment which are classified in the Capital Outlay sub-fund.

As required by the New Jersey Department of Education, East Windsor Regional School District 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.

**EAST WINDSOR REGIONAL SCHOOL DISTRICT**

**NOTES TO THE FINANCIAL STATEMENTS (continued):  
JUNE 30, 2012**

**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.

**Internal Service Fund** – Internal service funds are cost accounting and distribution entities, and are intended to "break even" annually and/or over a period of years. The use of an internal service fund does not provide additional revenue or expenses to the district but acts as a means to document the sharing of the costs.

**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 the Kidcare Fund.

EAST WINDSOR REGIONAL SCHOOL DISTRICT

NOTES TO THE FINANCIAL STATEMENTS (continued):

JUNE 30, 2012

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

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 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	15 Years
Light Trucks & Vehicle	8 Years
Heavy Trucks & Vehicle	8 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

**EAST WINDSOR REGIONAL SCHOOL DISTRICT**

**NOTES TO THE FINANCIAL STATEMENTS (continued):**  
**JUNE 30, 2012**

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

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.

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 East Windsor Regional School District 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 East Windsor Regional School District'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.

**EAST WINDSOR REGIONAL SCHOOL DISTRICT**

**NOTES TO THE FINANCIAL STATEMENTS (continued):  
JUNE 30, 2012**

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

**F. Budgets/Budgetary Control (continued):**

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

The 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.

	<b>General Fund</b>	<b>Special Revenue Fund</b>
<b>Sources/Inflows of Resources</b>		
Actual amounts (budgetary) "revenues" from the budgetary comparison schedules	\$81,824,903	\$2,271,105
Difference – Budget to GAAP:		
Grant accounting budgetary basis differs from GAAP in that encumbrances are recognized as expenditures and the related revenue is recognized		2,110
State aid payment recognized for GAAP statements in the current year, previously recognized for budgetary purposes	1,224,893	
State aid payment recognized for budgetary purposes, not recognized for GAAP Statements until the subsequent year	<u>(1,345,159)</u>	
Total revenue as reported on the statement of revenues, expenditures and changes in fund balances - governmental funds	<u>\$81,704,637</u>	<u>\$2,273,215</u>

**EAST WINDSOR REGIONAL SCHOOL DISTRICT**

**NOTES TO THE FINANCIAL STATEMENTS (continued):  
JUNE 30, 2012**

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

**F. Budgets/Budgetary Control (continued):**

	<b>General Fund</b>	<b>Special Revenue Fund</b>
<b>Uses/Outflows of Resources</b>		
Actual amounts (budgetary basis) "total outflows" from the budgetary comparison schedule	\$77,663,536	\$2,271,105
<b>Differences – budget to GAAP:</b>		
Encumbrances for supplies and equipment ordered but not received are reported in the year the order is placed for budgetary purposes, but in the year the supplies are received for financial reporting purposes	_____	(2,110)
<b>Total expenditures as reported on the statement of revenues, expenditures and changes in fund balances – governmental funds</b>	<u>\$77,663,536</u>	<u>\$2,273,215</u>

**G. Encumbrances**

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

Open encumbrances in the special revenue fund for which the East Windsor Regional School District has received advances are reflected in the balance sheet as deferred revenues at fiscal year-end.

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

**H. Cash and Cash Equivalents**

Cash and Cash equivalents include petty cash, change funds, cash in banks and all highly liquid investments with a maturity of three months or less at the time of purchase and are stated at cost plus accrued interest. U.S. Treasury and agency obligations and certificates of deposit with maturities of one year or less when purchased are stated at cost.

New Jersey School Districts are limited as to the types of investments and types of financial institutions they may invest in. *N.J.S.18A:20-37* provides a list of permissible investments that may be purchased by New Jersey school districts.

Additionally, the District has adopted a cash management plan that requires it to deposit public funds in public depositories protected from loss under the provisions of the Governmental Unit Deposit Protection

EAST WINDSOR REGIONAL SCHOOL DISTRICT

NOTES TO THE FINANCIAL STATEMENTS (continued):

JUNE 30, 2012

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

Act ("GUDPA"). GUDPA was enacted in 1970 to protect Governmental Units from loss of funds on deposit with a failed banking institution in New Jersey.

*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, 2012, which have not been recorded, are not determinable.

The tuition rate adjustments for the years 2009-2010 have been established. According to the School District's records, these amounts of adjustments are immaterial to the financial statements.

**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, 2012.

**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 East Windsor Regional School District and that are due within one year.

**EAST WINDSOR REGIONAL SCHOOL DISTRICT**  
**NOTES TO THE FINANCIAL STATEMENTS (continued):**  
**JUNE 30, 2012**

**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 and Equipment	3 – 20 Years
Building & Other Improvements	7 – 60 Years
Infrastructure	30 Years

**M. Accrued Salaries and Wages**

District employees, who provide services to the District over the ten-month academic year and extended eleven-month calendar, do not have the option to have their salaries disbursed during the entire twelve-month year. Therefore, there is no accrual as of June 30, 2012 for such salaries.

**N. 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.

**O. Deferred Revenue**

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

EAST WINDSOR REGIONAL SCHOOL DISTRICT

NOTES TO THE FINANCIAL STATEMENTS (continued):  
JUNE 30, 2012

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

**P. 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.

**Q. 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**

The District has evaluated subsequent events occurring after June 30, 2012 through September 14, 2012 which is the date the financial statements were available to be issued.

**Note 2. Cash and Cash Equivalents**

The District is governed by the deposit and investment limitations of New Jersey state law. The Deposits and investments held at June 30, 2012, and reported at fair value are as follows:

Type	Carrying Value
<b>Deposits:</b>	
Demand Deposits	<u>\$13,101,370</u>
Total Deposits	<u>\$13,101,370</u>
<b>Reconciliation of Statements of Net Assets:</b>	
Governmental-Type Activity	\$ 9,807,134
Business-Type Activity	1,559,368
Fiduciary Fund	<u>1,734,868</u>
Total Cash and Cash Equivalents	<u>\$13,101,370</u>

**EAST WINDSOR REGIONAL SCHOOL DISTRICT**

**NOTES TO THE FINANCIAL STATEMENTS (continued):  
JUNE 30, 2012**

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

**Custodial Credit Risk**

Custodial credit risk is the risk that, in the event of a bank failure, the District's deposits may not be returned. The District does not have a deposit policy for custodial credit risk. As of June 30, 2012, the District's bank balance of \$16,426,806 was insured or collateralized as follows:

Insured	\$ 250,000
Collateralized in the District's Name	
Under GUDPA (See Note 3)	15,828,391
Collateralized not in the District's Name	
(New Jersey Cash Management Fund)	<u>348,415</u>
Total	<u>\$16,426,806</u>

**Note 3. Governmental Unit Deposit Protection Act (GUDPA)**

The District has deposited cash in 2012 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.

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.

**EAST WINDSOR REGIONAL SCHOOL DISTRICT**

**NOTES TO THE FINANCIAL STATEMENTS (continued):**  
**JUNE 30, 2012**

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

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.

**Note 4. Reserve Accounts**

**A. Capital Reserve Account**

A capital reserve account was established by the East Windsor Regional School District Board of Education by inclusion of \$276,340 on July 1, 2001 for the accumulation of funds for use as capital outlay expenditures in subsequent fiscal years. The capital reserve account is maintained in the general fund and its activity is included in the general fund annual budget.

Funds placed in the capital reserve account are restricted to capital projects in the district's approved Long Range Facilities Plan (LRFP). Upon submission of the LRFP to the department, a district may increase the balance in the capital reserve by appropriating funds in the annual general fund budget certified for taxes or by transfer by Board resolution at year-end of any unanticipated revenue or unexpended line-item appropriation amounts, or both. A district may also appropriated additional

EAST WINDSOR REGIONAL SCHOOL DISTRICT

NOTES TO THE FINANCIAL STATEMENTS (continued):  
JUNE 30, 2012

**Note 4. Reserve Accounts (continued):**

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, 2011 to June 30, 2012 fiscal year is as follows:

Beginning Balance, July 1, 2011	\$2,888,304
Deposits:	
Board Resolutions approved June 6, 2012	538,786
Interest Earned	<u>5,479</u>
Ending Balance, June 30, 2012	<u>\$3,432,569</u>

**B. Maintenance Reserve Account**

East Windsor Regional School District Board of Education established a Maintenance Reserve Account on June 8, 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 \$1,855,921 at June 30, 2012.

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, 2011 to June 30, 2012 fiscal year is as follows:

Beginning Balance, July 1, 2011	\$1,855,921
Increase per Resolution passed June 6, 2012	<u>1,819,878</u>
Ending Balance, June 30, 2012	<u>\$3,675,799</u>

**EAST WINDSOR REGIONAL SCHOOL DISTRICT**

**NOTES TO THE FINANCIAL STATEMENTS (continued):  
JUNE 30, 2012**

**Note 5. Fixed Assets**

The following schedule is a summarization of the general fixed assets for the fiscal year ended June 30, 2012:

	June 30, 2011	Additions	Deletions	Prior Period Adjustments	June 30, 2012
Land	\$ 149,550				\$ 149,550
Buildings & Building Improvements	148,553,881			\$(10,908,447)	137,645,434
Machinery & Equipment Internal Service Fund	18,322,038	\$ 735,753	\$(143,644)	(9,002,750)	9,911,397
Machinery & Equipment	30,025				30,025
Subtotal	167,055,494	735,753	(143,644)	(19,911,197)	147,736,406
Accumulated Depreciation	(50,613,224)	(4,006,499)	143,644	11,084,002	(43,392,077)
Total	<u>\$116,442,270</u>	<u>\$(3,270,746)</u>	<u>\$ -</u>	<u>\$ (8,827,195)</u>	<u>\$104,344,329</u>

The following schedule is a summary of the proprietary fund type fixed assets at June 30, 2012:

	June 30, 2011	Additions	Deletions	Prior Period Adjustments	June 30, 2012
Machinery & Equipment	\$709,359		\$ -	\$ 355,412	\$1,064,771
Accumulated Depreciation	(450,247)	\$(53,633)		(133,240)	(637,120)
Total	<u>\$259,112</u>	<u>\$(53,633)</u>	<u>\$ -</u>	<u>\$ 222,172</u>	<u>\$ 427,651</u>

**Note 6. Long-Term Debt**

During the fiscal year ended June 30, 2012 the following changes occurred in liabilities reported in the General Long-Term Debt Account Group:

	Balance 6/30/11	Issued	Retired	Adjustments	Balance 6/30/12	Due Within Year
Capital Leases Payable	\$ 1,253,316		\$ (579,840)	\$ -	\$ 673,476	\$ 579,840
Compensated Absences	949,455		(177,261)		772,194	
Bonds Payable	40,214,000	\$29,900,000	(33,644,000)		36,470,000	1,985,000
Legal Settlement	1,250,000		(250,000)		1,000,000	250,000
Early Retirement Program	170,744		(28,959)		41,785	31,349
Total	<u>\$43,837,515</u>	<u>\$29,900,000</u>	<u>\$(34,680,060)</u>	<u>\$ -</u>	<u>\$39,057,455</u>	<u>\$3,096,189</u>

**EAST WINDSOR REGIONAL SCHOOL DISTRICT**

**NOTES TO THE FINANCIAL STATEMENTS (continued):  
JUNE 30, 2012**

**Note 6. Long-Term Debt (continued):**

**A. Bonds Payable:**

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

The voters of the district approved a \$64,468,768 referendum on September 24, 2002, which authorized Bonds of \$43,859,386 and State grants of \$20,609,322 for the improvement of schools in the District. On March 1, 2003 the District issued \$43,859,000 of Serial Bonds at interest rates from 3.75% to 4.5% maturing through March 1, 2029.

In December 2005, the District issued \$6,330,000 of refunding bonds to provide resources to refund a portion of the District's outstanding debt. As a result, \$6,149,000 of refunded bonds are considered defeased and the liability has been removed from the basic financial statements. This advance refunding was undertaken to reduce total debt service payments over the next eighteen years by \$304,902 and resulted in a net present value savings of \$348,768. As of June 30, 2006, \$1,230,000 of defeased debt remains outstanding. The difference between the reacquisition price of the defeased debt of \$6,407,641 and the net carrying amount of the old bonds of \$6,149,000 is being amortized over the remaining life of the defeased debt.

In February 2012, the District issued \$29,900,000 of refunding bonds to provide resources to refund a portion of the District's outstanding debt. The refunding bonds resulted in a net present value savings for the District of \$2,553,850. The refunding bonds have interest rates varying from 2.00% to 5.00% and matures on March 1, 2029.

General Obligations Bonds currently outstanding are as follows:

Purpose	Interest Rates	Amount
School Additions & Renovations	4.00%	\$ 1,550,000
Refunding Bonds	2.00% to 5.00%	34,920,000

Principal and interest due on the Serial Bonds outstanding is as follows:

<b>Year Ending June 30,</b>	<b>Principal</b>	<b>Interest</b>	<b>Total</b>
2013	\$ 1,985,000	\$ 1,525,903	\$ 3,510,903
2014	2,005,000	1,367,153	3,372,153
2015	2,020,000	1,318,453	3,338,453
2016	2,030,000	1,269,553	3,299,553
2017	2,060,000	1,204,403	3,264,403
2018-2022	10,970,000	4,699,613	15,669,613

**EAST WINDSOR REGIONAL SCHOOL DISTRICT**

**NOTES TO THE FINANCIAL STATEMENTS (continued):  
JUNE 30, 2012**

**Note 6. Long-Term Debt (continued):**

Year Ending June 30,	Principal	Interest	Total
2023-2027	11,230,000	2,146,001	13,376,001
2028-2029	<u>4,170,000</u>	<u>250,000</u>	<u>4,420,000</u>
Total	<u>\$36,470,000</u>	<u>\$13,781,076</u>	<u>\$50,251,076</u>

**B. Capital Leases Payable:**

As of June 30, 2011, the District was the lessee to three capital lease purchase programs for various groups of equipment. These groups of equipment included 1) a capital lease entered into on June 6, 2005 for purchasing network supplies, equipment and software, and 2) a capital lease entered into on March 6, 2009 for major repairs or replacement of all or a portion of the roofs at 5 schools. These programs were funded by general funds and the various lease programs described.

The following is a schedule of the future minimum payments for leases under the capital lease assumption and the present value of the net minimum lease payments as of June 30, 2012:

YEAR	AMOUNT
2013	\$623,351
2014	<u>74,687</u>
Total Minimum Lease Payment	698,038
Less: Amount Representing Interest	<u>(24,562)</u>
Present Value of Net Minimum Lease Payments	<u>\$673,476</u>

**C. Legal Settlement**

The District was a defendant in a legal case and found to be liable for \$2,500,000 over a period of eight (8) years without interest. The District agreed to pay \$500,000 on June 6, 2009 and eight (8) equal installments of \$250,000 commencing with the first installment payment due on or before July 17, 2009 and subsequently payable on or before the 17<sup>th</sup> day of July of each successive year.

**EAST WINDSOR REGIONAL SCHOOL DISTRICT**

**NOTES TO THE FINANCIAL STATEMENTS (continued):  
JUNE 30, 2012**

**Note 7. 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 Employees Retirement System and the Teachers' Pension and Annuity Fund. These reports may be obtained by writing to the Division of Pensions and Benefits, P.O. Box 295, Trenton, New Jersey, 08625.

**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:6C* for TPAF. All benefits vest after eight to ten years of service, except for medical benefits that vest after 25 years of service. Retirement benefits for age and service are available at age 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.

**EAST WINDSOR REGIONAL SCHOOL DISTRICT**

**NOTES TO THE FINANCIAL STATEMENTS (continued):**  
**JUNE 30, 2012**

**Note 7. Pension Plans (continued):**

Chapter 78, P.L. 2011 changed this for employees enrolled after June 28, 2011. See Significant Legislation below.

**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 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.

Effective June 28, 2011, Chapter 78, P.L. 2011 reformed various pension and health benefits provisions. Employees hired after June 28, 2011 and enrolled in PERS will be enrolled in a new tier, Tier 5. Full retirement for Tier 5 PERS members will be age 65 and 30 years of service.

All cost of living adjustments are frozen until the pension fund reaches a "target funded ratio".

Chapter 78 also requires all covered employees to contribute a prescribed percentage towards their health costs.

**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.

**EAST WINDSOR REGIONAL SCHOOL DISTRICT**

**NOTES TO THE FINANCIAL STATEMENTS (continued):  
JUNE 30, 2012**

**Note 7. Pension Plans (continued):**

**Three-Year Trend Information for PERS**

<b>Year Funding</b>	<b>Annual Pension Cost (APC)</b>	<b>Percentage of APC Contributed</b>	<b>Net Pension Obligation</b>
6/30/12	\$952,004	100%	\$ -0-
6/30/11	900,700	100%	-0-
6/30/10	717,249	100%	-0-

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

<b>Year Funding</b>	<b>Annual Pension Cost (APC)</b>	<b>Percentage of APC Contributed</b>	<b>Net Pension Obligation</b>
6/30/12	\$3,284,888	100%	\$ -0-
6/30/11	2,406,707	100%	-0-
6/30/10	2,242,146	100%	-0-

During the year ended June 30, 2012 the State of New Jersey contributed \$3,284,888 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 \$2,600,361 for the year ended June 30, 2012 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 8. 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, 2011, there were 93,323 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.

**EAST WINDSOR REGIONAL SCHOOL DISTRICT**

**NOTES TO THE FINANCIAL STATEMENTS (continued):**

**JUNE 30, 2012**

**Note 8. Post-Retirement Benefits (continued):**

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 \$144 million toward Chapter 126 benefits for 15,709 eligible retired members in Fiscal Year 2011.

**Note 9 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 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
2011-2012	\$ 70,495	\$2,243	\$244,149	\$1,375,000
2010-2011	561,697	3,219	475,334	1,546,421
2009-2010	1,168,296	1,776	199,062	1,456,839

During the year ended June 30, 2012, the District contributed \$500,000 to the Unemployment Insurance Trust in anticipation of large unemployment claims materializing in the future as a result of the elimination of a significant number of positions that the District made during the year.

**Note 10. 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

**EAST WINDSOR REGIONAL SCHOOL DISTRICT**

**NOTES TO THE FINANCIAL STATEMENTS (continued):**

**JUNE 30, 2012**

**Note 10. Contingent Liabilities (continued):**

the collectability of any related receivable at June 30, 2012 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.

In addition, the District is receiving funding from the New Jersey Schools Construction Corporation (NJSCC) in connection with its approved referendum project. The costs associated with the finding received from the NJSCC are subject to a final review of eligible costs and compliance by the New Jersey Department of Education and the NJSCC. To the extent that the District has not complied with

the rules and regulations governing the NJSCC funds or has not met the final eligible costs requirements, refunds of any money received may be required and the collectability of any related receivable at June 30, 2012 may be impaired.

**Note 11. Interfund Receivables and Payables**

The following interfund balances remained on the balance sheet at June 30, 2012:

<b>Fund</b>	<b>Interfund Receivable</b>	<b>Interfund Payable</b>
General Fund	\$99,439	
Special Revenue Fund	1,000	\$ 78,912
Food Service		1,000
Payroll Agency		1,876
Senior Transportation	<u>          </u>	<u>18,651</u>
<b>Total</b>	<b><u>\$100,439</u></b>	<b><u>\$100,439</u></b>

The above interfund balances represent short-term borrowings

**Note 12. GASB #54 Fund Balance Disclosures**

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

EAST WINDSOR REGIONAL SCHOOL DISTRICT

NOTES TO THE FINANCIAL STATEMENTS (continued):

JUNE 30, 2012

**Note 12. GASB #54 Fund Balance Disclosures (continued):**

- 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 \$10,389,872 General Fund fund balance at June 30, 2012, \$3,432,569 has been restricted for the Capital Reserve Account; \$3,675,799 has been reserved as maintenance reserve; \$475,351 has been restricted as excess surplus; \$500,000 has been assigned to be designated for subsequent year's expenditures; \$1,924,858 has been assigned for other purposes; and \$381,295 is unassigned.

The East Windsor Regional 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.

**Note 13. 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:

Aetna/ING Direct	American Century	Ameriprise Financial	AIM Investments
ACA Equitable	H.C. Copeland/Metlife #64	Fidelity	Great American/Galic
Janus Group	Lincoln Financial	Lincoln Investment	Metlife Annuity #78
NEA/Security Benefit	Oppenheimer	Prudential	Putnam
Travelers/Metlife #79	United Way	USAA Life	Vanguard
Valic			

## EAST WINDSOR REGIONAL SCHOOL DISTRICT

### NOTES TO THE FINANCIAL STATEMENTS (continued): JUNE 30, 2012

#### **Note 14. 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, 2012 is \$772,194.

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, 2012 no liability existed for compensated absences in the proprietary fund types.

#### **Note 15. 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 Districts excess fund balance at June 30, 2012 was \$475,351.

#### **Note 16. Deferred Bond Issuance Costs**

In governmental funds, bond issuance, loss on early retirement of debt and bond premium loss on the refinancing costs and premiums on the bonds costs are recognized in the current period. For district-wide financial statements, debt issuance and refinancing costs are amortized over the life of the original issue or refunding issue, whichever is longer. The costs associated with the 2005 Refunding issue were \$86,093, the loss on the refunding was \$164,991 and premiums on the Bond were \$70,084. Amortized costs for the 2011-2012 school year were \$4,896, \$9,383 and \$3,986 respectively. The costs associated

**EAST WINDSOR REGIONAL SCHOOL DISTRICT**  
**NOTES TO THE FINANCIAL STATEMENTS (continued):**  
**JUNE 30, 2012**

**Note 16. Deferred Bond Issuance Costs (continued):**

with the 2012 Refunding Issue were \$264,421, the loss on the refunding was \$1,325,737 and premiums on the Bond were \$3,399,158. Amortized costs for the 2011-2012 school year were \$6,449, \$32,335 and \$82,906 respectively.

**Note 17. 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 18. Prior Period Adjustment**

The following prior period adjustment was made to the financial statements.

This adjustment was made because the School District had a fixed asset appraisal done by an outside appraisal company during the 2011-2012 school year. The results of the appraisal showed that the value of the fixed assets were significantly lower than what the District had reported in the prior year. The adjustment will be shown against the Beginning Net Assets on Schedule A-2 of the audit report.

Beginning Net Assets, July 1, 2011	\$78,613,288
Prior Period Adjustment	<u>(8,822,906)</u>
Beginning Net Assets Restated	<u>\$69,790,382</u>



**REQUIRED SUPPLEMENTARY INFORMATION – PART II**



### C. Budgetary Comparison Schedules



**EAST WINDSOR REGIONAL SCHOOL DISTRICT  
GENERAL FUND  
BUDGETARY COMPARISON SCHEDULE  
FOR THE FISCAL YEARS ENDED JUNE 30, 2012 AND 2011**

ACCOUNT NUMBERS	JUNE 30, 2012				POSITIVE/ (NEGATIVE)	JUNE 30, 2011				POSITIVE/ (NEGATIVE)	
	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL	FINAL TO ACTUAL	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL	FINAL TO ACTUAL	
Revenues:											
Local Sources:											
Local Tax Levy	10-1210	\$56,953,654		56,953,654	56,953,654		55,836,916		55,836,916	55,836,916	
Tuition	10-1300	657,913		657,913	643,297	(14,616)	638,760		638,760	651,805	13,045
Transportation Fees	10-1420				63,778	63,778				78,274	78,274
Interest on Capital Reserve	10-1XXX	100		100	5,491	5,391	100		100	2,965	2,865
Building Rentals	10-1910				28,320	28,320				33,636	33,636
Unrestricted Miscellaneous	10-1XXX	172,584		172,584	46,150	(126,434)	172,584		172,584	57,282	(115,302)
<b>Total Local Sources</b>		<b>57,784,251</b>		<b>57,784,251</b>	<b>57,740,690</b>	<b>(43,561)</b>	<b>56,648,360</b>		<b>56,648,360</b>	<b>56,660,878</b>	<b>12,518</b>
State Sources:											
Extraordinary Aid	10-3190	5,500		5,500	250,703	245,203	37,580		37,580	164,323	126,743
Non-Public Transportation Aid	10-3231				45,685	45,685				48,460	48,460
Categorical Special Education Aid	10-3132	2,737,755		2,737,755	2,737,755		1,561,118	1,176,637	2,737,755	2,737,755	
Equalization Aid	10-3176	14,029,326		14,029,326	14,029,326		14,029,326	(1,176,637)	12,852,689	12,852,689	
Categorical Security Aid	10-3177	384,804		384,804	384,804						
Nonbudgeted:											
On-Behalf TPAF Pension Contribution	10-3901				3,284,888	3,284,888				2,406,707	2,406,707
Reimbursed TPAF Social Security Contributions	10-3902				2,600,361	2,600,361				2,508,199	2,508,199
<b>Total State Sources</b>		<b>17,157,385</b>		<b>17,157,385</b>	<b>23,333,522</b>	<b>6,176,137</b>	<b>15,628,024</b>		<b>15,628,024</b>	<b>20,718,133</b>	<b>5,090,109</b>
Federal Sources:											
Education Jobs Fund	18-4522	645,895	20,235	666,130	664,197	(1,933)					
Medicaid Reimbursements	10-4200	65,137		65,137	86,494	21,357	65,137		65,137	97,223	32,086
<b>Total Federal Sources</b>		<b>711,032</b>	<b>20,235</b>	<b>731,267</b>	<b>750,691</b>	<b>19,424</b>	<b>65,137</b>		<b>65,137</b>	<b>97,223</b>	<b>32,086</b>
<b>Total Revenues</b>		<b>75,652,668</b>	<b>20,235</b>	<b>75,672,903</b>	<b>81,824,903</b>	<b>6,152,000</b>	<b>72,341,521</b>		<b>72,341,521</b>	<b>77,476,234</b>	<b>5,134,713</b>

**EAST WINDSOR REGIONAL SCHOOL DISTRICT  
GENERAL FUND  
BUDGETARY COMPARISON SCHEDULE  
FOR THE FISCAL YEARS ENDED JUNE 30, 2012 AND 2011**

	ACCOUNT NUMBERS	JUNE 30, 2012				POSITIVE/ (NEGATIVE)	JUNE 30, 2011				POSITIVE/ (NEGATIVE)
		ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL	FINAL TO ACTUAL	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL	FINAL TO ACTUAL
Expenditures:											
Current Expense:											
Instruction - Regular Programs:											
Salaries of Teachers:											
Kindergarten	11-110-100-101	736,374	(163,232)	573,142	573,141	1	708,052	(111,016)	597,036	597,036	
Grades 1 - 5	11-120-100-101	7,661,805	616,148	8,277,953	8,275,902	2,051	7,488,755	406,375	7,895,130	7,895,130	
Grades 6 - 8	11-130-100-101	5,141,249	234,682	5,375,931	5,371,957	3,974	5,078,124	124,067	5,202,191	5,200,976	1,215
Grades 9 - 12	11-140-100-101	6,891,793	(393,670)	6,498,123	6,493,283	4,840	6,552,389	(201,508)	6,350,881	6,345,155	5,726
Home Instruction - Regular Programs:											
Salaries of Teachers	11-150-100-101	53,107	(40,867)	12,240	12,240		51,064	(16,089)	34,975	34,975	
Purchased Professional - Educational Services	11-150-100-320	10,500	155,955	166,455	146,320	20,135	10,500	57,642	68,142	68,142	
Regular Programs - Undistributed Instruction:											
Other Salaries for Instruction	11-190-100-106	104,037	(48,699)	55,338	55,156	182	100,035	(61,558)	38,477	38,476	1
Purchased Professional - Educational Services	11-190-100-320	11,200	3,659	14,859	6,994	7,865	11,200	13,261	24,461	12,361	12,100
Purchased Technical Services	11-190-100-340	266,587	(54,827)	211,760	204,867	6,893	268,729	(148,261)	120,468	119,491	977
Other Purchased Services	11-190-100-500	11,505	(10,460)	1,045	1,045		11,505	(5,695)	5,810	5,720	90
General Supplies	11-190-100-610	903,778	567,803	1,471,581	1,129,327	342,254	902,411	693,333	1,595,744	1,330,886	264,858
Textbooks	11-190-100-640	292,119	747,334	1,039,453	723,443	316,010	292,119	168,617	460,736	409,071	51,665
Other Objects	11-190-100-800	4,172	(2,666)	1,506		1,506	4,172	(1,437)	2,735	2,735	
<b>Total Regular Programs</b>		<b>22,088,226</b>	<b>1,611,160</b>	<b>23,699,386</b>	<b>22,993,675</b>	<b>705,711</b>	<b>21,479,055</b>	<b>917,731</b>	<b>22,396,786</b>	<b>22,060,154</b>	<b>336,632</b>
Special Education:											
Learning and/or Language Disabled:											
Salaries of Teachers	11-204-100-101	581,548	(61,544)	520,004	520,004		506,943	519	507,462	507,462	
Other Salaries for Instruction	11-204-100-106	184,124	(51,966)	132,158	131,823	335	177,042	(46,842)	130,200	130,157	43
General Supplies	11-204-100-610	4,000	4,380	8,380	7,810	570	4,000	(1,880)	2,120	2,119	1
<b>Total Learning and/or Language Disabled</b>		<b>769,672</b>	<b>(109,130)</b>	<b>660,542</b>	<b>659,637</b>	<b>905</b>	<b>687,985</b>	<b>(48,203)</b>	<b>639,782</b>	<b>639,738</b>	<b>44</b>

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**EAST WINDSOR REGIONAL SCHOOL DISTRICT  
GENERAL FUND  
BUDGETARY COMPARISON SCHEDULE  
FOR THE FISCAL YEARS ENDED JUNE 30, 2012 AND 2011**

ACCOUNT NUMBERS	JUNE 30, 2012				POSITIVE/ (NEGATIVE) FINAL TO ACTUAL	JUNE 30, 2011				POSITIVE/ (NEGATIVE) FINAL TO ACTUAL
	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL		ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL	
<b>Behavioral Disabilities:</b>										
Salaries of Teachers	11-209-100-101	9,640	(9,640)			9,269	(9,269)			
Other Salaries for Instruction	11-209-100-106	928	(928)			892	(892)			
General Supplies	11-209-100-610	1,000	(1,000)			1,000	(1,000)			
<b>Total Visual Impairments</b>		<b>11,568</b>	<b>(11,568)</b>			<b>11,161</b>	<b>(11,161)</b>			
<b>Multiple Disabilities:</b>										
Salaries of Teachers	11-212-100-101	286,888	(81,926)	204,962	204,839	123	275,854	(80,998)	194,856	194,856
Other Salaries for Instruction	11-212-100-106	27,210	(7,670)	19,540	19,539	1	26,162	306	26,468	26,446
General Supplies	11-212-100-610	3,000		3,000	2,982	18	3,000	(3,000)		
<b>Total Multiple Disabilities</b>		<b>317,098</b>	<b>(89,596)</b>	<b>227,502</b>	<b>227,360</b>	<b>142</b>	<b>305,016</b>	<b>(83,692)</b>	<b>221,324</b>	<b>221,302</b>
<b>Resource Room/Resource Center:</b>										
Salaries of Teachers	11-213-100-101	3,733,823	(49,930)	3,683,893	3,683,893		3,590,215	22,656	3,612,871	3,612,870
Other Salaries for Instruction	11-213-100-106	404,782	(14,633)	390,149	389,758	391	389,213	73	389,286	388,876
General Supplies	11-213-100-610	14,000	(13,565)	435	434	1	14,000	(13,600)	400	389
<b>Total Resource Room/Resource Center</b>		<b>4,152,605</b>	<b>(78,128)</b>	<b>4,074,477</b>	<b>4,074,085</b>	<b>392</b>	<b>3,993,428</b>	<b>9,129</b>	<b>4,002,557</b>	<b>4,002,135</b>
<b>Special Education - Autism:</b>										
Salaries of Teachers	11-214-100-101	147,546	7,908	155,454	155,429	25	141,871	3,556	145,427	145,426
Other Salaries for Instruction	11-214-100-106	53,818	(214)	53,604	53,604		51,749	(807)	50,942	50,941
<b>Total Autism</b>		<b>201,364</b>	<b>7,694</b>	<b>209,058</b>	<b>209,033</b>	<b>25</b>	<b>193,620</b>	<b>2,749</b>	<b>196,369</b>	<b>196,367</b>
<b>Preschool Disabilities:</b>										
Salaries of Teachers	11-215-100-101	154,066	29,502	183,568	183,540	28	148,140	7,477	155,617	155,617
Other Salaries for Instruction	11-215-100-106	106,799	7,425	114,224	114,223	1	102,691	(21,309)	81,382	81,382
General Supplies	11-215-100-610	5,688	(4,888)	800	800		5,688	(4,888)	800	800
<b>Total Preschool Disabilities</b>		<b>266,553</b>	<b>32,039</b>	<b>298,592</b>	<b>298,563</b>	<b>29</b>	<b>256,519</b>	<b>(18,720)</b>	<b>237,799</b>	<b>236,999</b>

**EAST WINDSOR REGIONAL SCHOOL DISTRICT  
GENERAL FUND  
BUDGETARY COMPARISON SCHEDULE  
FOR THE FISCAL YEARS ENDED JUNE 30, 2012 AND 2011**

ACCOUNT NUMBERS	JUNE 30, 2012				POSITIVE/ (NEGATIVE) FINAL TO ACTUAL	JUNE 30, 2011				POSITIVE/ (NEGATIVE) FINAL TO ACTUAL
	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL		ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL	
Total Special Education	5,718,860	(248,689)	5,470,171	5,468,678	1,493	5,447,729	(149,898)	5,297,831	5,296,541	1,290
Basic Skills/Remedial - Instruction:										
Salaries of Teachers	743,426	(91,809)	651,617	650,932	685	662,595	(130,781)	531,814	531,814	
Total Basic Skills/Remedial Instruction	743,426	(91,809)	651,617	650,932	685	662,595	(130,781)	531,814	531,814	
Bilingual Education - Instruction:										
Salaries of Teachers	1,616,090	(78,850)	1,537,240	1,537,019	221	1,501,695	(267,612)	1,234,083	1,234,050	33
Other Salaries for Instruction	53,779	6,047	59,826	59,826		51,711	5,769	57,480	57,480	
Total Bilingual Education - Instruction	1,669,869	(72,803)	1,597,066	1,596,845	221	1,553,406	(261,843)	1,291,563	1,291,530	33
School Sponsored Cocurricular Activities:										
Salaries	255,424	(45,863)	209,561	209,561		245,600	(34,021)	211,579	211,505	74
Purchased Services	6,900	(1,273)	5,627	5,522	105	6,900	(2,598)	4,302	4,302	
Supplies and Materials	9,521	(7,100)	2,421	2,250	171	9,521	(8,309)	1,212	1,212	
Other Objects	6,900	(821)	6,079	5,865	214	6,900	(3,099)	3,801	3,801	
Total School Sponsored Cocurricular Activities	278,745	(55,057)	223,688	223,198	490	268,921	(48,027)	220,894	220,820	74
School Sponsored Athletics - Instruction:										
Salaries	589,700	(3,482)	586,218	586,204	14	538,182	34,841	573,023	572,997	26
Purchased Services	59,870	(3,747)	56,123	54,143	1,980	59,870	24,821	84,691	84,670	21
Supplies and Materials	108,864	14,517	123,381	93,557	29,824	108,864	(10,724)	98,140	74,765	23,375
Other Objects	5,050	2,050	7,100	7,065	35	5,050	415	5,465	5,465	
Total School Sponsored Athletics - Instruction	763,484	9,338	772,822	740,969	31,853	711,966	49,353	761,319	737,897	23,422

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**EAST WINDSOR REGIONAL SCHOOL DISTRICT  
GENERAL FUND  
BUDGETARY COMPARISON SCHEDULE  
FOR THE FISCAL YEARS ENDED JUNE 30, 2012 AND 2011**

ACCOUNT NUMBERS	JUNE 30, 2012				POSITIVE/ (NEGATIVE) FINAL TO ACTUAL	JUNE 30, 2011				POSITIVE/ (NEGATIVE) FINAL TO ACTUAL	
	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL		ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL		
Other Instructional Programs - Instruction:											
Salaries	11-403-100-100	8,436	(8,436)			8,112	(8,112)				
Total Other Instructional Programs - Instruction		8,436	(8,436)			8,112	(8,112)				
Total Other Instruction		3,463,960	(218,767)	3,245,193	3,211,944	33,249	3,205,000	(399,410)	2,805,590	2,782,061	23,529
Total - Instruction		31,271,046	1,143,704	32,414,750	31,674,297	740,453	30,131,784	368,423	30,500,207	30,138,756	361,451
Community Service Programs/Operations:											
Salaries	11-800-330-100	14,329	329	14,658	14,558	100	13,778		13,778	13,720	58
Supplies and Materials	11-800-330-600	491		491		491	491	(490)	1		1
Total Community Service Programs/Operations		14,820	329	15,149	14,558	591	14,269	(490)	13,779	13,720	59
Undistributed Expenditures:											
Instruction:											
Tuition to Other LEAs Within State - Regular	11-000-100-561	86,584	(43,300)	43,284	43,185	99	86,584	(11,584)	75,000	75,000	
Tuition to County Vocational School District - Regular	11-000-100-563		54,000	54,000	54,000			24,500	24,500	24,500	
Tuition to CSSD & Regional Day Schools	11-000-100-565	3,244,308	704,123	3,948,431	3,943,827	4,604	2,882,308	(71,919)	2,810,389	2,810,389	
Tuition to Private Schools for the Handicapped Within the State	11-000-100-566	674,687	(209,294)	465,393	465,393		748,687	(182,645)	566,042	566,042	
Tuition - State Facilities	11-000-100-568	61,500	45,651	107,151	107,151						
Tuition - Other	11-000-100-569		14,909	14,909		14,909		14,909	14,909		14,909
Total Instruction		4,067,079	566,089	4,633,168	4,613,556	19,612	3,717,579	(226,739)	3,490,840	3,475,931	14,909
Attendance/Social Work:											
Other Employee Benefits	11-000-211-290	2,968	(2,968)				2,968	(2,968)			
Purchased Professional & Technical Services	11-000-211-300	1,359	(589)	770	610	160	1,359	301	1,660	1,660	
Other Purchased Services	11-000-211-500	250		250	62	188	250	17	267	267	
Supplies and Materials	11-000-211-600	3,397	(2,080)	1,317	1,296	21	3,397	(677)	2,720	2,720	
Total Attendance/Social Work		7,974	(5,637)	2,337	1,968	369	7,974	(3,327)	4,647	4,647	
Health Services:											
Salaries	11-000-213-100	641,004	(94,763)	546,241	546,018	223	616,350	(79,826)	536,524	536,518	6

EAST WINDSOR REGIONAL SCHOOL DISTRICT  
GENERAL FUND  
BUDGETARY COMPARISON SCHEDULE  
FOR THE FISCAL YEARS ENDED JUNE 30, 2012 AND 2011

ACCOUNT NUMBERS	JUNE 30, 2012				POSITIVE/ (NEGATIVE) FINAL TO ACTUAL	JUNE 30, 2011				POSITIVE/ (NEGATIVE) FINAL TO ACTUAL	
	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL		ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL		
Health Services (continued):											
Purchased Professional & Technical Services	11-000-213-300	38,080	2,261	40,341	39,296	1,045	38,080	(266)	37,814	37,750	64
Other Purchased Services	11-000-213-500	5,600	39,974	45,574	44,911	663	5,600	(5,600)			
Supplies and Materials	11-000-213-600	15,169	824	15,993	13,104	2,889	18,078	412	18,490	18,316	174
Miscellaneous Expenditures	11-000-213-800	631		631		631	731	(731)			
<b>Total Health Services</b>		<b>700,484</b>	<b>(51,704)</b>	<b>648,780</b>	<b>643,329</b>	<b>5,451</b>	<b>678,839</b>	<b>(86,011)</b>	<b>592,828</b>	<b>592,584</b>	<b>244</b>
Other Support Services - Students - Related Services:											
Salaries	11-000-216-100	894,413	(218,695)	675,718	675,717	1	860,012	(207,330)	652,682	652,682	
Purchased Professional - Educational Services	11-000-216-320	27,832	7,254	35,086	35,086		27,832	(21,016)	6,816	6,816	
Supplies and Materials	11-000-216-600	5,000	486	5,486	5,358	128	5,000	(618)	4,382	4,267	115
<b>Total Other Support Services - Students - Related - Services</b>		<b>927,245</b>	<b>(210,955)</b>	<b>716,290</b>	<b>716,161</b>	<b>129</b>	<b>892,844</b>	<b>(228,964)</b>	<b>663,880</b>	<b>663,765</b>	<b>115</b>
Other Support Services - Students - Extraordinary Services:											
Purchased Professional - Educational Services	11-000-217-320	2,000	(1,797)	203	203		2,000	(850)	1,150	1,150	
<b>Total Other Support Services - Students - Extraordinary Services</b>		<b>2,000</b>	<b>(1,797)</b>	<b>203</b>	<b>203</b>		<b>2,000</b>	<b>(850)</b>	<b>1,150</b>	<b>1,150</b>	
Other Support Services - Students - Regular:											
Salaries of Other Professional Staff	11-000-218-104	1,185,093	(26,304)	1,158,789	1,158,788	1	1,139,513	(31,783)	1,107,730	1,107,729	1
Salaries of Secretarial & Clerical Assistants	11-000-218-105	53,253	(14,088)	39,165	38,675	490	51,205	(14,155)	37,050	36,974	76
Purchased Professional - Educational Services	11-000-218-320	4,485	6,046	10,531	10,531		4,485	(126)	4,359	4,359	
Other Purchased Professional & Technical Services	11-000-218-390	113,954	44,053	158,007	143,689	14,318	113,954	(28,130)	85,824	77,509	8,315
Other Purchased Services	11-000-218-500	1,555	985	2,540	2,344	196	1,615	(1,486)	129	129	

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**EAST WINDSOR REGIONAL SCHOOL DISTRICT  
GENERAL FUND  
BUDGETARY COMPARISON SCHEDULE  
FOR THE FISCAL YEARS ENDED JUNE 30, 2012 AND 2011**

ACCOUNT NUMBERS	JUNE 30, 2012				POSITIVE/ (NEGATIVE) FINAL TO ACTUAL	JUNE 30, 2011				POSITIVE/ (NEGATIVE) FINAL TO ACTUAL	
	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL		ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL		
Other Support Services - Students - Regular (continued):											
Supplies and Materials	11-000-218-600	41,038	(5,937)	35,101	34,257	844	41,578	(9,948)	31,630	31,493	137
Other Objects	11-000-218-800	1,150	2,910	4,060	3,225	835	1,150	(775)	375	375	
Total Other Support Services - Students - Regular		1,400,528	7,665	1,408,193	1,391,509	16,684	1,353,500	(86,403)	1,267,097	1,258,568	8,529
Other Support Services - Students - Special Services:											
Salaries of Other Professional Staff	11-000-219-104	1,526,434	124,093	1,650,527	1,650,527		1,467,725	116,149	1,583,874	1,583,874	
Salaries of Secretarial & Clerical Assistants	11-000-219-105	139,562	(7,776)	131,786	131,786		134,194	(10,256)	123,938	123,938	
Purchased Professional - Educational Services	11-000-219-320	47,729	(15,861)	31,868	30,040	1,828	47,729	(21,474)	26,255	26,255	
Other Purchased Professional & Technical Services	11-000-219-390	11,000	(8,166)	2,834	2,825	9	11,000	(8,897)	2,103	2,102	1
Miscellaneous Purchased Services - (400-500) Series Other Than Residential Costs)	11-000-219-592	8,000	(195)	7,805	6,184	1,621	8,000	(5,617)	2,383	2,382	1
Supplies and Materials	11-000-219-600	49,895	(7,757)	42,138	39,493	2,645	50,000	(8,689)	41,311	39,974	1,337
Other Objects	11-000-219-800	2,700	1,516	4,216	3,162	1,054	2,700	(777)	1,923	1,923	
Total Other Support Services - Students - Special Services		1,785,320	85,854	1,871,174	1,864,017	7,157	1,721,348	60,439	1,781,787	1,780,448	1,339
Improvement of Instruction Services:											
Salaries of Supervisors of Instruction	11-000-221-102	606,114	297,855	903,969	903,969		582,802	302,851	885,653	885,653	
Other Salaries	11-000-221-110	48,673	(16,751)	31,922	31,922		46,800	(44,598)	2,202	2,202	
Purchased Professional - Educational Services	11-000-221-320	16,440	99,364	115,804	27,764	88,040	16,440	(2,642)	13,798	13,798	
Other Purchased Professional & Technical Services	11-000-221-390		834	834	833	1					
Other Purchased Services	11-000-221-500	3,000	(2,877)	123	123		3,000	(2,289)	711	702	9
Supplies and Materials	11-000-221-600	7,820	(3,820)	4,000	2,697	1,303	7,820	(4,715)	3,105	3,105	
Other Objects	11-000-221-800	12,000	(1,504)	10,496	10,362	134	12,000	(6,879)	5,121	5,121	
Total Improvement of Instruction Services		694,047	373,101	1,067,148	977,670	89,478	668,862	241,728	910,590	910,581	9
Educational Media Services/School Library:											
Salaries	11-000-222-100	1,175,514	(332,322)	843,192	830,313	12,879	1,106,849	(317,566)	789,283	789,281	2

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**EAST WINDSOR REGIONAL SCHOOL DISTRICT  
GENERAL FUND  
BUDGETARY COMPARISON SCHEDULE  
FOR THE FISCAL YEARS ENDED JUNE 30, 2012 AND 2011**

ACCOUNT NUMBERS	JUNE 30, 2012				POSITIVE/ (NEGATIVE) FINAL TO ACTUAL	JUNE 30, 2011				POSITIVE/ (NEGATIVE) FINAL TO ACTUAL	
	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL		ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL		
Educational Media Services/School Library (continued):											
Purchased Professional & Technical Services	11-000-222-300	347,521	19,029	366,550	296,563	69,987	251,924	88,555	340,479	295,233	45,246
Other Purchased Services	11-000-222-500	144,732	(143,106)	1,626	1,626		119,732	(36,262)	83,470	83,469	1
Supplies and Materials	11-000-222-600	212,817	45,577	258,394	249,654	8,740	211,662	(37,982)	173,680	169,582	4,098
<b>Total Educational Media Services/School Library</b>		<b>1,880,584</b>	<b>(410,822)</b>	<b>1,469,762</b>	<b>1,378,156</b>	<b>91,606</b>	<b>1,690,167</b>	<b>(303,255)</b>	<b>1,386,912</b>	<b>1,337,565</b>	<b>49,347</b>
Instructional Staff Training Services:											
Salaries of Supervisors of Instruction	11-000-223-102		92,714	92,714	92,714			73,697	73,697	73,697	
Salaries of Other Professional Staff	11-000-223-104	166,919	(124,765)	42,154	41,860	294	160,499	(150,683)	9,816	9,815	1
Salaries of Secretarial & Clerical Assistants	11-000-223-105	44,847	(44,847)				43,122	(42,921)	201	200	1
Purchased Professional - Educational Services	11-000-223-320	30,428	55,139	85,567	56,584	28,983	30,428	(6,093)	24,335	24,335	
Other Purchased Professional & Technical Services	11-000-223-390	3,500	(3,500)				3,500	(3,500)			
Other Purchased Services	11-000-223-500	20,398	147,485	167,883	167,856	27	21,298	(10,534)	10,764	10,763	1
Supplies and Materials	11-000-223-600	2,500	17,923	20,423	631	19,792	2,500	(1,951)	549	549	
<b>Total Instructional Staff Training Services</b>		<b>268,592</b>	<b>140,149</b>	<b>408,741</b>	<b>359,645</b>	<b>49,096</b>	<b>261,347</b>	<b>(141,985)</b>	<b>119,362</b>	<b>119,359</b>	<b>3</b>
Support Services General Administration:											
Salaries	11-000-230-100	290,087	(30,124)	259,963	259,961	2	278,929	(33,666)	245,263	245,263	
Legal Services	11-000-230-331	199,935	(4,870)	195,065	192,960	2,105	199,935	(81,549)	118,386	118,324	62
Audit Fees	11-000-230-332	55,000	(10,000)	45,000	41,000	4,000	55,000	(15,974)	39,026	39,026	
Other Purchased Professional Services	11-000-230-339	25,500	(25,074)	426		426	27,500	(6,187)	21,313	21,313	
Purchased Technical Services	11-000-230-340	11,783	(582)	11,201	6,058	5,143	11,783	(9,249)	2,534	2,533	1
Communications/Telephone	11-000-230-530	136,971	(52,746)	84,225		84,225	136,971	(22,234)	114,737	114,737	

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**EAST WINDSOR REGIONAL SCHOOL DISTRICT  
GENERAL FUND  
BUDGETARY COMPARISON SCHEDULE  
FOR THE FISCAL YEARS ENDED JUNE 30, 2012 AND 2011**

ACCOUNT NUMBERS	JUNE 30, 2012				POSITIVE/ (NEGATIVE)	JUNE 30, 2011				POSITIVE/ (NEGATIVE)	
	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL	FINAL TO ACTUAL	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL	FINAL TO ACTUAL	
Support Services General Administration (continued):											
BOE Other Purchased Services	11-000-230-585	4,575		4,575	1,831	2,744	4,575	(4,575)			
Miscellaneous Purchased Services	11-000-230-590	84,600	(1,137)	83,463	71,089	12,374	82,600	22,526	105,126	105,125	1
General Supplies	11-000-230-610	27,068	(1,250)	25,818	2,389	23,429	27,068	(16,171)	10,897	10,801	96
BOE Training & Meeting Supplies	11-000-230-630	1,500		1,500		1,500	1,500	(1,500)			
Judgements Against School District	11-000-230-820	250,000	13,241	263,241	263,241		250,000		250,000	250,000	
Miscellaneous Expenditures	11-000-230-890	9,114	1,548	10,662	9,658	1,004	9,114	(897)	8,217	8,215	2
BOE Membership Dues & Fees	11-000-230-895	28,076	(394)	27,682	26,663	1,019	28,076	(1,413)	26,663	26,663	
<b>Total Support Services General Administration</b>		<b>1,124,209</b>	<b>(111,388)</b>	<b>1,012,821</b>	<b>874,850</b>	<b>137,971</b>	<b>1,113,051</b>	<b>(170,889)</b>	<b>942,162</b>	<b>942,000</b>	<b>162</b>
Support Services School Administration:											
Salaries of Principals & Assistant											
Principals	11-000-240-103	1,516,183	66,649	1,582,832	1,582,831	1	1,515,561	25,697	1,541,258	1,541,258	
Salaries of Other Professional Staff	11-000-240-104	113,568	(5,394)	108,174	108,174		109,200	(2,600)	106,600	106,575	25
Salaries of Secretarial & Clerical											
Assistants	11-000-240-105	703,628	117,228	820,856	819,582	1,274	782,335	(10,310)	772,025	772,025	
Purchased Professional & Technical											
Services	11-000-240-300	18,916	21,698	40,614	23,243	17,371	18,915	(5,246)	13,669	13,502	167
Other Purchased Services	11-000-240-500	5,400	(4,840)	560	176	384	5,400	(5,370)	30	30	
General Supplies	11-000-240-600	41,620	(18,390)	23,230	22,697	533	41,620	(21,662)	19,958	19,776	182
Other Objects	11-000-240-800	40,453	(3,627)	36,826	32,204	4,622	40,654	(5,592)	35,062	34,402	660
<b>Total Support Services School Administration</b>		<b>2,439,768</b>	<b>173,324</b>	<b>2,613,092</b>	<b>2,588,907</b>	<b>24,185</b>	<b>2,513,685</b>	<b>(25,083)</b>	<b>2,488,602</b>	<b>2,487,568</b>	<b>1,034</b>
Central Services:											
Salaries	11-000-251-100	850,844	(33,925)	816,919	816,918	1	818,119	(22,785)	795,334	795,331	3
Other Purchased Professional Services	11-000-251-330	52,500	39,984	92,484	60,815	31,669	52,500	(13,887)	38,613	38,612	1
Purchased Technical Services	11-000-251-340	28,656	103,215	131,871	125,594	6,277	31,656	26,551	58,207	40,838	17,369
Miscellaneous Purchased Services	11-000-251-592	36,565	(18,381)	18,184	16,684	1,500	36,565	(25,844)	10,721	10,721	
Supplies and Materials	11-000-251-600	45,016	(907)	44,109	41,954	2,155	52,356	(8,198)	44,158	43,425	733
Interest on Lease Purchase											
Agreements	11-000-251-832	57,746	(14,234)	43,512	43,512		77,779	(2,769)	75,010	75,010	
Miscellaneous Expenditures	11-000-251-890	3,015	547	3,562	3,327	235	3,015	669	3,684	3,312	372

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**EAST WINDSOR REGIONAL SCHOOL DISTRICT  
GENERAL FUND  
BUDGETARY COMPARISON SCHEDULE  
FOR THE FISCAL YEARS ENDED JUNE 30, 2012 AND 2011**

ACCOUNT NUMBERS	JUNE 30, 2012				POSITIVE/ (NEGATIVE) FINAL TO ACTUAL	JUNE 30, 2011				POSITIVE/ (NEGATIVE) FINAL TO ACTUAL	
	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL		ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL		
Total Central Services	1,074,342	76,299	1,150,641	1,108,804	41,837	1,071,990	(46,263)	1,025,727	1,007,249	18,478	
Administrative Information Technology:											
Purchased Technical Services	11-000-252-340	5,812	(3,411)	2,401	2,400	1	5,812	(3,411)	2,401	2,400	1
Supplies and Materials	11-000-252-600	594		594		594	594	(594)			
Total Administrative Information Technology		6,406	(3,411)	2,995	2,400	595	6,406	(4,005)	2,401	2,400	1
Required Maintenance for School Facilities:											
Salaries	11-000-261-100	683,776	211,475	895,251	888,856	6,395	897,861	84,336	982,197	932,196	50,001
Cleaning, Repair & Maintenance Services	11-000-261-420	81,986	105,556	187,542	98,652	88,890	95,986	1,429	97,415	72,125	25,290
General Supplies	11-000-261-610	331,992	47,407	379,399	269,948	109,451	300,192	32,374	332,566	306,081	26,485
Other Objects	11-000-261-800	5,500	2,820	8,320	8,317	3	5,500	7,347	12,847	12,809	38
Total Allowable Maintenance for School Facilities		1,103,254	367,258	1,470,512	1,265,773	204,739	1,299,539	125,486	1,425,025	1,323,211	101,814
Other Operation & Maintenance of Plant:											
Salaries	11-000-262-100	2,665,258	(938,634)	1,726,624	1,706,835	19,789	2,562,748	(840,120)	1,722,628	1,722,622	6
Cleaning, Repair & Maintenance Services	11-000-262-420	318,334	3,844	322,178	234,425	87,753	338,334	(56,687)	281,647	269,985	11,662
Other Purchased Property Services	11-000-262-490	58,624	1,217	59,841	49,972	9,869	58,624	(3,396)	55,228	52,728	2,500
Insurance	11-000-262-520	259,000	65	259,065	255,317	3,748	284,000	(11,717)	272,283	272,216	67
Travel	11-000-262-580		780	780	780			1,345	1,345	1,345	
Miscellaneous Purchased Services	11-000-262-590	1,908	882	2,790	2,790		1,908	1,799	3,707	3,707	
General Supplies	11-000-262-610	233,898	326,366	560,264	365,235	195,029	233,897	134,070	367,967	360,141	7,826
Energy (Natural Gas)	11-000-262-621	687,000	(171,548)	515,452	285,204	230,248	698,000	(291,275)	406,725	406,725	
Energy (Electricity)	11-000-262-622	1,737,000	(405,027)	1,331,973	1,045,478	286,495	1,748,000	(291,463)	1,456,537	1,456,537	
Other Objects	11-000-262-800	2,799	1	2,800	1,331	1,469	2,800	(2,015)	785	785	
Total Other Operation & Maintenance of Plant		5,963,821	(1,182,054)	4,781,767	3,947,367	834,400	5,928,311	(1,359,459)	4,568,852	4,546,791	22,061
Care & Upkeep of Grounds:											
Salaries	11-000-263-100	180,409	137,442	317,851	317,626	225	173,470	128,172	301,642	301,641	1
Cleaning, Repair & Maintenance Services	11-000-263-420		281	281	281						
General Supplies	11-000-263-610	38,250	(18,626)	19,624	2,743	16,881	38,250	(38,249)	1		1
Total Care & Upkeep of Grounds		218,659	119,097	337,756	320,650	17,106	211,720	89,923	301,643	301,641	2
Security:											
Salaries	11-000-266-100	178,464	10,459	188,923	186,800	2,123	171,600	3,292	174,892	174,892	
General Supplies	11-000-266-610		114	114	114						
Total Security		178,464	10,573	189,037	186,914	2,123	171,600	3,292	174,892	174,892	

**EAST WINDSOR REGIONAL SCHOOL DISTRICT  
GENERAL FUND  
BUDGETARY COMPARISON SCHEDULE  
FOR THE FISCAL YEARS ENDED JUNE 30, 2012 AND 2011**

ACCOUNT NUMBERS	JUNE 30, 2012				POSITIVE/ (NEGATIVE) FINAL TO ACTUAL	JUNE 30, 2011				POSITIVE/ (NEGATIVE) FINAL TO ACTUAL	
	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL		ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL		
<b>Student Transportation Services:</b>											
Salaries for Pupil Transportation - (Between Home & School) Regular	11-000-270-160	1,402,944	29,723	1,432,667	1,432,437	230	1,348,984	(118,195)	1,230,789	1,230,789	
Salaries for Pupil Transportation - (Between Home & School) Special Education	11-000-270-161	359,631	(25,909)	333,722	333,722		345,799	34,327	380,126	380,125	1
Salaries for Pupil Transportation - (Other Than Between Home & School)	11-000-270-162	147,845	(43,855)	103,990	103,453	537	141,859	(30,931)	110,928	110,928	
Other Purchased Professional & Technical Services	11-000-270-390	25,000	18,700	43,700	43,700		25,000	(10,742)	14,258	14,257	1
Cleaning, Repair & Maintenance Services	11-000-270-420	35,000	(7,100)	27,900	27,831	69	35,000	(9,156)	25,844	25,843	1
Aid in Lieu of Payments	11-000-270-503	110,000	(3,900)	106,100	106,080	20	110,000	7,768	117,768	117,768	
Contracted Services - (Between Home & School) Vendors	11-000-270-511	185,000	(22,050)	162,950	162,922	28	185,000	(20,457)	164,543	164,542	1
Contracted Services (Special Education Students - Joint Agreements)	11-000-270-515	449,881	(126,507)	323,374	323,366	8	449,881	(150,310)	299,571	299,570	1
Travel	11-000-270-580		1,600	1,600	1,135	465					
Miscellaneous Purchased Services - Transportation	11-000-270-593	150,119		150,119	150,119		150,119		150,119	150,119	
General Supplies	11-000-270-610	163,000	25,875	188,875	188,854	21	163,000	13,627	176,627	176,626	1
Transportation Supplies	11-000-270-615	95,000	(2,142)	92,858	92,831	27	95,000	(35,397)	59,603	59,602	1
Other Objects	11-000-270-800	12,000	(1,131)	10,869	9,425	1,444	12,000	409	12,409	12,409	
<b>Total Student Transportation Services</b>		<b>3,135,420</b>	<b>(156,696)</b>	<b>2,978,724</b>	<b>2,975,875</b>	<b>2,849</b>	<b>3,061,642</b>	<b>(319,057)</b>	<b>2,742,585</b>	<b>2,742,578</b>	<b>7</b>
<b>Allocated Benefits - Student Transportation Services:</b>											
Social Security	11-000-270-220	246,620	(246,620)				246,620		246,620	246,620	
Health Benefits	11-000-270-270	662,200	(662,200)				602,000	(136,827)	465,173	465,173	
<b>Total Allocated Benefits - Student Transportation</b>		<b>908,820</b>	<b>(908,820)</b>				<b>848,620</b>	<b>(136,827)</b>	<b>711,793</b>	<b>711,793</b>	
<b>Other Support Services:</b>											
Miscellaneous Purchased Services	11-000-290-500		5,500	5,500	5,500			5,500	5,500	5,500	
<b>Total Other Support Services</b>			<b>5,500</b>	<b>5,500</b>	<b>5,500</b>			<b>5,500</b>	<b>5,500</b>	<b>5,500</b>	
<b>Unallocated Benefits - Employee Benefits:</b>											
Group Insurance	11-000-291-210	4,003		4,003	3,548	455	4,003	(457)	3,546	3,546	
Social Security	11-000-291-220	830,750	18,948	849,698	849,679	19	798,798	(242,400)	556,398	549,640	6,758
T.P.A.F. Contributions - ERIP	11-000-291-232	71,080		71,080	28,182	42,898	71,080	(33,813)	37,267	37,267	
Other Retirement Contributions	11-000-291-241	1,045,022	(10,448)	1,034,574	985,022	49,552	756,000	187,746	943,746	943,746	
Other Retirement Contributions	11-000-291-242	20,000		20,000	6,664	13,336	20,000	(11,894)	8,106	8,106	
DCRP Employee Contributions	11-000-291-249		6,674	6,674	6,674			1,640	1,640	1,608	32
Unemployment Compensation	11-000-291-250	455,830	(273,676)	182,154		182,154	27,313	472,687	500,000	500,000	

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EAST WINDSOR REGIONAL SCHOOL DISTRICT  
GENERAL FUND  
BUDGETARY COMPARISON SCHEDULE  
FOR THE FISCAL YEARS ENDED JUNE 30, 2012 AND 2011

ACCOUNT NUMBERS	JUNE 30, 2012				POSITIVE/ (NEGATIVE)	JUNE 30, 2011				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 (continued):											
Workmen's Compensation	11-000-291-260	407,767	6,552	414,319	383,610	30,709	392,084	(28,645)	363,439	363,439	
Health Benefits	11-000-291-270	13,090,046	(561,679)	12,528,367	11,107,505	1,420,862	12,427,000	(948,096)	11,478,904	11,452,814	26,090
Tuition Reimbursements	11-000-291-280	27,572	6,417	33,989	32,989	1,000	27,572	28,723	56,295	56,295	
Other Employee Benefits	11-000-291-290	85,901	95,102	181,003	93,561	87,442	85,903	159,415	245,318	157,903	87,415
Total Unallocated Benefits		16,037,971	(712,110)	15,325,861	13,497,434	1,828,427	14,609,753	(415,094)	14,194,659	14,074,364	120,295
Nonbudgeted:											
On-Behalf TPAF Pension Contribution					3,284,888	(3,284,888)				2,406,707	(2,406,707)
Reimbursed TPAF Social Security Contribution					2,600,361	(2,600,361)				2,508,199	(2,508,199)
Total Undistributed Expenditures		43,924,987	(1,830,485)	42,094,502	44,605,937	(2,511,435)	41,830,777	(3,027,843)	38,802,934	43,379,491	(4,576,557)
Total Expenditures - Current Expense		75,210,853	(686,452)	74,524,401	76,294,792	(1,770,391)	71,976,830	(2,659,910)	69,316,920	73,531,967	(4,215,047)
Capital Outlay:											
Equipment:											
Regular Programs - Instruction:											
Kindergarten	12-110-100-730		99	99		99		99	99		99
Grades 9 - 12	12-140-100-730	67,500	(18,609)	48,891		48,891					
Undistributed Expenditures:											
Support Services-School Administration	12-000-240-730		11,520	11,520	11,520						
Required Maintenance for School											
Facilities	12-000-261-730	24,200	31,103	55,303	53,366	1,937		121,675	121,675	118,938	2,737
Custodial Services	12-000-262-730		70,315	70,315	70,315			56,225	56,225	56,224	1
Care & Upkeep of Grounds	12-000-263-730		81,794	81,794	4,772	77,022		4,000	4,000	2,964	1,036
Student Transportation:											
School Buses - Regular	12-000-270-733		270,135	270,135	270,135			451,685	451,685	181,550	270,135
School Buses - Special	12-000-270-734		57,125	57,125		57,125		84,454	84,454	84,454	
Business & Other Support Services	12-000-290-730		71,292	71,292	71,292						
Total Equipment		91,700	574,774	666,474	481,400	185,074		718,138	718,138	444,130	274,008

**EAST WINDSOR REGIONAL SCHOOL DISTRICT  
GENERAL FUND  
BUDGETARY COMPARISON SCHEDULE  
FOR THE FISCAL YEARS ENDED JUNE 30, 2012 AND 2011**

	ACCOUNT NUMBERS	JUNE 30, 2012				POSITIVE/ (NEGATIVE) FINAL TO ACTUAL	JUNE 30, 2011				POSITIVE/ (NEGATIVE) FINAL TO ACTUAL
		ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL		ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL	
<b>Facilities Acquisition &amp; Construction Services:</b>											
Purchased Professional & Technical Services											
	12-000-400-390		61,070	61,070	44,370	16,700					
	12-000-400-450	92,500	788,928	881,428	61,598	819,830		9,200	9,200	9,200	
	12-000-400-721	565,606	14,234	579,840	579,840		595,455	500,000	1,095,455	1,095,455	
	12-000-400-800	148,385		148,385	148,385		249,469		249,469	249,469	
	10-604	100	(100)				100	(100)			
<b>Total Facilities Acquisition &amp; Construction Services</b>		<b>806,591</b>	<b>864,132</b>	<b>1,670,723</b>	<b>834,193</b>	<b>836,530</b>	<b>845,024</b>	<b>509,100</b>	<b>1,354,124</b>	<b>1,354,124</b>	
64	<b>Total Capital Outlay</b>		<b>1,438,906</b>	<b>2,337,197</b>	<b>1,315,593</b>	<b>1,021,604</b>	<b>845,024</b>	<b>1,227,238</b>	<b>2,072,262</b>	<b>1,798,254</b>	<b>274,008</b>
<b>Special Schools:</b>											
Summer School - Instruction:											
	13-422-100-101		22,996	22,996	22,996			23,643	23,643	23,643	
	13-422-100-106		8,251	8,251	8,251			7,679	7,679	7,679	
<b>Total Summer School - Instruction</b>			<b>31,247</b>	<b>31,247</b>	<b>31,247</b>			<b>31,322</b>	<b>31,322</b>	<b>31,322</b>	
<b>Total Special Schools</b>			<b>31,247</b>	<b>31,247</b>	<b>31,247</b>			<b>31,322</b>	<b>31,322</b>	<b>31,322</b>	
<b>Charter Schools:</b>											
		43,524	(21,000)	22,524	21,904	620	19,667	(19,667)			
<b>Total Charter Schools</b>		<b>43,524</b>	<b>(21,000)</b>	<b>22,524</b>	<b>21,904</b>	<b>620</b>	<b>19,667</b>	<b>(19,667)</b>			
<b>Total Expenditures</b>		<b>76,152,668</b>	<b>762,701</b>	<b>76,915,369</b>	<b>77,663,536</b>	<b>(748,167)</b>	<b>72,841,521</b>	<b>(1,421,017)</b>	<b>71,420,504</b>	<b>75,361,543</b>	<b>(3,941,039)</b>
<b>Excess/(Deficiency) of Revenues Over/(Under) Expenditures</b>		<b>(500,000)</b>	<b>(742,466)</b>	<b>(1,242,466)</b>	<b>4,161,367</b>	<b>5,403,833</b>	<b>(500,000)</b>	<b>1,421,017</b>	<b>921,017</b>	<b>2,114,691</b>	<b>1,193,674</b>
<b>Other Financing Sources/(Uses):</b>											
										1,047,761	
										37,600	
							(1,800,000)	(1,800,000)			
							(855,921)	(855,921)			
<b>Total Other Financing Sources/(Uses)</b>							<b>(2,655,921)</b>	<b>(2,655,921)</b>		<b>1,085,361</b>	

**EAST WINDSOR REGIONAL SCHOOL DISTRICT  
GENERAL FUND  
BUDGETARY COMPARISON SCHEDULE  
FOR THE FISCAL YEARS ENDED JUNE 30, 2012 AND 2011**

	JUNE 30, 2012				POSITIVE/ (NEGATIVE) FINAL TO ACTUAL	JUNE 30, 2011				POSITIVE/ (NEGATIVE) FINAL TO ACTUAL
	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL		ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL	
Excess/(Deficiency) of Revenues & Other Financing Sources/(Uses) Over/(Under) Expenditures & Other Financing Uses	(500,000)	(742,466)	(1,242,466)	4,161,367	5,403,833	(500,000)	(1,234,904)	(1,734,904)	3,200,052	4,934,956
Fund Balances, July 1	7,573,664		7,573,664	7,573,664		4,373,612		4,373,612	4,373,612	
Fund Balances, June 30	<u>\$7,073,664</u>	<u>(742,466)</u>	<u>6,331,198</u>	<u>11,735,031</u>	<u>5,403,833</u>	<u>3,873,612</u>	<u>(1,234,904)</u>	<u>2,638,708</u>	<u>7,573,664</u>	<u>4,934,956</u>

**RECAPITULATION OF BUDGET TRANSFERS**

Prior Year Encumbrance	\$760,757
Cancelled Encumbrances	<u>(\$18,291)</u>
Total	<u>\$742,466</u>

**RECAPITULATION OF FUND BALANCE**

Restricted Fund Balance:	
Excess Surplus	\$475,351
Capital Reserve	3,432,569
Maintenance Reserve	3,675,799
Assigned Fund Balance:	
Year-end Encumbrances	1,924,858
Designated for Subsequent Year's Expenditures	500,000
Unassigned Fund Balance	<u>1,726,454</u>
Subtotal	<u>11,735,031</u>
Reconciliation to Governmental Fund Statements (GAAP):	
Last State Aid Payment Not Recognized on GAAP Basis	<u>(1,345,159)</u>
Fund Balance per Governmental Funds (GAAP)	<u>\$10,389,872</u>

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**EAST WINDSOR REGIONAL SCHOOL DISTRICT  
EDUCATION JOBS FUND PROGRAM -  
BUDGET AND ACTUAL  
FOR THE FISCAL YEAR ENDED JUNE 30, 2012**

	ACCOUNT NUMBER	JUNE 30, 2012			VARIANCE POSITIVE/ (NEGATIVE) FINAL TO ACTUAL	
		ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET		ACTUAL
<b>Revenues:</b>						
Federal Sources:		\$645,895	(20,235)	666,130	664,197	1,933
Total Federal Sources		645,895	(20,235)	666,130	664,197	1,933
Total Revenues		645,895	(20,235)	666,130	664,197	1,933
<b>Expenditures:</b>						
Required Maintenance for School Facilities:						
Salaries	18-000-261-100	322,947	(10,119)	333,066	333,065	1
Total Allowable Maintenance for School Facilitie		322,947	(10,119)	333,066	333,065	1
Other Operation & Maintenance of Plant:						
Salaries	18-000-262-100	322,948	(10,116)	333,064	331,132	1,932
Total Other Operation & Maintenance of Plant		322,948	(10,116)	333,064	331,132	1,932
Total Expenditures		645,895	(20,235)	666,130	664,197	1,933
Excess/(Deficiency) of Revenues Over/(Under) Expenditures		\$ -	-	-	-	-

**EAST WINDSOR REGIONAL SCHOOL DISTRICT  
SPECIAL REVENUE FUND  
BUDGETARY COMPARISON SCHEDULE  
FOR FISCAL YEARS ENDED JUNE 30, 2012 AND 2011**

	JUNE 30, 2012				VARIANCE POSITIVE/ (NEGATIVE) FINAL TO ACTUAL	JUNE 30, 2011				VARIANCE POSITIVE/ (NEGATIVE) FINAL TO ACTUAL
	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL		ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL	
<b>REVENUES</b>										
Federal Sources	\$654,088	1,545,512	2,199,600	2,067,764	(131,836)	1,198,272	2,043,660	3,241,932	3,001,170	(240,762)
State Sources		150,095	150,095	116,032	(34,063)	238,299	(95,447)	142,852	114,993	(27,859)
Other Sources		104,101	104,101	87,309	(16,792)		76,676	76,676	70,343	(6,333)
<b>Total Revenues</b>	<b>654,088</b>	<b>1,799,708</b>	<b>2,453,796</b>	<b>2,271,105</b>	<b>(182,691)</b>	<b>1,436,571</b>	<b>2,024,889</b>	<b>3,461,460</b>	<b>3,186,506</b>	<b>(274,954)</b>
<b>EXPENDITURES:</b>										
<b>Instruction:</b>										
Salaries of Teachers	307,769	13,059	320,828	272,499	48,329	195,368	138,170	333,538	313,367	20,171
Salaries of Supervisor of Instruction		26,304	26,304		26,304					
Salaries of Other Professional Staff		39,368	39,368	39,367	1		41,890	41,890	7,899	33,991
Other Salaries of Instruction	52,000	3,339	55,339	51,139	4,200		11,580	11,580	8,241	3,339
Purchased Professional - Educational Services	89,465	165,138	254,603	198,519	56,084	212,338	46,810	259,148	189,611	69,537
Out of District Placements		954,602	954,602	954,602		595,611	381,360	976,971	976,971	
Other Purchased Services	2,000	3,100	5,100	5,100			415,693	415,693	415,693	
General Supplies	33,433	222,346	255,779	240,617	15,162	121,547	203,966	325,513	298,844	26,669
Textbooks	7,381		7,381	7,381		7,549	(160)	7,389	7,389	
<b>Total Instruction</b>	<b>492,048</b>	<b>1,427,256</b>	<b>1,919,304</b>	<b>1,769,224</b>	<b>150,080</b>	<b>1,132,413</b>	<b>1,239,309</b>	<b>2,371,722</b>	<b>2,218,015</b>	<b>153,707</b>
<b>Support Services:</b>										
Salaries	39,192	178,194	217,386	201,456	15,930	115,984	249,079	365,063	277,604	87,459
Purchased Support Services	27,372	63,647	91,019	90,948	71	132,144	16,719	148,863	136,134	12,729
Employee Benefits	85,613	22,840	108,453	105,787	2,666	37,727	112,073	149,800	135,536	14,264
Travel	1,240	16,312	17,552	13,941	3,611	4,411	814	5,225	5,225	
Miscellaneous Purchased Services	3,000	39,258	42,258	38,174	4,084	5,942	2,880	8,822	8,820	2
Supplies	5,623	52,201	57,824	51,575	6,249	7,950	118,624	126,574	119,781	6,793
Miscellaneous							600	600	600	
<b>Total Support Services</b>	<b>162,040</b>	<b>372,452</b>	<b>534,492</b>	<b>501,881</b>	<b>32,611</b>	<b>304,158</b>	<b>500,789</b>	<b>804,947</b>	<b>683,700</b>	<b>121,247</b>
<b>Capital Outlay:</b>										
Instructional Equipment							284,791	284,791	284,791	
<b>Total Capital Outlay</b>							<b>284,791</b>	<b>284,791</b>	<b>284,791</b>	
<b>Total Expenditures</b>	<b>654,088</b>	<b>1,799,708</b>	<b>2,453,796</b>	<b>2,271,105</b>	<b>182,691</b>	<b>1,436,571</b>	<b>2,024,889</b>	<b>3,461,460</b>	<b>3,186,506</b>	<b>274,954</b>
<b>Total Outflows</b>	<b>654,088</b>	<b>1,799,708</b>	<b>2,453,796</b>	<b>2,271,105</b>	<b>182,691</b>	<b>1,436,571</b>	<b>2,024,889</b>	<b>3,461,460</b>	<b>3,186,506</b>	<b>274,954</b>
<b>Excess/(Deficiency) of Revenues Over/ Under Expenditures &amp; Other Financing Sources/(Uses)</b>	<b>\$ -</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>

**NOTES TO REQUIRED SUPPLEMENTARY INFORMATION**



**EAST WINDSOR REGIONAL SCHOOL DISTRICT  
REQUIRED SUPPLEMENTARY INFORMATION  
BUDGETARY COMPARISON SCHEDULE  
NOTE TO RSI  
FOR THE FISCAL YEAR ENDED JUNE 30, 2012**

**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)	\$81,824,903	2,271,105
State aid payment recognized for GAAP statements in the current year, previously recognized for budgetary purposes.	1,224,893	
State aid payment recognized for budgetary purposes, not recognized for GAAP statements until the subsequent year.	(1,345,159)	
Grant accounting budgetary basis differs from GAAP in that encumbrances are recognized as expenditures, and the related revenue is recognized.		
Current Year		(128,003)
Prior Year		130,113
		<hr/>
Total Revenues as Reported on the Statement of Revenues, Expenditures, and Changes in Fund Balances - Governmental Funds. (B-2)	<hr/> <u>\$81,704,637</u>	<hr/> <u>2,273,215</u>
Uses/outflows of resources:		
Actual amounts (budgetary basis) "total expenditures" from the budgetary comparison schedule	\$77,663,536	2,271,105
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.		<hr/> <u>2,110</u>
Total Expenditures as Reported on the Statement of Revenues, Expenditures, and Changes in Fund Balances - Governmental Funds (B-2)	<hr/> <u>\$77,663,536</u>	<hr/> <u>2,273,215</u>



**OTHER SUPPLEMENTARY INFORMATION**



D. School Based Budget Schedules

Not Applicable



E. Special Revenue Fund



**EAST WINDSOR REGIONAL SCHOOL DISTRICT  
SPECIAL REVENUE FUND  
COMBINING SCHEDULE OF PROGRAM REVENUES  
AND EXPENDITURES - BUDGETARY BASIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2012  
(With Comparative Totals for June 30, 2011)**

	NONPUBLIC						
	COMPENSAT- ORY EDUCATION	SUPPLEMENT- ARY INSTRUCTION	NURSING AID	HANDICAP EXAM	CORRECTIVE SPEECH	ESL AID	TEXTBOOKS
Revenues:							
Federal Sources							
State Sources	\$34,404	10,382	9,984	33,644	19,116	1,121	7,381
Local Sources							
<b>Total Revenues</b>	<b>\$34,404</b>	<b>10,382</b>	<b>9,984</b>	<b>33,644</b>	<b>19,116</b>	<b>1,121</b>	<b>7,381</b>
Expenditures:							
Instruction:							
Salaries of Teachers				8,865			
Salaries of Other Professional Staff							
Other Salaries of Instruction							
Purchased Professional & Educational Services	\$34,404	10,382		24,779	19,116		
Out of Direct Placements							
Other Purchased Services							
General Supplies							
Textbooks							7,381
Other Objects							
<b>Total Instruction</b>	<b>34,404</b>	<b>10,382</b>		<b>33,644</b>	<b>19,116</b>		<b>7,381</b>
Support Services:							
Salaries							
Purchased Support Services			9,984				
Personal Services - Employee Benefits							
Travel							
Miscellaneous Purchased Services						1,121	
Supplies							
<b>Total Support Services</b>			<b>9,984</b>			<b>1,121</b>	
Capital Outlay:							
Instructional Equipment							
<b>Total Capital Outlay</b>							
<b>Total Expenditures</b>	<b>\$34,404</b>	<b>10,382</b>	<b>9,984</b>	<b>33,644</b>	<b>19,116</b>	<b>1,121</b>	<b>7,381</b>

**EAST WINDSOR REGIONAL SCHOOL DISTRICT  
SPECIAL REVENUE FUND  
COMBINING SCHEDULE OF PROGRAM REVENUES  
AND EXPENDITURES - BUDGETARY BASIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2012  
(With Comparative Totals for June 30, 2011)**

	TITLE I PART A	TITLE I PART A CARRYOVER	ARRA - TITLE I	TITLE IIA
<b>Revenues:</b>				
Federal Sources	\$472,030	31,183	10,685	87,304
State Sources				
Local Sources				
<b>Total Revenues</b>	<b>\$472,030</b>	<b>31,183</b>	<b>10,685</b>	<b>87,304</b>
<b>Expenditures:</b>				
<b>Instruction:</b>				
Salaries of Teachers	\$125,898			69,093
Salaries of Other Professional Staff	8,195	31,172		
Other Salaries of Instruction	47,800		3,339	
Purchased Professional & Educational Services	65,169			
Out of Direct Placements				
Other Purchased Services				
General Supplies	88,282	11		
Textbooks				
<b>Total Instruction</b>	<b>335,344</b>	<b>31,183</b>	<b>3,339</b>	<b>69,093</b>
<b>Support Services:</b>				
Salaries	36,437		7,345	
Purchased Support Services	34,407		1	1,643
Personal Services - Employee Benefits	50,178			15,564
Travel	2,716			1,004
Miscellaneous Purchased Services	3,840			
Supplies	9,108			
Other Objects				
<b>Total Support Services</b>	<b>136,686</b>		<b>7,346</b>	<b>18,211</b>
<b>Capital Outlay:</b>				
Instructional Equipment				
<b>Total Capital Outlay</b>				
<b>Total Expenditures</b>	<b>\$472,030</b>	<b>31,183</b>	<b>10,685</b>	<b>87,304</b>

**EAST WINDSOR REGIONAL SCHOOL DISTRICT  
SPECIAL REVENUE FUND  
COMBINING SCHEDULE OF PROGRAM REVENUES  
AND EXPENDITURES - BUDGETARY BASIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2012  
(With Comparative Totals for June 30, 2011)**

	TITLE III EMERGENCY IMMIGRANT EDUCATION	I.D.E.A. - PART B BASIC
<b>Revenues:</b>		
Federal Sources	\$69,481	1,310,336
State Sources		
Local Sources		
Total Revenues	\$69,481	1,310,336
<b>Expenditures:</b>		
<b>Instruction:</b>		
Salaries of Teachers	\$56,190	
Salaries of Other Professional Staff		
Other Salaries of Instruction		
Purchased Professional & Educational Services		44,453
Out of Direct Placements		904,602
Other Purchased Services		
General Supplies	1,238	105,435
Textbooks		
Total Instruction	57,428	1,054,490
<b>Support Services:</b>		
Salaries		142,975
Purchased Support Services	1,848	42,743
Personal Services - Employee Benefits	10,205	29,840
Travel		7,820
Miscellaneous Purchased Services		32,468
Supplies		
Other Objects		
Total Support Services	12,053	255,846
<b>Capital Outlay:</b>		
Instructional Equipment		
Total Capital Outlay		
Total Expenditures	\$69,481	1,310,336

**EAST WINDSOR REGIONAL SCHOOL DISTRICT  
SPECIAL REVENUE FUND  
COMBINING SCHEDULE OF PROGRAM REVENUES  
AND EXPENDITURES - BUDGETARY BASIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2012  
(With Comparative Totals for June 30, 2011)**

	I.D.E.A. - PART B		PERKINS GRANT
	ARRA BASIC	PRESCHOOL	
Revenues:			
Federal Sources	\$10,487	53,135	23,123
State Sources			
Local Sources			
<b>Total Revenues</b>	<b>\$10,487</b>	<b>53,135</b>	<b>23,123</b>
Expenditures:			
Instruction:			
Salaries of Teachers			
Salaries of Other Professional Staff			
Other Salaries of Instruction			
Purchased Professional & Educational Services			216
Out of Direct Placements		50,000	
Other Purchased Services			2,100
General Supplies		3,135	14,586
Textbooks			
<b>Total Instruction</b>		<b>53,135</b>	<b>16,902</b>
Support Services:			
Salaries	\$10,487		4,212
Purchased Support Services			322
Personal Services - Employee Benefits			
Travel			443
Miscellaneous Purchased Services			745
Supplies			499
Other Objects			
<b>Total Support Services</b>	<b>10,487</b>		<b>6,221</b>
Capital Outlay:			
Instructional Equipment			
<b>Total Capital Outlay</b>			
<b>Total Expenditures</b>	<b>\$10,487</b>	<b>53,135</b>	<b>23,123</b>

**EAST WINDSOR REGIONAL SCHOOL DISTRICT  
SPECIAL REVENUE FUND  
COMBINING SCHEDULE OF PROGRAM REVENUES  
AND EXPENDITURES - BUDGETARY BASIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2012  
(With Comparative Totals for June 30, 2011)**

	CONNECT ED GRANT	IMPACT AWARDS	SAFETY GRANT	SQUIBB ROBOTICS GRANT	2012	2011
<b>Revenues:</b>						
Federal Sources					2,067,764	3,001,170
State Sources					116,032	114,993
Local Sources	\$8,288	31,411	41,680	5,930	87,309	70,343
<b>Total Revenues</b>	<b>\$8,288</b>	<b>31,411</b>	<b>41,680</b>	<b>5,930</b>	<b>2,271,105</b>	<b>3,186,506</b>
<b>Expenditures:</b>						
<b>Instruction:</b>						
Salaries of Teachers	\$8,288	4,165			272,499	313,367
Salaries of Other Professional Staff					39,367	7,899
Other Salaries of Instruction					51,139	8,241
Purchased Professional & Educational Services					198,519	189,611
Out of Direct Placements					954,602	976,971
Other Purchased Services				3,000	5,100	415,693
General Supplies		25,000		2,930	240,617	298,844
Textbooks					7,381	7,389
<b>Total Instruction</b>	<b>8,288</b>	<b>29,165</b>		<b>5,930</b>	<b>1,769,224</b>	<b>2,218,015</b>
<b>Support Services:</b>						
Salaries					201,456	277,604
Purchased Support Services					90,948	136,134
Personal Services - Employee Benefits					105,787	135,536
Travel		1,958			13,941	5,225
Miscellaneous Purchased Services					38,174	8,820
Supplies		288	41,680		51,575	119,781
Other Objects						600
<b>Total Support Services</b>		<b>2,246</b>	<b>41,680</b>		<b>501,881</b>	<b>683,700</b>
<b>Capital Outlay:</b>						
Instructional Equipment						284,791
<b>Total Capital Outlay</b>						<b>284,791</b>
<b>Total Expenditures</b>	<b>\$8,288</b>	<b>31,411</b>	<b>41,680</b>	<b>5,930</b>	<b>2,271,105</b>	<b>3,186,506</b>



F. Capital Projects Fund

Not Applicable



## G. Proprietary Funds



## Enterprise Funds



**EAST WINDSOR REGIONAL SCHOOL DISTRICT  
ENTERPRISE FUND  
COMBINING SCHEDULE OF NET ASSETS  
AS OF JUNE 30, 2012  
(With Comparative Totals for June 30, 2011)**

ASSETS	BUSINESS-TYPE ACTIVITIES - ENTERPRISE FUNDS		2012	2011
	FOOD SERVICE	KIDCARE		
Current Assets:				
Cash & Cash Equivalents	\$768,483	754,105	1,522,588	1,093,210
Accounts Receivable:				
Federal	35,376		35,376	38,163
State	899		899	1,954
Inventories	25,746		25,746	26,337
Total Current Assets	830,504	754,105	1,584,609	1,159,664
Fixed Assets:				
Equipment	1,064,771		1,064,771	709,359
Less: Accumulated Depreciation	(637,120)		(637,120)	(450,247)
Total Fixed Assets	427,651		427,651	259,112
Total Assets	1,258,155	754,105	2,012,260	1,418,776
LIABILITIES				
Accounts Payable	152,056	141	152,197	
Interfund Payable	1,000		1,000	1,000
Other Liabilities	59,152		59,152	101,403
Deferred Revenue	11,309		11,309	9,115
Total Liabilities	223,517	141	223,658	111,518
NET ASSETS				
Invested in Capital Assets, Net of Related Debt	427,651		427,651	259,112
Unrestricted	606,987	753,964	1,360,951	1,048,146
Total Net Assets	\$1,034,638	753,964	1,788,602	1,307,258

**EAST WINDSOR REGIONAL SCHOOL DISTRICT  
ENTERPRISE FUND  
COMBINING SCHEDULE OF REVENUES, EXPENSES AND  
CHANGES IN FUND NET ASSETS  
AS OF JUNE 30, 2012  
(With Comparative Totals for June 30, 2011)**

	BUSINESS-TYPE ACTIVITIES - ENTERPRISE FUNDS		2012	2011
	FOOD SERVICE	KIDCARE		
Operating Revenues:				
Local Sources:				
Program Income	\$836,967	781,268	1,618,235	1,514,968
Special Functions	7,751		7,751	16,945
Total Operating Revenue	844,718	781,268	1,625,986	1,531,913
Operating Expenses:				
Salaries	105,000	465,489	570,489	443,591
Employee Benefits				
Purchased Professional Services	1,444,619	6,567	1,451,186	1,278,862
Supplies & Materials	34,283	42,559	76,842	54,968
Utilities	70,508		70,508	
Depreciation	53,633		53,633	76,928
Total Operating Expenses	1,708,043	514,615	2,222,658	1,854,349
Operating Income/(Loss)	(863,325)	266,653	(596,672)	(322,436)
Nonoperating Revenues:				
Interest Income	1,600		1,600	1,979
State Sources:				
State School Lunch Program	19,285		19,285	18,619
Federal Sources:				
National School Lunch Program	604,206		604,206	558,681
National Breakfast Program	96,656		96,656	70,787
Special Milk Program	3,629		3,629	3,500
Food Distribution Program	130,468		130,468	80,714
Total Nonoperating Revenues	855,844		855,844	734,280
Net Income/(Loss)	(7,481)	266,653	259,172	411,844
Net Assets - July 1	819,947	487,311	1,307,258	895,414
Prior Period Adjustment	222,172		222,172	
Net Assets - July 1 (restated)	1,042,119	487,311	1,529,430	895,414
Net Assets - June 30	\$1,034,638	753,964	1,788,602	1,307,258

**EAST WINDSOR REGIONAL SCHOOL DISTRICT**  
**ENTERPRISE FUND**  
**SCHEDULE OF CASH FLOWS**  
**AS OF JUNE 30, 2012**  
**(With Comparative Totals for June 30, 2011)**

	BUSINESS-TYPE ACTIVITIES - ENTERPRISE FUNDS		2012	2011
	FOOD SERVICE	KIDCARE		
<b>Cash Flows From Operating Activities:</b>				
Receipts from Customers	\$846,912	781,268	1,628,180	1,551,356
Payments to Employees	(105,000)	(465,489)	(570,489)	(443,591)
Payments to Suppliers	(1,308,546)	(48,985)	(1,357,531)	(1,268,023)
<b>Net Cash Provided/(Used) by Operating Activities</b>	<b>(566,634)</b>	<b>266,794</b>	<b>(299,840)</b>	<b>(160,258)</b>
<b>Cash Flows From Noncapital Financing Activities:</b>				
State Sources	20,340		20,340	18,369
Federal Sources	707,278		707,278	627,925
<b>Net Cash Provided by Noncapital Financing Activities</b>	<b>727,618</b>		<b>727,618</b>	<b>646,294</b>
<b>Cash Flows From Capital Financing Activities:</b>				
Purchases of Capital Assets				(34,280)
<b>Net Cash Provided/(Used) by Capital Financing Activities</b>				<b>(34,280)</b>
<b>Cash Flows From Investing Activities:</b>				
Interest & Dividends	1,600		1,600	1,979
<b>Net Cash Provided/(Used) by Investing Activities</b>	<b>1,600</b>		<b>1,600</b>	<b>1,979</b>
<b>Net Increase/(Decrease) in Cash &amp; Cash Equivalents</b>				
Balances - Beginning of Year	162,584	266,794	429,378	453,735
Balances - Ending of Year	605,899	487,311	1,093,210	639,475
Balances - Ending of Year	\$768,483	754,105	1,522,588	1,093,210

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

Operating Income/(Loss)	(\$863,325)	\$266,653	(596,672)	(322,436)
Adjustments to Reconcile Operating Income/(Loss) to Cash Provided/(Used) by Operating Activities:				
Depreciation Expense	53,633		53,633	76,928
Food Distribution Program	130,468		130,468	80,714
Change in Assets & Liabilities:				
(Increase)/Decrease in Accounts Receivable				16,440
(Increase)/Decrease in Inventory	591		591	(14,450)
Increase/(Decrease) in Accounts Payable	109,805	141	109,946	(457)
Increase/(Decrease) in Interfund Payable				1,000
Increase/(Decrease) in Deferred Revenue	2,194		2,194	2,003
<b>Net Cash Provided/(Used) by Operating Activities</b>	<b>(\$566,634)</b>	<b>266,794</b>	<b>(299,840)</b>	<b>(160,258)</b>



## Internal Service Fund



**EAST WINDSOR REGIONAL SCHOOL DISTRICT  
INTERNAL SERVICE FUND  
COMBINING SCHEDULE OF NET ASSETS  
AS OF JUNE 30, 2012  
(With Comparative Totals for June 30, 2011)**

ASSETS	FUELING FACILITY	SENIOR TRANSPORTATION	2012	2011
Cash & Cash Equivalents		148,219	148,219	148,219
Other Receivables	\$77,497		77,497	68,844
Inventory	40,905		40,905	70,278
<b>Total Current Assets</b>	<b>118,402</b>	<b>148,219</b>	<b>266,621</b>	<b>287,341</b>
<b>Fixed Assets:</b>				
Equipment	30,025		30,025	30,025
Less: Accumulated Depreciation	(22,274)		(22,274)	(17,985)
<b>Total Fixed Assets</b>	<b>7,751</b>		<b>7,751</b>	<b>12,040</b>
<b>Total Assets</b>	<b>126,153</b>	<b>148,219</b>	<b>274,372</b>	<b>299,381</b>
<b>LIABILITIES</b>				
Cash Overdraft	111,439		111,439	139,122
Interfund Payable	6,065	12,586	18,651	12,586
<b>Total Liabilities</b>	<b>117,504</b>	<b>12,586</b>	<b>130,090</b>	<b>151,708</b>
<b>NET ASSETS</b>				
Invested in Capital Assets, Net of Related Debt	7,751		7,751	12,040
Unreserved/(Deficit)	898	135,633	136,531	135,633
<b>Total Net Assets</b>	<b>\$8,649</b>	<b>135,633</b>	<b>144,282</b>	<b>147,673</b>

**EAST WINDSOR REGIONAL SCHOOL DISTRICT  
INTERNAL SERVICE FUND  
COMBINING SCHEDULE OF REVENUES, EXPENSES &  
CHANGES IN FUND NET ASSETS  
AS OF JUNE 30, 2012  
(With Comparative Totals for June 30, 2011)**

	FUELING FACILITY	SENIOR TRANSPORTATION	2012	2011
Operating Revenues:				
Charges for Services	\$633,970		633,970	530,156
Total Operating Revenues	633,970		633,970	530,156
Operating Expenses:				
Salaries	1,000		1,000	5,622
Supplies & Materials	632,072		632,072	524,541
Depreciation	4,289		4,289	4,289
Total Operating Expenses	637,361		637,361	534,452
Operating Income/(Loss)	(3,391)		(3,391)	(4,296)
Other financing Sources/(Uses):				
Transfer to General Fund				(37,600)
Total Other Financing Sources/ (Uses)				(37,600)
Change in Net Assets	(3,391)		(3,391)	(41,896)
Net Assets/(Deficit) Beginning of Year	12,040	135,633	147,673	189,569
Net Assets/(Deficit) End of Year	\$8,649	135,633	144,282	147,673

**EAST WINDSOR REGIONAL SCHOOL DISTRICT  
INTERNAL SERVICE FUND  
COMBINING SCHEDULE OF CASH FLOWS  
AS OF JUNE 30, 2012  
(With Comparative Totals for June 30, 2011)**

	FUELING FACILITY	SENIOR TRANSPORTATION	2012	2011
Cash Flows From Operating Activities:				
Receipts from Customers	\$654,690		654,690	488,313
Payments to Suppliers	(627,007)		(627,007)	(537,397)
Net Cash Provided/(Used) by Operating Activities	27,683		27,683	(49,084)
Cash Flows From Investing Activities				
Payments to Operating Fund				(37,600)
Net Cash Provided/(Used) by Investing Activities				(37,600)
Net Increase/(Decrease) in Cash & Cash Equivalents				
Balances - Beginning of Year	27,683		27,683	(86,684)
Balances - Ending of Year	(139,122)	148,219	9,097	95,781
Balances - Ending of Year	(\$111,439)	148,219	36,780	9,097

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

Operating Income/(Loss)	(\$3,391)		(3,391)	(4,296)
Adjustments to Reconcile Operating Income/(Loss) to Cash Provided/(Used) by Operating Activities:				
Depreciation Expense	4,289		4,289	4,289
Change in Assets & Liabilities:				
(Increase)/Decrease in Accounts Receivable	(8,653)		(8,653)	(13,770)
(Increase)/Decrease in Inventory	29,373		29,373	(28,073)
Increase/(Decrease) in Interfund Payable	6,065		6,065	(5,439)
Increase/(Decrease) in Accounts Payable				(1,795)
Total Adjustments	31,074		31,074	(44,788)
Net Cash Provided/(Used) by Operating Activities	\$27,683	-	27,683	(49,084)



## H. Fiduciary Fund



**EAST WINDSOR REGIONAL SCHOOL DISTRICT  
TRUST AND AGENCY FUND  
COMBINING STATEMENT OF FIDUCIARY NET ASSETS  
JUNE 30, 2012  
(With Comparative Totals for June 30, 2011)**

ASSETS	PRIVATE PURPOSE		AGENCY		2012	2011
	SCHOLARSHIP FUNDS	UNEMPLOYMENT COMPENSATION	STUDENT ACTIVITY	PAYROLL		
Assets:						
Cash & Cash Equivalents	\$92,292	1,375,000	242,666	24,910	1,734,868	1,892,674
Total Assets	92,292	1,375,000	242,666	24,910	1,734,868	1,892,674
LIABILITIES						
Liabilities:						
Payroll Deductions & Withholdings				23,034	23,034	2,534
Interfund Payable				1,876	1,876	1,876
Due to Student Groups			242,666		242,666	241,618
Total Liabilities			242,666	24,910	267,576	246,028
NET ASSETS						
Reserved	92,292	1,375,000			1,467,292	1,646,646
Total Net Assets	\$92,292	1,375,000	-	-	1,467,292	1,646,646

**EAST WINDSOR REGIONAL SCHOOL DISTRICT  
FIDUCIARY FUNDS  
COMBINING STATEMENT OF CHANGES IN FIDUCIARY NET ASSETS  
JUNE 30, 2012  
(With Comparative Totals for June 30, 2011)**

	PRIVATE PURPOSE		2012	2011
	UNEMPLOYMENT COMPENSATION	SCHOLARSHIP FUND		
Operating Revenues:				
Local Sources:				
Interest on Investments	\$2,243	651	2,894	3,468
Scholarship Donations		21,242	21,242	22,972
Other Income	70,495		70,495	566,052
Total Operating Revenues	72,738	21,893	94,631	592,492
Operating Expenditures:				
Scholarship Payments		29,826	29,826	35,232
Unemployment Claims	244,159		244,159	475,334
Total Operating Expenses	244,159	29,826	273,985	510,566
Excess/(Deficit) of Revenues Over/ (Under) Expenditures	(171,421)	(7,933)	(179,354)	81,926
Net Assets, July 1	1,546,421	100,225	1,646,646	1,564,720
Net Assets, June 30	\$1,375,000	92,292	1,467,292	1,646,646

**EAST WINDSOR REGIONAL SCHOOL DISTRICT  
STUDENT ACTIVITY AGENCY FUND  
SCHEDULE OF CHANGES OF RECEIPTS AND DISBURSEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2012**

	BALANCE JULY 1, 2011	CASH RECEIPTS	CASH DISBURSEMENTS	BALANCE JUNE 30, 2012
Elementary Schools:				
Walter C. Black	\$11,027	33,614	27,618	17,023
Ethel McKnight	8,214	20,069	16,461	11,822
Grace Rogers	10,319	8,691	9,558	9,452
Perry L. Drew	11,502	16,991	16,253	12,240
<b>Total Elementary Schools</b>	<b>41,062</b>	<b>79,365</b>	<b>69,890</b>	<b>50,537</b>
Junior High School:				
Melvin Keeps	53,799	192,939	179,510	67,228
Senior High School:				
Hightstown High School	138,979	458,668	474,752	122,895
Other Departments:				
Officials Department	7,778	30,038	35,810	2,006
<b>Total Other Departments</b>	<b>7,778</b>	<b>30,038</b>	<b>35,810</b>	<b>2,006</b>
<b>Total Schools &amp; Other Departments</b>	<b>\$241,618</b>	<b>761,010</b>	<b>759,962</b>	<b>242,666</b>

**PAYROLL AGENCY FUND  
SCHEDULE OF RECEIPTS AND DISBURSEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2012**

ASSETS	BALANCE JULY 1, 2011	ADDITIONS	DELETIONS	BALANCE JUNE 30, 2012
Cash & Cash Equivalents	\$4,410	50,057,781	50,037,281	24,910
<b>Total Assets</b>	<b>\$4,410</b>	<b>50,057,781</b>	<b>50,037,281</b>	<b>24,910</b>
<b>LIABILITIES</b>				
Payroll Deductions & Withholdings Payable	\$2,534	21,404,581	21,384,081	23,034
Net Payroll		28,653,200	28,653,200	
Interfund Payable	1,876			1,876
<b>Total Liabilities</b>	<b>\$4,410</b>	<b>50,057,781</b>	<b>50,037,281</b>	<b>24,910</b>



## I. Long-Term Debt



**EAST WINDSOR REGIONAL SCHOOL DISTRICT  
LONG-TERM DEBT  
SCHEDULE OF SERIAL BONDS PAYABLE  
JUNE 30, 2012**

ISSUE	DATE OF ISSUE	AMOUNT OF ISSUE	ANNUAL MATURITIES		INTEREST RATE	BALANCE	ISSUED	REFUNDED	RETIRED	BALANCE
			DATE	AMOUNT		JULY 1, 2012				JUNE 30, 2012
School Bonds	3/01/2003	\$43,859,000	3/01/13	\$1,550,000	4.00%	\$34,759,000		31,709,000	1,500,000	1,550,000
School Refunding Bonds	7/15/2005	6,330,000	07/15/12	435,000	4.00%	5,455,000			435,000	5,020,000
			07/15/13	430,000	4.00%					
			07/15/14	430,000	4.00%					
			07/15/15	425,000	4.00%					
			07/15/16	425,000	4.00%					
			07/15/17	420,000	4.00%					
			07/15/18	415,000	4.00%					
			07/15/19	415,000	4.00%					
			07/15/20	410,000	4.00%					
			07/15/21	410,000	4.00%					
			07/15/22	405,000	4.05%					
			07/15/23	400,000	4.10%					
			School Refunding Bonds	01/10/2012	29,900,000				03/01/14	
03/01/15	1,590,000	2.00%								
03/01/16	1,605,000	3.00%								
03/01/17	1,635,000	4.00%								
03/01/18	1,680,000	4.00%								
03/01/19	1,730,000	4.00%								
03/01/20	1,770,000	5.00%								
03/01/21	1,830,000	5.00%								
03/01/22	1,890,000	5.00%								
03/01/23	2,020,000	5.00%								
03/01/24	2,080,000	4.00%								
03/01/25	2,115,000	4.00%								
03/01/26	2,100,000	4.00%								
03/01/27	2,110,000	4.00%								
03/01/28	2,090,000	4.00%								
03/01/29	2,080,000	4.00%								
Total						\$40,214,000	29,900,000	31,709,000	1,935,000	36,470,000

**EAST WINDSOR REGIONAL SCHOOL DISTRICT  
LONG-TERM DEBT  
SCHEDULE OF OBLIGATIONS UNDER CAPITAL LEASES  
JUNE 30, 2012**

PURPOSE	DATE OF LEASE	TERM OF LEASE	AMOUNT OF ORIGINAL LEASE		INTEREST RATE	BALANCE JUNE 30, 2011	ISSUED	RETIRE	BALANCE JUNE 30, 2012
			PRINCIPAL	INTEREST					
Roof Project	04/01/2009	5 years	\$2,831,589	\$286,692	3.30%	\$1,253,316		579,840	673,476
					Total	\$1,253,316	-	579,840	673,476

**EAST WINDSOR REGIONAL SCHOOL DISTRICT  
DEBT SERVICE FUND  
BUDGETARY COMPARISON SCHEDULE  
FOR THE FISCAL YEARS ENDED JUNE 30, 2012 AND 2011**

	JUNE 30, 2012				POSITIVE/ (NEGATIVE) FINAL TO ACTUAL	JUNE 30, 2011				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	\$3,477,380		3,477,380	3,477,380		3,498,316		3,498,316	3,498,316	
State Sources:										
Debt Service Aid Type II	150,028		150,028	150,028		153,948		153,948	153,948	
Total Revenues	3,627,408		3,627,408	3,627,408		3,652,264		3,652,264	3,652,264	
Expenditures										
Regular Debt Service:										
Interest on Bonds	1,692,408		1,692,408	1,692,408		1,767,264		1,767,264	1,767,264	
Redemption of Principal	1,935,000		1,935,000	1,935,000		1,885,000		1,885,000	1,885,000	
Total Expenditures	3,627,408		3,627,408	3,627,408		3,652,264		3,652,264	3,652,264	
Excess/(Deficiency) of Revenues Over/(Under) Expenditures										
Fund Balance, July 1										
Fund Balance, June 30	\$ -	-	-	-		-	-	-	-	-

**EAST WINDSOR REGIONAL SCHOOL DISTRICT  
LONG-TERM DEBT  
SCHEDULE OF EARLY RETIREMENT INCENTIVE PLAN LOANS PAYABLE  
JUNE 30, 2012**

PURPOSE	DATE OF LOAN	AMOUNT OF ISSUE	TERM OF LOAN	INTEREST RATE	ANNUAL PAYMENTS		BALANCE JUNE 30, 2011	ISSUED	RETIRED	ADJUSTMENTS	BALANCE JUNE 30, 2012
					DATE	AMOUNT					
TPAF	1997	\$317,847	20 years	8.25%	4/1/2013	\$24,017	\$130,809		22,186		108,623
					4/1/2014	25,998					
					4/1/2015	28,143					
					4/1/2016	30,465					
PERS	1997	76,499	20 years	8.25%	4/1/2013	7,332	39,935		6,773		33,162
					4/1/2014	7,937					
					4/1/2015	8,592					
					4/1/2016	9,301					
Total							\$170,744	-	28,959		141,785

**STATISTICAL SECTION (Unaudited)**



**EAST WINDSOR REGIONAL SCHOOL DISTRICT**  
**NET ASSETS BY COMPONENT**  
**LAST TEN FISCAL YEARS**  
*(Accrual Basis of Accounting)*

	FISCAL YEAR ENDING JUNE 30,									
	2012	2011	2010	2009	2008	2007	2006	2005	2004	2003
<b>Governmental Activities:</b>										
Invested in Capital Assets,										
Net of Related Debt	\$67,200,853	74,974,954	78,261,276	79,348,470	38,604,144	39,998,845	36,539,523	35,327,487	23,034,201	18,759,889
Restricted	1,358,893	160,932	1,651,286	1,416,897	2,731,814	2,120,199	548,428	411,538	15,415,453	42,350,713
Unrestricted	5,036,348	3,477,402	(1,867,704)	(2,634,915)	(289,893)	128,394	525,863	1,232,596	(1,578,952)	(43,750,489)
<b>Total Governmental Activities</b>										
Net Assets	<u>\$73,596,094</u>	<u>78,613,288</u>	<u>78,044,858</u>	<u>78,130,452</u>	<u>41,046,065</u>	<u>42,247,438</u>	<u>37,613,814</u>	<u>36,971,621</u>	<u>36,870,702</u>	<u>17,360,113</u>
<b>Business-Type Activities:</b>										
Invested in Capital Assets,										
Net of Related Debt	\$427,651	259,112	336,040	17,427	26,620	37,490	51,510	63,451	80,801	95,654
Unrestricted	1,360,951	1,048,146	559,374	783,219	611,530	520,088	517,078	649,878	632,928	585,097
<b>Total Business-Type Activities</b>										
Net Assets	<u>\$1,788,602</u>	<u>1,307,258</u>	<u>895,414</u>	<u>800,646</u>	<u>638,150</u>	<u>557,578</u>	<u>568,588</u>	<u>713,329</u>	<u>713,729</u>	<u>680,751</u>
<b>District-Wide:</b>										
Invested in Capital Assets,										
Net of Related Debt	\$67,628,504	75,234,066	78,597,316	79,365,897	38,630,764	40,036,335	36,591,033	35,390,938	23,115,002	18,855,543
Restricted	1,358,893	160,932	1,651,286	1,416,897	2,731,814	2,120,199	548,428	411,538	15,415,453	42,350,713
Unrestricted	6,397,299	4,525,548	(1,308,330)	(1,851,696)	321,637	648,482	1,042,941	1,882,474	(946,024)	(43,165,392)
<b>Total District Net Assets</b>	<u>\$75,384,696</u>	<u>79,920,546</u>	<u>78,940,272</u>	<u>78,931,098</u>	<u>41,684,215</u>	<u>42,805,016</u>	<u>38,182,402</u>	<u>37,684,950</u>	<u>37,584,431</u>	<u>18,040,864</u>

EAST WINDSOR REGIONAL SCHOOL DISTRICT  
CHANGES IN NET ASSETS - (ACCRUAL BASIS OF ACCOUNTING)  
LAST TEN FISCAL YEARS

FISCAL YEAR ENDING JUNE 30,

	2012	2011	2010	2009	2008	2007	2006	2005	2004	2003
Expenses:										
Governmental Activities										
Instruction:										
Regular	\$24,762,899	24,278,169	23,886,709	25,345,118	23,449,840	22,073,403	28,498,880	26,811,579	25,777,255	23,963,161
Special Education	5,468,678	5,581,332	5,397,548	4,773,122	5,095,269	5,570,021	7,485,576	6,782,543	6,389,545	5,702,026
Other Instruction	2,247,777	1,823,344	2,092,737	1,911,816	1,871,884	1,998,333	4,003,002	3,778,943	2,909,352	2,797,984
Adult/Continuing Education Programs	978,725	972,437	1,085,409	957,710	1,003,549	1,002,373	29,862	39,004	38,087	32,359
Support Services:										
Tuition	5,117,547	4,120,939	3,945,612	4,126,763	3,821,728	3,638,173	3,323,905	5,004,203	5,081,670	4,063,825
Student & Instruction Related Services	7,332,658	6,960,700	7,823,749	8,251,907	8,072,949	7,293,207	10,289,126	8,501,834	8,413,391	8,102,134
School Administrative Services	2,588,907	2,487,568	2,752,790	2,869,315	2,761,945	2,557,995	1,241,730	805,606	2,886,875	2,822,725
General & Business Administrative Services	624,850	692,000	878,198	3,299,593	751,280	836,058	3,542,804	3,346,886	999,354	1,008,124
Central Services	1,108,804	1,007,249	1,074,239	924,094	899,115	1,200,835	1,174,963	1,087,305		
Administrative Information Technology	2,400	2,400	3,994	19,782	23,435	37,179	123,494	54,502		
Plant Operations & Maintenance	6,358,065	6,880,987	7,138,784	7,242,233	7,314,063	6,922,187	7,869,527	7,211,913	6,055,972	6,511,759
Pupil Transportation	2,975,875	2,742,578	2,769,108	2,788,233	2,820,432	3,112,398	4,319,277	4,661,939	4,181,196	3,690,218
Business & Other Support Services	5,500	5,500	7,591	6,087	11,455	8,243			1,310,568	1,128,034
Transfers to Charter Schools	21,904		4,625							
Special Schools	31,247	31,322	90,369	84,087	114,607	250,708	335,164	340,290	294,576	273,190
Interest on Long-Term Debt	1,658,548	1,745,893	1,813,441	1,894,783	1,954,706	2,078,264	1,915,268	2,232,572	2,296,299	1,102,950
Unallocated Employee Benefits	19,353,724	19,713,416	20,955,114	19,138,142	21,608,173	19,517,986				
Unallocated Amortization of Bond Costs	(33,828)	10,293	10,295	10,295	10,295	10,293				
Unallocated Depreciation	4,006,499	4,884,213	4,359,390	4,234,890	3,082,090	1,696,202				
Cancellation of Intergovernmental Accounts Receivable		741,280								
Unallocated Compensated Absences	(177,261)	(34,057)	52,343	108,933	19,059	(383,611)				
Loss on Disposal of Assets					1,740,424			115,535		
Total Governmental Activities Expenses	84,433,518	84,647,563	86,142,045	87,986,903	86,426,298	79,420,247	74,152,578	70,774,654	66,634,140	61,198,489

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**EAST WINDSOR REGIONAL SCHOOL DISTRICT  
CHANGES IN NET ASSETS - (ACCRUAL BASIS OF ACCOUNTING)  
LAST TEN FISCAL YEARS**

	FISCAL YEAR ENDING JUNE 30,									
	2012	2011	2010	2009	2008	2007	2006	2005	2004	2003
Business-Type Activities:										
Food Service	1,708,043	1,370,210	1,387,949	1,315,536	1,171,247	1,198,856	1,147,536	1,132,082	989,758	962,687
Child Care	514,615	484,139	798,266	736,575	767,276	536,211	755,052	627,753	605,827	506,585
<b>Total Business-Type Activities Expense</b>	<b>2,222,658</b>	<b>1,854,349</b>	<b>2,186,215</b>	<b>2,052,111</b>	<b>1,938,523</b>	<b>1,735,067</b>	<b>1,902,588</b>	<b>1,759,835</b>	<b>1,595,585</b>	<b>1,469,272</b>
<b>Total District Expenses</b>	<b>\$86,656,176</b>	<b>86,501,912</b>	<b>88,328,260</b>	<b>90,039,014</b>	<b>88,364,821</b>	<b>81,155,314</b>	<b>76,055,166</b>	<b>72,534,489</b>	<b>68,229,725</b>	<b>62,667,761</b>
Program Revenues:										
Governmental Activities:										
Charges for Services:										
Instruction (Tuition)	\$1,341,045	1,260,235	1,236,468	1,384,912	1,503,227	1,266,322	711,614	805,858	280,220	
Operating Grants & Contributions	2,273,215	3,147,814	2,204,545	2,002,750	2,436,666	2,480,135	2,271,636	1,401,983	8,479,227	8,684,915
Capital Grants & Contributions								141,768		
<b>Total Governmental Activities</b>	<b>3,614,260</b>	<b>4,408,049</b>	<b>3,441,013</b>	<b>3,387,662</b>	<b>3,939,893</b>	<b>3,746,457</b>	<b>2,983,250</b>	<b>2,349,609</b>	<b>8,759,447</b>	<b>8,684,915</b>
Business-Type Activities:										
Charges for Services:										
Food Service	844,718	775,048	811,520	885,664	780,950	805,893	797,133	796,444	737,744	713,547
Child Care	781,268	756,865	745,628	736,575	770,818	500,163	620,280	628,390	603,975	558,517
Operating Grants & Contributions	855,844	734,280	723,835	592,368	467,327	418,001	340,434	334,601	286,844	249,655
<b>Total Business Type Activities</b>	<b>2,481,830</b>	<b>2,266,193</b>	<b>2,280,983</b>	<b>2,214,607</b>	<b>2,019,095</b>	<b>1,724,057</b>	<b>1,757,847</b>	<b>1,759,435</b>	<b>1,628,563</b>	<b>1,521,719</b>
<b>Total District Program Revenues</b>	<b>\$6,096,090</b>	<b>6,674,242</b>	<b>5,721,996</b>	<b>5,602,269</b>	<b>5,958,988</b>	<b>5,470,514</b>	<b>4,741,097</b>	<b>4,109,044</b>	<b>10,388,010</b>	<b>10,206,634</b>

**EAST WINDSOR REGIONAL SCHOOL DISTRICT  
CHANGES IN NET ASSETS - (ACCRUAL BASIS OF ACCOUNTING)  
LAST TEN FISCAL YEARS**

FISCAL YEAR ENDING JUNE 30,

	2012	2011	2010	2009	2008	2007	2006	2005	2004	2003
Net/(Expense)/Revenue:										
Governmental Activities	(\$80,819,258)	(80,239,514)	(82,701,032)	(84,599,237)	(82,486,405)	(75,673,790)	(71,169,328)	(68,425,045)	(57,874,693)	(52,513,574)
Business-Type Activities	259,172	411,844	94,768	162,496	80,572	(11,010)	(144,741)	(400)	32,978	52,447
<b>Total District-Wide Net Expense</b>	<b>(\$80,560,086)</b>	<b>(79,827,670)</b>	<b>(82,606,264)</b>	<b>(84,436,741)</b>	<b>(82,405,833)</b>	<b>(75,684,800)</b>	<b>(71,314,069)</b>	<b>(68,425,445)</b>	<b>(57,841,715)</b>	<b>(52,461,127)</b>
General Revenues & Other Changes in Net Assets:										
Governmental Activities:										
Property Taxes Levied for General Purposes, Net	\$56,953,654	55,836,916	54,619,664	53,719,279	52,872,974	52,392,602	46,452,931	43,871,891	40,426,726	37,806,752
Taxes Levied for Debt Service	3,477,380	3,498,316	3,399,308	3,487,972	3,392,838	3,418,785	3,266,462	3,288,346	2,125,194	565,666
Grants & Contributions	24,113,975	21,378,829	24,357,173	26,843,711	24,219,874	23,699,464	21,405,898	20,536,021	33,666,670	11,146,554
Tuition Received							-	-	692,869	631,834
Investment Earnings	5,491	2,965	2,774	3,969	323,676	501,227	286,957	237,331	510,654	361,239
Miscellaneous Income	74,470	90,918	236,519	419,197	160,171	456,028	399,273	592,375	(36,831)	258,048
Cancel Prior Year Accounts Payable					315,499					
<b>Total Governmental Activities</b>	<b>84,624,970</b>	<b>80,807,944</b>	<b>82,615,438</b>	<b>84,474,128</b>	<b>81,285,032</b>	<b>80,468,106</b>	<b>71,811,521</b>	<b>68,525,964</b>	<b>77,385,282</b>	<b>50,770,093</b>
<b>Total District-Wide</b>	<b>\$84,624,970</b>	<b>80,807,944</b>	<b>82,615,438</b>	<b>84,474,128</b>	<b>81,285,032</b>	<b>80,468,106</b>	<b>71,811,521</b>	<b>68,525,964</b>	<b>77,385,282</b>	<b>50,770,093</b>
Change in Net Assets:										
Governmental Activities	\$3,805,712	568,430	(85,594)	(125,109)	(1,201,373)	4,794,316	642,193	100,919	19,510,589	(1,743,481)
Business-Type Activities	259,172	411,844	94,768	162,496	80,572	(11,010)	(144,741)	(400)	32,978	52,447
<b>Total District</b>	<b>\$4,064,884</b>	<b>980,274</b>	<b>9,174</b>	<b>37,387</b>	<b>(1,120,801)</b>	<b>4,783,306</b>	<b>497,452</b>	<b>100,519</b>	<b>19,543,567</b>	<b>(1,691,034)</b>

**EAST WINDSOR REGIONAL SCHOOL DISTRICT  
FUND BALANCES AND GOVERNMENTAL FUNDS  
LAST TEN FISCAL YEARS  
(Modified Accrual Basis of Accounting)**

	FISCAL YEAR ENDING JUNE 30,									
	2012	2011	2010	2009	2008	2007	2006	2005	2004	2003
General Fund:										
Restricted	\$7,583,719	4,744,225	2,333,238	1,970,932	3,302,724	2,619,827	1,719,752	1,640,051	1,858,493	379,124
Committed		339,549								
Assigned	\$2,424,858	921,208								
Unassigned	381,295	343,789	405,956	12,824	630,260	1,057,490	1,342,258	1,856,983	1,771,435	3,550,393
<b>Total General Fund</b>	<b>\$10,389,872</b>	<b>6,348,771</b>	<b>2,739,194</b>	<b>1,983,756</b>	<b>3,932,984</b>	<b>3,677,317</b>	<b>3,062,010</b>	<b>3,497,034</b>	<b>3,629,928</b>	<b>3,929,517</b>
All Other Governmental Funds:										
Assigned	\$ -				259,869	396,333	2,140,216	-	-	1,560,248
Restricted, Reported in:										
Capital Projects Fund			1,789,041	7,274,856	190,022	444,764	191,242	12,666,228	46,711,014	39,018,651
Special Revenue					(21,816)					
Debt Service Fund				93,390	93,390	189,848	201,063	383,515	405,699	266,773
<b>Total All Other Governmental Funds</b>	<b>\$ -</b>	<b>-</b>	<b>1,789,041</b>	<b>7,368,246</b>	<b>521,465</b>	<b>1,030,945</b>	<b>2,532,521</b>	<b>13,049,743</b>	<b>47,116,713</b>	<b>40,845,672</b>

**EAST WINDSOR REGIONAL SCHOOL DISTRICT**  
**CHANGES IN FUND BALANCES, GOVERNMENTAL FUNDS,**  
**LAST TEN FISCAL YEARS**  
*(Modified Accrual Basis of Accounting)*

	2012	2011	2010	2009	2008	2007	2006	2005	2004	2003
<b>Revenues:</b>										
Tax Levy	\$60,431,034	59,335,232	58,018,972	57,207,251	56,265,812	55,811,387	49,719,393	47,160,237	42,551,920	38,372,418
Tuition Charges	643,297	651,805	741,119	801,497	791,483	768,993	711,614	805,858	692,869	631,834
Transportation Fees	63,778	78,274								
Interest Earnings	5,491	2,965	2,774	3,969	323,676	501,227	286,957	237,331	510,654	361,239
Lease Proceeds				2,831,000						
Miscellaneous	161,779	160,631	253,494	459,257	183,015	477,356	419,302	602,809	330,289	258,048
State Sources	23,479,316	21,395,164	21,778,799	26,978,059	24,821,624	24,153,822	21,851,319	21,082,251	20,184,252	18,569,042
Federal Sources	2,820,565	3,061,766	4,765,944	1,828,931	1,812,072	2,004,449	1,806,186	987,087	1,358,187	1,061,697
<b>Total Revenue</b>	<b>87,605,260</b>	<b>84,685,837</b>	<b>85,561,102</b>	<b>90,109,964</b>	<b>84,197,682</b>	<b>83,717,234</b>	<b>74,794,771</b>	<b>70,875,573</b>	<b>65,628,171</b>	<b>59,254,278</b>
<b>Expenditures:</b>										
<b>Instruction:</b>										
Regular Instruction	24,762,899	24,278,169	23,886,709	25,345,118	23,449,840	22,073,403	21,012,318	19,540,871	18,912,492	18,069,138
Special Education Instruction	5,468,678	5,296,541	5,397,548	4,773,122	5,095,269	5,570,021	5,274,184	4,776,317	4,687,940	4,299,545
Other Instruction	2,247,777	1,823,344	2,092,737	1,911,816	1,871,884	1,998,333	2,865,163	2,727,256	2,134,560	2,109,787
Adult/Continuing Education	978,725	972,437	1,085,409	957,710	1,003,549	1,002,373	21,099	27,412	27,944	24,400
<b>Support Services:</b>										
Tuition	5,117,547	4,120,939	3,945,612	4,126,763	3,821,728	3,638,173	3,228,340	4,737,175	5,081,670	4,063,825
Student & Instruction Related Services	7,332,658	6,668,667	7,823,749	8,251,907	8,072,949	7,389,353	7,320,770	6,330,780	6,172,814	6,109,318
School Administrative Services	2,588,907	2,487,568	2,752,790	2,869,315	2,761,945	2,557,995	2,544,261	2,388,696	2,118,069	2,128,442
General & Business Administration Services	874,850	942,000	1,091,451	1,646,843	846,957	836,058	1,099,747	667,981	733,215	760,164
Central Services	1,108,804	1,007,249	1,074,239	924,094	899,115	1,200,835	880,800	815,699		
Admin. Information Technology	2,400	2,400	3,994	19,782	23,435	37,179	110,840	43,715		
Plant Operations & Maintenance	5,720,704	6,346,535	6,687,831	6,754,205	6,648,420	6,469,226	6,444,024	5,833,089	5,093,287	5,183,532
Pupil Transportation	2,975,875	2,742,578	2,769,108	2,788,233	2,820,432	3,112,398	4,195,094	4,413,175	3,343,713	3,023,618
Other Support Services	5,500	5,500	7,591	6,087	11,455	8,243			796,146	850,581
Employee Benefits	19,382,683	19,701,063	21,032,390	19,158,292	21,628,323	19,529,111	15,054,482	13,098,146	12,777,692	11,072,559
Transfers to Charter Schools	21,904		4,625							
Special Schools	31,247	31,322	90,369	84,087	114,607	250,708	258,129	269,822	216,127	205,996
Capital Outlay	1,315,593	2,083,045	6,959,047	1,923,379	2,007,204	5,207,087	11,952,689	35,893,894	14,842,420	4,815,972

**EAST WINDSOR REGIONAL SCHOOL DISTRICT**  
**CHANGES IN FUND BALANCES, GOVERNMENTAL FUNDS,**  
**LAST TEN FISCAL YEARS**  
*(Modified Accrual Basis of Accounting)*

	2012	2011	2010	2009	2008	2007	2006	2005	2004	2003
<b>Debt Service:</b>										
Cost of Insurance							86,093			
Principal	1,692,408	1,767,264	1,839,670	1,911,658	1,979,882	2,063,007	1,610,000	1,560,000	716,803	714,581
Interest & Other Charges	1,935,000	1,885,000	1,840,000	1,760,000	1,710,000	1,660,000	2,005,951	2,215,409	2,292,944	495,999
<b>Total Expenditures</b>	<b>83,564,159</b>	<b>82,161,621</b>	<b>90,384,869</b>	<b>85,212,411</b>	<b>84,766,995</b>	<b>84,603,503</b>	<b>85,963,984</b>	<b>105,339,437</b>	<b>79,947,836</b>	<b>63,927,457</b>
<b>Excess/(Deficiency) of Revenues</b>										
Over/(Under) Expenditures	4,041,101	2,524,216	(4,823,767)	4,897,553	(569,313)	(886,269)	(11,169,213)	(34,463,864)	(14,319,665)	(4,673,179)
<b>Other Financing Sources/(Uses):</b>										
Proceeds From Borrowing										43,859,000
Capital Leases (Nonbudgeted)						(2,837,145)	224,524	264,000		
Proceeds From Refunding							6,400,084			
Payments to Escrow Agent							(6,407,641)			
Intergovernmental Transfers									20,603,458	200,730
Cancel Prior Year Accounts Payable					315,499					
Cancel Prior Year Accounts Recei		(741,280)								
Transfers In		1,085,361		2,000,000	24,262		289,496	505,831	86,900	190,335
Transfers Out		(1,047,761)		(2,000,000)	(24,262)	2,837,145	(289,496)	(505,831)	(86,900)	(190,335)
<b>Total Other Financing Sources/</b>										
<b>(Uses)</b>		<b>(703,680)</b>			<b>315,499</b>		<b>216,967</b>	<b>264,000</b>	<b>20,603,458</b>	<b>44,059,730</b>
<b>Net Change in Fund Balances</b>	<b>\$4,041,101</b>	<b>1,820,536</b>	<b>(4,823,767)</b>	<b>4,897,553</b>	<b>(253,814)</b>	<b>(886,269)</b>	<b>(10,952,246)</b>	<b>(34,199,864)</b>	<b>6,283,793</b>	<b>39,386,551</b>
<b>Debt Service as a Percentage of</b>										
Noncapital Expenditures	4.4%	4.6%	4.4%	4.4%	4.5%	4.7%	4.9%	5.4%	4.6%	2.0%

Source: District Records

Note: Noncapital expenditures are total expenditures less capital outlay.

**EAST WINDSOR REGIONAL SCHOOL DISTRICT  
GENERAL FUND - OTHER LOCAL REVENUE BY SOURCE  
LAST TEN FISCAL YEARS  
(Modified Accrual Basis of Accounting)**

FISCAL YEAR ENDING JUNE 30,	PRIOR YEAR REFUNDS	RENTAL OF FACILITIES	MISCELLANEOUS	TOTAL
2012	-	28,320	51,641	79,961
2011	-	33,636	60,247	93,883
2010	-	24,198	215,095	239,293
2009	-	380,931	42,824	423,755
2008	147	109,197	346,961	456,305
2007	-	160,074	655,625	815,699
2006	25,690	247,270	998,143	1,271,103
2005	11,629	182,079	1,193,497	1,387,205
2004	225,274	190,220	681,548	1,097,042
2003	50,645	145,559	1,054,410	1,250,614

Source: District records

**EAST WINDSOR REGIONAL SCHOOL DISTRICT  
ASSESSED VALUE AND ACTUAL VALUE OF TAXABLE PROPERTY,  
LAST NINE FISCAL YEARS**

FISCAL YEAR ENDED JUNE 30.	VACANT LAND	RESIDENTIAL	FARM REG	OFARM	COMMERCIAL	INDUSTRIAL	APARTMENT	PERS. PROP	TOTAL ASSESSED VALUE	TAX EXEMPT PROPERTY	NET VALUATION TAXABLE	TOTAL DIRECT SCHOOL TAX RATE <sup>b</sup>	ACTUAL (COUNTY EQUALIZED) VALUE
<b>East Windsor</b>													
2012	\$46,305,400	2,048,055,300	11,100,600	1,858,600	441,903,650	112,938,400	152,967,200	4,455,660	2,819,584,810	185,285,000	2,819,584,810	1.87	2,918,188,719
2011	48,562,100	2,048,383,100	11,100,600	1,840,700	457,874,800	120,663,300	155,671,800	4,449,450	2,848,545,850	185,809,900	2,848,545,850	1.81	3,103,069,331
2010	52,958,300	2,041,720,300	10,529,400	1,909,800	459,545,200	122,349,100	168,316,900	5,209,306	2,862,538,306	185,533,900	2,862,538,306	1.76	3,116,896,718
2009	21,696,100	1,028,563,300	5,530,300	1,457,280	224,895,200	66,250,800	72,171,000	1,999,449	1,422,563,429	72,900,600	1,422,563,429	3.49	3,157,202,285
2008	25,868,000	1,024,066,400	5,841,500	1,457,280	224,239,200	52,647,300	72,789,000	1,661,633	1,408,570,313	94,406,400	1,408,570,313	3.46	3,136,963,914
2007	25,567,600	1,019,171,600	5,974,000	1,469,980	230,785,700	52,532,300	73,589,000	1,619,456	1,410,709,636	93,609,900	1,410,709,636	3.43	3,109,938,053
2006	28,624,300	995,644,800	6,120,900	1,543,080	228,037,600	57,120,800	76,160,000	1,815,872	1,395,067,352	9,314,700	1,395,067,352	3.27	2,718,179,950
2005	36,165,800	966,184,800	6,482,800	1,525,280	218,563,900	55,773,500	76,560,000	2,220,585	1,363,476,665	-	1,363,476,665	3.04	-
2004	31,954,300	931,957,400	5,873,000	1,494,080	225,349,700	60,373,500	76,398,000	2,755,392	1,336,155,372	-	1,336,155,372	2.82	-
<b>Hightstown</b>													
2012	4,038,700	385,259,000	-	-	66,571,600	6,454,300	14,740,200	4,266,822	481,330,622	154,530,900	481,330,622	1.71	464,031,521
2011	4,802,100	388,457,300	-	-	69,680,800	6,454,300	14,740,200	4,212,336	488,347,036	153,254,500	488,347,036	1.69	489,101,889
2010	6,324,300	389,086,800	-	-	72,008,500	7,051,600	9,540,200	4,417,747	488,429,147	152,508,100	488,429,147	1.71	505,157,060
2009	7,038,500	389,033,990	-	-	75,358,900	7,051,600	15,796,500	5,449,518	499,729,008	152,348,100	499,729,008	1.64	532,231,357
2008	3,469,600	168,747,700	-	-	33,275,800	1,936,000	7,468,000	1,957,588	216,854,688	92,561,400	216,854,688	3.64	521,034,810
2007	4,246,900	164,513,800	-	-	38,822,400	1,979,500	7,492,000	1,752,257	218,806,857	92,798,600	218,806,857	3.48	492,827,649
2006	4,189,700	163,483,400	-	-	38,664,800	2,025,900	7,492,000	2,065,525	217,921,325	92,314,700	217,921,325	3.30	427,628,190
2005	1,865,600	162,761,600	-	4,500	37,727,100	2,997,400	7,492,000	2,439,597	215,287,797	-	215,287,797	3.04	-
2004	1,321,800	162,858,700	-	4,500	38,088,000	2,997,400	7,530,900	2,630,291	215,431,591	-	215,431,591	2.82	-
<b>East Windsor &amp; Hightstown</b>													
2012	50,344,100	2,433,314,300	11,100,600	1,858,600	508,475,250	119,392,700	167,707,400	8,722,482	3,300,915,432	339,815,900	3,300,915,432		3,382,220,240
2011	28,734,600	1,417,597,290	5,530,300	1,457,280	300,254,100	73,302,400	87,967,500	7,448,967	1,922,292,437	225,248,700	1,922,292,437		3,689,433,642
2010	29,337,600	1,192,814,100	5,841,500	1,457,280	257,515,000	54,583,300	80,257,000	3,619,221	1,625,425,001	186,967,800	1,625,425,001		3,657,998,724
2009	28,734,600	1,417,597,290	5,530,300	1,457,280	300,254,100	73,302,400	87,967,500	7,448,967	1,922,292,437	225,248,700	1,922,292,437		3,689,433,642
2008	29,337,600	1,192,814,100	5,841,500	1,457,280	257,515,000	54,583,300	80,257,000	3,619,221	1,625,425,001	186,967,800	1,625,425,001		3,657,998,724
2007	29,814,500	1,183,685,400	5,974,000	1,469,980	269,608,100	54,511,800	81,081,000	3,371,713	1,629,516,493	186,408,500	1,629,516,493		3,602,765,702
2006	32,814,000	1,159,128,200	6,120,900	1,543,080	266,702,400	59,146,700	83,652,000	3,881,397	1,612,988,677	9,314,700	1,612,988,677		3,145,808,140
2005	38,031,400	1,128,946,400	6,482,800	1,529,780	256,291,000	58,770,900	84,052,000	4,660,182	1,578,764,462	-	1,578,764,462		-
2004	33,276,100	1,094,816,100	5,873,000	1,498,580	263,437,700	63,370,900	83,928,900	5,385,683	1,551,586,963	-	1,551,586,963		-

Revaluation in 2010

Source: Municipal Tax Assessor

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

b. Tax rates are per \$100

**EAST WINDSOR REGIONAL SCHOOL DISTRICT  
DIRECT AND OVERLAPPING PROPERTY TAX RATES  
LAST TEN FISCAL YEARS  
(Rate per \$100 of Assessed Value)**

EAST WINDSOR REGIONAL SCHOOL DISTRICT DIRECT RATE			OVERLAPPING RATES		TOTAL DIRECT & OVERLAPPING TAX RATE
FISCAL YEAR ENDED JUNE 30,	BASIC RATE	(From J-6) TOTAL DIRECT SCHOOL TAX RATE	BOROUGH OR TOWNSHIP	MERCER COUNTY	
<b>East Windsor</b>					
2012	1.19	1.19	0.42	0.64	2.25
2011	1.81	1.81	0.40	0.61	2.82
2010	1.76	1.76	0.38	0.79	2.93
2009	3.47	3.47	0.63	1.17	5.27
2008	3.46	3.46	0.57	1.14	5.17
2007	3.43	3.43	0.51	1.13	5.07
2006	3.27	3.27	0.48	1.08	4.83
2005	3.04	3.04	0.45	1.03	4.52
2004	2.82	2.82	0.41	0.91	4.14
2003	2.67	2.67	0.38	0.85	3.90
<b>Hightstown</b>					
2012	1.71	1.71	0.90	0.58	3.19
2011	1.69	1.69	0.88	0.56	3.13
2010	1.71	1.71	0.87	0.57	3.15
2009	1.64	1.64	0.74	0.56	2.94
2008	3.64	3.64	1.60	1.23	6.47
2007	3.48	3.48	1.44	1.14	6.06
2006	3.30	3.30	1.31	1.09	5.70
2005	3.16	3.16	1.12	1.03	5.31
2004	3.01	3.01	1.08	0.94	5.03
2003	2.86	2.86	1.04	0.87	4.77

Source: Municipal Tax Collector

**EAST WINDSOR REGIONAL SCHOOL DISTRICT  
PRINCIPAL PROPERTY TAX PAYERS,  
CURRENT YEAR AND TEN YEARS AGO**

NOT AVAILABLE

**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	
2012	\$60,431,034	60,431,034	100.00%	-
2011	59,335,232	59,335,232	100.00%	-
2010	58,018,972	58,018,972	100.00%	-
2009	57,207,251	57,207,251	100.00%	-
2008	56,265,812	56,265,812	100.00%	-
2007	55,811,387	55,811,387	100.00%	-
2006	49,719,395	49,719,395	100.00%	-
2005	47,160,237	47,160,237	100.00%	-
2004	42,551,920	42,551,920	100.00%	-
2003	38,372,418	38,372,418	100.00%	-

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

**EAST WINDSOR REGIONAL SCHOOL DISTRICT  
RATIOS OF OUTSTANDING DEBT BY TYPE  
LAST TEN FISCAL YEARS**

FISCAL YEAR ENDED JUNE 20,	GENERAL OBLIGATION BONDS <sup>b</sup>	TOTAL DISTRICT	PER CAPITA INCOME	PERCENTAGE OF		
				PERSONAL INCOME <sup>a</sup>	DISTRICT POPULATION	PER CAPITA <sup>a</sup>
2012	\$36,470,000	36,470,000	34,815	N/A	32,684	1,115.84
2011	40,214,000	40,214,000	N/A	N/A	32,271	1,246.13
2010	42,099,000	42,099,000	N/A	N/A	32,684	1,288.06
2009	43,939,000	43,939,000	51,947	2.64%	32,062	1,370.44
2008	45,699,000	45,699,000	53,961	2.64%	32,062	1,425.33
2007	47,409,000	47,409,000	53,156	2.79%	31,957	1,483.52
2006	49,069,000	49,069,000	50,471	3.08%	31,947	1,535.95
2005	50,498,000	50,498,000	45,931	3.46%	31,930	1,581.52
2004	52,058,000	52,058,000	44,489	3.72%	31,943	1,629.72
2003	52,468,000	52,468,000	43,100	3.90%	31,803	1,649.78
2002	9,464,000	9,464,000	42,230	0.72%	31,648	299.04

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

- a** See Exhibit NJ J-14 for personal income and population data. These ratios are calculated using personal income and population for the prior calendar year
- b** Includes Early Retirement Incentive Plan (ERIP) refunding

**EAST WINDSOR REGIONAL SCHOOL DISTRICT  
RATIOS OF NET GENERAL BONDED DEBT OUTSTANDING  
LAST TEN FISCAL YEARS**

FISCAL YEAR ENDED JUNE 30,	GENERAL BONDED DEBT OUTSTANDING			PERCENTAGE OF ACTUAL TAXABLE VALUE OF PROPERTY	PER CAPITA
	GENERAL OBLIGATION BONDS	DEDUCTIONS	NET GENERAL BONDED DEBT OUTSTANDING		
2012	\$36,470,000	-	36,470,000	2.244%	1,116
2011	40,214,000	-	40,214,000	2.474%	1,246
2010	42,099,000	-	42,099,000	2.590%	1,288
2009	43,939,000	-	43,939,000	2.703%	1,370
2008	45,699,000	-	45,699,000	2.812%	1,425
2007	47,409,000	-	47,409,000	2.909%	1,484
2006	49,069,000	-	49,069,000	3.042%	1,536
2005	50,498,000	-	50,498,000	3.199%	1,582
2004	52,058,000	-	52,058,000	3.355%	1,630
2003	52,468,000	-	52,468,000	1.994%	1,650

**RATIOS OF OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT  
AS OF DECEMBER 31, 2011**

GOVERNMENTAL UNIT	DEBT OUTSTANDING	ESTIMATED PERCENTAGE APPLICABLE	SHARE OF OVERLAPPING DEBT
Debt Repaid With Property Taxes:			
East Windsor Township Debt*	\$19,026,691	100.0000%	\$19,026,691
Hightstown Borough Debt	15,402,663	100.0000%	15,402,663
Mercer County - Township Share	314,714,935	6.7819%	21,343,652
Mercer County - Borough Share	314,714,935	1.0690%	3,364,303
Subtotal, Overlapping Debt			40,110,618
East Windsor Regional School District Direct Debt			42,099,000
Total Direct & Overlapping Debt			<u>\$82,209,618</u>

\* As of December 31, 2011

Sources: Assessed value data used to estimate applicable percentages provided by County of Mercer,  
Debt outstanding data provided by each governmental unit.

**EAST WINDSOR REGIONAL SCHOOL DISTRICT  
LEGAL DEBT MARGIN INFORMATION  
LAST TEN FISCAL YEARS  
(Dollars in Thousands)**

	FISCAL YEAR									
	2012	2011	2010	2009	2008	2007	2006	2005	2004	2003
Debt Limit	\$141,794,070	143,655,538	144,776,955	143,752,169	136,766,781	122,553,324	107,648,568	92,149,670	63,046,954	59,815,302
Total Net Debt Applicable to Limit	36,470,000	40,214,000	42,099,000	43,939,000	45,699,000	47,409,000	49,069,000	50,498,000	52,058,000	52,468,000
Legal Debt Margin	\$105,324,070	103,441,538	102,677,955	99,813,169	91,067,781	75,144,324	58,579,568	41,651,670	10,988,954	7,347,302
Total Net Debt Applicable to the Limit as a Percentage of Debt Limit	25.72%	27.99%	29.08%	30.57%	33.41%	38.68%	45.58%	54.80%	82.57%	87.72%

**Legal Debt Margin Calculation for Fiscal Year 2011**

Equalized Valuation Basis			
	East Windsor	Hightstown	Total
2011	\$2,981,188,719	\$463,774,978	3,444,963,697
2010	3,101,746,635	481,939,062	3,583,685,697
2009	3,097,753,937	508,151,948	3,605,905,885
	<u>\$9,180,689,291</u>	<u>\$1,453,865,988</u>	<u>\$10,634,555,279</u>
Average Equalized Valuation of Taxable Property	<u>\$3,060,229,764</u>	<u>\$484,621,996</u>	<u>\$3,544,851,760</u>
Debt Limit (4 % of Average Equalization Value)			\$141,794,070
Net Bonded School Debt			<u>36,470,000</u>
Legal Debt Margin			<u>\$105,324,070</u>

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

**EAST WINDSOR REGIONAL SCHOOL DISTRICT  
DEMOGRAPHIC AND ECONOMIC STATISTICS  
LAST TEN FISCAL YEARS**

**EAST WINDSOR**

YEAR	POPULATION (a)	PER CAPITA PERSONAL INCOME (b)	UNEMPLOYMENT RATE (c)
2012	32,684	34,815	5.70%
2011	32,271	N/A	7.90%
2010	32,684	N/A	6.55%
2009	32,062	51,947	6.20%
2008	32,062	53,961	3.93%
2007	31,957	53,156	3.65%
2006	31,947	50,471	3.80%
2005	31,930	45,931	2.70%
2004	31,943	44,489	2.70%
2003	31,803	43,100	3.10%

**Source:**

<sup>a</sup> Population information provided by the NJ Dept of Labor and Workforce Development

<sup>b</sup> Per Capita information provided by the US Dept of Commerce, Bureau of Economic Analysis

<sup>c</sup> Unemployment data provided by the NJ Dept of Labor and Workforce Development

**EXHIBIT J-15**

**NOT AVAILABLE**

**EAST WINDSOR REGIONAL SCHOOL DISTRICT  
FULL-TIME EQUIVALENT DISTRICT EMPLOYEES BY FUNCTION/PROGRAM  
LAST TEN FISCAL YEARS**

Function/Program	2012	2011	2010	2009	2008	2007	2006	2005	2004	2003
<b>Instruction:</b>										
Regular	326	326	319	327	330	325	324	307	302	301
Special Education	49	50	46	45	69	72	72	69	63	63
Other Special Education	40	36	39	38	30	30	29	30	30	25
Other Instruction/ Nurse	6	6	6	6	6	6	6	6	6	6
Guidance	17	14	14	15	15	12	12	11	11	11
<b>Support Services:</b>										
Student & Instruction Related Services	8	45	45	46	47	49	50	46	44	43
General Administration	9	9	9	11	11	12	13	12	11	7
School Administrative Services	13	13	13	13	12	12	13	12	12	11
Other Administrative Services	8	9	9	13	8	8	8	5	14	15
Central Services	19	44	44	48	45	46	46	41	37	33
Administrative Information Technology	1	1	1	2	2	2	2	2	2	2
Plant Operations & Maintenance	55	54	55	59	60	58	58	55	57	56
Pupil Transportation	59	57	55	50	50	50	54	63	74	75
Other Support Services VA	26	27	27	31	27	25	25	29	37	33
Campus Monitor	6	6	6	6	6	5	5	5	4	5
Computer Technician	6	4	4	3	4	3	4	3	3	3
Courier	1	1	1	1	1	1	1	1	1	1
Duplicating Eq. Operator	1	1	1	1	1	1	1	1	1	1
Substitute Assignment Officer						1	1	1	1	1
Child Care	22	20	20	19	19	18	18	18	18	20
Maintenance Supervisor								1	1	1
Custodial Supervisor	1	1	1	1	1	1	1	1	1	1
Director of Buildings & Grounds	1	1	1	1	1	1	1	1	1	1
Lunch Monitors	8	9	9	11	10	8	8	8	8	
<b>Total</b>	<b>682</b>	<b>734</b>	<b>725</b>	<b>747</b>	<b>755</b>	<b>746</b>	<b>752</b>	<b>728</b>	<b>739</b>	<b>715</b>

Source: District Personnel Records

EAST WINDSOR REGIONAL SCHOOL DISTRICT  
 OPERATING STATISTICS  
 LAST TEN FISCAL YEARS

FISCAL YEAR	ENROLLMENT	OPERATING EXPENDITURES (a)	COST PER PUPIL	PERCENTAGE CHANGE	TEACHING STAFF (b)	PUPIL/TEACHER RATIO			AVERAGE DAILY ENROLLMENT (ADE) (c)	AVERAGE DAILY ATTENDANCE (ADA) (c)	% CHANGE IN AVERAGE DAILY ENROLLMENT	STUDENT ATTENDANCE PERCENTAGE
						ELEMENTARY	MIDDLE SCHOOL	SENIOR HIGH SCHOOL				
2012	5,068	\$78,621,158	15,513	2.34%	387	14.4	12.5	11.7	4,969	4,768	-1.27%	95.95%
2011	5,042	76,426,312	15,158	-4.51%	408	13.7	11.3	11.3	5,025	4,805	-0.16%	95.62%
2010	5,024	79,746,152	15,873	8.42%	431	13.0	10.3	10.8	5,033	4,832	0.00%	96.01%
2009	4,968	79,617,374	14,640	-7.89%	392	13.4	12.1	11.9	5,033	4,806	1.41%	95.49%
2008	4,923	78,249,240	15,895	5.04%	450	13.0	11.4	11.7	4,963	4,719	-1.82%	95.08%
2007	5,001	75,673,409	15,132	7.07%	456	13.6	12.6	12.9	5,055	4,839	2.41%	95.73%
2006	4,815	68,050,959	14,133	5.42%	460	13.6	12.6	12.9	4,936	4,691	0.39%	95.04%
2005	4,794	64,268,591	13,406	1.74%	458	13.6	12.6	12.9	4,917	4,681	1.63%	95.20%
2004	4,717	62,153,728	13,177	4.41%	441	13.5	13.2	12.8	4,838	4,605	2.67%	95.18%
2003	4,594	57,978,378	12,620	7.26%	430	13.5	13.1	12.8	4,712	4,497	4.09%	95.44%

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).

**EAST WINDSOR REGIONAL SCHOOL DISTRICT  
SCHOOL BUILDING INFORMATION  
LAST TEN FISCAL YEARS**

DISTRICT BUILDINGS	2012	2011	2010	2009	2008	2007	2006	2005	2004	2003
<b>Elementary Schools:</b>										
McKnight ES (1970):										
Square Feet	98,976	98,976	98,976	98,976	98,976	98,976	98,976	99,976	99,976	53,084
Capacity (Students)	660	660	660	660	660	660	660	660	660	660
Enrollment	640	607	779	772	736	687	643	640	637	515
Drew ES (1975):										
Square Feet	105,244	105,244	105,244	105,244	105,244	105,244	105,244	92,244	92,244	79,235
Capacity (Students)	728	728	728	728	728	728	728	700	700	634
Enrollment (a)	569	655	672	643	629	675	684	660	630	615
Walter C Black ES (1949):										
Square Feet	97,335	97,335	97,335	97,335	97,335	97,335	97,335	81,110	81,110	81,110
Capacity (Students)	615	615	615	615	615	615	615	578	578	578
Enrollment	512	528	554	589	554	577	562			
Rogers ES (1924):										
Square Feet	105,091	105,091	105,091	105,091	105,091	105,091	105,091	105,540	95,075	81,099
Capacity (Students)	543	543	543	543	543	543	543	543	693	497
Enrollment	728	640	455	470	487	520	522	520	516	466
<b>Middle School:</b>										
Kreps Middle School (1968):										
Square Feet	205,021	205,021	205,021	205,021	205,021	205,021	205,021	205,021	205,021	205,021
Capacity (Students)	1,135	1,135	1,135	1,135	1,135	1,135	1,135	1,135	1,135	1,135
Enrollment	1,229	1,201	1,155	1,127	1,109	1,135	1,121	1,050	1,015	995
<b>High School:</b>										
Hightstown High School (1966):										
Square Feet	259,660	259,660	259,660	259,660	259,660	259,660	259,660	259,660	259,660	259,660
Capacity (Students)	1,274	1,274	1,274	1,274	1,274	1,274	1,274	1,274	1,274	1,274
Enrollment	1,394	1,411	1,409	1,367	1,408	1,461	1,460	1,440	1,415	1,410
<b>Other Buildings:</b>										
Transportation (1979):										
Square Feet	200	200	200	200	200	200	200	200	200	200
Central Administration (1846):										
Square Feet	1,690	1,690	1,690	1,690	1,690	1,690	1,690	1,690	1,690	1,690
Maintenance (1986)										
Square Feet	1,575	1,575	1,575	1,575	1,575	1,575	1,575	1,575	1,575	1,575

Number of Schools at June 30, 2012:

- 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 and additions. Enrollment is based on the annual October District count.

**EAST WINDSOR REGIONAL SCHOOL DISTRICT  
SCHEDULE OF REQUIRED MAINTENANCE  
LAST TEN FISCAL YEARS**

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

FISCAL YEAR	BLACK ELEMENTARY SCHOOL	DREW ELEMENTARY SCHOOL	MC KNIGHT ELEMENTARY SCHOOL	ROGERS ELEMENTARY SCHOOL	KREPS ELEMENTARY SCHOOL	HIGHTSTOWN HIGH SCHOOL	TOTAL
2012	107,308	125,382	115,216	148,844	280,132	488,891	1,265,773
2011	132,864	153,988	75,803	154,690	349,991	455,875	1,323,211
2010	133,605	153,720	88,321	175,455	334,555	424,028	1,309,684
2009	160,077	182,052	104,766	208,292	404,627	512,460	1,572,274
2008	141,171	164,852	140,415	159,105	277,931	529,155	1,412,629
2007	128,863	126,152	112,626	131,451	246,443	601,454	1,346,989
2006	173,179	223,896	113,423	225,333	376,494	457,804	1,570,129
2005	155,466	152,195	135,877	158,588	297,319	725,619	1,625,064
2004	148,917	129,144	127,998	142,674	262,974	653,028	1,464,735
2003	141,235	121,456	81,619	128,739	337,171	741,708	1,551,928
Total	\$1,422,685	1,532,837	1,096,064	1,633,171	3,167,637	5,590,022	14,442,416

Source: District records

**EAST WINDSOR REGIONAL SCHOOL DISTRICT  
INSURANCE SCHEDULE  
JUNE 30, 2012**

	COVERAGE	DEDUCTIBLE
<b>Multiperil Package Policy:</b>		
Property - Blank Building & Contents	\$212,583,219	5,000
Demolition/Increase Cost of Construction	10,000,000	5,000
Extra Expense	50,000,000	5,000
Valuable Papers	10,050,000	5,000
Satellite Dishes	Included	5,000
Commercial General Liability		
Per Occurrence	11,000,000	
Policy Aggregate	11,000,000	
Commercial Crime Coverage		
Blkt Faithful Perf	50,000	500
Forgery, M&S, Comp	25,000	500
<b>Underground Storage Tank Liability:</b>		
Per Occurrence	1,000,000	5,000
Policy Aggregate	2,000,000	
<b>Computers and Schedule Equipment:</b>		
Data Processing Equipment	2,894,492	1,000
<b>Commercial Auto:</b>		
Liability	11,000,000	
Physical Damage	Actual Cash Value	1,000
<b>Boiler and Machinery</b>	100,000,000	5,000
<b>School Board Legal Liability:</b>		
Coverage A	11,000,000	15,000
Coverage B	50,000/150,000	15,000
<b>Professional Nurses Liability:</b>		
Per Occurrence	1,000,000	
Policy Aggregate	3,000,000	
<b>Public Employees' Faithful Performance Bonds:</b>		
Board Secretary- School Business Administrator	360,000	
Treasurer	360,000	
<b>Workers Compensation Excess Liability</b>	Statutory	
<b>Group Accident</b>	5,000,000	Excess
<b>CAP Policy</b>	50,000,000	Excess

Source: District records

**SINGLE AUDIT SECTION**





Certified Public Accountants & Consultants

Administrative Office:  
10 Allen Street, Ste. 2B, Toms River, NJ 08753 • Tel: 732.797.1333  
618 Stokes Road, Medford, NJ 08055 • Tel: 609.953.0612  
926 Main Street, Suite 103, Rome, PA 18837 • Tel: 570.297.5090  
795 Canton Street, Troy, PA 16947 • Tel: 570.297.5090  
[holmanfrenia.com](http://holmanfrenia.com)

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  
East Windsor Regional School District  
County of Mercer  
Hightstown, New Jersey 08520

We have audited the financial statements of the Board of Education of the East Windsor Regional School District, County of Mercer, State of New Jersey, as of and for the fiscal year ended June 30, 2012, and have issued our report thereon dated September 14, 2012. 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**

Management of the East Windsor Regional School District is responsible for establishing and maintaining effective internal control over financial reporting. In planning and performing our audit, we considered the East Windsor Regional 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 District's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the District's internal control over financial reporting.

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 financial reporting that we consider to be material weaknesses, as defined above.

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

**Compliance and Other Matters**

As part of obtaining reasonable assurance about whether the East Windsor Regional School District's Board of Education'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 East Windsor Regional 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 'R. Haines', with a long horizontal stroke extending to the right.

Rodney R. Haines  
Certified Public Accountant  
Public School Accountant  
No. 2198

Medford, New Jersey  
September 14, 2012

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  
East Windsor Regional School District  
County of Mercer  
Hightstown, New Jersey 08520

**Compliance**

We have audited the compliance of Board of Education of the East Windsor Regional School District, in the County of Mercer, 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 East Windsor Regional School District's major federal and state programs for the fiscal year ended June 30, 2012. The East Windsor Regional 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 East Windsor Regional School District's management. Our responsibility is to express an opinion on the Board of Education of the East Windsor Regional 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 the Board of Education of the East Windsor Regional 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 East Windsor Regional School District's compliance with those requirements.

In our opinion, the Board of Education of the East Windsor Regional School District, County of Mercer, State of New Jersey, complied, in all material respects, with the compliance requirements referred to above that could have a direct and material effect on each of its major federal or state programs for the year ended June 30, 2012.

## Internal Control Over Compliance

The management of the Board of Education of the East Windsor Regional 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 East Windsor Regional Board of Education'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 East Windsor Regional Board of Education's internal control over compliance.

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

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. The East Windsor Regional Board of Education's responses to the findings identified in our audit are described in the accompanying schedule of findings and questioned costs. We did not audit the East Windsor Regional Board of Education's response and, accordingly, we express no opinion on it.

This report is intended for the information of the management of the Board of Education of the East Windsor Regional 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.



Rodney R. Haines  
Certified Public Accountant  
Public School Accountant  
No. 2198

Medford, New Jersey  
September 14, 2012

EAST WINDSOR REGIONAL SCHOOL DISTRICT  
SCHEDULE OF FEDERAL FINANCIAL ASSISTANCE  
FOR THE FISCAL YEAR ENDED JUNE 30, 2012

FEDERAL GRANTOR PASS-THROUGH GRANTOR PROGRAM TITLE	FEDERAL CFDA NUMBER	GRANT OR STATE PROJECT NUMBER	PROGRAM OR AWARD AMOUNT	GRANT PERIOD	BALANCE AT JUNE 30, 2011	CARRYOVER (WALKOVER) AMOUNT	CASH RECEIVED	BUDGETARY EXPENDITURES	ADJUSTMENT	REPAYMENT OF PRIOR YEAR BALANCES	BALANCE AT JUNE 30, 2012 (ACCOUNTS RECEIVABLE)	DUE TO GRANTOR
<b>U.S. DEPARTMENT OF AGRICULTURE PASSED- THROUGH STATE DEPARTMENT OF EDUCATION:</b>												
Food Distribution Program	10.550		\$130,468	7/1/11-6/30/12			130,468	(130,468)				
School Breakfast Program	10.553		96,656	7/1/11-6/30/12			90,193	(96,656)			(6,463)	
School Breakfast Program	10.553		70,787	7/1/10-6/30/11	(\$6,156)		6,156					
National School Lunch Program	10.555		604,206	7/1/11-6/30/12			575,488	(604,206)			(28,718)	
National School Lunch Program	10.555		558,681	7/1/10-6/30/11	(31,839)		31,839					
Special Milk Program	10.556		3,629	7/1/11-6/30/12			3,434	(3,629)			(195)	
Special Milk Program	10.556		3,500	7/1/10-6/30/11	(168)		168					
Total Enterprise Fund					(38,163)		837,746	(834,959)			(35,376)	
<b>U.S. DEPARTMENT OF EDUCATION PASSED- THROUGH STATE DEPARTMENT OF EDUCATION:</b>												
<b>General Fund:</b>												
Education Jobs Fund	84.410A		666,130	9/1/11-8/31/12			554,315	(664,197)			(109,882)	
Medical Assistance Program (SEMI)	93.778		86,494	9/1/11-8/31/12			86,494	(86,494)				
Total General Fund							640,809	(750,691)			(109,882)	
<b>U.S. DEPARTMENT OF EDUCATION PASSED- THROUGH STATE DEPARTMENT OF EDUCATION:</b>												
<b>Special Revenue Fund:</b>												
<b>Title I:</b>												
Part A	84.010A		552,252	9/1/11-8/31/12			361,067	(472,030)			(110,963)	
Part A	84.010A		452,001	9/1/10-8/31/11	(\$262,255)		268,231	(31,183)	25,207			
Recovery Act	84.389		292,660	9/1/09-8/31/11	(51,147)		61,832	(10,685)				
<b>Title II:</b>												
Eisenhower Math/Science	84.367A		95,211	9/1/11-8/31/12		(50,257)	133,109	(87,304)	(943)		(5,395)	
Eisenhower Math/Science	84.367A		111,295	9/1/10-8/31/11	(50,257)	50,257						
Eisenhower Math/Science	84.367A		3,268	9/1/05-8/31/06	713					(713)		
Eisenhower Math/Science Carryover	84.367A		4,792	9/1/05-8/31/06	354					(354)		
<b>Title III:</b>												
Enhancing Education Through Technology	84.318		3,326	9/1/10-8/31/11	(2,471)		1,071		1,400			
<b>Title IV:</b>												
Emergency Immigrant Education	84.365A		82,310	9/1/11-8/31/12		(35,445)	96,892	(69,481)	(1)		(8,035)	
Emergency Immigrant Education	84.365A		81,833	9/1/10-8/31/11	(35,445)	35,445						
<b>Title V:</b>												
Drug Free Schools & Communities Act	84.186A		11,963	9/1/10-8/31/11	(5,174)		3,057		2,117			
Drug Free Schools & Communities Act Carryover	84.186A		14,775	9/1/05-8/31/06	11,662					(11,662)		
<b>Title V:</b>												
Innovative Education	84.298A		11,264	9/1/05-8/31/06	822					(822)		
<b>I.D.E.A. Part B:</b>												
Basic Regular	84.027	FT285012	1,330,823	9/1/11-8/31/12		(344,963)	1,495,676	(1,310,336)	(14,422)		(174,045)	
Basic Regular	84.027	FT285011	1,195,577	9/1/10-8/31/11	(344,963)	344,963						
Basic Regular Carryover	84.027	FT285006	1,073,130	9/1/05-8/31/06	15,168					(15,168)		
Basic Recovery Act	84.391		1,244,653	9/1/09-8/31/11	(392,333)		402,819	(10,487)	1			
Preschool Handicapped	84.173	PS285012	53,145	9/1/11-8/31/12		(17,827)	70,512	(53,135)	226		(224)	
Preschool Handicapped	84.173	PS285011	52,777	9/1/10-8/31/11	(17,827)	17,827						
Preschool Handicapped Recovery Act	84.392		44,928	9/1/09-8/31/11	(27,333)		27,333					
Perkins Vocational Education Grant	84.048A		23,123	9/1/11-8/31/12			22,369	(23,123)			(754)	
Class Size Reduction Act	84.340		99,270	9/1/06-8/31/07	458					(458)		
Class Size Reduction Act	84.340		101,272	9/1/05-8/31/06	7,588					(7,588)		
Class Size Reduction Act Carryover	84.340		102,047	9/1/05-8/31/06	9,184					(9,184)		
Foreign Language Assistance Program	84.293C		129,918	9/1/08-8/31/09	12,045					(12,045)		
Total Special Revenue Fund					(1,131,211)		2,943,968	(2,067,764)	1,540	(45,949)	(299,416)	
Total Federal Financial Assistance					(\$1,169,374)	-	4,422,523	(3,653,414)	1,540	(45,949)	(444,674)	-

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EAST WINDSOR REGIONAL SCHOOL DISTRICT  
SCHEDULE OF STATE FINANCIAL ASSISTANCE  
FOR THE FISCAL YEAR ENDED JUNE 30, 2012

STATE GRANTOR/PROGRAM TITLE	GRANT OR STATE PROJECT NUMBER	AWARD AMOUNT	GRANT PERIOD	BALANCE AT		BUDGETARY EXPENDITURES	REPAYMENT OF PRIOR YEARS' BALANCES	(ACCOUNTS RECEIVABLE) JUNE 30, 2012	DEFERRED REVENUE JUNE 30, 2012	DUE TO GRANTOR JUNE 30, 2012	MEMO	
				JUNE 30, 2011	CASH RECEIVED						BUDGETARY RECEIVABLE	CUMULATIVE TOTAL EXPENDITURES
<b>State Department of Education:</b>												
General Fund:												
Equalization Aid	12-495-034-5120-078	\$14,029,326	7/1/11-6/30/12		14,029,326	(14,029,326)					1,100,268	14,029,326
Special Education Aid	12-495-034-5120-089	2,737,755	7/1/11-6/30/12		2,737,755	(2,737,755)					214,712	2,737,755
Security Aid	12-495-034-5120-084	384,804	7/1/11-6/30/12		384,804	(384,804)					30,177	384,804
Extraordinary Aid	12-495-034-5120-473	250,703	7/1/11-6/30/12			(250,703)		(250,703)				250,703
Extraordinary Aid	11-495-034-5120-473	164,323	7/1/10-6/30/11	(\$164,323)	164,323							
Nonpublic Transportation Aid	11-495-034-5120-014	45,685	7/1/11-6/30/12			(45,685)		(45,685)				45,685
Nonpublic Transportation Aid	11-495-034-5120-014	48,460	7/1/10-6/30/11	(48,460)	48,460							
On-Behalf TPAF Pension Contribution	12-495-034-5095-006	3,284,888	7/1/11-6/30/12		3,284,888	(3,284,888)						3,284,888
TPAF Social Security Contributions	11-495-034-5095-002	2,600,361	7/1/11-6/30/12		2,471,086	(2,600,361)		(129,275)				2,600,361
TPAF Social Security Contributions	11-495-034-5095-002	2,508,199	7/1/10-6/30/11	(124,817)	124,817							
<b>Total General Fund</b>				<b>(337,600)</b>	<b>23,245,459</b>	<b>(23,333,522)</b>		<b>(425,663)</b>			<b>1,345,157</b>	<b>23,333,522</b>
<b>Special Revenue:</b>												
State Department of Education:												
Elli Grant	07-495-034-5120-062	72,000	7/1/06-6/30/07	6,070						6,070		
Nonpublic Textbook Aid	12-100-034-5120-064	7,381	7/1/11-6/30/12		7,381	(7,381)						7,381
Nonpublic Nursing	12-100-034-5120-070	9,984	7/1/11-6/30/12		9,984	(9,984)						9,984
Nonpublic ESL	12-100-034-5120-066	3,103	7/1/11-6/30/12		3,103	(1,121)				1,982		1,121
Nonpublic ESL	11-100-034-5120-066	1,452	7/1/10-6/30/11	1			(1)					
Auxiliary Services:												
Compensatory Education	12-495-034-5120-067	51,565	7/1/11-6/30/12		51,565	(34,404)				17,161		34,404
Compensatory Education	11-495-034-5120-067	55,260	7/1/10-6/30/11	18,586			(18,586)					
Handicapped Services:												
Supplementary Instruction	12-100-034-5120-066	11,785	7/1/11-6/30/12		11,785	(10,382)				1,403		10,382
Supplementary Instruction	11-100-034-5120-066	13,897	7/1/10-6/30/11	2,572			(2,572)					
Examination & Classification	12-100-034-5120-066	52,489	7/1/11-6/30/12		52,489	(33,644)				18,845		33,644
Examination & Classification	11-100-034-5120-066	38,106	7/1/10-6/30/11	6,387			(6,387)					
Corrective Speech	12-100-034-5120-066	21,169	7/1/10-6/30/11		21,169	(19,116)				2,053		19,116
Corrective Speech	11-100-034-5120-066	17,993	7/1/10-6/30/11	313			(313)					
State Department of Agriculture:												
Grow Healthy Mini Grant	021-01245	7,500	4/1/11-6/30/12	1,000					1,000			
<b>Total Special Revenue Fund</b>				<b>34,929</b>	<b>157,476</b>	<b>(116,032)</b>	<b>(27,859)</b>		<b>1,000</b>	<b>47,514</b>		<b>116,032</b>
Debt Service Aid Type II	12-100-034-5120-125	150,028	7/1/11-6/30/12		150,028	(150,028)						150,028
<b>Total Debt Service</b>					<b>150,028</b>	<b>(150,028)</b>						<b>150,028</b>
State Department of Agriculture:												
National School Lunch Program - State Share	11-100-034-5120-122	18,619	7/1/10-6/30/11	(1,954)	1,954							
National School Lunch Program - State Share	12-100-034-5120-122	19,285	7/1/11-6/30/12		18,386	(19,285)		(899)				
<b>Total Enterprise Fund</b>				<b>(1,954)</b>	<b>20,340</b>	<b>(19,285)</b>		<b>(899)</b>				
<b>Total State Financial Assistance</b>				<b>(\$304,625)</b>	<b>\$23,573,303</b>	<b>(\$23,618,867)</b>	<b>(\$27,859)</b>	<b>(\$426,562)</b>	<b>\$1,000</b>	<b>\$47,514</b>	<b>\$1,345,157</b>	<b>\$23,599,582</b>

**EAST WINDSOR REGIONAL SCHOOL DISTRICT  
NOTES TO THE SCHEDULES OF FINANCIAL ASSISTANCE  
JUNE 30, 2012**

**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, East Windsor Regional 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 \$(120,266) for the general fund and \$2,110 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:

**EAST WINDSOR REGIONAL SCHOOL DISTRICT  
NOTES TO THE SCHEDULES OF FINANCIAL ASSISTANCE  
JUNE 30, 2012**

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

	<b>Federal</b>	<b>State</b>	<b>Total</b>
General Fund	\$ 750,691	\$23,213,256	\$23,963,947
Special Revenue Fund	2,069,874	116,032	2,185,906
Debt Service Fund		150,028	150,028
Food Service Fund	<u>834,959</u>	<u>19,285</u>	<u>854,244</u>
Total Financial Assistance	<u>\$3,655,524</u>	<u>\$23,498,601</u>	<u>\$27,154,125</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 represents 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, 2012. TPAF social security contributions represent the amount reimbursed by the state for the employer's share of social security contributions for TPAF members for the year ended June 30, 2012.

**Note 6. Federal and State Loans Outstanding**

The East Windsor Regional School District Board of Education had no loan balances outstanding at June 30, 2012.

**EAST WINDSOR REGIONAL SCHOOL DISTRICT  
SCHEDULE OF FINDINGS & QUESTIONED COSTS  
For the Fiscal Year Ended June 30, 2012**

**Section I – Summary of Auditor’s Results**

**Financial Statements**

Type of auditor’s report issued:	<u>Unqualified</u>
Internal control over financial reporting:	
1) Material weakness(es) identified?	None Reported
2) Significant deficiencies identified that are not considered to be material weaknesses?	None Reported
Noncompliance material to basic financial Statements noted?	None Reported

**Federal Awards**

Internal Control over major programs:	
1) Material weakness(es) identified?	None Reported
2) Significant 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	None Reported

**Identification of major programs:**

<b>CFDA Number(s)</b>	<b>Name of Federal Program or Cluster</b>
84.410	Education Jobs Fund
10.555	National School Lunch Program

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

**EAST WINDSOR REGIONAL SCHOOL DISTRICT  
SCHEDULE OF FINDINGS & QUESTIONED COSTS  
For the Fiscal Year Ended June 30, 2012**

**Section I – Summary of Auditor’s Results**

**State Awards**

Internal Control over major programs:

- |  |               |
|--|---------------|
| 1) Material weakness(es) identified?   | None Reported |
| 2) Significant deficiencies identified that are not considered<br>To be material weaknesses? | None Reported |

Type of auditor’s report issued on compliance for major programs Unqualified

Any audit findings disclosed that are required to be reported in accordance  
With NJ OMB Circular Letter 04-04 None Reported

**Identification of major programs:**

<b>GMIS Number(s)</b>	<b>Name of State Program</b>
12-495-034-5120-078	Equalization Aid

Dollar threshold used to distinguish between type A and type B programs: \$692,152

Auditee qualified as low-risk auditee? Yes

**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.

No Current Year Findings

**Section III – Federal Awards and 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.

No Current Year Findings

**EAST WINDSOR REGIONAL SCHOOL DISTRICT  
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS  
AND QUESTIONED COSTS AS PREPARED BY MANAGEMENT  
For the Fiscal Year Ended June 30, 2012**

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 2011-01:**

**Condition:**

The District's general ledgers for the general fund and the food service enterprise fund were not maintained on a complete modified accrual basis. The prior year's audit adjustments were not recorded in their entirety in each of these funds. Additionally, the District did not book all of the non-cash entries at June 30, 2011 needed in each of these funds.

**Current Status:**

The condition has been corrected.



**EAST WINDSOR REGIONAL SCHOOL DISTRICT**

Hightstown, New Jersey  
County of Mercer

**Auditor's Management Report on Administrative Findings -  
Financial, Compliance and Performance  
for the Year Ended June 30, 2012**



**MANAGEMENT REPORT ON ADMINISTRATIVE FINDINGS  
FINANCIAL, COMPLIANCE AND PERFORMANCE**

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Tuition Charges	N/A
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T.P.A.F. Reimbursement	4
Demonstrably Effective Program Accounting	N/A
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**REPORT OF INDEPENDENT AUDITORS**

Honorable President and Members  
of the Board of Education  
East Windsor Regional School District  
County of Mercer  
Hightstown, New Jersey 08520

We have audited, in accordance with generally accepted audit standards and *Government Auditing Standards* issued by the Comptroller General of the United States, the basic financial statements of the Board of Education of the East Windsor Regional School District in the County of Mercer for the year ended June 30, 2012, and have issued our report thereon dated September 14, 2012.

As part of our audit, we performed procedures required by the New Jersey Department of Education, and the findings and results thereof are disclosed on the following pages, as listed in the accompanying table of contents.

This report is intended for the information of the East Windsor Regional School District's management and the New Jersey Department of Education. However, this report is a matter of public record and its distribution is not limited.

Respectfully submitted,

HOLMAN & FRENIA, P. C.



Rodney R. Haines  
Certified Public Accountant  
Public School Accountant  
No. 2198

Medford, New Jersey  
September 14, 2012





Certified Public Accountants & Consultants

Administrative Office:  
10 Allen Street, Ste. 2B, Toms River, NJ 08753 • Tel: 732.797.1333  
618 Stokes Road, Medford, NJ 08055 • Tel: 609.953.0612  
926 Main Street, Suite 103, Rome, PA 18837 • Tel: 570.297.5090  
795 Canton Street, Troy, PA 16947 • Tel: 570.297.5090  
holmanfrenia.com

Honorable President and Members  
of the Board of Education  
East Windsor Regional School District  
County of Mercer  
Hightstown, New Jersey 08520

**ADMINISTRATIVE FINDINGS  
FINANCIAL, COMPLIANCE AND PERFORMANCE**

**Scope of Audit**

The audit covered the financial transactions of the Board Secretary/School Business Administrator and Treasurer of School Moneys, the activities of the Board of Education, the records of the various funds under the auspices of the Board of Education.

**Administrative Practices and Procedures**

**Insurance**

Fire insurance coverage was carried in the amounts as detailed on Exhibit J-20, Insurance Schedule contained in the District's CAFR.

**Official Bonds**

<b>Name</b>	<b>Position</b>	<b>Amount</b>
Kurt Stumbaugh	Business Administrator/Board Secretary	\$360,000
John Calavano	Treasurer of School Moneys	360,000

**Tuition Charges**

A comparison of tentative tuition charges and actual certified tuition charges was made. The District is in accordance with *N.J.A.C.6:20-3.1(e)4*.

**Financial Planning, Accounting and Reporting**

**Examination of Claims**

An examination of claims paid during the period under review indicated that the vouchers were in satisfactory condition.

### **Payroll Account**

The net salaries of all employees of the Board were deposited in the Payroll Account. Employees' payroll deductions and employer's share of fringe benefits were deposited in the Payroll agency account.

Salary withholdings were promptly remitted to the proper agencies.

### **Reserve for Encumbrances and Accounts Payable**

A review of outstanding issued purchase orders was made as of June 30, 2012 for proper classification of orders as reserve for encumbrances and accounts payable.

### **Classification of Expenditures**

The coding of expenditures was tested for proper classification in accordance with *N.J.A.C.6A:23-1.2* as part of our test of transactions of randomly selected expenditure items. We also reviewed the coding of all expenditures included in our compliance and single audit testing procedures. As a result of the procedures performed, no transaction errors were noted and no additional procedures were deemed necessary to test the propriety of expenditure classification.

### **Board Secretary's Records**

Our review of the financial and accounting records maintained by the board secretary were found to be in satisfactory condition.

### **Treasurer's Records**

The Treasurer's records were reviewed and found to be in satisfactory condition.

### **Elementary and Secondary Education Act (E.S.E.A.)/Improving America's Schools Act (I.A.S.A.) as Reauthorized by the No Child Left Behind Act of 2001.**

The E.S.E.A./N.C.L.B. financial exhibits are contained within the Special Revenue Section of the CAFR. This section of the CAFR documents the financial position pertaining to the projects under Titles I, II, IV and Title VI of the Elementary and Secondary Education Act as amended and reauthorized.

### **Other Special Federal and/or State Projects**

The District's Special Projects were approved as listed on Schedule A and Schedule B located in the CAFR.

Our audit of the Federal and State funds on a test basis indicated that obligations and expenditures were incurred during the fiscal year or project period for which the project was approved.

### **Other Special Federal and/or State Projects (continued):**

The financial exhibits are contained within the Special Revenue Section of the CAFR. This section of the CAFR documents the financial position pertaining to the aforementioned special projects.

### **T.P.A.F. Reimbursement**

Our audit procedures included a test of the semi-monthly reimbursement forms filed with the Department of Education for district employees who are members of the Teachers Pension and Annuity Fund. No exceptions were noted.

### **School Purchasing Programs**

#### **Contracts and Agreements Requiring Advertisement for Bids**

*N.J.S.A.18A:18A-1* et seq. (Public School Contracts Law), the associated rules and related information on the statute, and school contracts in general is available on the website <http://www.state.nj.us/njded/pscl/index.html>.

*N.J.S.A.18A:18A-3* states:

- a) "When the cost or price of any contract awarded by the purchasing agent in the aggregate, does not exceed in a contract year the total sum of \$17,500, the contract may be awarded by a purchasing agent when so authorized by resolution of the board of education without public advertising for bids and bidding therefore, except that the board of education may adopt a resolution to set a lower threshold for the receipts of public bids or the solicitation of competitive quotations. If the purchasing agent is qualified pursuant to subsection b. (pending before the Legislature as section 15 of this bill) of section 9 of P.L. 1971, c.198 (C.40A:119) the board of education may establish that the bid threshold may be up to \$25,000. Such authorization may be granted for each contract or by a general delegation of the power to negotiate and award such contracts pursuant to this section.
- b) Commencing in the fifth year after the year in which P.L. 1999, c.440 takes effect, and every five years thereafter, the Governor, in consultation with the Department of Treasury, shall adjust the threshold amount and the higher threshold amount which the board of education is permitted to establish as set forth in subsection a. of this section or the threshold amount resulting from any adjustment under this subsection, in direct proportion to the rise or fall of the index rate as that term is defined in *N.J.S.18A:18A-2* (pending before the Legislature as section 50 of this bill), and shall round the adjustment to the nearest \$1,000. The Governor shall notify all local school districts of the adjustment no later than June 1 of every fifth year. The adjustment shall become effective on July 1 of the year in which it is made."

*N.J.S.A.18A:18A-4* states, "Every contract for the provision or performance of any goods or services, the cost of which in the aggregate exceeds the bid threshold, shall be awarded only by resolution of the board of education to the lowest responsible bidder after public advertising for bids and bidding therefore, except as is provided otherwise in this chapter or specifically by any other law. No work, materials or supplies shall be undertaken, acquired or furnished for a sum exceeding in the aggregate the amount set forth in, or calculated by the Governor pursuant to *N.J.S.A.18A:18A-3* except by contract or agreement."

### **School Purchasing Programs (continued):**

Effective July 1, 2010 and thereafter the bid thresholds in accordance with *N.J.S.A.18A:18A-2* and *18A:18A-3(a)* are \$36,000 (with a Qualified Purchasing Agent) and \$26,000 (without a Qualified Purchasing Agent), respectively. The law regulating bidding for public school student transportation contracts under *N.J.S.A.18A:39-3* is currently \$17,200.

The Board of Education has the responsibility of determining whether the expenditures in any category will exceed the statutory thresholds within the fiscal year (contract year for July 1, 2010 and thereafter). Where question arises as to whether any contract or agreement might result in violation of the statute, the Solicitor's opinion should be sought before a commitment is made.

Inasmuch as the system of records did not provide for an accumulation of payments for categories for the performance of any work or the furnishing or hiring of any materials or supplies, the results of such an accumulation could not reasonably be ascertained. Disbursements were reviewed, however, to determine whether any clear-cut violations existed.

The results of our examination indicated that no individual payments, contracts or agreements were made "for the performance of any work or the furnishing or hiring of any materials or supplies", in excess of the statutory thresholds where there had been no advertising for bids in accordance with the provision of *N.J.S.A.18A:18A-4*.

The system of records did not provide for an accumulation of purchases for which the school board used contracts entered into by the State Department of Purchase and Property pursuant to Ch. 114, P.L. 1977, therefore, the extent of such purchases could not reasonably be ascertained.

### **School Food Service**

The Wood Company by contractual agreement is responsible for the management of the cafeterias and food preparation. The financial transactions and statistical records of the School Food Services were maintained in satisfactory condition. The financial accounts, meal count records and eligibility applications were reviewed on a test-check basis.

Applications for free and reduced price meals were reviewed for completeness and accuracy. The number of free and reduced price meals claimed as served did not exceed the number of valid applications on file, times the number of operating days, on a school-by-school basis. The free and reduced price meal and free milk policy is uniformly administered throughout the School System. The required verification procedures for free and reduced price applications were completed and available for review.

Expenditures were separately recorded as food, labor and other costs. Vendor invoices were reviewed and costs verified. Inventory records on food supply items were currently maintained and properly applied in determining the cost of food and supplies used.

Time sheets were reviewed and labor costs verified. Payroll records were maintained on all School Food Services employees authorized by the board of education.

The cash disbursements records reflected expenditures for program related goods and services. Districts with food service management companies are depositing and expending program monies in accordance with *N.J.S.A.18A:17-34*, and *19-1* through *19-4.1*. The appropriate revenue and expenditure records

**School Food Service (continued):**

were maintained in order to substantiate the nonprofit status of the school food service. Net cash resources did not exceed three months average expenditures.

Food Distribution Program commodities were received and a single inventory was maintained on a first-in, first-out basis.

Exhibits reflecting Child Nutrition Program operations are included in the section entitled Enterprise Funds, Section G.

**Student Body Activities**

The financial transactions of the student body activities were maintained in satisfactory condition.

**Application for State School Aid**

Our audit procedures included a test of information reported in the October 15, 2011 Application for State School Aid (A.S.S.A.) for On-Roll, private schools for the handicapped and low-income. A review of the District's procedures related to its completion was also performed. The information on the A.S.S.A. was compared to the District's workpapers. The results of the procedures are presented in the Schedule of Audited Enrollments.

**Pupil Transportation**

Audit procedures included a test of On-Roll status reported in the 2011-2012 District Report of Transported Resident Students (DRTRS). The information that was included on the DRTRS as verified to the DRTRS Eligibility Summary Report without exception. The results of the procedures are presented in the Schedule of Audited Enrollments.

Our procedures also included a review of transportation contracts and purchases. Based on this review, the District complied with proper bidding procedures and award of contracts. The bid specifications for the purchase of buses were in compliance with applicable statutes.

**Follow-up on Prior Years' Findings**

In accordance with government auditing standards, our procedures included a review of all prior year findings. The previous year audit finding has been corrected.

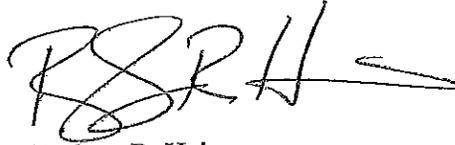
**Acknowledgment**

We received the complete cooperation of all the officials of the school district and we greatly appreciate the courtesies extended to the members of the audit team.

Should you have any questions concerning our comments or should you desire any assistance, please call me.

Respectfully submitted,

HOLMAN & FRENIA, P. C.

A handwritten signature in black ink, appearing to read "RRH" with a long horizontal flourish extending to the right.

Rodney R. Haines  
Certified Public Accountant  
Public School Accountant  
No. 2198

Medford, New Jersey  
September 14, 2012

**ADDITIONAL INFORMATION**



**SCHEDULE OF MEAL COUNT ACTIVITY - FEDERAL**

**EAST WINDSOR REGIONAL SCHOOL DISTRICT  
FOOD SERVICE FUND  
NUMBER OF MEALS SERVED AND (OVER)/UNDERCLAIM - FEDERAL  
ENTERPRISE FUNDS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2012**

PROGRAM	MEAL CATEGORY	MEALS CLAIMED	MEALS TESTED	MEALS VERIFIED	DIFFERENCE	RATE	(OVER)/ UNDER CLAIM
School Lunch Program (Regular Rate)	Paid	198,474	72,188	72,188		0.26	
	Reduced	47,078	16,921	16,921		2.37	
	Free	159,216	57,119	57,119		2.77	
	Total	<u>404,768</u>	<u>146,228</u>	<u>146,228</u>			
School Breakfast Program (Regular Rate)	Paid	1,072	392	392		0.27	
	Reduced	624	210	210		1.21	
	Free	4,522	1,333	1,333		1.51	
	Total	<u>6,218</u>	<u>1,935</u>	<u>1,935</u>			
School Breakfast Program (Severe Rate)	Paid	10,079	3,710	3,710		0.27	
	Reduced	5,644	1,954	1,954		1.50	
	Free	43,109	14,949	14,949		1.80	
	Total	<u>58,832</u>	<u>20,613</u>	<u>20,613</u>			
Special Milk	Paid	11,567	4,857	4,857		0.2050	
	Free	4,895	1,857	1,857		various	
	Total	<u>16,462</u>	<u>6,714</u>	<u>6,714</u>			

**SCHEDULE OF MEAL COUNT ACTIVITY - STATE**

**EAST WINDSOR REGIONAL SCHOOL DISTRICT  
 FOOD SERVICE FUND  
 NUMBER OF MEALS SERVED AND (OVER)/UNDERCLAIM - STATE  
 ENTERPRISE FUNDS  
 FOR THE FISCAL YEAR ENDED JUNE 30, 2012**

PROGRAM	MEAL CATEGORY	MEALS CLAIMED	MEALS TESTED	MEALS VERIFIED	DIFFERENCE	RATE	(OVER)/ UNDER CLAIM
State Reimbursement - School Lunch Program (Regular Rate)	Paid	198,474	72,188	72,188		0.040	
	Reduced	47,078	16,921	16,921		0.055	
	Free	159,216	57,119	57,119		0.055	
	Total	404,768	146,228	146,228			

SCHEDULE OF AUDITED ENROLLMENTS (1)

EAST WINDSOR REGIONAL SCHOOL DISTRICT  
 APPLICATION FOR STATE SCHOOL AID SUMMARY  
 ENROLLMENT AS OF OCTOBER 15, 2011

10

	2012-2013 Application for State School Aid						Sample for Verification						Private Schools for Disabled			
	Reported on A.S.S.A. On Roll		Reported on Workpapers On Roll		Errors		Sample Selected from Workpapers		Verified per Registers On Roll		Errors per Registers On Roll		Reported on A.S.S.A. as Private Schools	Sample for Verifi- cation	Sample Sample	
	Full	Shared	Full	Shared	Full	Shared	Full	Shared	Full	Shared	Full	Shared	Full	Shared	Verified	Errors
Half Day Kindergarten	343		343					25		25						
One	382		382					25		25						
Two	381		381					24		24						
Three	396		396					21		21						
Four	346		346					21		21						
Five	347		347					21		21						
Six	329		329					22		22						
Seven	374		374					23		23						
Eight	373		373					20		20						
Nine	320		320					20		20						
Ten	309		309					20		20						
Eleven	310	15	310	15				17	1	17	1					
Twelve	276	22	276	22				16	2	16	2					
Subtotal	4,486	37	4,486	37				275	3	275	3					
Special Ed - Elementary	234		234					15		15				2	1	1
Special Ed - Middle School	154		154					8		8				4	2	2
Special Ed - High School	152	32	152	32				9	2	9	2			14	14	14
Subtotal	540	32	540	32				32	2	32	2			20	17	17
Totals	5,026	69	5,026	69				307	5	307	5			20	17	17

Percentage Error

SCHEDULE OF AUDITED ENROLLMENTS (2)

EAST WINDSOR REGIONAL SCHOOL DISTRICT  
 APPLICATION FOR STATE SCHOOL AID SUMMARY  
 ENROLLMENT AS OF OCTOBER 15, 2011

	<u>Resident Low Income</u>			<u>Sample for Verification</u>			<u>Resident LEP Low Income</u>			<u>Sample for Verification</u>		
	Reported on A.S.S.A. as Low Income	Reported on Workpapers as Low Income	Errors	Sample Selected from Workpapers	Verified to Application and Register	Sample Errors	Reported on A.S.S.A. as LEP low Income	Reported on Workpapers as LEP low Income	Errors	Sample Selected from Workpapers	Verified to Test Score and Register	Sample Errors
Half Day Kindergarten	91	91		18	18		45	45		24	24	
One	124	124		20	20		70	70		35	35	
Two	101	101		20	20		46	46		21	21	
Three	105	105		18	18		27	27		8	8	
Four	93	93		16	16		7	7		5	5	
Five	90	90		16	16		10	10		3	3	
Six	97	97		18	18		6	6		4	4	
Seven	96	96		17	17		5	5		3	3	
Eight	86	86		18	18		5	5		4	4	
Nine	87	87		16	16		6	6		3	3	
Ten	74	74		14	14		11	11		5	5	
Eleven	67.5	67.5		12	12		10	10		5	5	
Twelve	59.5	59.5		12.5	12.5		5	5		3	3	
Subtotal	1171	1171		216	216		253	253		123	123	
Special Ed - Elementary	124	124		22	22		4	4		3	3	
Special Ed - Middle	72	72		12	12							
Special Ed - High	60.5	60.5		14.5	14.5							
Subtotal	257	257		49	49		4	4				
Totals	1,428	1,428		264	264		257	257		123	123	

Percentage Error

	<u>Transportation</u>					
	Reported on DRTRS by DOE/county	Reported on DRTRS by District	Errors	Tested	Verified	Errors
Reg. - Public Schools, col. 1	2,522	2,522		242	242	
Reg -SpEd, col. 4	174	173.5		8	8	
AIL, col. 2	112	112		17	17	
Transported - Non-Public, col. 3	180	180		17	17	
Special Ed Spec, col. 6	133	132.5		16	16	
Totals	3,120	3,120		300	300	

Percentage Error

SCHEDULE OF AUDITED ENROLLMENTS (3)

EAST WINDSOR REGIONAL SCHOOL DISTRICT  
 APPLICATION FOR STATE SCHOOL AID SUMMARY  
 ENROLLMENT AS OF OCTOBER 15, 2011

	Resident LEP NOT Low Income			Sample for Verification		
	Reported on A.S.S.A. as NOT Low Income	Reported on Workpapers as NOT Low Income	Errors	Sample Selected from Workpapers	Verified to Application and Register	Sample Errors
Half Day Kindergarten	59	59		29	29	
One	24	24		11	11	
Two	13	13		9	9	
Three	5	5		1	1	
Four	4	4		2	2	
Five	1	1		1	1	
Six	4	4		2	2	
Seven	1	1				
Eight	5	5		1	1	
Nine	9	9		4	4	
Ten	5	5		1	1	
Eleven	3	3				
Twelve	5	5		2	2	
Subtotal	138	138		63	63	
Special Ed - Elementary	1	1		1	1	
Special Ed - Middle						
Special Ed - High						
Subtotal	1	1		1	1	
Totals	139	139		64	64	
Percentage Error						



**EXCESS SURPLUS CALCULATION**

**REGULAR DISTRICT**

**SECTION 1**

**A. 2% Calculation of Excess Surplus**

2011-2012 Total General Fund Expenditures per the CAFR, Ex. C-1	\$ <u>77,663,536</u> (B)
Increased by:	
Transfer from Capital Outlay to Capital Projects Fund	\$ _____ (B1a)
Transfer from Capital Reserve to Capital Projects Fund	\$ _____ (B1b)
Decrease by:	
On-Behalf TPAF Pension & Social Security	\$ <u>(5,885,249)</u> (B2a)
Assets Acquired Under Capital Leases	\$ _____ (B2b)
Adjusted 2011-2012 General Fund Expenditures [(B)+(B1s)-(B2s)]	\$ <u>71,778,287</u> (B3)
2% of adjusted 2011-2012 General Fund Expenditures [(B3) times .02]	\$ <u>1,435,566</u> (B4)
Enter Greater of (B4) or \$250,000	\$ <u>1,435,566</u> (B5)
Increased by: Allowable Adjustment *	\$ <u>290,888</u> (K)
Maximum Unreserved/Undesignated Fund Balance [(B5)+(K)]	\$ <u>1,726,454</u> (M)

**SECTION 2**

\*\* This amount represents the June 30, 2011 Excess Surplus (C3 above) and must be included in the

Total General Fund - Fund Balance @6-30-2012 (Per CAFR Budgetary Comparison Schedule C-1)	\$ <u>11,735,031</u> (C)
Decreased by:	
Year-End Encumbrances	\$ <u>(1,924,858)</u> (C1)
Legally Restricted - Designated for Subsequent Year's Expenditures	\$ _____ (C2)
Legally Restricted - Excess Surplus - Designated for Subsequent Year's Expenditures**	\$ _____ (C3)
Other Restricted Fund Balances ****	\$ <u>(7,108,368)</u> (C4)
Assigned Fund Balance - Unreserved - Designated for Subsequent Year's Expenditures	\$ <u>(500,000)</u> (C5)
Total Unassigned Fund Balance [(C)-(C1)-(C2)-(C3)-(C4)-(C5)]	\$ <u>2,201,805</u> (U1)
Increased by:	
Adjustment for Disallowed Transfers Per S1701	\$ _____ (C6)
Total Unassigned Fund Balance for Excess Surplus Calculation (U1+C6)	\$ <u>2,201,805</u> (U2)

**REGULAR DISTRICT (continued):**

**SECTION 3**

Restricted Fund Balance - Excess Surplus \*\*\* [(U2)-(M)] IF NEGATIVE ENTER -0- \$ 475,351 (E)

**Recapitulation of excess surplus as of June 30, 2012**

Reserved Excess Surplus - Designated for Subsequent Year's Expenditures \*\* \$ - (C3)  
 Reserved Excess Surplus \*\*\* {(E)} \$ 475,351 (E)  
 Total [(C3)+(E)] \$ 475,351 (D)

**Footnotes:**

\* This adjustment line (as detailed below) is to be utilized when applicable for: Impact Aid, Sale and Lease-back (Refer to the Audit Program Section II, Chapter 10), Extraordinary Aid, Additional Nonpublic School Transportation Aid and Unbudgeted TPAF Wage Freeze Grant Funding. Refer to the Audit Program Section II, Chapter 10 for restrictions on the inclusion of Extraordinary Aid and Additional Nonpublic School Transportation Aid.

**Detail of Allowable Adjustments**

Impact Aid \$ \_\_\_\_\_ (H)  
 Sale & Lease-back \$ \_\_\_\_\_ (I)  
 Extraordinary Aid \$ 245,203 (J1)  
 Additional Nonpublic School Transportation Aid \$ 45,685 (J2)  
 Total Adjustments [(H)+(I)+J1)+(J2)] \$ 290,888 (K)

\*\* This amount represents the June 30, 2011 Excess Surplus (C3 above) and must be included in the Audit Summary Worksheet Line 10025.

\*\*\* Amounts must agree to the June 30, 2012 CAFR and must agree to Audit Summary Worksheet Line 10024.

\*\*\*\* Amount for Other Restricted/Reserved Fund Balances must be detailed for each source. Use in the excess surplus calculation of any legal reserve that is not state mandated or that is not legally imposed by another type of government such as the judicial branch of government must have Departmental approval. District requests should be submitted to the Division of Finance and Regulatory Compliance prior to September 30.

**Detail of Other Restricted Fund Balance**

**Statutory Restrictions:**

Approved Unspent Separate Proposal \$ \_\_\_\_\_  
 Capital Outlay for a District With a Capital Outlay Cap Waiver \$ \_\_\_\_\_  
 Sale/Lease-Back Reserve \$ \_\_\_\_\_  
 Capital Reserve \$ 3,432,569  
 Maintenance Reserve \$ 3,675,799  
 Emergency Reserve \$ \_\_\_\_\_  
 Waiver Offsett Reserve \$ \_\_\_\_\_  
 Tuition Reserve \$ \_\_\_\_\_  
 Other State/Government Mandated Reserve \$ \_\_\_\_\_  
 [Other Restricted Fund Balance Not Noted Above] \*\*\*\* \$ \_\_\_\_\_  
 Total Other Restricted Fund Balance \$ 7,108,368 (C4)