

**EAST WINDSOR REGIONAL SCHOOL DISTRICT**

Hightstown, New Jersey  
County of Mercer

**COMPREHENSIVE ANNUAL FINANCIAL REPORT  
FOR THE FISCAL YEAR ENDED JUNE 30, 2010**



**COMPREHENSIVE ANNUAL FINANCIAL REPORT**

**OF THE**

**EAST WINDSOR REGIONAL SCHOOL DISTRICT**

**HIGHTSTOWN, NEW JERSEY**

**FOR THE FISCAL YEAR ENDED JUNE 30, 2010**

**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

October 29, 2010

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, 2010, 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.

Office of the Business Administrator/Board Secretary  
385 Stockton Street, Hightstown, New Jersey 08520-4299

**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 5,029 students enrolled October 15, 2009 which is 4 students more than the previous year's enrollment. 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>
1994-95	4,025	+1.5%
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	-6.4%
2008-09	5,025	+10.7%
2009-10	5,029	+0.08%

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

**3) MAJOR INITIATIVES:** Expenditures made during the 2009-10 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 2009-2010:

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 implementation of the inquiry based science program in grades K-8.
7. Continued support of a dance component in grade 9 to address the visual and performing arts content standards.
8. Continued implementation of character education in grades 9-12.
9. Continued support of a summer completion program for grades 9-12.
10. Continued support of a summer school for non-readers for grades 1-2.
11. Continued support of 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.

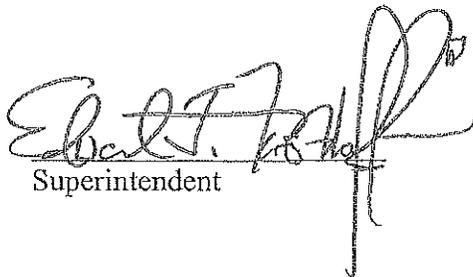
**6) CASH MANAGEMENT:** The investment policy of the District is guided in large part by state statute as detailed in "Notes to the Financial Statements", Note 2. The District has adopted a cash management plan which requires it to deposit public funds in public depositories protected from loss under 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.

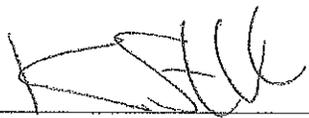
7) OTHER INFORMATION:

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.

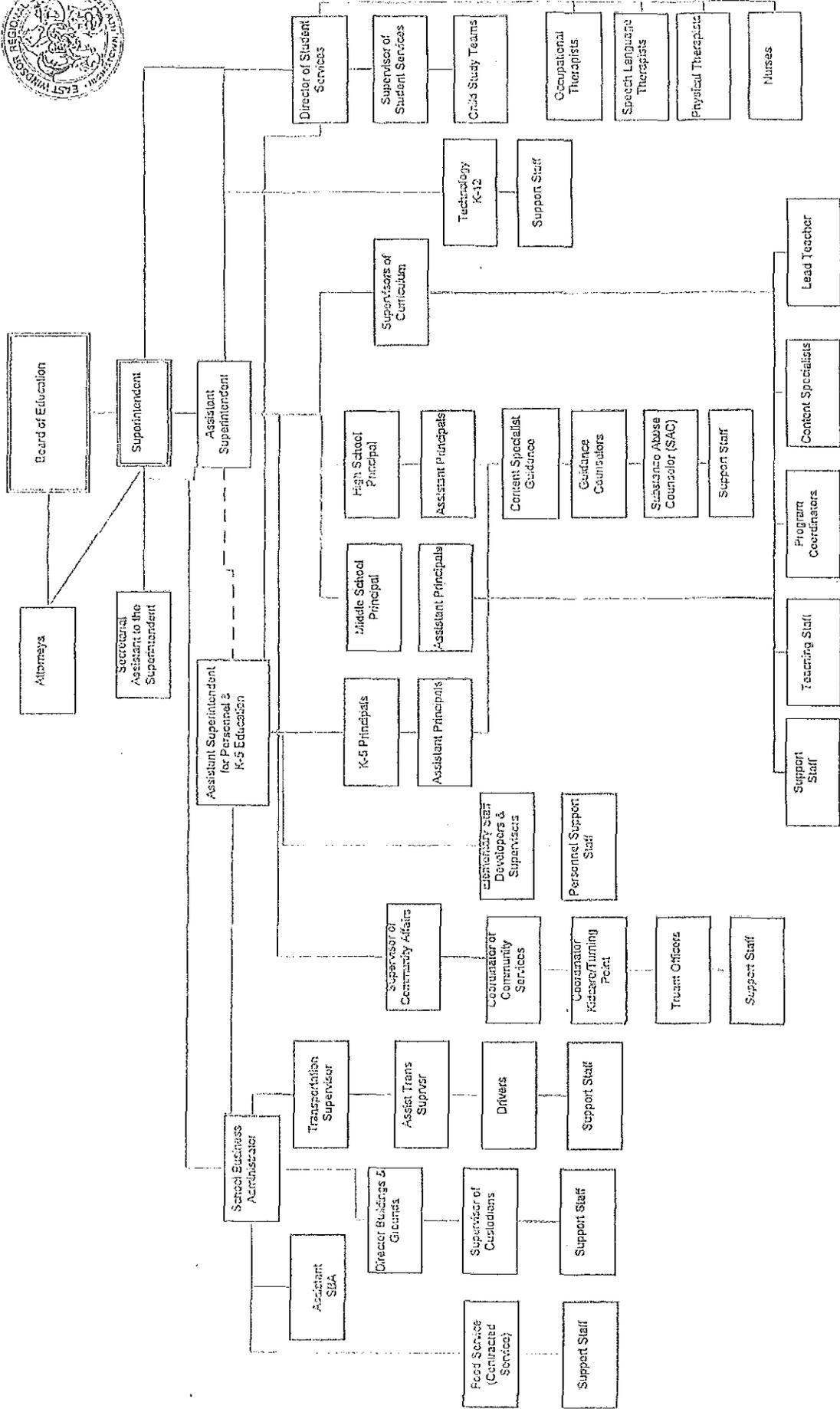
8) ACKNOWLEDGMENTS: We would like to express our appreciation to the members of the East Windsor Regional School Board for both their interest in education and their concern in providing fiscal accountability to the citizens and taxpayers of the school district. The preparation of this report could not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

Respectfully submitted,

  
Superintendent

 11-12-10  
Board Secretary/Business Administrator







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

**ROSTER OF OFFICIALS**  
**JUNE 30, 2010**

<b>MEMBERS OF THE BOARD OF EDUCATION</b>	<b>TERM EXPIRES</b>
Alice Weisman, President	2011
Robert Lavery, Vice President	2013
Paul Connolly	2012
Bruce Ettman	2012
Suzann Fallon	2011
Bonnie Fayer	2013
Christine Harrington	2013
Susan Lloyd	2011
Kennedy Paul	2012

**OTHER OFFICIALS**

Michael Dzwonar, Interim 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

## 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, 2010, 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, 2010, 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 October 29, 2010, 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.

The Management's Discussion and Analysis information and budgetary comparison information as listed in the table of contents is not a required part of the financial statements but are supplementary information required by accounting principles generally accepted in the United States of America. We have applied certain limited procedures, which consisted principally of inquiries of management

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regarding the methods of measurement and presentation of the supplementary information. However, we did not audit the information and express no opinion on it.

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 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 combining and individual fund financial statements and long-term debt schedules have been subjected to the auditing procedures applied in the audit of the financial statements, in our opinion, are fairly stated, in all material respects, in relation to the 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 financial statements and, accordingly, we express no opinion on them.

The accompanying schedules 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 are not a required part of the financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated in all material respects in relation to the basic financial statements taken as a whole.

Respectfully submitted,

HOLMAN & FRENIA, P. C.



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

Medford, New Jersey  
October 29, 2010

**REQUIRED SUPPLEMENTARY INFORMATION – PART I**

Management's Discussion and Analysis



**EAST WINDSOR REGIONAL SCHOOL DISTRICT  
HIGHTSTOWN, NEW JERSEY**

**MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2010**

**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, 2010. 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 MD&A.

**Financial Highlights**

- The District's net assets increased by \$9,174 to \$78,940,272.
- Total revenues for governmental funds increased by \$1,858,690 to \$82,615,438.

*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).

The district-wide financial statements can be found on pages 17 - 19 of this report.

**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.

Because 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.

The basic governmental fund financial statements can be found on pages 20 - 22 of this report.

**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 three internal service funds to account for services provided to all the other funds of the District or other entities for senior transportation, fueling facility and community relations all of 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.

The basic proprietary fund financial statements can be found on pages 23 - 25 of this report.

**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 groups, and payroll related liabilities. The basic fiduciary fund financial statements can be found on pages 26 & 27 of this report.

**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. The notes to the basic financial statements can be found on pages 28 - 51 of this report.

**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. Combining and individual fund statements and budgetary comparison schedules can be found on pages 52 - 101 of this report.

### Balance Sheet Highlights

The following table provides a comparative condensed summary of the District's net assets that over the past two years increased by \$9,174:

**Table 1**

	Net Assets June 30, 2010 and 2009					
	Governmental Activities		Business-type Activities		Total	
	2010	2009	2010	2009	2010	2009
Current & Other Assets	\$ 5,066,025	\$ 9,906,033	\$ 702,626	\$ 788,946	\$ 5,768,651	\$ 10,694,979
Capital Assets, Net	120,920,692	118,990,854	336,040	17,427	121,256,732	119,008,281
Total Assets	125,986,717	128,896,888	1,038,666	806,373	127,025,383	129,703,261
Current Liabilities & Other	3,581,953	3,671,562	143,252	5,727	3,725,205	3,677,289
Long-Term Liabilities	44,359,906	47,094,874			44,359,906	47,094,874
Total liabilities	47,941,859	50,766,436	143,252	5,727	48,085,111	50,772,163
Net assets:						
Invested in Capital Assets, Net of Related Debt	78,261,276	79,348,470	336,040	17,427	78,597,316	79,365,897
Restricted	651,286	416,897			651,286	416,897
Unrestricted	(867,704)	(1,634,915)	559,374	783,219	(308,330)	(851,696)
Total Net Assets	\$78,044,858	\$ 78,130,452	\$ 895,414	\$ 800,646	\$ 78,940,272	\$ 78,931,098

### 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, 2010 and June 30, 2009.

**Table 2**

### Condensed Summary of Revenues, Expenses, and Changes in Net Assets

Fiscal Years ended June 30, 2010 and 2009

	Governmental Activities		Business-type Activities		Total	
	2010	2009	2010	2009	2010	2009
	Revenues:					
Program Revenues:						
Charges for Services	\$1,236,468	\$1,384,912	\$1,557,148	\$1,622,239	\$2,793,616	\$3,007,151
Operating Grants & Contributions	2,204,545	2,002,750	723,835	592,368	2,928,380	2,595,118

	Governmental Activities		Business-type Activities		Total	
	2010	2009	2010	2009	2010	2009
Revenues (continued):						
General Revenues:						
Property Taxes	58,018,972	57,207,251			58,018,972	57,207,251
Federal & State Aid	24,357,173	26,843,711			24,357,173	26,843,711
Earnings on Investments	2,774	3,969			2,774	3,969
Miscellaneous	236,519	419,197			236,519	419,197
Total Revenues	86,056,451	87,861,790	2,280,983	2,214,607	88,337,434	90,076,397
Expenses:						
Instructional Services	32,467,403	32,987,766			32,467,403	32,987,766
Support Services	26,394,066	29,528,007			26,394,066	29,528,007
Special Schools	90,369	84,087			90,369	84,087
Interest on Long-Term Liabilities	1,813,441	1,894,783			1,813,441	1,894,783
Unallocated Expenses	25,377,142	(13,795,557)			25,377,142	(13,795,557)
Food Service Expenses			1,387,949	1,315,536	1,387,949	1,315,536
Kidcare Expenses			798,266	736,575	798,266	736,575
Total expenses	86,142,421	50,699,086	2,186,215	2,052,111	88,328,636	52,751,197
Increase (Decrease) in Net Assets	(85,594)	37,162,704	94,768	162,496	9,174	37,325,200
Net Assets – Beginning, as Restated	78,130,452	41,046,065	800,646	638,150	78,931,098	41,684,215
Net Assets – Ending	\$78,044,858	\$78,208,769	\$895,414	\$800,646	\$78,940,272	\$79,009,415

**Table 3**  
Revenues  
Fiscal year ended June 30, 2010

Revenue	Amount	Percent of Total	Increase (Decrease) from 2009	Percentage Increase (Decrease)
Local sources	\$ 59,016,359	68.98%	\$ (2,286,615)	-3.73%
State sources	21,778,799	25.45%	(5,199,260)	-19.27%
Federal sources	4,765,944	5.57%	2,937,013	160.59%
	\$ 85,561,102	100.00%	\$ (4,548,862)	-5.05%

**Figure 4**  
Expenditures  
Fiscal year ended June 30, 2010

	Amount	Percent of Total	Increase from 2005	Percentage Increase
Current:				
Distributed Expenditures - Instruction	\$ 32,462,403	35.92%	\$ 1,264,751	4.05%
Undistributed Expenditures	47,283,749	52.31%	(1,135,973)	-2.35%
Capital Outlay	6,959,047	7.70%	5,035,668	261.81%
Debt Service	3,679,670	4.07%	8,012	0.22%
	\$ 90,384,869	100.00%	\$ 5,172,458	6.07%

## 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 2010 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 \$551,615

Administrative and Non-Instructional programs were adjusted as follows:

Other Employee Benefits were reduce by \$289,775

Cleaning, Repair and Maintenance decreased by \$243,317

Energy was decreased by \$85,768.

Administrative expenses were decreased by \$553,519

## Capital Assets

In fiscal year 2010, the District did not notice much of a change in Capital Assets. Only several general assets were added. Construction completion in of school roofs will add value in the future.

**Table 5**

### Governmental Activities Capital Assets

	<u>2010</u>	<u>2009</u>
Land	\$ 149,550	\$ 149,550
Construction-in-Progress	20,279,821	14,794,006
Building & Improvements	128,254,180	128,042,477
Machinery & Equipment	<u>17,931,838</u>	<u>17,335,839</u>
	166,615,389	160,321,872
Accumulated Depreciation	<u>45,711,026</u>	<u>41,351,636</u>
Total Capital Assets	<u>\$ 120,904,363</u>	<u>\$ 118,970,236</u>

For more detailed information please refer to Note 6 to the Basic Financial Statements.

## Long Term Debt/ Liabilities

As of June 30, 2010 the District had debt/liabilities outstanding of \$47,090,360. The table below shows the allocation of this debt.

**Table 6**

	June 30, 2009	Additions	Deletions	June 30, 2010	Due Within Year
Capital lease Obligations	\$ 2,978,240		\$(628,783)	\$ 2,349,457	\$ 595,454
Compensated Absences	852,852	52,343		983,512	
Bonds	43,939,000		(1,840,000)	42,099,000	1,885,000
Legal Settlement	1,750,000		(250,000)	1,500,000	250,000
Early Retirement Program	235,667		(77,276)	158,391	
	<u>\$49,755,759</u>	<u>\$52,343</u>	<u>\$(2,796,059)</u>	<u>\$47,090,360</u>	<u>\$2,730,454</u>

Bonds are by far the largest component of the district's long term debt. The District has \$42,099,000 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 7 to the Basic Financial Statements.

## Economic Factors

For the fiscal year 2010 the District continues to manage the decreasing resources provided by state aid while managing an ever increasing set of state mandates. The District also faces significant challenges managing the new 2% tax levy cap mandate.

The District's ability to recognize savings from the prior renovations and construction has started to level as we approach the second year after completion of the construction. While staffing expenses were decreased due to budget cuts, overall expenses increased due to an increase in student enrollment.

## Contacting Financial Management

This financial report is designed to provide citizens, people served by the District, 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, 2010**  
**(With Comparative Totals for June 30, 2009)**

ASSETS	GOVERNMENTAL ACTIVITIES	BUSINESS- TYPE ACTIVITIES	TOTALS (MEMORANDUM ONLY)	
			JUNE 30, 2010	JUNE 30, 2009
Cash & Cash Equivalents	\$1,508,695	639,475	2,148,170	2,668,713
Receivables, Net	2,298,062	51,264	2,349,326	4,768,155
Inventory	42,205	11,887	54,092	26,768
Deferred Loss on Early Retirement of Debt	122,376		122,376	131,759
Deferred Loss on Cost of Issuance of Bonds	63,852		63,852	68,750
Restricted Assets:				
Cash & Cash Equivalents	1,030,835		1,030,835	3,030,835
Capital Assets - Depreciable, Net	120,920,692	336,040	121,256,732	119,008,281
<b>Total Assets</b>	<b>125,986,717</b>	<b>1,038,666</b>	<b>127,025,383</b>	<b>129,703,261</b>
<b>LIABILITIES</b>				
Accounts Payable	47,463	457	47,920	62,144
Accrued Interest Payable	621,196		621,196	647,425
Intergovernmental Payables:				
State & Federal	103,720		103,720	145,018
Other Liabilities		135,683	135,683	
Deferred Revenue	27,139	7,112	34,251	27,533
Unamortized Premium on Bond Refunding	51,981		51,981	55,967
Current Portion of Long-Term Obligations	2,730,454		2,730,454	2,739,202
Noncurrent Portion of Long- Term Obligations	44,359,906		44,359,906	47,094,874
<b>Total Liabilities</b>	<b>47,941,859</b>	<b>143,252</b>	<b>48,085,111</b>	<b>50,772,163</b>
<b>NET ASSETS</b>				
Invested in Capital Assets, Net of Related Debt	78,261,276	336,040	78,597,316	79,365,897
Restricted For:				
Debt Service	(621,196)		(621,196)	(554,035)
Other Purposes	2,272,482		2,272,482	1,970,932
Unrestricted	(1,867,704)	559,374	(1,308,330)	(1,851,696)
<b>Total Net Assets</b>	<b>\$78,044,858</b>	<b>895,414</b>	<b>78,940,272</b>	<b>78,931,098</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, 2010  
(With Comparative Totals for June 30, 2009)**

FUNCTIONS/PROGRAMS	EXPENSES	PROGRAM REVENUES		NET (EXPENSE) REVENUE AND CHANGES IN NET ASSETS			
		CHARGES FOR SERVICES	OPERATING GRANTS & CONTRIBUTIONS	GOVERNMENTAL ACTIVITIES	BUSINESS-TYPE ACTIVITIES	TOTALS (MEMORANDUM ONLY)	
						JUNE 30, 2010	JUNE 30, 2009
Governmental Activities:							
Instruction:							
Regular Instruction	\$23,886,709		1,740,231	(22,146,478)		(22,146,478)	(23,555,004)
Special Education Instruction	5,397,548	741,119		(4,656,429)		(4,656,429)	(3,971,625)
Other Instruction	2,092,737			(2,092,737)		(2,092,737)	(1,911,816)
Adult/Continuing Education	1,085,409			(1,085,409)		(1,085,409)	(957,710)
Support Services:							
Instruction	3,945,612		300,265	(3,645,347)		(3,645,347)	(3,914,127)
Student & Instruction Related Services	7,823,749			(7,823,749)		(7,823,749)	(8,251,907)
School Administrative Services	2,752,790			(2,752,790)		(2,752,790)	(2,869,315)
General & Business Administration	878,198		164,049	(714,149)		(714,149)	(3,299,593)
Central Services	1,074,239			(1,074,239)		(1,074,239)	(924,094)
Administration & Information							
Technology	3,994			(3,994)		(3,994)	(19,782)
Plant Operations & Maintenance	7,138,784	495,349		(6,643,435)		(6,643,435)	(6,658,818)
Pupil Transportation	2,769,108			(2,769,108)		(2,769,108)	(2,788,233)
Other Support Services	7,591			(7,591)		(7,591)	(6,087)
Unallocated Employee Benefits	20,955,114			(20,955,114)		(20,955,114)	(19,138,142)
Transfers to Charter Schools	4,625			(4,625)		(4,625)	
Special Schools	90,369			(90,369)		(90,369)	(84,087)
Interest on Long-Term Debt	1,813,441			(1,813,441)		(1,813,441)	(1,894,783)
Unallocated Amortization of Bond Costs	10,295			(10,295)		(10,295)	(10,295)
Unallocated Depreciation	4,359,390			(4,359,390)		(4,359,390)	(4,234,890)
Unallocated Loss on Revaluation of Fixed Assets							
Unallocated Compensated Absences	52,343			(52,343)		(52,343)	(108,933)
<b>Total Governmental Activities</b>	<b>86,142,045</b>	<b>1,236,468</b>	<b>2,204,545</b>	<b>(82,701,032)</b>		<b>(82,701,032)</b>	<b>(84,599,241)</b>

EAST WINDSOR REGIONAL SCHOOL DISTRICT  
STATEMENT OF ACTIVITIES  
FOR THE YEAR ENDED JUNE 30, 2010  
(With Comparative Totals for June 30, 2009)

FUNCTIONS/PROGRAMS	EXPENSES	PROGRAM REVENUES		NET (EXPENSE) REVENUE AND CHANGES IN NET ASSETS			
		CHARGES FOR SERVICES	OPERATING GRANTS & CONTRIBUTIONS	GOVERNMENTAL ACTIVITIES	BUSINESS-TYPE ACTIVITIES	TOTALS (MEMORANDUM ONLY)	
						JUNE 30, 2010	JUNE 30, 2009
Business-Type Activities:							
Food Service	1,387,949	811,520	723,835		147,406	147,406	162,496
Kidcare	798,266	745,628			(52,638)	(52,638)	
Total Business-Type Activities	2,186,215	1,557,148	723,835		94,768	94,768	162,496
Total Primary Government	\$88,328,260	2,793,616	2,928,380	(82,701,032)	94,768	(82,606,264)	(84,436,745)
General Revenues:							
Taxes:							
Property Taxes, Levied for General Purposes, Net				54,619,664		54,619,664	53,719,279
Taxes Levied for Debt Service				3,399,308		3,399,308	3,487,972
Federal & State Aid Not Restricted				24,357,173		24,357,173	26,843,711
Investment Earnings				2,774		2,774	3,969
Revenue From Community Service							38,855
Building Rentals				24,198		24,198	
Miscellaneous Income				212,321		212,321	380,342
Total General Revenues, Special Items, Extraordinary Items & Transfers				82,615,438		82,615,438	84,474,128
Change In Net Assets				(85,594)	94,768	9,174	37,383
Beginning Net Assets (As previously reported)				78,130,452	800,646	78,931,098	41,684,215
Prior Period Adjustment:							37,209,500
Revaluation of Fixed Assets							37,209,500
Beginning Net Assets- Restated				78,130,452	800,646	78,931,098	78,893,715
Ending Net Assets				\$78,044,858	895,414	78,940,272	78,931,098

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, 2010**

(With Comparative Totals for June 30, 2009)

ASSETS & OTHER DEBITS	GENERAL FUND	SPECIAL REVENUE FUND	CAPITAL PROJECTS FUND	DEBT SERVICE FUND	TOTALS (MEMORANDUM ONLY)	
					JUNE 30, 2010	JUNE 30, 2009
Cash & Cash Equivalents	\$1,308,042		523,290		1,831,332	2,526,081
Cash & Cash Equivalents - Restricted	1,030,835				1,030,835	3,030,835
Accounts Receivable:						
State	321,823		1,265,751		1,587,574	3,832,605
Other		551,900			551,900	837,473
Interfund Receivable	123,262				123,262	2,024,625
<b>Total Assets</b>	<b>\$2,783,962</b>	<b>551,900</b>	<b>1,789,041</b>		<b>5,124,903</b>	<b>12,251,619</b>
<b>LIABILITIES &amp; FUND BALANCES</b>						
Liabilities:						
Cash Overdraft		418,418			418,418	655,669
Accounts Payable	\$44,768	900			45,668	62,144
Intergovernmental Payables:						
State & Federal		103,720			103,720	145,018
Interfund Payable		1,723			1,723	2,009,253
Deferred Revenue		27,139			27,139	27,533
<b>Total Liabilities</b>	<b>44,768</b>	<b>551,900</b>			<b>596,668</b>	<b>2,899,617</b>
Fund Balances:						
Reserved:						
For Encumbrances	1,234,904				1,234,904	936,128
Capital Reserve Account	37,578				37,578	34,804
Maintenance Reserve Account	1,000,000				1,000,000	1,000,000
Excess Surplus	60,756				60,756	
Unreserved:						
Designated for Subsequent Year's Expenditures	500,000				500,000	500,000
Undesignated	(94,044)		1,789,041		1,694,997	6,881,070
<b>Total Fund Balances</b>	<b>2,739,194</b>		<b>1,789,041</b>		<b>4,528,235</b>	<b>9,352,002</b>
<b>Total Liabilities &amp; Fund Balances</b>	<b>\$2,783,962</b>	<b>551,900</b>	<b>1,789,041</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 \$166,615,389 and the accumulated depreciation is \$45,711,026.	120,904,363	118,970,236
Internal service funds are used by the District to charge the costs of the senior transportation, fueling facility & community relations programs to the individual funds. The assets & liabilities of the internal service funds are included with governmental activities.	189,569	145,173
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.	(621,196)	(647,425)
Unamortized portion of debt issuance costs and loss on refunding are not reported as an asset in the funds.	186,228	200,509
Unamortized deferred interest costs	(51,981)	(55,967)
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.	(47,090,360)	(49,834,076)
<b>Net assets of Governmental Activities</b>	<b>\$78,044,858</b>	<b>78,130,452</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, 2010  
(With Comparative Totals for June 30, 2009)**

	GENERAL FUND	SPECIAL REVENUE FUND	CAPITAL PROJECTS FUND	DEBT SERVICE FUND	TOTALS (MEMORANDUM ONLY)	
					JUNE 30, 2010	JUNE 30, 2009
<b>Revenues:</b>						
Local Sources:						
Local Tax Levy	\$54,619,664			3,399,308	58,018,972	57,207,251
Tuition	741,119				741,119	801,497
Interest on Investments	2,774				2,774	3,969
Revenue from Community Service						38,855
Building Rentals	24,198				24,198	
Lease Proceeds						2,831,000
Unrestricted Miscellaneous	212,321	16,975			229,296	420,402
<b>Total Local Sources</b>	<b>55,600,076</b>	<b>16,975</b>		<b>3,399,308</b>	<b>59,016,359</b>	<b>61,302,974</b>
State Sources	21,474,399	117,428		186,972	21,778,799	26,978,059
Federal Sources	2,695,802	2,070,142			4,765,944	1,828,931
<b>Total Revenues</b>	<b>79,770,277</b>	<b>2,204,545</b>		<b>3,586,280</b>	<b>85,561,102</b>	<b>90,109,964</b>
<b>Expenditures:</b>						
Current Expense:						
Regular Instruction	22,146,478	1,740,231			23,886,709	25,345,118
Special Education Instruction	5,397,548				5,397,548	4,773,122
Other Instruction	2,092,737				2,092,737	1,911,816
Adult/Continuing Education Programs	1,085,409				1,085,409	957,710
Support Services:						
Instruction	3,645,347	300,265			3,945,612	4,126,763
Student & Instruction Related Services	7,823,749				7,823,749	8,251,907
General Administrative Services	1,091,451				1,091,451	1,646,843
School Administrative Services	2,752,790				2,752,790	2,869,315
Central Services	1,074,239				1,074,239	924,094
Administrative Information Technology	3,994				3,994	19,782
Plant Operations & Maintenance	6,687,831				6,687,831	6,754,205
Pupil Transportation	2,769,108				2,769,108	2,788,233
Other Support Services	7,591				7,591	6,087
Employee Benefits	21,032,390				21,032,390	19,158,292
Capital Outlay	1,309,183	164,049	5,485,815		6,959,047	1,923,379
Special Schools	90,369				90,369	84,087
Transfer Funds to Charter Schools	4,625				4,625	
Debt Service:						
Interest on Long-Term Debt				1,839,670	1,839,670	1,911,658
Principal on Debt				1,840,000	1,840,000	1,760,000
<b>Total Expenditures</b>	<b>79,014,839</b>	<b>2,204,545</b>	<b>5,485,815</b>	<b>3,679,670</b>	<b>90,384,869</b>	<b>85,212,411</b>
<b>Excess/(Deficiency) of Revenues Over/(Under)</b>						
Expenditures	755,438		(5,485,815)	(93,390)	(4,823,767)	4,897,553
<b>Other Financing Sources/(Uses):</b>						
Transfers In						2,000,000
Transfers Out						(2,000,000)
<b>Total Other Financing Sources/(Uses)</b>						
<b>Excess/(Deficiency) of Revenues &amp; Other Financing</b>						
Sources Over/(Under) Expenditures & Other						
Financing Uses	755,438		(5,485,815)	(93,390)	(4,823,767)	4,897,553
Fund Balances July 1	1,983,756		7,274,856	93,390	9,352,002	4,454,449
<b>Fund Balances June 30</b>	<b>\$2,739,194</b>	<b>-</b>	<b>1,789,041</b>	<b>-</b>	<b>4,528,235</b>	<b>9,352,002</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, 2010**

Total Net Change in Fund Balances - Governmental Funds (From B-2)		(\$4,823,767)
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	\$6,293,517	
Depreciation Expense	<u>(4,359,390)</u>	1,934,127
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.		
		1,840,000
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.		
		628,783
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.		
		77,276
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	(9,383)	
Amortization of Cost of Issuance	(4,898)	
Amortization of Original Issue Premiums	<u>3,986</u>	(10,295)
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	647,425	
Current Year	<u>(621,196)</u>	26,229
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.		
		44,396
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	931,169	
Current Year	<u>(983,512)</u>	(52,343)
A Legal Settlement is not reflected in the governmental funds, but is recorded as a long-term liability in the statement of net assets and is not reported in the statement of activities.		
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>(\$85,594)</u></u>

See accompanying notes to the financial statements.



## Proprietary Funds



**EAST WINDSOR REGIONAL SCHOOL DISTRICT  
 PROPRIETARY FUNDS  
 STATEMENT OF NET ASSETS  
 JUNE 30, 2010  
 (With Comparative Totals for June 30, 2009)**

ASSETS	BUSINESS-TYPE	GOVERNMENTAL	TOTALS	
	ACTIVITIES	ACTIVITIES	(MEMORANDUM ONLY)	
	ENTERPRISE FUNDS	INTERNAL SERVICE FUNDS	JUNE 30, 2010	JUNE 30, 2009
<b>Current Assets:</b>				
Cash & Cash Equivalents	\$639,475	95,781	735,256	804,028
Accounts Receivable:				
Federal	33,120		33,120	33,710
State	1,704		1,704	1,810
Other	16,440	55,074	71,514	62,557
Inventory	11,887	42,205	54,092	26,768
<b>Total Current Assets</b>	<b>702,626</b>	<b>193,060</b>	<b>895,686</b>	<b>928,873</b>
<b>Fixed Assets:</b>				
Equipment	709,359	30,025	739,384	378,071
Less: Accumulated Depreciation	(373,319)	(13,696)	(387,015)	(340,026)
<b>Total Fixed Assets</b>	<b>336,040</b>	<b>16,329</b>	<b>352,369</b>	<b>38,045</b>
<b>Total Assets</b>	<b>1,038,666</b>	<b>209,389</b>	<b>1,248,055</b>	<b>966,918</b>
<b>LIABILITIES</b>				
<b>Current Liabilities:</b>				
Accounts Payable	457	1,795	2,252	
Interfund Payable		18,025	18,025	15,372
Other Liabilities	135,683		135,683	
Deferred Revenue	7,112		7,112	5,727
<b>Total Liabilities</b>	<b>143,252</b>	<b>19,820</b>	<b>163,072</b>	<b>21,099</b>
<b>NET ASSETS</b>				
Invested in Capital Assets, Net of Related Debt	336,040		336,040	17,427
Unreserved Retained Earnings	559,374	189,569	748,943	928,392
<b>Total Net Assets</b>	<b>\$895,414</b>	<b>189,569</b>	<b>1,084,983</b>	<b>945,819</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, 2010  
 (With Comparative Totals for June 30, 2009)**

	BUSINESS- TYPE ACTIVITIES	GOVERNMENTAL ACTIVITIES	TOTALS (MEMORANDUM ONLY)	
	ENTERPRISE FUNDS	INTERNAL SERVICE FUNDS	JUNE 30, 2010	JUNE 30, 2009
Operating Revenues:				
Local Sources:				
Program Income	\$1,520,150		1,520,150	1,589,200
Special Functions	36,998		36,998	33,039
Services Provided to Other Funds		495,349	495,349	583,415
Total Operating Revenue	1,557,148	495,349	2,052,497	2,205,654
Operating Expenses:				
Salaries	760,287	11,498	771,785	698,594
Employee Benefits				20,464
Purchased Professional Services	1,321,104		1,321,104	1,308,647
Supplies & Materials	62,124	435,166	497,290	491,072
Depreciation	42,700	4,289	46,989	21,362
Total Operating Expenses	2,186,215	450,953	2,637,168	2,540,139
Operating Income/(Loss)	(629,067)	44,396	(584,671)	(334,485)
Nonoperating Revenues:				
Interest Income	2,027		2,027	
State Sources:				
State School Lunch Program	25,648		25,648	23,885
State School Breakfast Program	3,439		3,439	1,573
Federal Sources:				
National School Lunch Program	512,352		512,352	441,590
National School Breakfast Program	46,481		46,481	19,611
Special Milk Program	2,789		2,789	3,699
Food Distribution Program	131,099		131,099	102,010
Total Nonoperating Revenues	723,835		723,835	592,368
Change in Net Assets	94,768	44,396	139,164	257,883
Total Net Assets - Beginning	800,646	145,173	945,819	687,936
Total Net Assets - Ending	\$895,414	189,569	1,084,983	945,819

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, 2010  
 (With Comparative Totals for June 30, 2009)**

	BUSINESS- TYPE ACTIVITIES	GOVERNMENTAL ACTIVITIES	TOTALS	
	ENTERPRISE FUNDS	INTERNAL SERVICE FUNDS	(MEMORANDUM ONLY) JUNE 30, 2010	JUNE 30, 2009
<b>Cash Flows From Operating Activities:</b>				
Receipts from Customers	\$1,558,533	462,397	2,020,930	2,279,915
Payments to Employees	(760,287)		(760,287)	(696,302)
Payments to Suppliers	(1,257,787)	(439,430)	(1,697,217)	(1,906,905)
<b>Net Cash Provided/(Used) by Operating Activities</b>	<b>(459,541)</b>	<b>22,967</b>	<b>(436,574)</b>	<b>(323,292)</b>
<b>Cash Flows From Noncapital Financing Activities:</b>				
State Sources	29,193		29,193	25,090
Federal Sources	562,212		562,212	558,095
<b>Net Cash Provided by Noncapital Financing Activities</b>	<b>591,405</b>		<b>591,405</b>	<b>583,185</b>
<b>Cash Flows from Capital Financing Activities:</b>				
Purchases of Capital Assets - Equipment	(225,630)		(225,630)	
<b>Net Cash Used by Capital Financing Activities</b>	<b>(225,630)</b>		<b>(225,630)</b>	
<b>Cash Flows From Investing Activities:</b>				
Interest & Dividends	2,027		2,027	
<b>Net Cash Provided by Investing Activities</b>	<b>2,027</b>		<b>2,027</b>	
<b>Net Increase/(Decrease) in Cash &amp; Cash Equivalents</b>	<b>(91,739)</b>	<b>22,967</b>	<b>(68,772)</b>	<b>259,893</b>
Balances - Beginning of Year	731,214	72,814	804,028	544,135
Balances - Ending of Year	\$639,475	95,781	735,256	804,028

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

Operating Income/(Loss)	(\$629,067)	44,396	(584,671)	(334,485)
Adjustments to Reconcile Operating Income/(Loss) to Cash Provided/(Used) by Operating Activities:				
Depreciation Expense	42,700	4,289	46,989	13,483
Food Distribution Program	131,099		131,099	
Change in Assets & Liabilities:				
(Increase)/Decrease in Accounts Receivable		(11,743)	(11,743)	40,063
(Increase)/Decrease in Inventory	(6,115)	(21,209)	(27,324)	26,108
Increase/(Decrease) in Interfund Payable		5,439	5,439	(5,670)
Increase/(Decrease) in Accounts Payable	457	1,795	2,252	(68,518)
(Decrease)/Increase in Deferred Revenue	1,385		1,385	5,727
<b>Total Adjustments</b>	<b>169,526</b>	<b>(21,429)</b>	<b>148,097</b>	<b>11,193</b>
<b>Net Cash Provided/(Used) by Operating Activities</b>	<b>(\$459,541)</b>	<b>22,967</b>	<b>(436,574)</b>	<b>(323,292)</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, 2010  
(With Comparative Totals for June 30, 2009)**

ASSETS	PRIVATE PURPOSE			TOTALS (MEMORANDUM ONLY)	
	UNEMPLOYMENT COMPENSATION FUND	SCHOLARSHIP FUNDS	AGENCY FUNDS	JUNE 30, 2010	JUNE 30, 2009
Cash & Cash Equivalents	\$1,456,839	107,881	299,975	1,864,695	930,903
Total Assets	1,456,839	107,881	299,975	1,864,695	930,903
LIABILITIES					
Due to Student Groups			183,231	183,231	215,754
Interfund Payable			103,514	103,514	
Payroll Deductions & Withholdings			13,230	13,230	104,682
Total Liabilities			299,975	299,975	320,436
NET ASSETS					
Reserved for Unemployment Claims	1,456,839			1,456,839	485,829
Reserved for Scholarships		107,881		107,881	124,638
Total Net Assets	\$1,456,839	107,881	-	1,564,720	610,467

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, 2010  
(With Comparative Totals for June 30, 2009)**

ADDITIONS	PRIVATE PURPOSE		TOTALS	
	UNEMPLOYMENT COMPENSATION TRUST	SCHOLARSHIP FUND	(MEMORANDUM ONLY) JUNE 30, 2010	JUNE 30, 2009
Contributions:				
Interest Income	\$1,776	295	2,071	7,858
Scholarship Donations		23,817	23,817	22,635
Other Income	1,168,296		1,168,296	96,242
Total Additions	1,170,072	24,112	1,194,184	126,735
DEDUCTIONS				
Scholarships Awarded		40,869	40,869	34,824
Unemployment Claims	199,062		199,062	182,444
Total Deductions	199,062	40,869	239,931	217,268
Change in Net Assets	971,010	(16,757)	954,253	(90,533)
Net Assets - Beginning of the Year	485,829	124,638	610,467	701,000
Net Assets - End of the Year	\$1,456,839	107,881	1,564,720	610,467

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, 2010**



## EAST WINDSOR REGIONAL SCHOOL DISTRICT

### NOTES TO THE FINANCIAL STATEMENTS

JUNE 30, 2010

#### 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 require 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* and Statement 44 – *Economic Condition Reporting – The Statistical Section*.

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, 2010 and for the year then ended with comparative totals as of and for the year ended June 30, 2009 (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, 2010 of 5,024 students.

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

- ◆ the organization is legally separate (can sue or be sued in their own name)
- ◆ the District holds the corporate powers of the organization
- ◆ the District appoints a voting majority of the organization’s board
- ◆ the District is able to impose its will on the organization

**EAST WINDSOR REGIONAL SCHOOL DISTRICT**

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

**JUNE 30, 2010**

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

- ◆ 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, 2010**

**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, 2010

**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, 2010

**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, 2010

**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, 2010**

**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	\$79,753,371	\$2,275,288
Difference – Budget to GAAP:		
Grant accounting budgetary basis differs from GAAP in that encumbrances are recognized as expenditures and the related revenue is recognized		(70,743)
State aid payment recognized for GAAP statements in the current year, previously recognized for budgetary purposes	1,651,324	
State aid payment recognized for budgetary purposes, not recognized for GAAP Statements until the subsequent year	<u>(1,634,418)</u>	<u>                    </u>
Total revenue as reported on the statement of revenues, expenditures and changes in fund balances - governmental funds	<u>\$79,770,277</u>	<u>\$2,204,545</u>

**EAST WINDSOR REGIONAL SCHOOL DISTRICT**

**NOTES TO THE FINANCIAL STATEMENTS (continued):  
JUNE 30, 2010**

**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	\$79,014,839	\$2,275,288
Differences – budget to GAAP:		
Encumbrances for supplies and equipment ordered but not received are reported in the year the order is placed for budgetary purposes, but in the year the supplies are received for financial reporting purposes	_____	_____(70,743)
Total expenditures as reported on the statement of revenues, expenditures and changes in fund balances – governmental funds	<u>\$79,014,839</u>	<u>\$2,204,545</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, Cash Equivalents and Investments:**

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

New Jersey School Districts are limited as to the types of investments and types of financial institutions they may invest in. *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, 2010

**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 three years following the contract year. The cumulative adjustments through June 30, 2010, which have not been recorded, are not determinable.

The tuition rate adjustments for the years 2006-2007 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, 2010.

**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, 2010**

**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, 2010 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, 2010

**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.

**Note 2. Cash and Cash Equivalents and Investments**

The District is governed by the deposit and investment limitations of New Jersey state law. The Deposits and investments held at June 30, 2010, and reported at fair value are as follows:

Type	Carrying Value
<b>Deposits:</b>	
Demand Deposits	<u>\$5,043,700</u>
Total Deposits	<u>\$5,043,700</u>
<b>Reconciliation of Statements of Net Assets:</b>	
Governmental-Type Activity	\$2,539,530
Business-Type Activity	639,475
Fiduciary Fund	<u>1,864,695</u>
Total Cash and Cash Equivalents	<u>\$5,043,700</u>

EAST WINDSOR REGIONAL SCHOOL DISTRICT

NOTES TO THE FINANCIAL STATEMENTS (continued):

JUNE 30, 2010

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

**Custodial Credit Risk** – Deposits in financial institutions, reported as components of cash, cash equivalents and investments had a bank balance of \$8,213,210 at June 30, 2010. Of the bank balance \$523,265 was fully insured by the FDIC (Federal Depository Insurance Corporation) and \$7,689,945 was secured by a collateral pool held by the bank, but not in the District's name, as required by New Jersey's Governmental Unit Deposit Protection Act (GUDPA). The Governmental Unit Deposit Protection Act is more fully described in Note 3 of these financial statements.

**Investment Interest Rate Risk** – The District has no formal investment policy that limits investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates. Maturities of investment held at June 30, 2010, are provided in the above schedule.

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

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

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

EAST WINDSOR REGIONAL SCHOOL DISTRICT

NOTES TO THE FINANCIAL STATEMENTS (continued):  
JUNE 30, 2010

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

The District has deposited cash in 2010 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.

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

EAST WINDSOR REGIONAL SCHOOL DISTRICT

NOTES TO THE FINANCIAL STATEMENTS (continued):  
JUNE 30, 2010

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

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. 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 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, 2009 to June 30, 2010 fiscal year is as follows:

Beginning Balance, July 1, 2009	\$34,804
Interest Earned	<u>2,774</u>
Ending Balance, June 30, 2010	<u>\$37,578</u>

**EAST WINDSOR REGIONAL SCHOOL DISTRICT**

**NOTES TO THE FINANCIAL STATEMENTS (continued):  
JUNE 30, 2010**

**Note 5. Fixed Assets**

The following schedule is a summarization of the general fixed assets for the fiscal year ended June 30, 2010:

	<b>June 30, 2009</b>	<b>Additions</b>	<b>Deletions</b>	<b>June 30, 2010</b>
Land	\$ 149,550		\$ -	\$ 149,550
Buildings & Building Improvements	128,042,477	\$ 211,703		128,254,180
Machinery & Equipment	17,335,839	595,999		17,931,838
Construction in Progress	14,794,006	5,485,815		<u>20,279,821</u>
Subtotal	160,321,872	6,293,517		166,615,389
Accumulated Depreciation	<u>(41,351,636)</u>	<u>(4,359,390)</u>		<u>(45,711,026)</u>
Total	<u>\$118,970,236</u>	<u>\$1,934,127</u>	<u>\$ -</u>	<u>\$120,904,363</u>

The following schedule is a summary of the proprietary fund type fixed assets at June 30, 2010:

	<b>Original Cost</b>	<b>Accumulated Depreciation</b>	<b>Book Value</b>
Machinery & Equipment	<u>\$709,359</u>	<u>\$(373,319)</u>	<u>\$336,040</u>

**Note 6. Long-Term Debt**

During the fiscal year ended June 30, 2010 the following changes occurred in liabilities reported in the General Long-Term Debt Account Group:

	<b>Balance 6/30/09</b>	<b>Issued</b>	<b>Retired</b>	<b>Balance 6/30/10</b>	<b>Due Within Year</b>
Capital Leases Payable	\$ 2,978,240		\$ (628,783)	\$ 2,349,457	\$ 595,454
Compensated Absences	931,169	\$52,343		983,512	
Bonds Payable	43,939,000		(1,840,000)	42,099,000	1,885,000
Legal Settlement	1,750,000		(250,000)	1,500,000	250,000
Early Retirement Program	235,667		(77,276)	158,391	
Total	<u>\$49,834,076</u>	<u>\$52,343</u>	<u>\$(2,796,059)</u>	<u>\$47,090,360</u>	<u>\$2,730,454</u>

**EAST WINDSOR REGIONAL SCHOOL DISTRICT**

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

**JUNE 30, 2010**

**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.

General Obligations Bonds currently outstanding are as follows:

Purpose	Interest Rates	Amount
School Additions & Renovations	3.75% to 4.50%	\$36,209,000
Refunding Bonds	3.75% to 4.10%	5,890,000

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

Year Ending June 30,	Principal	Interest	Total
2011	\$ 1,885,000	\$ 1,767,264	\$ 3,652,264
2012	1,935,000	1,692,408	3,627,408
2013	1,985,000	1,615,008	3,600,008
2014	2,030,000	1,535,708	3,565,708
2015	2,080,000	1,454,508	3,534,508
2016-2020	11,100,000	5,986,488	17,086,488
2021-2025	12,100,000	3,580,106	15,680,106
2026-2029	<u>8,984,000</u>	<u>1,012,995</u>	<u>9,996,995</u>
Total	<u>\$42,099,000</u>	<u>\$18,644,485</u>	<u>\$60,743,485</u>

EAST WINDSOR REGIONAL SCHOOL DISTRICT

NOTES TO THE FINANCIAL STATEMENTS (continued):  
JUNE 30, 2010

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

**B. Capital Leases Payable:**

As of June 30, 2010, 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, 2) a capital lease entered into on December 15, 2005 for telephone systems for three different schools and 3) 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, 2010:

YEAR	AMOUNT
2011	\$ 673,233
2012	623,710
2013	623,710
2014	<u>623,710</u>
Total Minimum Lease Payment	2,544,363
Less: Amount Representing Interest	<u>(194,905)</u>
Present Value of Net Minimum Lease Payments	<u>\$2,349,458</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.

**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

EAST WINDSOR REGIONAL SCHOOL DISTRICT

NOTES TO THE FINANCIAL STATEMENTS (continued):

JUNE 30, 2010

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

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

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

**Significant Legislation** - During the year ended June 30, 1997, legislation was enacted (Chapter 114, P.L. 1997) authorizing the New Jersey Economic Development Authority to issue bonds, notes or other

**EAST WINDSOR REGIONAL SCHOOL DISTRICT**

**NOTES TO THE FINANCIAL STATEMENTS (continued):  
JUNE 30, 2010**

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

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.

**Contribution Requirements** – The contribution policy is set by *N.J.S.A.43:15A*, Chapter 62, P.L. of 1994, Chapter 115, P.L. of 1997 and *N.J.S.A.18:66*, and requires contributions by active members and contributing employers. Plan member and employer contributions may be amended by State of New Jersey legislation. TPAF and PERS provide for employee contributions of 5.5% of employees' annual compensation, as defined. Employers are required to contribute at an actuarially determined rate in both

TPAF and PERS. The actuarially determined contribution includes funding for both cost-of-living adjustments, noncontributory death benefits and post-retirement medical premiums. Under current statute the District is a noncontributing employer of the TPAF.

**Three-Year Trend Information for PERS**

Year Funding	Annual Pension Cost (APC)	Percentage of APC Contributed	Net Pension Obligation
6/30/10	\$717,249	100%	-0-
6/30/09	753,376	100%	-0-
6/30/08	472,149	100%	-0-

**EAST WINDSOR REGIONAL SCHOOL DISTRICT**  
**NOTES TO THE FINANCIAL STATEMENTS (continued):**  
**JUNE 30, 2010**

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

**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>
6/30/10	\$2,242,146	100%	-0-
6/30/09	2,257,345	100%	-0-
6/30/08	4,229,788	100%	-0-

During the year ended June 30, 2010 the State of New Jersey contributed \$2,242,146 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 \$2,576,996 for the year ended June 30, 2010 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, 2009, there were 84,590 retirees eligible for post-retirement medical benefits. The cost of these benefits is funded through contributions by the State in accordance with P.L. 1994, c.62. Funding of post-retirement medical premiums changed from a prefunding basis to a pay-as-you-go basis beginning in Fiscal Year 1994.

The State is also responsible for the cost attributable to P.L. 1992, c.126, which provides free health benefits to members of PERS and the Alternate Benefit Program who retired from a board of education or county college with 25 years of service. The State paid \$116.9 million toward Chapter 126 benefits for 13,320 eligible retired members in Fiscal Year 2009.

**EAST WINDSOR REGIONAL SCHOOL DISTRICT**

**NOTES TO THE FINANCIAL STATEMENTS (continued):  
JUNE 30, 2010**

**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
2009-2010	\$1,168,296	\$ 1,776	\$199,062	\$1,456,839
2008-2009	182,444	6,804	96,242	485,829
2007-2008	299,519	14,797	101,381	565,227

During the year ended June 30, 2010, the District contributed \$1,100,000 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 the collectability of any related receivable at June 30, 2010 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

**EAST WINDSOR REGIONAL SCHOOL DISTRICT**

**NOTES TO THE FINANCIAL STATEMENTS (continued):  
JUNE 30, 2010**

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

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, 2010 may be impaired.

**Note 11. Interfund Receivables and Payables**

The following interfund balances remained on the balance sheet at June 30, 2010:

<b>Fund</b>	<b>Interfund Receivable</b>	<b>Interfund Payable</b>
General Fund	\$123,262	
Special Revenue Fund		\$ 1,723
Fuel Facility		5,439
Payroll Agency		103,514
Senior Transportation	<u>                    </u>	<u>12,586</u>
 Total	 <u>\$123,262</u>	 <u>\$123,262</u>

**Note 12. Fund Balance Appropriated**

**General Fund** – Of the \$2,739,194 General Fund fund balance at June 30, 2010, \$1,234,904 has been reserved for encumbrances; \$37,578 has been reserved for future capital; \$1,000,000 has been reserved for future maintenance repairs; \$60,756 is reserved for excess surplus; \$500,000 has been designated for subsequent year's expenditures and (\$94,044) is unreserved and undesignated.

**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:

EAST WINDSOR REGIONAL SCHOOL DISTRICT

NOTES TO THE FINANCIAL STATEMENTS (continued):  
JUNE 30, 2010

**Note 13. Deferred Compensation (continued):**

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			

**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, 2010 is \$983,512.

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, 2010 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, 2010 was \$60,756.

**EAST WINDSOR REGIONAL SCHOOL DISTRICT**  
**NOTES TO THE FINANCIAL STATEMENTS (continued):**  
**JUNE 30, 2010**

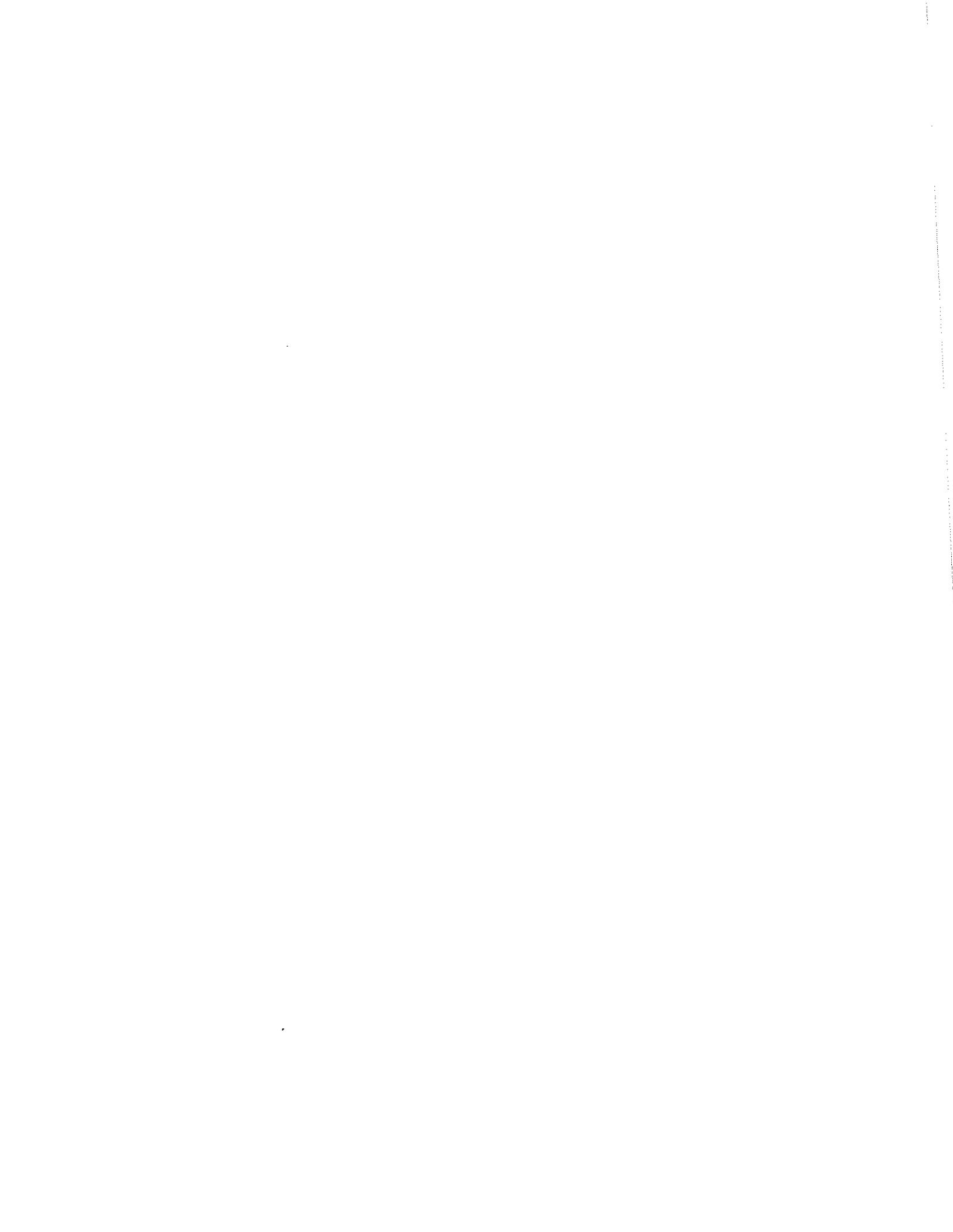
**Note 16. Deferred Bond Issuance Costs**

The District issued debt during the 2006 fiscal year that included issuance costs of \$86,093 that are deferred to future periods. The deferred charges recorded in the district-wide statement of net assets represents debt issuance costs that are being amortized using the straight-line method over the life of the related bonds. The unamortized costs associated with the issues of the various bonds amounted to \$186,228 at June 30, 2010. The amortization expense for the year ended June 30, 2010 amounted to \$14,281. In governmental funds, debt issuance costs are recognized in the current period.

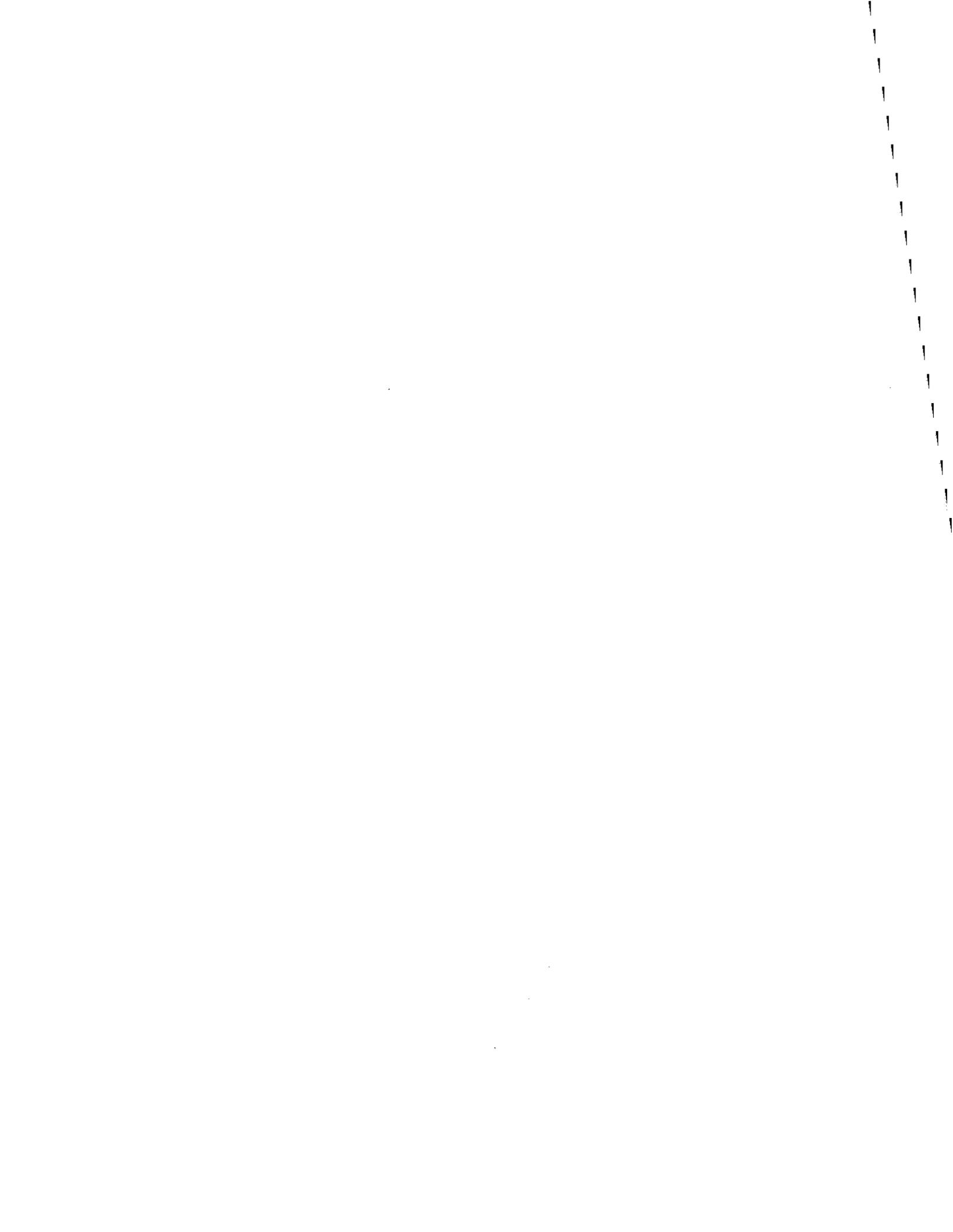
**Note 17. Economic Dependency**

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.

**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, 2010 AND 2009**

ACCOUNT NUMBERS	JUNE 30, 2010				POSITIVE/ (NEGATIVE)	JUNE 30, 2009				POSITIVE/ (NEGATIVE)	
	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL	FINAL TO ACTUAL	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL	FINAL TO ACTUAL	
<b>Revenues:</b>											
<b>Local Sources:</b>											
Local Tax Levy	10-1210	\$54,619,664		54,619,664	54,619,664		53,719,279		53,719,279	53,719,279	
Tuition	10-1300	744,823		744,823	741,119	(3,704)	782,515		782,515	801,497	18,982
Interest on Capital Reserve	10-1XXX	1,000		1,000	2,774	1,774				3,969	3,969
Revenue from Community Service	10-1800						292,624		292,624	38,855	(253,769)
Building Rentals	10-1910	291,624		291,624	24,198	(267,426)					
Unrestricted Miscellaneous	10-1XXX	240,000		240,000	212,321	(27,679)	288,000	(2,279)	285,721	380,931	95,210
<b>Total Local Sources</b>		<b>55,897,111</b>		<b>55,897,111</b>	<b>55,600,076</b>	<b>(297,035)</b>	<b>55,082,418</b>	<b>(2,279)</b>	<b>55,080,139</b>	<b>54,944,531</b>	<b>(135,608)</b>
<b>State Sources:</b>											
Extraordinary Aid	10-3190	137,580		137,580	157,700	20,120	137,580		137,580	281,344	143,764
Non-Public Transportation Aid	10-3231				36,340	36,340				39,186	39,186
Categorical Special Education Aid	10-3132	2,696,102		2,696,102	2,696,102		2,598,224		2,598,224	2,598,224	
Equalization Aid	10-3176	14,261,909	(2,587,767)	11,674,142	11,674,142		14,823,451		14,823,451	14,672,557	(150,894)
Categorical Security Aid	10-3177	589,045		589,045	589,045		557,627		557,627	557,627	
Categorical Transportation Aid	10-3121	1,942,306		1,942,306	1,485,022	(457,284)	1,510,060		1,510,060	1,510,060	
<b>Nonbudgeted:</b>											
On-Behalf TPAF Pension Contribution	10-3901				2,242,146	2,242,146				2,257,345	2,257,345
Reimbursed TPAF Social Security Contributions	10-3902				2,576,996	2,576,996				2,410,116	2,410,116
<b>Total State Sources</b>		<b>19,626,942</b>	<b>(2,587,767)</b>	<b>17,039,175</b>	<b>21,457,493</b>	<b>4,418,318</b>	<b>19,626,942</b>		<b>19,626,942</b>	<b>24,326,459</b>	<b>4,699,517</b>
<b>Federal Sources:</b>											
Education State Grant, Recovery Act	16-4520		2,491,324	2,491,324	2,491,324						
Government Services Grant, Recovery Act	17-4521		96,443	96,443	96,443						
SEMI Reimbursements	10-4200	48,000		48,000	108,035	60,035		2,279	2,279	2,279	
<b>Total Federal Sources</b>		<b>48,000</b>	<b>2,587,767</b>	<b>2,635,767</b>	<b>2,695,802</b>	<b>60,035</b>		<b>2,279</b>	<b>2,279</b>	<b>2,279</b>	
<b>Total Revenues</b>		<b>75,572,053</b>		<b>75,572,053</b>	<b>79,753,371</b>	<b>4,181,318</b>	<b>74,709,360</b>		<b>74,709,360</b>	<b>79,273,269</b>	<b>4,563,909</b>

**EAST WINDSOR REGIONAL SCHOOL DISTRICT  
GENERAL FUND  
BUDGETARY COMPARISON SCHEDULE  
FOR THE FISCAL YEARS ENDED JUNE 30, 2010 AND 2009**

	ACCOUNT NUMBERS	JUNE 30, 2010				POSITIVE/ (NEGATIVE)	JUNE 30, 2009				POSITIVE/ (NEGATIVE)	
		ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL	FINAL TO ACTUAL	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL	FINAL TO ACTUAL	
<b>Expenditures:</b>												
<b>Current Expense:</b>												
<b>Instruction - Regular Programs:</b>												
<b>Salaries of Teachers:</b>												
	Preschool	11-105-100-101					28,306	23,664	51,970	51,970		
	Kindergarten	11-110-100-101	686,384	(5,258)	681,126	676,993	4,133	597,007	32,116	629,123	629,121	2
	Grades 1 - 5	11-120-100-101	8,322,906	(664,472)	7,658,434	7,640,797	17,637	7,866,859	207,210	8,074,069	8,074,068	1
	Grades 6 - 8	11-130-100-101	5,141,025	(177,373)	4,963,652	4,919,116	44,536	4,976,820	(357)	4,976,463	4,976,462	1
53	Grades 9 - 12	11-140-100-101	6,316,514	208,681	6,525,195	6,499,100	26,095	6,525,842	(448,340)	6,077,502	6,077,381	121
<b>Home Instruction - Regular Programs:</b>												
	Salaries of Teachers	11-150-100-101	32,656	21,754	54,410	54,410	54,968	(10,527)	44,441	44,440		1
	Purchased Professional - Educational Services	11-150-100-320	10,500	48,924	59,424	50,026	9,398	10,500	(2,640)	7,860	7,800	60
<b>Regular Programs - Undistributed Instruction:</b>												
	Other Salaries for Instruction	11-190-100-106	80,306	(12,578)	67,728	66,948	780	131,798	(41,474)	90,324	90,321	3
	Purchased Professional - Educational Services	11-190-100-320	11,200	144,640	155,840	155,840	11,200	(9,880)	1,320	1,320		
	Purchased Technical Services	11-190-100-340	456,051	(294,578)	161,473	153,753	7,720	436,543	(312,752)	123,791	123,249	542
	Other Purchased Services	11-190-100-500	23,485	(21,821)	1,664	1,020	644	13,330	(13,200)	130	100	30
	General Supplies	11-190-100-610	1,474,775	378,105	1,852,880	1,436,591	416,289	1,653,130	889,543	2,542,673	2,393,963	148,710
	Textbooks	11-190-100-640	500,617	233,354	733,971	488,160	245,811	778,644	640,846	1,419,490	1,083,134	336,356
	Other Objects	11-190-100-890	6,522	(2,310)	4,212	3,724	488	9,768	(8,024)	1,744	1,675	69
<b>Total Regular Programs</b>			<b>23,062,941</b>	<b>(142,932)</b>	<b>22,920,009</b>	<b>22,146,478</b>	<b>773,531</b>	<b>23,094,715</b>	<b>946,185</b>	<b>24,040,900</b>	<b>23,555,004</b>	<b>485,896</b>
<b>Special Education:</b>												
<b>Learning and/or Language Disabled:</b>												
	Salaries of Teachers	11-204-100-101	1,373,259	(838,354)	534,905	533,345	1,560	1,399,922	(119,523)	1,280,399	1,280,040	359
	Other Salaries for Instruction	11-204-100-106	193,832	(30,929)	162,903	162,893	10	224,275	(39,677)	184,598	184,035	563
	General Supplies	11-204-100-610		16,161	16,161	16,161		17,456	268	17,724	17,723	1
	Textbooks	11-204-100-640	4,931	(4,931)				4,931	(673)	4,258		4,258
<b>Total Learning and/or Language Disabled</b>			<b>1,572,022</b>	<b>(858,053)</b>	<b>713,969</b>	<b>712,399</b>	<b>1,570</b>	<b>1,646,584</b>	<b>(159,605)</b>	<b>1,486,979</b>	<b>1,481,798</b>	<b>5,181</b>

**EAST WINDSOR REGIONAL SCHOOL DISTRICT  
GENERAL FUND  
BUDGETARY COMPARISON SCHEDULE  
FOR THE FISCAL YEARS ENDED JUNE 30, 2010 AND 2009**

ACCOUNT NUMBERS	JUNE 30, 2010				POSITIVE/ (NEGATIVE)	JUNE 30, 2009				POSITIVE/ (NEGATIVE)	
	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL	FINAL TO ACTUAL	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL	FINAL TO ACTUAL	
<b>Behavioral Disabilities:</b>											
Salaries of Teachers	11-209-100-101	185,373	(176,461)	8,912	8,912	173,058	8,275	181,333	181,234	99	
Other Salaries for Instruction	11-209-100-106	17,854	(16,996)	858	858	20,870	(32)	20,838	17,168	3,670	
General Supplies	11-209-100-610					2,438	32	2,470	2,470		
<b>Total Visual Impairments</b>		<b>203,227</b>	<b>(193,457)</b>	<b>9,770</b>	<b>9,770</b>	<b>196,366</b>	<b>8,275</b>	<b>204,641</b>	<b>200,872</b>	<b>3,769</b>	
<b>Multiple Disabilities:</b>											
Salaries of Teachers	11-212-100-101	357,567	(87,848)	269,719	269,079	640	408,990	(76,000)	332,990	325,494	7,496
Other Salaries for Instruction	11-212-100-106	45,412	(24,578)	20,834	20,632	202	85,621	(45,000)	40,621	33,854	6,767
General Supplies	11-212-100-610		43,336	43,336	30,536	12,800	7,712	45,007	52,719	9,680	43,039
Textbooks	11-212-100-640						2,500	(7)	2,493	2,493	
<b>Total Multiple Disabilities</b>		<b>402,979</b>	<b>(69,090)</b>	<b>333,889</b>	<b>320,247</b>	<b>13,642</b>	<b>504,823</b>	<b>(76,000)</b>	<b>428,823</b>	<b>369,028</b>	<b>59,795</b>
<b>Resource Room/Resource Center:</b>											
Salaries of Teachers	11-213-100-101	2,434,426	1,126,626	3,561,052	3,557,093	3,959	2,653,491	(294,839)	2,358,652	2,357,206	1,446
Other Salaries for Instruction	11-213-100-106	136,122	239,170	375,292	375,281	11	140,760	(5,022)	135,738	130,887	4,851
General Supplies	11-213-100-610		1,862	1,862	1,862		16,986	72	17,058	17,058	
Textbooks	11-213-100-640						16,500	(14,005)	2,495	2,495	
<b>Total Resource Room/Resource Center</b>		<b>2,570,548</b>	<b>1,367,658</b>	<b>3,938,206</b>	<b>3,934,236</b>	<b>3,970</b>	<b>2,827,737</b>	<b>(313,794)</b>	<b>2,513,943</b>	<b>2,505,151</b>	<b>8,792</b>
<b>Special Education - Autism:</b>											
Salaries of Teachers	11-214-100-101		138,409	138,409	132,896	5,513					
Other Salaries for Instruction	11-214-100-106		46,501	46,501	44,250	2,251					
<b>Total Autism</b>			<b>184,910</b>	<b>184,910</b>	<b>177,146</b>	<b>7,764</b>					
<b>Preschool Disabilities:</b>											
Salaries of Teachers	11-215-100-101	80,016	62,707	142,723	139,564	3,159	150,938	(74,000)	76,938	76,938	
Other Salaries for Instruction	11-215-100-106	143,963	(45,075)	98,888	98,888		134,075	3,647	137,722	137,722	
General Supplies	11-215-100-610	4,400	898	5,298	5,298		3,400		3,400	1,613	1,787
Textbooks	11-215-100-640						1,000		1,000	1,000	
<b>Total Preschool Disabilities</b>		<b>228,379</b>	<b>18,530</b>	<b>246,909</b>	<b>243,750</b>	<b>3,159</b>	<b>289,413</b>	<b>(70,353)</b>	<b>219,060</b>	<b>216,273</b>	<b>2,787</b>

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**EAST WINDSOR REGIONAL SCHOOL DISTRICT  
GENERAL FUND  
BUDGETARY COMPARISON SCHEDULE  
FOR THE FISCAL YEARS ENDED JUNE 30, 2010 AND 2009**

ACCOUNT NUMBERS	JUNE 30, 2010				POSITIVE/ (NEGATIVE)	JUNE 30, 2009				POSITIVE/ (NEGATIVE)
	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL	FINAL TO ACTUAL	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL	FINAL TO ACTUAL
Total Special Education	4,977,155	450,498	5,427,653	5,397,548	30,105	5,464,923	(611,477)	4,853,446	4,773,122	80,324
Basic Skills/Remedial - Instruction:										
Salaries of Teachers	428,473	167,733	596,206	595,478	728	539,900	(120,000)	419,900	406,324	13,576
Other Salaries for Salaries						56,700	(50,000)	6,700		6,700
General Supplies						45,000	(40,000)	5,000		5,000
Total Basic Skills/Remedial Instruction	428,473	167,733	596,206	595,478	728	641,600	(210,000)	431,600	406,324	25,276
Bilingual Education - Instruction:										
Salaries of Teachers	1,496,153	(46,304)	1,449,849	1,447,775	2,074	1,364,852	94,790	1,459,642	1,453,323	6,319
Other Salaries for Instruction	47,611	2,001	49,612	49,484	128	87,473	(22,509)	64,964	45,780	19,184
Purchased Technical Services	2,000	(2,000)				2,000		2,000		2,000
Other Purchased Services	500	(500)				500		500		500
General Supplies	8,198	(8,198)				8,198	(4,000)	4,198	132	4,066
Textbooks	5,000	(5,000)				5,000	4,000	9,000	6,257	2,743
Other Objects	1,000	(1,000)				1,000		1,000		1,000
Total Bilingual Education - Instruction	1,560,462	(61,001)	1,499,461	1,497,259	2,202	1,469,023	72,281	1,541,304	1,505,492	35,812
School Sponsored Cocurricular Activities:										
Salaries	259,465	5,251	264,716	263,929	787	267,143	(14,104)	253,039	253,037	2
Purchased Services	7,000	(3,927)	3,073	2,211	862	7,000	(200)	6,800	4,123	2,677
Supplies and Materials	9,576	(8,256)	1,320	886	434	12,758	(9,224)	3,534	2,436	1,098
Other Objects	6,900	(2,900)	4,000	3,840	160	6,900	(3,300)	3,600	3,549	51
Total School Sponsored Cocurricular Activities	282,941	(9,832)	273,109	270,866	2,243	293,801	(26,828)	266,973	263,145	3,828
School Sponsored Athletics - Instruction:										
Salaries	537,761	110,438	648,199	648,011	188	572,706	(63,636)	509,070	509,068	2
Purchased Services	58,670	10,784	69,454	68,433	1,021	58,095	(1,824)	56,271	56,270	1
Supplies and Materials	110,197	(11,226)	98,971	77,872	21,099	110,772	4,193	114,965	114,756	209
Other Objects	5,050	(2,500)	2,550	2,525	25	5,050	(2,180)	2,870	2,870	
Total School Sponsored Athletics - Instruction	711,678	107,496	819,174	796,841	22,333	746,623	(63,447)	683,176	682,964	212

EAST WINDSOR REGIONAL SCHOOL DISTRICT  
GENERAL FUND  
BUDGETARY COMPARISON SCHEDULE  
FOR THE FISCAL YEARS ENDED JUNE 30, 2010 AND 2009

ACCOUNT NUMBERS	JUNE 30, 2010				POSITIVE/ (NEGATIVE) FINAL TO ACTUAL	JUNE 30, 2009				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		4,517	4,517	4,517						
Total Other Instructional Programs - Instruction			4,517	4,517	4,517						
Total Other Instruction		2,983,554	208,913	3,192,467	3,164,961	27,506	3,151,047	(227,994)	2,923,053	2,857,925	65,128
Total - Instruction		31,023,650	516,479	31,540,129	30,708,987	831,142	31,710,685	106,714	31,817,399	31,186,051	631,348
Community Service Programs/Operations: Salaries	11-800-330-100	12,996	198	13,194	13,185	9	18,790	(1,800)	16,990	11,601	5,389
Supplies and Materials	11-800-330-600	500	(9)	491		491	500	(8)	492		492
Total Community Service Programs/Operations		13,496	189	13,685	13,185	500	19,290	(1,808)	17,482	11,601	5,881
Undistributed Expenditures: Instruction:											
Tuition to Other LEAs Within State - Regular	11-000-100-561		83,079	83,079	82,829	250					
Tuition to Other LEAs Within State - Special	11-000-100-562						73,480	(32,738)	40,742	40,742	
Tuition to County Vocational School District - Regular	11-000-100-563	73,480	(73,480)								
Tuition to CSSD & Regional Day Schools	11-000-100-565	2,616,948	511,904	3,128,852	3,120,548	8,304	2,637,948	(131,616)	2,506,332	2,504,839	1,493
Tuition to Private Schools for the Handicapped Within the State	11-000-100-566	1,320,005	(810,129)	509,876	437,470	72,406	1,323,655	6,306	1,329,961	1,333,259	(3,298)
Tuition to Private Schools for the Handicapped & Other LEA's Special	11-000-100-567	3,650	(3,650)					3,650	3,650	3,601	49
Tuition - State Facilities	11-000-100-568	4,500		4,500	4,500		28,708	275	28,983	28,982	1
Tuition - Other	11-000-100-569		14,909	14,909		14,909		14,909	14,909	2,704	12,205
Total Instruction		4,018,583	(277,367)	3,741,216	3,645,347	95,869	4,063,791	(139,214)	3,924,577	3,914,127	10,450
Attendance/Social Work: Salaries	11-000-211-100						75,638	(33,031)	42,607	42,607	
Purchased Professional & Technical Services	11-000-211-300	750	584	1,334	1,334			380	380	379	1
Other Purchased Services	11-000-211-500	250		250	209	41	250		250	238	12
Supplies and Materials	11-000-211-600	1,000	2,732	3,732	3,409	323	1,000	2,037	3,037	3,012	25
Total Attendance/Social Work		2,000	3,316	5,316	4,952	364	76,888	(30,614)	46,274	46,236	38
Health Services: Salaries	11-000-213-100	611,191	(11,919)	599,272	574,086	25,186	634,642	(79,051)	555,591	554,639	952

**EAST WINDSOR REGIONAL SCHOOL DISTRICT  
GENERAL FUND  
BUDGETARY COMPARISON SCHEDULE  
FOR THE FISCAL YEARS ENDED JUNE 30, 2010 AND 2009**

ACCOUNT NUMBERS	JUNE 30, 2010				POSITIVE/ (NEGATIVE)	JUNE 30, 2009				POSITIVE/ (NEGATIVE)	
	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL	FINAL TO ACTUAL	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL	FINAL TO ACTUAL	
Health Services (continued):											
Purchased Professional & Technical Services	11-000-213-300	40,010	(5,359)	34,651	34,158	493	39,800	(4,852)	34,948	33,402	1,546
Other Purchased Services	11-000-213-500	34,400	(34,159)	241	172	69	400	34,967	35,367	33,997	1,370
Supplies and Materials	11-000-213-600	18,276	(4,042)	14,234	12,388	1,846	11,426	(180)	11,246	10,154	1,092
Miscellaneous Expenditures	11-000-213-800	631	(631)				631		631	35	596
<b>Total Health Services</b>		<b>704,508</b>	<b>(56,110)</b>	<b>648,398</b>	<b>620,804</b>	<b>27,594</b>	<b>686,899</b>	<b>(49,116)</b>	<b>637,783</b>	<b>632,227</b>	<b>5,556</b>
Other Support Services - Students - Related Services:											
Salaries	11-000-216-100	846,360	(19,614)	826,746	817,699	9,047	728,935	70,816	799,751	797,146	2,605
Purchased Professional - Educational Services	11-000-216-320	38,000	(30,061)	7,939	1,760	6,179	38,000	(34,249)	3,751	3,751	
Supplies and Materials	11-000-216-600	11,123	17,223	28,346	28,346		11,123	840	11,963	11,483	480
<b>Total Other Support Services - Students - Related - Services</b>		<b>895,483</b>	<b>(32,452)</b>	<b>863,031</b>	<b>847,805</b>	<b>15,226</b>	<b>778,058</b>	<b>37,407</b>	<b>815,465</b>	<b>812,380</b>	<b>3,085</b>
Other Support Services - Students - Extraordinary Services:											
Salaries	11-000-217-100	221,918	(212,986)	8,932	8,932		318,842	(139,853)	178,989	178,517	472
Purchased Professional - Educational Services	11-000-217-320	2,000	3,077	5,077	5,077		2,000	7	2,007	2,007	
<b>Total Other Support Services - Students - Extraordinary Services</b>		<b>223,918</b>	<b>(209,909)</b>	<b>14,009</b>	<b>14,009</b>		<b>320,842</b>	<b>(139,846)</b>	<b>180,996</b>	<b>180,524</b>	<b>472</b>
Other Support Services - Students - Regular:											
Salaries of Other Professional Staff	11-000-218-104	1,160,662	(59,967)	1,100,695	1,071,971	28,724	1,179,094	(38,439)	1,140,655	1,140,654	1
Salaries of Secretarial & Clerical Assistants	11-000-218-105	56,252	(7,177)	49,075	49,000	75	126,881	(78,306)	48,575	48,575	
Other Salaries	11-000-218-110	9,147	(9,147)				8,795	(8,776)	19		19
Purchased Professional - Educational Services	11-000-218-320	3,595	(2,215)	1,380	1,380		3,575	(2,965)	610	540	70
Other Purchased Professional & Technical Services	11-000-218-390	92,058	(49,815)	42,243	34,873	7,370	91,788	176,740	268,528	268,477	51
Other Purchased Services	11-000-218-500	1,615	(1,615)				11,768	(11,551)	217	216	1

EAST WINDSOR REGIONAL SCHOOL DISTRICT  
GENERAL FUND  
BUDGETARY COMPARISON SCHEDULE  
FOR THE FISCAL YEARS ENDED JUNE 30, 2010 AND 2009

ACCOUNT NUMBERS	JUNE 30, 2010				POSITIVE/ (NEGATIVE)	JUNE 30, 2009				POSITIVE/ (NEGATIVE)	
	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL	FINAL TO ACTUAL	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL	FINAL TO ACTUAL	
Other Support Services - Students - Regular (continued):											
Supplies and Materials	11-000-218-600	43,146	(18,946)	24,200	23,361	839	38,512	(8,933)	29,579	22,247	7,332
Other Objects	11-000-218-800	1,150	240	1,390	785	605	1,150	(520)	630	532	98
Total Other Support Services - Students - Regular		1,367,625	(148,642)	1,218,983	1,181,370	37,613	1,461,563	27,250	1,488,813	1,481,241	7,572
Other Support Services - Students - Special Services:											
Salaries of Other Professional Staff	11-000-219-104	1,776,929	(110,181)	1,666,748	1,656,437	10,311	1,547,245	62,472	1,609,717	1,609,715	2
Salaries of Secretarial & Clerical Assistants	11-000-219-105	158,480	(30,064)	128,416	128,416		163,982	(41,971)	122,011	122,011	
Other Salaries	11-000-219-110	27,761	(27,761)				163,232	(163,223)	9		9
Purchased Professional - Educational Services	11-000-219-320	62,729	(36,452)	26,277	25,681	596	62,729	4,214	66,943	65,743	1,200
Other Purchased Professional & Technical Services	11-000-219-390	11,000	(1,867)	9,133	4,980	4,153	11,000	1,571	12,571	11,473	1,098
Residential Costs	11-000-219-591	8,000	(8,000)				8,000	(8,000)			
Miscellaneous Purchased Services - (400-500 Series Other Than Residential Costs)	11-000-219-592		4,431	4,431	3,002	1,429		3,723	3,723	3,723	
Supplies and Materials	11-000-219-600	63,369	(597)	62,772	58,136	4,636	65,511	35,353	100,864	85,127	15,737
General Supplies	11-000-219-610		2,562	2,562	2,562						
Other Objects	11-000-219-800	2,700	(2,700)				2,000	503	2,503	2,503	
Total Other Support Services - Students - Special Services		2,110,968	(210,629)	1,900,339	1,879,214	21,125	2,023,699	(105,358)	1,918,341	1,900,295	18,046
Improvement of Instruction Services:											
Salaries of Supervisors of Instruction	11-000-221-102	653,161	274,149	927,310	902,574	24,736	597,069	69,062	666,131	666,131	
Salaries of Secretarial & Clerical Assistants	11-000-221-105	50,128	(50,128)				49,702	(21,585)	28,117	28,117	
Other Salaries	11-000-221-110	20,218	(9,217)	11,001	10,110	891	32,981	6,699	39,680	39,678	2
Other Purchased Professional & Technical Services	11-000-221-390	16,440	(4,393)	12,047	11,042	1,005	16,440	(12,273)	4,167	4,166	1
Other Purchased Services	11-000-221-500	3,000	(1,850)	1,150	974	176	3,000	(1,637)	1,363	1,363	
Supplies and Materials	11-000-221-600	8,000	1,615	9,615	8,621	994	18,469	(15,237)	3,232	3,231	1
General Supplies	11-000-221-610		9,900	9,900	9,745	155					
Other Objects	11-000-221-800	12,000	(12,000)				12,000	(1,022)	10,978	10,896	82
Total Improvement of Instruction Services		762,947	208,076	971,023	943,066	27,957	729,661	24,007	753,668	753,582	86
Educational Media Services/School Library:											
Salaries	11-000-222-100	1,095,816	(48,501)	1,047,315	1,031,335	15,980	1,067,319	(53,373)	1,013,946	1,013,946	

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**EAST WINDSOR REGIONAL SCHOOL DISTRICT  
GENERAL FUND  
BUDGETARY COMPARISON SCHEDULE  
FOR THE FISCAL YEARS ENDED JUNE 30, 2010 AND 2009**

ACCOUNT NUMBERS	JUNE 30, 2010				POSITIVE/ (NEGATIVE)	JUNE 30, 2009				POSITIVE/ (NEGATIVE)	
	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL	FINAL TO ACTUAL	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL	FINAL TO ACTUAL	
Educational Media Services/School Library (continued):											
Purchased Professional & Technical Services	11-000-222-300	251,924	305,236	557,160	457,864	99,296	252,105	275,418	527,523	493,188	34,335
Other Purchased Services	11-000-222-500	139,732	(13,098)	126,634	126,557	77	141,700	(61,521)	80,179	80,083	96
Supplies and Materials	11-000-222-600	257,572	(3,978)	253,594	248,502	5,092	254,146	34,242	288,388	287,724	664
<b>Total Educational Media Services/School Library</b>		<b>1,745,044</b>	<b>239,659</b>	<b>1,984,703</b>	<b>1,864,258</b>	<b>120,445</b>	<b>1,715,270</b>	<b>194,766</b>	<b>1,910,036</b>	<b>1,874,941</b>	<b>35,095</b>
Instructional Staff Training Services:											
Salaries of Supervisors of Instruction	11-000-223-102		119,149	119,149	119,149		98,513	40,242	138,755	138,755	
Salaries of Other Professional Staff	11-000-223-104	230,413	416	230,829	230,828	1	375,017	(8,990)	366,027	366,027	
Salaries of Secretarial & Clerical Assistants	11-000-223-105	43,808	(2,248)	41,560	41,560		42,010	(1,661)	40,349	40,348	1
Purchased Professional - Educational Services	11-000-223-320	23,496	22,819	46,315	45,465	850	31,696	(27,225)	4,471	4,457	14
Other Purchased Professional & Technical Services	11-000-223-390	3,500	4,421	7,921	7,840	81	7,000	(4,976)	2,024	1,493	531
Other Purchased Services	11-000-223-500	27,798	(4,244)	23,554	17,246	6,308	44,908	(23,386)	21,522	17,178	4,344
Supplies and Materials	11-000-223-600	10,000	(3,732)	6,268	6,183	85	25,747	(23,428)	2,319	2,223	96
<b>Total Instructional Staff Training Services</b>		<b>339,015</b>	<b>136,581</b>	<b>475,596</b>	<b>468,271</b>	<b>7,325</b>	<b>624,891</b>	<b>(49,424)</b>	<b>575,467</b>	<b>570,481</b>	<b>4,986</b>
Support Services General Administration:											
Salaries	11-000-230-100	303,992	(88,616)	215,376	209,000	6,376	344,759	(51,229)	293,530	292,687	843
Legal Services	11-000-230-331	204,774	(8,775)	195,999	190,697	5,302	204,774	38,396	243,170	223,681	19,489
Audit Fees	11-000-230-332	55,000	(4,000)	51,000	50,820	180	55,000	(10,200)	44,800	44,800	
Other Purchased Professional Services	11-000-230-339	42,991	3,939	46,930	46,930		47,515	(25,496)	22,019	21,903	116
Purchased Technical Services	11-000-230-340	25,783	(5,131)	20,652	20,219	433	5,531	1,686	7,217	6,010	1,207
Communications/Telephone	11-000-230-530	174,033	(7,062)	166,971	155,680	11,291	126,533	42,040	168,573	157,324	11,249

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**EAST WINDSOR REGIONAL SCHOOL DISTRICT  
GENERAL FUND  
BUDGETARY COMPARISON SCHEDULE  
FOR THE FISCAL YEARS ENDED JUNE 30, 2010 AND 2009**

ACCOUNT NUMBERS	JUNE 30, 2010				POSITIVE/ (NEGATIVE) FINAL TO ACTUAL	JUNE 30, 2009				POSITIVE/ (NEGATIVE) FINAL TO ACTUAL	
	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL		ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL		
Support Services General Administration (continued):											
BOE Other Purchased Services	11-000-230-585	4,575	(500)	4,075	3,692	383	4,575		4,575	2,630	1,945
Miscellaneous Purchased Services	11-000-230-590	48,072	59,712	107,784	107,757	27	43,772	4,675	48,447	46,176	2,271
General Supplies	11-000-230-610	43,846	(12,878)	30,968	20,360	10,608	43,846	(371)	43,475	32,219	11,256
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	250,000	250,000			750,000	750,000	750,000	
Miscellaneous Expenditures	11-000-230-890	8,024	868	8,892	8,230	662	3,500	40,610	44,110	39,552	4,558
BOE Membership Dues & Fees	11-000-230-895	29,166	(1,100)	28,066	28,066		27,000	5,266	32,266	29,861	2,405
<b>Total Support Services General Administration</b>		<b>941,756</b>	<b>184,957</b>	<b>1,126,713</b>	<b>1,091,451</b>	<b>35,262</b>	<b>908,305</b>	<b>795,377</b>	<b>1,703,682</b>	<b>1,646,843</b>	<b>56,839</b>
Support Services School Administration:											
Salaries of Principals & Assistant Principals	11-000-240-103	1,746,387	118,786	1,865,173	1,690,680	174,493	1,676,218	114,808	1,791,026	1,791,025	1
Salaries of Other Professional Staff	11-000-240-104	1,552	102,685	104,237	87,500	16,737	111,492	(108,530)	2,962	2,961	1
Salaries of Secretarial & Clerical Assistants	11-000-240-105	898,176	(12,458)	885,718	869,093	16,625	844,288	115,030	959,318	959,316	2
Purchased Professional & Technical Services	11-000-240-300	19,145	(10,170)	8,975	7,950	1,025	19,145	(8,681)	10,464	9,521	943
Other Purchased Services	11-000-240-500	10,400	(7,348)	3,052	2,440	612	10,400	(6,290)	4,110	3,886	224
General Supplies	11-000-240-600	53,222	42,163	95,385	62,385	33,000	41,798	32,555	74,353	72,041	2,312
Other Objects	11-000-240-800	40,480	(838)	39,642	32,742	6,900	38,828	(3,062)	35,766	30,565	5,201
<b>Total Support Services School Administration</b>		<b>2,769,362</b>	<b>232,820</b>	<b>3,002,182</b>	<b>2,752,790</b>	<b>249,392</b>	<b>2,742,169</b>	<b>135,830</b>	<b>2,877,999</b>	<b>2,869,315</b>	<b>8,684</b>
Central Services:											
Salaries	11-000-251-100	780,827	106,322	887,149	821,216	65,933	740,540	33,465	774,005	763,115	10,890
Other Purchased Professional Services	11-000-251-330	93,790	(289)	93,501	47,832	45,669	93,890	(71,765)	22,125	21,491	634
Purchased Technical Services	11-000-251-340	36,314	21,431	57,745	32,668	25,077	56,314	(23,031)	33,283	23,333	9,950
Miscellaneous Purchased Services	11-000-251-592	41,810	(5,245)	36,565	19,767	16,798	41,810	(5,948)	35,862	34,492	1,370
Supplies and Materials	11-000-251-600	57,687	162	57,849	48,885	8,964	57,687	29,995	87,682	78,515	9,167
Interest on Lease Purchase Agreements	11-000-251-832	128,975	(6,371)	122,604	101,243	21,361	18,975	(18,031)	944		944
Miscellaneous Expenditures	11-000-251-890	3,015		3,015	2,628	387	2,700	511	3,211	3,148	63

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**EAST WINDSOR REGIONAL SCHOOL DISTRICT  
GENERAL FUND  
BUDGETARY COMPARISON SCHEDULE  
FOR THE FISCAL YEARS ENDED JUNE 30, 2010 AND 2009**

ACCOUNT NUMBERS	JUNE 30, 2010				POSITIVE/ (NEGATIVE) FINAL TO ACTUAL	JUNE 30, 2009				POSITIVE/ (NEGATIVE) FINAL TO ACTUAL	
	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL		ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL		
Total Central Services	1,142,418	116,010	1,258,428	1,074,239	184,189	1,011,916	(54,804)	957,112	924,094	33,018	
Administrative Information Technology:											
Salaries	11-000-252-100					26,906	(26,000)	906		906	
Purchased Technical Services	11-000-252-340	36,406	(1,294)	35,112	3,400	31,712	36,406	43,000	79,406	19,782	59,624
Supplies and Materials	11-000-252-600		594	594	594						
Total Administrative Information Technology		36,406	(700)	35,706	3,994	31,712	63,312	17,000	80,312	19,782	60,530
Required Maintenance for School Facilities:											
Salaries	11-000-261-100	1,006,763	(23,324)	983,439	982,834	605	1,207,521	(50,575)	1,156,946	1,156,945	1
Cleaning, Repair & Maintenance Services	11-000-261-420	136,086	(53,016)	83,070	73,152	9,918	166,886	(50,693)	116,193	111,580	4,613
General Supplies	11-000-261-610	244,857	73,103	317,960	244,410	73,550	257,307	50,187	307,494	301,951	5,543
Other Objects	11-000-261-800	5,500	4,500	10,000	9,288	712	5,500	(800)	4,700	4,578	122
Total Allowable Maintenance for School Facilities		1,393,206	1,263	1,394,469	1,309,684	84,785	1,637,214	(51,881)	1,585,333	1,575,054	10,279
Other Operation & Maintenance of Plant:											
Salaries	11-000-262-100	2,273,805	(31,964)	2,241,841	2,208,702	33,139	2,367,455	(97,785)	2,269,670	2,269,369	301
Cleaning, Repair & Maintenance Services	11-000-262-420	439,458	(112,335)	327,123	297,213	29,910	439,458	(143,867)	295,591	279,044	16,547
Other Purchased Property Services	11-000-262-490	67,500	535	68,035	50,241	17,794	67,500	(704)	66,796	57,359	9,437
Insurance	11-000-262-520	325,000	(83,482)	241,518	241,518		325,000	(99,000)	226,000	225,416	584
Travel	11-000-262-580		200	200	100	100					
Miscellaneous Purchased Services	11-000-262-590		6,461	6,461	5,478	983		7,524	7,524	7,041	483
General Supplies	11-000-262-610	370,526	135,602	506,128	376,500	129,628	370,526	32,468	402,994	386,582	16,412
Energy (Heat & Electricity)	11-000-262-620						2,175,000	(208,356)	1,966,644	1,952,210	14,434
Energy (Natural Gas)	11-000-262-621	475,000	(6,500)	468,500	457,363	11,137					
Energy (Electricity)	11-000-262-622	1,805,000	(285,550)	1,519,450	1,409,079	110,371					
Other Objects	11-000-262-800	2,800	(1,010)	1,790	1,790		2,800	(670)	2,130	2,130	
Total Other Operation & Maintenance of Plant		5,759,089	(378,043)	5,381,046	5,047,984	333,062	5,747,739	(510,390)	5,237,349	5,179,151	58,198
Care & Upkeep of Grounds:											
Salaries	11-000-263-100	166,000		166,000	165,163	837					
General Supplies	11-000-263-610	43,250	(42,694)	556		556					
Total Care & Upkeep of Grounds		209,250	(42,694)	166,556	165,163	1,393					
Security:											
Salaries	11-000-266-100	165,000	4,656	169,656	165,000	4,656					
Total Security		165,000	4,656	169,656	165,000	4,656					

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EAST WINDSOR REGIONAL SCHOOL DISTRICT  
GENERAL FUND  
BUDGETARY COMPARISON SCHEDULE  
FOR THE FISCAL YEARS ENDED JUNE 30, 2010 AND 2009

ACCOUNT NUMBERS	JUNE 30, 2010				POSITIVE/ (NEGATIVE) FINAL TO ACTUAL	JUNE 30, 2009				POSITIVE/ (NEGATIVE) FINAL TO ACTUAL	
	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL		ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL		
Student Transportation Services:											
Salaries for Pupil Transportation - (Between Home & School) Regular	11-000-270-160	1,175,574	139,776	1,315,350	1,274,227	41,123	1,144,815	43,465	1,188,280	1,187,002	1,278
Salaries for Pupil Transportation - (Between Home & School) Special Education	11-000-270-161	364,600	4,003	368,603	352,092	16,511	679,875	(353,725)	326,150	319,224	6,926
Salaries for Pupil Transportation - (Other Than Between Home & School)	11-000-270-162	125,000	3,390	128,390	96,177	32,213	157,500	25,525	183,025	101,104	81,921
Other Purchased Professional & Technical Services	11-000-270-390	25,000	4,339	29,339	20,267	9,072	25,000	(2,582)	22,418	21,538	880
Cleaning, Repair & Maintenance Services	11-000-270-420	45,000		45,000	29,313	15,687	45,000	(22,000)	23,000	21,007	1,993
Aid in Lieu of Payments	11-000-270-503	110,000	(10,354)	99,646	99,312	334	92,000	14,886	106,886	106,886	
Contracted Services - (Between Home & School) Vendors	11-000-270-511	185,000	270	185,270	157,086	28,184	185,000		185,000	156,067	28,933
Contracted Services - (Other Than Between Home & School) Vendors	11-000-270-512	1,900	(55)	1,845	597	1,248	1,900	(200)	1,700	525	1,175
Contracted Services (Special Education Students - Joint Agreements)	11-000-270-515	449,881	(59,000)	390,881	361,662	29,219	449,881		449,881	426,215	23,666
Miscellaneous Purchased Services - Transportation	11-000-270-593	150,119		150,119	150,119		150,119		150,119	150,000	119
Supplies and Materials	11-000-270-600						285,000	75,882	360,882	288,787	72,095
General Supplies	11-000-270-610	295,000	(152,702)	142,298	131,965	10,333					
Transportation Supplies	11-000-270-615		109,910	109,910	83,073	26,837					
Other Objects	11-000-270-800	15,000		15,000	13,218	1,782	15,000	(5,015)	9,985	9,878	107
<b>Total Student Transportation Services</b>		<b>2,942,074</b>	<b>39,577</b>	<b>2,981,651</b>	<b>2,769,108</b>	<b>212,543</b>	<b>3,231,090</b>	<b>(223,764)</b>	<b>3,007,326</b>	<b>2,788,233</b>	<b>219,093</b>
Allocated Benefits - Student Transportation Services:											
Social Security	11-000-270-220	236,000		236,000	236,000		236,000		236,000	236,000	
Health Benefits	11-000-270-270	610,000	(23,801)	586,199	586,198	1	490,000	135,290	625,290	625,247	43
<b>Total Allocated Benefits - Student Transportation</b>		<b>846,000</b>	<b>(23,801)</b>	<b>822,199</b>	<b>822,198</b>	<b>1</b>	<b>726,000</b>	<b>135,290</b>	<b>861,290</b>	<b>861,247</b>	<b>43</b>
Other Support Services:											
Miscellaneous Purchased Services	11-000-290-500		8,091	8,091	7,591	500	48,471	(4,382)	44,089	6,087	38,002
<b>Total Other Support Services</b>			<b>8,091</b>	<b>8,091</b>	<b>7,591</b>	<b>500</b>	<b>48,471</b>	<b>(4,382)</b>	<b>44,089</b>	<b>6,087</b>	<b>38,002</b>
Unallocated Benefits - Employee Benefits:											
Group Insurance	11-000-291-210	4,003	2,228	6,231	6,193	38	3,484	519	4,003	4,003	
Social Security	11-000-291-220	764,400	(111,829)	652,571	652,570	1	735,000	(117,695)	617,305	617,305	
T.P.A.F. Contributions - ERIP	11-000-291-232	67,366	6,552	73,918	67,208	6,710	67,366	2,953	70,319	67,481	2,838
Other Retirement Contributions	11-000-291-241	400,000	327,372	727,372	727,317	55	315,000	542,091	857,091	857,090	1
Other Retirement Contributions	11-000-291-242	62,500	(50,000)	12,500	8,102	4,398	62,500	(50,130)	12,370	12,370	
Unemployment Compensation	11-000-291-250	61,027	1,038,973	1,100,000	1,100,000		61,027	(41,027)	20,000	20,000	

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**EAST WINDSOR REGIONAL SCHOOL DISTRICT  
GENERAL FUND  
BUDGETARY COMPARISON SCHEDULE  
FOR THE FISCAL YEARS ENDED JUNE 30, 2010 AND 2009**

ACCOUNT NUMBERS	JUNE 30, 2010				POSITIVE/ (NEGATIVE) FINAL TO ACTUAL	JUNE 30, 2009				POSITIVE/ (NEGATIVE) FINAL TO ACTUAL	
	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL		ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL		
Unallocated Benefits - Employee Benefits (continued):											
Workmen's Compensation	11-000-291-260	812,004	(435,000)	377,004	372,513	4,491	852,023	(431,703)	420,320	420,320	
Health Benefits	11-000-291-270	12,931,692	(669,402)	12,262,290	12,255,656	6,634	11,761,175	(629,158)	11,132,017	11,125,372	6,645
Tuition Reimbursements	11-000-291-280	31,500	(378)	31,122	31,122		31,500	(4,000)	27,500	27,500	
Other Employee Benefits	11-000-291-290	80,903	107,468	188,371	170,369	18,002	100,000	463,906	563,906	478,144	85,762
<b>Total Unallocated Benefits</b>		<b>15,215,395</b>	<b>215,984</b>	<b>15,431,379</b>	<b>15,391,050</b>	<b>40,329</b>	<b>13,989,075</b>	<b>(264,244)</b>	<b>13,724,831</b>	<b>13,629,585</b>	<b>95,246</b>
Nonbudgeted:											
On-Behalf TPAF Pension Contribution					2,242,146	(2,242,146)				2,257,345	(2,257,345)
Reimbursed TPAF Social Security Contribution					2,576,996	(2,576,996)				2,410,116	(2,410,116)
<b>Total Undistributed Expenditures</b>		<b>43,590,047</b>	<b>10,643</b>	<b>43,600,690</b>	<b>46,888,490</b>	<b>(3,287,800)</b>	<b>42,586,853</b>	<b>(256,110)</b>	<b>42,330,743</b>	<b>46,332,886</b>	<b>(4,002,143)</b>
<b>Total Expenditures - Current Expense</b>		<b>74,627,193</b>	<b>527,311</b>	<b>75,154,504</b>	<b>77,610,662</b>	<b>(2,456,158)</b>	<b>74,316,828</b>	<b>(151,204)</b>	<b>74,165,624</b>	<b>77,530,538</b>	<b>(3,364,914)</b>
Capital Outlay:											
Equipment:											
Regular Programs - Instruction:											
Grades 6 - 8	12-130-100-730	6,800	(6,800)				5,000	14,992	19,992	19,992	
Grades 9 - 12	12-140-100-730	7,500	(2,500)	5,000	5,000		7,500	(7,500)			
Basic Skills/Remedial - Instruction:											
School Sponsored & Other Instruction	12-4XX-100-730	3,675	4,601	8,276	8,276		3,675	1,542	5,217	5,217	
Undistributed Expenditures:											
Support Services - School Administration	12-000-240-730		17,776	17,776	17,776						
Support Services - Administrative											
Technology	12-000-252-730	42,249	(2,526)	39,723	39,661	62	59,962	(25,713)	34,249	33,588	661
Operation & Maintenance of Plant											
Services	12-000-260-730						134,771	144,100	278,871	150,843	128,028
Required Maintenance for School Facilities	12-000-261-730	10,000	(10,000)								
Custodial Services	12-000-262-730	10,000	(10,000)								
Care & Upkeep of Grounds	12-000-263-730	10,000	97,440	107,440	50,424	57,016					
Security	12-000-266-730	10,000	(1,380)	8,620	8,000	620					
Student Transportation:											
Noninstructional	12-000-270-732							114,727	114,727	114,727	

**EAST WINDSOR REGIONAL SCHOOL DISTRICT  
GENERAL FUND  
BUDGETARY COMPARISON SCHEDULE  
FOR THE FISCAL YEARS ENDED JUNE 30, 2010 AND 2009**

ACCOUNT NUMBERS	JUNE 30, 2010				POSITIVE/ (NEGATIVE)	JUNE 30, 2009				POSITIVE/ (NEGATIVE)	
	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL	FINAL TO ACTUAL	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL	FINAL TO ACTUAL	
Student Transportation (continued):											
School Buses - Regular	12-000-270-733	180,000	326,664	506,664	325,114	181,550		157,970	157,970	157,970	
School Buses - Special	12-000-270-734	85,000	(546)	84,454		84,454		157,970	157,970	157,970	
Business & Other Support Services	12-000-290-730		48	48		48		20,713	20,713	20,713	
Other Non-Instructional Services	12-000-300-730	17,713	(17,713)								
<b>Total Equipment</b>		<b>382,937</b>	<b>395,064</b>	<b>778,001</b>	<b>454,251</b>	<b>323,750</b>	<b>210,908</b>	<b>578,801</b>	<b>789,709</b>	<b>345,080</b>	<b>444,629</b>
Facilities Acquisition & Construction Services:											
Construction Services	12-000-400-450	375,000	(115,427)	259,573	190,803	68,770	160,000	22,649	182,649	172,544	10,105
General Supplies	12-000-400-610	19,000	(17,461)	1,539	1,536	3	19,000		19,000	19,000	
Lease Purchase Agreements-Principal	12-000-400-721	520,577	142,016	662,593	662,593		210,000	(18,937)	191,063	159,481	31,582
Interest Deposit To Capital Reserve	10-604	1,000		1,000		1,000					
<b>Total Facilities Acquisition &amp; Construction Services</b>		<b>915,577</b>	<b>9,128</b>	<b>924,705</b>	<b>854,932</b>	<b>69,773</b>	<b>389,000</b>	<b>3,712</b>	<b>392,712</b>	<b>351,025</b>	<b>41,687</b>
<b>Total Capital Outlay</b>		<b>1,298,514</b>	<b>404,192</b>	<b>1,702,706</b>	<b>1,309,183</b>	<b>393,523</b>	<b>599,908</b>	<b>582,513</b>	<b>1,182,421</b>	<b>696,105</b>	<b>486,316</b>
Special Schools:											
Summer School - Instruction:											
Salaries of Teachers	13-422-100-101	105,772	5,773	111,545	75,774	35,771	101,705		101,705	75,925	25,780
Other Salaries for Instruction	13-422-100-106	18,883	(3,078)	15,805	9,856	5,949	18,157		18,157	2,011	16,146
<b>Total Summer School - Instruction</b>		<b>124,655</b>	<b>2,695</b>	<b>127,350</b>	<b>85,630</b>	<b>41,720</b>	<b>119,862</b>		<b>119,862</b>	<b>77,936</b>	<b>41,926</b>
Summer School - Support Services:											
Employee Benefits	13-4XX-200-200						7,457		7,457		7,457
<b>Total Summer School - Support Services</b>							<b>7,457</b>		<b>7,457</b>		<b>7,457</b>

**EAST WINDSOR REGIONAL SCHOOL DISTRICT  
GENERAL FUND  
BUDGETARY COMPARISON SCHEDULE  
FOR THE FISCAL YEARS ENDED JUNE 30, 2010 AND 2009**

	ACCOUNT NUMBERS	JUNE 30, 2010				POSITIVE/ (NEGATIVE) FINAL TO ACTUAL	JUNE 30, 2009				POSITIVE/ (NEGATIVE) FINAL TO ACTUAL
		ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL		ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL	
Accredited Evening/Adult High School/Post-Graduate - Instruction:											
	Other Purchased Services	13-601-100-500	105	105		105	2,750		2,750	600	2,150
59	Total Accredited Evening/Adult High School/Post-Graduate - Instruction		105	105		105	2,750		2,750	600	2,150
Adult Education - Local - Instruction:											
	Purchased Professional & Technical Services	13-602-100-300					25,210		25,210		25,210
	Total Adult Education - Local - Instruction						25,210		25,210		25,210
Adult Education - Local - Support Services:											
	Salaries of Teachers	13-602-200-100					74,512		74,512		74,512
	Personal Services - Employee Benefits	13-602-200-200					23,155		23,155		23,155
	Purchased Professional & Technical Services	13-602-200-300					7,380		7,380		7,380
	Other Purchased Services	13-602-200-500					100		100		100
	Supplies and Materials	13-602-200-600					9,900	(1,451)	8,449		8,449
	Other Objects	13-602-200-800					1,350		1,350		1,350
	Total Adult Education - Local - Support Services						116,397	(1,451)	114,946		114,946
Evening School - Foreign Born - Local - Instruction:											
	Salaries of Teachers	13-631-100-101	16,007	(2,007)	14,000	4,739	9,261	15,391	15,391	5,551	9,840
	Textbooks	13-631-100-640	1,100		1,100		1,100	1,100	1,100		1,100

**EAST WINDSOR REGIONAL SCHOOL DISTRICT  
GENERAL FUND  
BUDGETARY COMPARISON SCHEDULE  
FOR THE FISCAL YEARS ENDED JUNE 30, 2010 AND 2009**

NUMBERS	JUNE 30, 2010				POSITIVE/ (NEGATIVE) ACTUAL	JUNE 30, 2009				POSITIVE/ (NEGATIVE) FINAL TO ACTUAL
	BUDGET	TRANSFERS	BUDGET	ACTUAL		BUDGET	TRANSFERS	BUDGET	ACTUAL	
Total Evening School-Foreign Born-Local-Instruction	17,107	(2,007)	15,100	4,739	10,361	16,491		16,491	5,551	10,940
Evening School - Foreign Born - Local - Support Services:										
Salaries of Teachers 13-631-200-101	3,293	(793)	2,500		2,500	3,166		3,166		3,166
Personal Services - Employee Benefits 13-631-200-200	1,291		1,291		1,291	1,291		1,291		1,291
Total Evening School-Foreign Born-Local-Instruction	4,584	(793)	3,791		3,791	4,457		4,457		4,457
Total Special Schools	146,346		146,346	90,369	55,977	292,624	(1,451)	291,173	84,087	207,086
Charter Schools:										
Transfer of Funds to Charter Schools		4,625	4,625	4,625						
Total Charter Schools		4,625	4,625	4,625						
Total Expenditures	76,072,053	936,128	77,008,181	79,014,839	(2,006,658)	75,209,360	429,858	75,639,218	78,310,730	(2,671,512)
Excess/(Deficiency) of Revenues Over/(Under) Expenditures	(500,000)	(936,128)	(1,436,128)	738,532	6,187,976	(500,000)	(429,858)	(929,858)	962,539	7,235,421
Other Financing Sources/(Uses):										
Capital Outlay Transfer Out	(2,000,000)	2,000,000							(2,000,000)	(2,000,000)
Transfer to Capital Reserve							(1,000,000)	(1,000,000)		
Transfer to Maintenance Reserve							(1,000,000)	(1,000,000)		
Total Other Financing Sources/(Uses)	(2,000,000)	2,000,000					(2,000,000)	(2,000,000)	(2,000,000)	(2,000,000)
Excess/(Deficiency) of Revenues & Other Financing Sources/(Uses) Over/(Under) Expenditures & Other Financing Uses	(2,500,000)	1,063,872	(1,436,128)	738,532	2,174,660	(500,000)	(2,429,858)	(2,929,858)	(1,037,461)	1,892,397
Fund Balances, July 1	3,635,080		3,635,080	3,635,080		4,672,540		4,672,540	4,672,540	
Fund Balances, June 30	\$1,135,080	1,063,872	2,198,952	4,373,612	2,174,660	4,172,540	(2,429,858)	1,742,682	3,635,080	1,892,398

**RECAPITULATION OF FUND BALANCE**

Reserve for Encumbrances	\$1,234,904
Capital Reserve	37,578
Maintenance Reserve	1,000,000
Excess Surplus	60,756
Unreserved Designated for Subsequent Year Expenditures	500,000
Unreserved Undesignated Fund Balance	1,540,374
Subtotal	4,373,612
Reconciliation to Governmental Fund Statements (GAAP):	
Last State Aid Payment Not Recognized on GAAP Basis	(1,634,418)
Fund Balance per Governmental Funds (GAAP)	\$2,739,194

**EAST WINDSOR REGIONAL SCHOOL DISTRICT  
AMERICAN RECOVERY AND REINVESTMENT ACT -  
BUDGET AND ACTUAL  
FOR THE FISCAL YEARS ENDED JUNE 30, 2010 AND 2009**

	ACCOUNT NUMBER	JUNE 30, 2010			VARIANCE POSITIVE/ (NEGATIVE) FINAL TO ACTUAL
		ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET ACTUAL	
<b>Revenues:</b>					
<b>Federal Sources:</b>					
Education State Grant, Recovery Act	16-4520	\$ -	(2,491,324)	2,491,324	2,491,324
Government Services Grant, Recovery Act	17-4521		(96,443)	96,443	96,443
<b>Total Federal Sources</b>			<b>(2,587,767)</b>	<b>2,587,767</b>	<b>2,587,767</b>
<b>Total Revenues</b>			<b>(2,587,767)</b>	<b>2,587,767</b>	<b>2,587,767</b>
<b>Expenditures:</b>					
<b>Current Expense:</b>					
<b>Instruction - Regular Programs:</b>					
<b>Salaries of Teachers:</b>					
Grades 1 - 5	16-120-100-101		(748,000)	748,000	748,000
Grades 6 - 8	16-130-100-101		(473,000)	473,000	473,000
Grades 9 - 12	16-140-100-101		(527,557)	527,557	527,557
<b>Total Instruction - Regular Programs</b>			<b>(1,748,557)</b>	<b>1,748,557</b>	<b>1,748,557</b>
<b>Instruction - Special Education:</b>					
<b>Learning and/or Language Disabled:</b>					
Salaries of Teachers	16-204-100-101		(87,000)	87,000	87,000
<b>Total Learning and/or Language Disabled</b>			<b>(87,000)</b>	<b>87,000</b>	<b>87,000</b>
<b>Resource Room/Resource Center:</b>					
Salaries of Teachers	16-213-100-101		(299,000)	299,000	299,000
<b>Total Resource Room/Resource Center</b>			<b>(299,000)</b>	<b>299,000</b>	<b>299,000</b>
<b>Total Instruction - Special Education</b>			<b>(386,000)</b>	<b>386,000</b>	<b>386,000</b>
<b>Bilingual Education - Instruction:</b>					
Salaries of Teachers	16-240-100-101		(143,000)	143,000	143,000
<b>Total Bilingual Education - Instruction</b>			<b>(143,000)</b>	<b>143,000</b>	<b>143,000</b>
<b>Speech, OT, PT &amp; Related Services:</b>					
Salaries	16-000-216-100		(50,000)	50,000	50,000
<b>Total Speech, OT, PT &amp; Related Services</b>			<b>(50,000)</b>	<b>50,000</b>	<b>50,000</b>
<b>Guidance:</b>					
Salaries of Other Professional Staff	16-000-218-104		(100,000)	100,000	100,000
<b>Total Guidance</b>			<b>(100,000)</b>	<b>100,000</b>	<b>100,000</b>

**EAST WINDSOR REGIONAL SCHOOL DISTRICT  
AMERICAN RECOVERY AND REINVESTMENT ACT -  
BUDGET AND ACTUAL  
FOR THE FISCAL YEARS ENDED JUNE 30, 2010 AND 2009**

	ACCOUNT NUMBER	JUNE 30, 2010			VARIANCE POSITIVE/ (NEGATIVE) FINAL TO ACTUAL
		ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	
Child Study Teams:					
Salaries of Other Professional Staff	16-000-219-104		(63,767)	63,767	63,767
Total Child Study Teams			(63,767)	63,767	63,767
Total Other Instruction			(356,767)	356,767	356,767
Instruction - Regular Programs:					
Salaries of Teachers:					
Grades 9 - 12	17-140-100-101		(96,443)	96,443	96,443
Total Instruction - Regular Programs			(96,443)	96,443	96,443
Total Expenditures - Current Expense			(2,587,767)	2,587,767	2,587,767
Total Expenditures			(2,587,767)	2,587,767	2,587,767
Excess/(Deficiency) of Revenues Over/(Under) Expenditures			\$ -		

**EAST WINDSOR REGIONAL SCHOOL DISTRICT  
SPECIAL REVENUE FUND  
BUDGETARY COMPARISON SCHEDULE  
FOR FISCAL YEARS ENDED JUNE 30, 2010 AND 2009**

REVENUES	JUNE 30, 2010				VARIANCE POSITIVE/ (NEGATIVE) FINAL TO ACTUAL	JUNE 30, 2009				VARIANCE POSITIVE/ (NEGATIVE) FINAL TO ACTUAL
	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL		ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL	
Federal Sources	\$1,198,272	2,290,308	3,488,580	2,140,885	(1,347,695)	1,568,330	385,035	1,953,365	1,847,330	(106,035)
State Sources	238,299	(69,171)	169,128	117,428	(51,700)	243,669	27,828	271,497	136,627	(134,870)
Other Sources	13,147	13,832	26,979	16,975	(10,004)	13,147	30,421	43,568	39,471	(4,097)
<b>Total Revenues</b>	<b>1,449,718</b>	<b>2,234,969</b>	<b>3,684,687</b>	<b>2,275,288</b>	<b>(1,409,399)</b>	<b>1,825,146</b>	<b>443,284</b>	<b>2,268,430</b>	<b>2,023,428</b>	<b>(245,002)</b>
<b>EXPENDITURES:</b>										
Instruction:										
Salaries of Teachers	371,402	(1,774)	369,628	267,223	102,405	414,019	(24,594)	389,425	360,021	29,404
Salaries of Supervisor of Instruction		19,335	19,335	19,317	18					
Salaries of Other Professional Staff		69,603	69,603	27,023	42,580					
Salaries of Secretarial & Clerical Assistants		28,190	28,190	19,839	8,351	57,524	(12,842)	44,682	28,487	16,195
Other Salaries of Instruction		62,145	62,145	45,000	17,145					
Purchased Professional - Educational Services	155,183	181,775	336,958	166,758	170,200	233,768	77,510	311,278	149,432	161,846
Out of District Placements	882,467	41,368	923,835	902,057	21,778	767,508	217,125	984,633	984,633	
Other Purchased Services		250,000	250,000	53,749	196,251		93,340	93,340	93,340	
General Supplies	23,732	397,528	421,260	231,860	189,400	150,665	17,887	168,552	166,652	1,900
Textbooks	7,747		7,747	7,405	342	7,549		7,549	7,549	
<b>Total Instruction</b>	<b>1,440,531</b>	<b>1,048,170</b>	<b>2,488,701</b>	<b>1,740,231</b>	<b>748,470</b>	<b>1,631,033</b>	<b>368,426</b>	<b>1,999,459</b>	<b>1,790,114</b>	<b>209,345</b>
Support Services:										
Salaries		310,312	310,312	123,433	186,879		23,135	23,135		23,135
Purchased Support Services	9,187	211,013	220,200	167,374	52,826	109,777	33,720	143,497	124,652	18,845
Employee Benefits		137,582	137,582	49,076	88,506	62,832	(979)	61,853	61,853	
Travel		20,189	20,189	20,114	75	5,000	2,967	7,967	7,952	15
Miscellaneous Purchased Services		5,352	5,352	3,293	2,059	664	17,282	17,946	33,085	(15,139)
Supplies		10,338	10,338	7,105	3,233	15,840	(1,267)	14,573	5,772	8,801
Miscellaneous		613	613	613						
<b>Total Support Services</b>	<b>9,187</b>	<b>695,399</b>	<b>704,586</b>	<b>371,008</b>	<b>333,578</b>	<b>194,113</b>	<b>74,858</b>	<b>268,971</b>	<b>233,314</b>	<b>35,657</b>
Capital Outlay:										
Instructional Equipment		491,400	491,400	164,049	327,351					
<b>Total Capital Outlay</b>		<b>491,400</b>	<b>491,400</b>	<b>164,049</b>	<b>327,351</b>					
<b>Total Expenditures</b>	<b>1,449,718</b>	<b>2,234,969</b>	<b>3,684,687</b>	<b>2,275,288</b>	<b>1,409,399</b>	<b>1,825,146</b>	<b>443,284</b>	<b>2,268,430</b>	<b>2,023,428</b>	<b>245,002</b>
<b>Total Outflows</b>	<b>1,449,718</b>	<b>2,234,969</b>	<b>3,684,687</b>	<b>2,275,288</b>	<b>1,409,399</b>	<b>1,825,146</b>	<b>443,284</b>	<b>2,268,430</b>	<b>2,023,428</b>	<b>245,002</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, 2010**

**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)	\$79,753,371	2,275,288
State aid payment recognized for GAAP statements in the current year, previously recognized for budgetary purposes.	1,651,324	
State aid payment recognized for budgetary purposes, not recognized for GAAP statements until the subsequent year.	(1,634,418)	
Grant accounting budgetary basis differs from GAAP in that encumbrances are recognized as expenditures, and the related revenue is recognized.		
Current Year		(91,421)
Prior Year		20,678
		20,678
Total Revenues as Reported on the Statement of Revenues, Expenditures, and Changes in Fund Balances - Governmental Funds. (B-2)	\$79,770,277	2,204,545
Uses/outflows of resources:		
Actual amounts (budgetary basis) "total expenditures" from the budgetary comparison schedule	\$79,014,839	2,275,288
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.		(70,743)
Total Expenditures as Reported on the Statement of Revenues, Expenditures, and Changes in Fund Balances - Governmental Funds (B-2)	\$79,014,839	2,204,545



**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, 2010  
(With Comparative Totals for June 30, 2009)**

	NONPUBLIC						
	COMPENSATORY EDUCATION	SUPPLEMENTARY INSTRUCTION	NURSING AID	HANDICAP EXAM	CORRECTIVE SPEECH	ESL AID	TEXTBOOKS
<b>Revenues:</b>							
Federal Sources							
State Sources	\$47,290	10,970	9,187	23,203	18,614	759	7,405
Local Sources							
<b>Total Revenues</b>	<b>\$47,290</b>	<b>10,970</b>	<b>9,187</b>	<b>23,203</b>	<b>18,614</b>	<b>759</b>	<b>7,405</b>
<b>Expenditures:</b>							
<b>Instruction:</b>							
Salaries of Teachers							
Salaries of Supervisor of Instruction							
Salaries of Other Professional Staff							
Salaries of Secretarial & Clerical Assistants							
Other Salaries of Instruction							
Purchased Professional & Educational Services	\$47,290	10,970		23,203	18,614	759	
Out of Direct Placements							
Other Purchased Services							
General Supplies							
Textbooks							7,405
Other Objects							
<b>Total Instruction</b>	<b>47,290</b>	<b>10,970</b>		<b>23,203</b>	<b>18,614</b>	<b>759</b>	<b>7,405</b>
<b>Support Services:</b>							
Salaries							
Purchased Support Services			9,187				
Personal Services - Employee Benefits							
Travel							
Miscellaneous Purchased Services							
Supplies							
<b>Total Support Services</b>			<b>9,187</b>				
<b>Capital Outlay:</b>							
Instructional Equipment							
<b>Total Capital Outlay</b>							
<b>Total Expenditures</b>	<b>\$47,290</b>	<b>10,970</b>	<b>9,187</b>	<b>23,203</b>	<b>18,614</b>	<b>759</b>	<b>7,405</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, 2010  
(With Comparative Totals for June 30, 2009)**

	TITLE I PART A	TITLE I PART A CARRYOVER	ARRA - TITLE I	TITLE II IKE MATH/ SCIENCE	TITLE IID
<b>Revenues:</b>					
Federal Sources	285,270	44,448	88,731	98,083	2,699
State Sources					
Local Sources					
<b>Total Revenues</b>	<b>\$285,270</b>	<b>44,448</b>	<b>88,731</b>	<b>98,083</b>	<b>2,699</b>
<b>Expenditures:</b>					
<b>Instruction:</b>					
Salaries of Teachers	\$127,381	9,500	70,797		
Salaries of Supervisor of Instruction	19,317				
Salaries of Other Professional Staff	12,294	14,618			
Salaries of Secretarial & Clerical Assistants	19,839				
Other Salaries of Instructi	45,000				
Purchased Professional & Educational Services	35,369				
Out of Direct Placements					
Other Purchased Services					
General Supplies	3,382	19,509	7,480		2,281
Textbooks					
<b>Total Instruction</b>	<b>262,582</b>	<b>43,627</b>	<b>78,277</b>		<b>2,281</b>
<b>Support Services:</b>					
Salaries				82,735	
Purchased Support Servic	599			2,514	
Personal Services - Employee Benefits	18,610		10,343	12,088	
Travel					
Miscellaneous Purchased Services	1,109	821		746	50
Supplies	2,230		111		
Other Objects	140				368
<b>Total Support Services</b>	<b>22,688</b>	<b>821</b>	<b>10,454</b>	<b>98,083</b>	<b>418</b>
<b>Capital Outlay:</b>					
Instructional Equipment					
<b>Total Capital Outlay</b>					
<b>Total Expenditures</b>	<b>\$285,270</b>	<b>44,448</b>	<b>88,731</b>	<b>98,083</b>	<b>2,699</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, 2010  
(With Comparative Totals for June 30, 2009)**

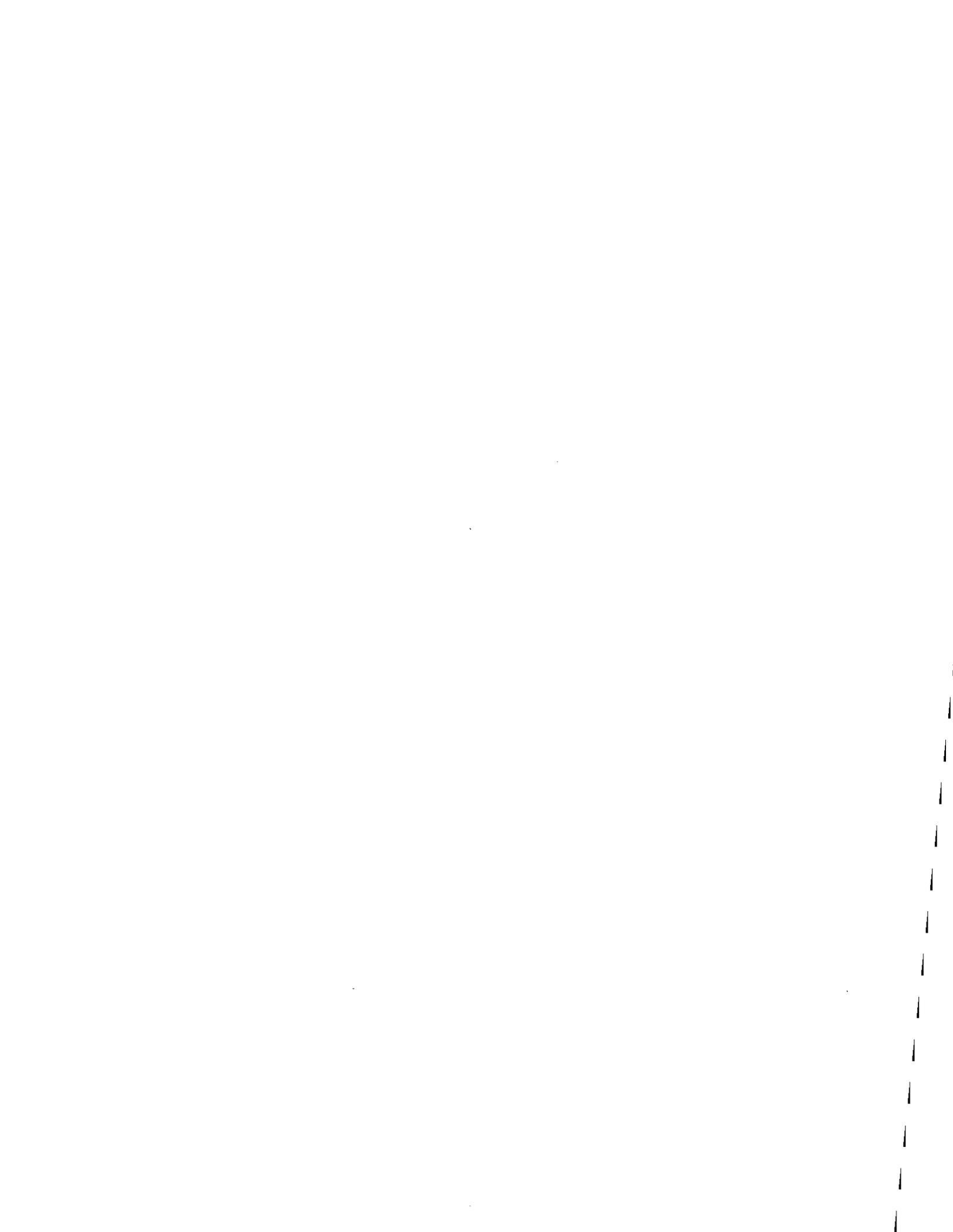
	TITLE III EMERGENCY IMMIGRANT EDUCATION	TITLE IV DRUG FREE SCHOOL & COMMUNITIES	I.D.E.A. - PART B	
			BASIC	BASIC ROLLOVER
<b>Revenues:</b>				
Federal Sources	\$63,790	9,210	1,106,999	24,419
State Sources				
Local Sources				
<b>Total Revenues</b>	<b>\$63,790</b>	<b>9,210</b>	<b>1,106,999</b>	<b>24,419</b>
<b>Expenditures:</b>				
<b>Instruction:</b>				
Salaries of Teachers	\$55,000	1,215		
Salaries of Supervisor of Instruction				
Salaries of Other Professional Staff				
Salaries of Secretarial & Clerical Assistants				
Other Salaries of Instruction				
Purchased Professional & Educational Services		5,377	24,826	350
Out of Direct Placements			862,057	
Other Purchased Services				
General Supplies	\$83	2,052	96,720	24,054
Textbooks				
<b>Total Instruction</b>	<b>55,083</b>	<b>8,644</b>	<b>983,603</b>	<b>24,404</b>
<b>Support Services:</b>				
Salaries				
Purchased Support Services			99,099	
Personal Services - Employee Benefits	8,035			
Travel			20,099	15
Miscellaneous Purchased Services	567			
Supplies		566	4,198	
Other Objects	105			
<b>Total Support Services</b>	<b>8,707</b>	<b>566</b>	<b>123,396</b>	<b>15</b>
<b>Capital Outlay:</b>				
Instructional Equipment				
<b>Total Capital Outlay</b>				
<b>Total Expenditures</b>	<b>\$63,790</b>	<b>9,210</b>	<b>1,106,999</b>	<b>24,419</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, 2010  
(With Comparative Totals for June 30, 2009)**

	I.D.E.A. - PART B		
	ARRA BASIC	PRESCHOOL	PRESCHOOL CARRYOVER
Revenues:			
Federal Sources	\$361,704	49,842	5,690
State Sources			
Local Sources			
<b>Total Revenues</b>	<b>\$361,704</b>	<b>49,842</b>	<b>5,690</b>
Expenditures:			
Instruction:			
Salaries of Teachers			
Salaries of Supervisor of Instruction			
Salaries of Other Professional Staff	\$111		
Salaries of Secretarial & Clerical Assistants			
Other Salaries of Instruction			
Purchased Professional & Educational Services			
Out of Direct Placements		40,000	
Other Purchased Services	53,749		
General Supplies	56,426	9,842	5,690
Textbooks			
<b>Total Instruction</b>	<b>110,286</b>	<b>49,842</b>	<b>5,690</b>
Support Services:			
Salaries	31,394		
Purchased Support Services	55,975		
Personal Services - Employee Benefits			
Travel			
Miscellaneous Purchased Services			
Supplies			
Other Objects			
<b>Total Support Services</b>	<b>87,369</b>		
Capital Outlay:			
Instructional Equipment	164,049		
<b>Total Capital Outlay</b>	<b>164,049</b>		
<b>Total Expenditures</b>	<b>\$361,704</b>	<b>49,842</b>	<b>5,690</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, 2010  
(With Comparative Totals for June 30, 2009)**

	CONNECT ED GRANT	MENTORING GRANT	SQUIBB ROBOTICS GRANT	2010	2009
<b>Revenues:</b>					
Federal Sources				2,140,885	1,847,330
State Sources				117,428	136,627
Local Sources	\$3,702	9,304	3,969	16,975	39,471
<b>Total Revenues</b>	<b>\$3,702</b>	<b>9,304</b>	<b>3,969</b>	<b>2,275,288</b>	<b>2,023,428</b>
<b>Expenditures:</b>					
<b>Instruction:</b>					
Salaries of Teachers	\$3,330			267,223	360,021
Salaries of Supervisor of Instruction				19,317	
Salaries of Other Professional Staff				27,023	
Salaries of Secretarial & Clerical Assistants				19,839	28,487
Other Salaries of Instruction				45,000	
Purchased Professional & Educational Services				166,758	149,432
Out of Direct Placements				902,057	984,633
Other Purchased Services				53,749	93,340
General Supplies	372		3,969	231,860	166,652
Textbooks				7,405	7,549
<b>Total Instruction</b>	<b>3,702</b>		<b>3,969</b>	<b>1,740,231</b>	<b>1,790,114</b>
<b>Support Services:</b>					
Salaries		9,304		123,433	
Purchased Support Services				167,374	124,652
Personal Services - Employee Benefits				49,076	61,853
Travel				20,114	7,952
Miscellaneous Purchased Services				3,293	33,085
Supplies				7,105	5,772
Other Objects				613	
<b>Total Support Services</b>		<b>9,304</b>		<b>371,008</b>	<b>233,314</b>
<b>Capital Outlay:</b>					
Instructional Equipment				164,049	
<b>Total Capital Outlay</b>				<b>164,049</b>	
<b>Total Expenditures</b>	<b>\$3,702</b>	<b>9,304</b>	<b>3,969</b>	<b>2,275,288</b>	<b>2,023,428</b>



F. Capital Projects Fund



**EAST WINDSOR REGIONAL SCHOOL DISTRICT  
CAPITAL PROJECTS FUND  
SUMMARY SCHEDULE OF PROJECT EXPENDITURES FOR MANAGED CAPITAL PROJECTS  
YEAR ENDED JUNE 30, 2010**

PROJECT	DATE	APPROPRIATION	REALLOCATION	REVISED APPROPRIATION	EXPENDITURES TO DATE		UNEXPENDED BALANCE
					PRIOR YEAR	CURRENT YEAR	
Referendum Projects:							
Hightstown High School	2002	\$13,660,615		\$13,660,615	\$13,651,802		8,813
Kreps Middle School	2002	19,270,696		19,270,696	19,149,376		121,320
McKnight Elementary	2002	14,825,026		14,825,026	14,619,352		205,674
Rogers Elementary	2002	7,852,860		7,852,860	7,847,330		5,530
Drew Elementary	2002	9,247,680		9,247,680	9,201,165		46,515
High School HVAC	2003	250,639		250,639	250,639		
Drew School Lockers Conversion	2004	87,100		87,100	85,362		1,738
Roof Projects:							
Hightstown High School	2009	3,671,969	(23,340)	3,648,629	804,346	2,844,283	
Kreps Middle School	2009	1,155,780		1,155,780	90,891	555,363	509,526
Rogers Elementary	2009	77,400	(631)	76,769	23,789	52,980	
Drew Elementary	2009	2,836,920	17,849	2,854,769	221,828	1,743,016	889,925
Black Elementary	2009	310,170	6,122	316,292	26,119	290,173	
Total					\$65,971,999	5,485,815	1,789,041

**EAST WINDSOR REGIONAL BOARD OF EDUCATION  
CAPITAL PROJECTS FUND  
SUMMARY SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCE-BUDGETARY BASIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2010**

Expenditures & Other Financing Uses:	
Construction Services	<u>\$5,485,815</u>
 Total Expenditures	 <u>5,485,815</u>
 Excess/(Deficiency) of Revenues Over/(Under)	
Expenditures	(5,485,815)
Fund Balance - Beginning	<u>7,274,856</u>
 Fund Balance - Ending	 <u><u>\$1,789,041</u></u>

**EAST WINDSOR REGIONAL BOARD OF EDUCATION**  
**CAPITAL PROJECTS FUND**  
**SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCE, AND**  
**PROJECT STATUS--BUDGETARY BASIS**  
**ALTERATION & ADDITIONS AT THE HIGHTSTOWN HIGH SCHOOL**  
**FROM INCEPTION AND FOR THE YEAR ENDED JUNE 30, 2010**

	PRIOR PERIODS	CURRENT YEAR	TOTALS	REVISED AUTHORIZED COST
Revenues & Other Financing Sources:				
State Sources - SCC Grant	\$4,605,574		4,605,574	4,605,574
Bond Proceeds & Transfers	9,055,041		9,055,041	9,055,041
<b>Total Revenues</b>	<b>13,660,615</b>		<b>13,660,615</b>	<b>13,660,615</b>
Expenditures & Other Financing Uses:				
Purchased Professional & Technical Services	1,370,738		1,370,738	1,370,738
Construction Services	12,229,244		12,229,244	12,238,057
Insurance	6,112		6,112	6,112
Supplies	12,065		12,065	12,065
Miscellaneous	33,643		33,643	33,643
<b>Total Expenditures</b>	<b>13,651,802</b>		<b>13,651,802</b>	<b>13,660,615</b>
Excess/(Deficiency) of Revenues Over/ (Under) Expenditures	\$8,813	-	8,813	-

**EAST WINDSOR REGIONAL BOARD OF EDUCATION  
CAPITAL PROJECTS FUND  
SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCE, AND  
PROJECT STATUS--BUDGETARY BASIS  
ALTERATIONS & ADDITIONS TO KREPS MIDDLE SCHOOL  
FROM INCEPTION AND FOR THE YEAR ENDED JUNE 30, 2010**

	PRIOR PERIODS	CURRENT YEAR	TOTALS	REVISED AUTHORIZED COST
Revenues & Other Financing Sources:				
State Sources - SCC Grant	\$6,290,252		6,290,252	6,290,252
Bond Proceeds & Transfers	11,980,444		11,980,444	11,980,444
Transfer from Capital Outlay	1,000,000		1,000,000	1,000,000
<b>Total Revenues</b>	<b>19,270,696</b>		<b>19,270,696</b>	<b>19,270,696</b>
Expenditures & Other Financing Uses:				
Purchased Professional & Technical Services	1,620,194		1,620,194	1,620,194
Construction Services	17,433,984		17,433,984	17,555,304
Insurance	16,674		16,674	16,674
Supplies	6,014		6,014	6,014
Miscellaneous	72,510		72,510	72,510
<b>Total Expenditures</b>	<b>19,149,376</b>		<b>19,149,376</b>	<b>19,270,696</b>
Excess/(Deficiency) of Revenues Over/ (Under) Expenditures	\$121,320	-	121,320	-

**EAST WINDSOR REGIONAL BOARD OF EDUCATION  
CAPITAL PROJECTS FUND  
SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCE, AND  
PROJECT STATUS--BUDGETARY BASIS  
ALTERATIONS & ADDITIONS TO MCKNIGHT ELEMENTARY SCHOOL  
FROM INCEPTION AND FOR THE YEAR ENDED JUNE 30, 2010**

	PRIOR PERIODS	CURRENT YEAR	TOTALS	REVISED AUTHORIZED COST
Revenues & Other Financing Sources:				
State Sources - SCC Grant	\$4,140,000		4,140,000	4,140,000
Bond Proceeds & Transfers	10,107,763		10,107,763	10,107,763
Other	77,263		77,263	77,263
Transfer from Capital Outlay	500,000		500,000	500,000
<b>Total Revenues</b>	<b>14,825,026</b>		<b>14,825,026</b>	<b>14,825,026</b>
Expenditures & Other Financing Uses:				
Purchased Professional & Technical Services	1,211,790		1,211,790	1,211,790
Construction Services	13,338,803		13,338,803	13,544,477
Insurance	18,242		18,242	18,242
Miscellaneous	50,517		50,517	50,517
<b>Total Expenditures</b>	<b>14,619,352</b>		<b>14,619,352</b>	<b>14,825,026</b>
Excess/(Deficiency) of Revenues Over/ (Under) Expenditures	<b>\$205,674</b>		<b>205,674</b>	<b>-</b>

**EAST WINDSOR REGIONAL BOARD OF EDUCATION  
CAPITAL PROJECTS FUND  
SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCE, AND  
PROJECT STATUS--BUDGETARY BASIS  
ALTERATIONS & ADDITIONS TO ROGERS ELEMENTARY SCHOOL  
FROM INCEPTION AND FOR THE YEAR ENDED JUNE 30, 2010**

	PRIOR PERIODS	CURRENT YEAR	TOTALS	REVISED AUTHORIZED COST
Revenues & Other Financing Sources:				
State Sources - SCC Grant	\$2,122,008		2,122,008	2,122,008
Bond Proceeds & Transfers	5,730,852		5,730,852	5,730,852
<b>Total Revenues</b>	<b>7,852,860</b>		<b>7,852,860</b>	<b>7,852,860</b>
Expenditures & Other Financing Uses:				
Purchased Professional & Technical Services	614,652		614,652	614,652
Construction Services	7,175,130		7,175,130	7,180,660
Insurance	7,112		7,112	7,112
Supplies	1,073		1,073	1,073
Miscellaneous	49,363		49,363	49,363
<b>Total Expenditures</b>	<b>7,847,330</b>		<b>7,847,330</b>	<b>7,852,860</b>
Excess/(Deficiency) of Revenues Over/ (Under) Expenditures	\$5,530	-	5,530	-

**EAST WINDSOR REGIONAL BOARD OF EDUCATION  
CAPITAL PROJECTS FUND  
SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCE, AND  
PROJECT STATUS--BUDGETARY BASIS  
ALTERATIONS & ADDITIONS TO DREW ELEMENTARY SCHOOL  
FROM INCEPTION AND FOR THE YEAR ENDED JUNE 30, 2010**

	PRIOR PERIODS	CURRENT YEAR	TOTALS	REVISED AUTHORIZED COST
Revenues & Other Financing Sources:				
State Sources - SCC Grant	\$2,676,028		2,676,028	2,676,028
Bond Proceeds & Transfers	5,321,652		5,321,652	5,321,652
Transfer from Capital Outlay	1,250,000		1,250,000	1,250,000
<b>Total Revenues</b>	<b>9,247,680</b>		<b>9,247,680</b>	<b>9,247,680</b>
Expenditures & Other Financing Uses:				
Purchased Professional & Technical Services	818,415		818,415	818,415
Construction Services	8,229,563		8,229,563	8,276,078
Insurance	5,224		5,224	5,224
Supplies	118,909		118,909	118,909
Miscellaneous	29,054		29,054	29,054
<b>Total Expenditures</b>	<b>9,201,165</b>		<b>9,201,165</b>	<b>9,247,680</b>
Excess/(Deficiency) of Revenues Over/ (Under) Expenditures	\$46,515	-	46,515	-

**EAST WINDSOR REGIONAL BOARD OF EDUCATION**  
**CAPITAL PROJECTS FUND**  
**SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCE, AND**  
**PROJECT STATUS--BUDGETARY BASIS**  
**HIGH SCHOOL HVAC**  
**FROM INCEPTION AND FOR THE YEAR ENDED JUNE 30, 2010**

	PRIOR PERIODS	CURRENT YEAR	TOTALS	REVISED AUTHORIZED COST
Revenues & Other Financing Sources:				
State Sources - SCC Grant	\$104,500		104,500	104,500
Other	51,666		51,666	51,666
Transfer from Capital Reserve	94,473		94,473	94,473
	<hr/>			
Total Revenues	250,639		250,639	250,639
<hr/>				
Expenditures & Other Financing Uses:				
Purchased Professional & Technical Services				
Construction Services	250,639		250,639	250,639
	<hr/>			
Total Expenditures	250,639		250,639	250,639
<hr/>				
Excess/(Deficiency) of Revenues Over/ (Under) Expenditures	-	-	-	-
	<hr/>			

**EAST WINDSOR REGIONAL BOARD OF EDUCATION  
CAPITAL PROJECTS FUND  
SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCE, AND  
PROJECT STATUS--BUDGETARY BASIS  
DREW SCHOOL LOCKER ROOM CONVERSION  
FROM INCEPTION AND FOR THE YEAR ENDED JUNE 30, 2010**

	PRIOR PERIODS	CURRENT YEAR	TOTALS	REVISED AUTHORIZED COST
Revenues & Other Financing Sources:				
State Sources - SCC Grant	\$23,203		23,203	23,203
Other	200		200	200
Transfer from Capital Reserve	63,697		63,697	63,697
Total Revenues	87,100		87,100	87,100
Expenditures & Other Financing Uses:				
Purchased Professional & Technical Services				
Construction Services	85,362		85,362	87,100
Total Expenditures	85,362		85,362	87,100
Excess/(Deficiency) of Revenues Over/ (Under) Expenditures	\$1,738	-	1,738	-

**EAST WINDSOR REGIONAL BOARD OF EDUCATION  
CAPITAL PROJECTS FUND  
SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCE, AND  
PROJECT STATUS--BUDGETARY BASIS  
HIGHTSTOWN HIGH SCHOOL ROOF PROJECT  
FROM INCEPTION AND FOR THE YEAR ENDED JUNE 30, 2010**

	PRIOR PERIODS	CURRENT YEAR	TOTALS	REVISED AUTHORIZED COST
<b>Revenues &amp; Other Financing Sources:</b>				
State Sources - SCC Grant	\$1,469,131		1,469,131	1,469,131
Lease Proceeds	1,290,685		1,290,685	1,290,685
Transfer from Capital Reserve	912,153	(23,340)	888,813	888,813
<b>Total Revenues</b>	<b>3,671,969</b>	<b>(23,340)</b>	<b>3,648,629</b>	<b>3,648,629</b>
<b>Expenditures &amp; Other Financing Uses:</b>				
Purchased Professional & Technical Services	217,703		217,703	217,703
Construction Services	586,643	2,844,283	3,430,926	3,430,926
<b>Total Expenditures</b>	<b>804,346</b>	<b>2,844,283</b>	<b>3,648,629</b>	<b>3,648,629</b>
<b>Excess/(Deficiency) of Revenues Over/ (Under) Expenditures</b>	<b>\$2,867,623</b>	<b>(2,867,623)</b>	<b>-</b>	<b>-</b>

**ADDITIONAL PROJECT INFORMATION**

Project Number	1245-050-09-1003
Grant Date	5/14/09
Bond Authorization Date	N/A
Bonds Authorized	N/A
Bonds Issued	N/A
Original Authorized Cost	(\$23,340)
Percentage Completion	94.03%
Original Target Completion Date	12/31/09

**EAST WINDSOR REGIONAL BOARD OF EDUCATION  
CAPITAL PROJECTS FUND  
SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCE, AND  
PROJECT STATUS--BUDGETARY BASIS  
KREPS MIDDLE SCHOOL ROOF PROJECT  
FROM INCEPTION AND FOR THE YEAR ENDED JUNE 30, 2010**

	PRIOR PERIODS	CURRENT YEAR	TOTALS	REVISED AUTHORIZED COST
Revenues & Other Financing Sources:				
State Sources - SCC Grant	\$462,312		462,312	462,312
Lease Proceeds	406,428		406,428	406,428
Transfer from Capital Reserve	287,040		287,040	287,040
<b>Total Revenues</b>	<b>1,155,780</b>		<b>1,155,780</b>	<b>1,155,780</b>
Expenditures & Other Financing Uses:				
Purchased Professional & Technical Services	44,566		44,566	54,649
Construction Services	46,325	555,363	601,688	1,101,131
<b>Total Expenditures</b>	<b>90,891</b>	<b>555,363</b>	<b>646,254</b>	<b>1,155,780</b>
Excess/(Deficiency) of Revenues Over/ (Under) Expenditures	\$1,064,889	(555,363)	509,526	-

**ADDITIONAL PROJECT INFORMATION**

Project Number	1245-075-09-1004
Grant Date	5/14/09
Bond Authorization Date	N/A
Bonds Authorized	N/A
Bonds Issued	N/A
Original Authorized Cost	
Percentage Completion	52.06%
Original Target Completion Date	12/31/09

**EAST WINDSOR REGIONAL BOARD OF EDUCATION  
CAPITAL PROJECTS FUND  
SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCE, AND  
PROJECT STATUS--BUDGETARY BASIS  
ROGERS ELEMENTARY SCHOOL ROOF PROJECT  
FROM INCEPTION AND FOR THE YEAR ENDED JUNE 30, 2010**

	PRIOR PERIODS	CURRENT YEAR	TOTALS	REVISED AUTHORIZED COST
Revenues & Other Financing Sources:				
State Sources - SCC Grant	\$30,960		30,960	30,960
Lease Proceeds	27,218		27,218	27,218
Transfer from Capital Reserve	19,222	(631)	18,591	18,591
<b>Total Revenues</b>	<b>77,400</b>	<b>(631)</b>	<b>76,769</b>	<b>76,769</b>
Expenditures & Other Financing Uses:				
Purchased Professional & Technical Services	4,733		4,733	4,733
Construction Services	19,056	52,980	72,036	72,036
<b>Total Expenditures</b>	<b>23,789</b>	<b>52,980</b>	<b>76,769</b>	<b>76,769</b>
Excess/(Deficiency) of Revenues Over/ (Under) Expenditures	\$53,611	(53,611)	-	-

**ADDITIONAL PROJECT INFORMATION**

Project Number	1245-060-09-1001
Grant Date	5/14/09
Bond Authorization Date	N/A
Bonds Authorized	N/A
Bonds Issued	N/A
Original Authorized Cost	(\$631)
Percentage Completion	93.83%
Original Target Completion Date	12/31/09

**EAST WINDSOR REGIONAL BOARD OF EDUCATION  
CAPITAL PROJECTS FUND  
SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCE, AND  
PROJECT STATUS--BUDGETARY BASIS  
DREW ELEMENTARY SCHOOL ROOF PROJECT  
FROM INCEPTION AND FOR THE YEAR ENDED JUNE 30, 2010**

	PRIOR PERIODS	CURRENT YEAR	TOTALS	REVISED AUTHORIZED COST
Revenues & Other Financing Sources:				
State Sources - SCC Grant	\$1,134,768		1,134,768	1,134,768
Lease Proceeds	997,598		997,598	997,598
Transfer from Capital Reserve	704,554	17,849	722,403	722,403
<b>Total Revenues</b>	<b>2,836,920</b>	<b>17,849</b>	<b>2,854,769</b>	<b>2,854,769</b>
Expenditures & Other Financing Uses:				
Purchased Professional & Technical Services	109,246		109,246	268,448
Construction Services	112,582	1,743,016	1,855,598	2,586,321
<b>Total Expenditures</b>	<b>221,828</b>	<b>1,743,016</b>	<b>1,964,844</b>	<b>2,854,769</b>
Excess/(Deficiency) of Revenues Over/ (Under) Expenditures	\$2,615,092	(1,725,167)	889,925	-

**ADDITIONAL PROJECT INFORMATION**

Project Number	1245-075-09-1005
Grant Date	5/14/09
Bond Authorization Date	N/A
Bonds Authorized	N/A
Bonds Issued	N/A
Original Authorized Cost	\$17,849
Percentage Completion	65.00%
Original Target Completion Date	12/31/09

**EAST WINDSOR REGIONAL BOARD OF EDUCATION  
CAPITAL PROJECTS FUND  
SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCE, AND  
PROJECT STATUS--BUDGETARY BASIS  
BLACK ELEMENTARY SCHOOL ROOF PROJECT  
FROM INCEPTION AND FOR THE YEAR ENDED JUNE 30, 2010**

	PRIOR PERIODS	CURRENT YEAR	TOTALS	REVISED AUTHORIZED COST
Revenues & Other Financing Sources:				
State Sources - SCC Grant	\$124,068		124,068	124,068
Lease Proceeds	109,071		109,071	109,071
Transfer from Capital Reserve	77,031	6,122	83,153	83,153
<b>Total Revenues</b>	<b>310,170</b>	<b>6,122</b>	<b>316,292</b>	<b>316,292</b>
Expenditures & Other Financing Uses:				
Purchased Professional & Technical Services	18,142		18,142	18,142
Construction Services	7,977	290,173	298,150	298,150
<b>Total Expenditures</b>	<b>26,119</b>	<b>290,173</b>	<b>316,292</b>	<b>316,292</b>
Excess/(Deficiency) of Revenues Over/ (Under) Expenditures	\$284,051	(284,051)	-	-

**ADDITIONAL PROJECT INFORMATION**

Project Number	1245-080-09-1002
Grant Date	5/14/09
Bond Authorization Date	N/A
Bonds Authorized	N/A
Bonds Issued	N/A
Original Authorized Cost	\$6,122
Percentage Completion	94.26%
Original Target Completion Date	12/31/09

## G. Proprietary Funds



## Enterprise Funds



**EAST WINDSOR REGIONAL SCHOOL DISTRICT**  
**ENTERPRISE FUND**  
**COMBINING SCHEDULE OF NET ASSETS**  
**AS OF JUNE 30, 2010**  
**(With Comparative Totals for June 30, 2009)**

ASSETS	BUSINESS-TYPE ACTIVITIES - ENTERPRISE FUNDS		2010	2009
	FOOD SERVICE	KIDCARE		
Current Assets:				
Cash & Cash Equivalents	\$424,890	214,585	639,475	731,214
Accounts Receivable:				
Federal	33,120		33,120	33,710
State	1,704		1,704	1,810
Other	16,440		16,440	16,440
Inventories	11,887		11,887	5,772
Total Current Assets	488,041	214,585	702,626	788,946
Fixed Assets:				
Equipment	709,359		709,359	348,046
Less: Accumulated Depreciation	(373,319)		(373,319)	(330,619)
Total Fixed Assets	336,040		336,040	17,427
Total Assets	824,081	214,585	1,038,666	806,373
LIABILITIES				
Accounts Payable	457		457	
Other Liabilities	135,683		135,683	
Deferred Revenue	7,112		7,112	5,727
Total Liabilities	143,252		143,252	5,727
NET ASSETS				
Invested in Capital Assets, Net of Related Debt	336,040		336,040	17,427
Unrestricted	344,789	214,585	559,374	783,219
Total Net Assets	\$680,829	214,585	895,414	800,646

**EAST WINDSOR REGIONAL SCHOOL DISTRICT  
ENTERPRISE FUND  
COMBINING SCHEDULE OF REVENUES, EXPENSES AND  
CHANGES IN FUND NET ASSETS  
AS OF JUNE 30, 2010  
(With Comparative Totals for June 30, 2009)**

	BUSINESS-TYPE ACTIVITIES - ENTERPRISE FUNDS		2010	2009
	FOOD SERVICE	KIDCARE		
Operating Revenues:				
Local Sources:				
Program Income	\$774,522	745,628	1,520,150	1,589,200
Special Functions	36,998		36,998	33,039
Total Operating Revenue	811,520	745,628	1,557,148	1,622,239
Operating Expenses:				
Salaries		760,287	760,287	675,838
Employee Benefits				20,464
Purchased Professional Services	1,318,655	2,449	1,321,104	1,308,647
Supplies & Materials	26,594	35,530	62,124	37,969
Depreciation	42,700		42,700	9,193
Total Operating Expenses	1,387,949	798,266	2,186,215	2,052,111
Operating Income/(Loss)	(576,429)	(52,638)	(629,067)	(429,872)
Nonoperating Revenues:				
Interest Income	2,027		2,027	
State Sources:				
State School Lunch Program	25,648		25,648	23,885
State Breakfast Program	3,439		3,439	1,573
Federal Sources:				
National School Lunch Program	512,352		512,352	441,590
National Breakfast Program	46,481		46,481	19,611
Special Milk Program	2,789		2,789	3,699
Food Distribution Program	131,099		131,099	102,010
Total Nonoperating Revenues	723,835		723,835	592,368
Net Income/(Loss)	147,406	(52,638)	94,768	162,496
Net Assets - July 1	533,423	267,223	800,646	638,150
Net Assets - June 30	\$680,829	214,585	895,414	800,646

**EAST WINDSOR REGIONAL SCHOOL DISTRICT  
ENTERPRISE FUND  
SCHEDULE OF CASH FLOWS  
AS OF JUNE 30, 2010  
(With Comparative Totals for June 30, 2009)**

	BUSINESS-TYPE ACTIVITIES - ENTERPRISE FUNDS		2010	2009
	FOOD SERVICE	KIDCARE		
Cash Flows From Operating Activities:				
Receipts from Customers	\$812,905	745,628	1,558,533	1,611,526
Payments to Employees		(760,287)	(760,287)	(696,302)
Payments to Suppliers	(1,219,808)	(37,979)	(1,257,787)	(1,417,497)
Net Cash Provided/(Used) by Operating Activities	(406,903)	(52,638)	(459,541)	(502,273)
Cash Flows From Noncapital Financing Activities:				
State Sources	29,193		29,193	25,090
Federal Sources	562,212		562,212	558,095
Net Cash Provided by Noncapital Financing Activities	591,405		591,405	583,185
Cash Flows From Capital Financing Activities:				
Purchases of Capital Assets	(225,630)		(225,630)	
Net Cash Provided/(Used) by Capital Financing Activities	(225,630)		(225,630)	
Cash Flows From Investing Activities:				
Interest & Dividends	2,027		2,027	
Net Cash Provided/(Used) by Investing Activities	2,027		2,027	
Net Increase/(Decrease) in Cash & Cash Equivalents	(39,101)	(52,638)	(91,739)	80,912
Balances - Beginning of Year	463,991	267,223	731,214	650,302
Balances - Ending of Year	\$424,890	214,585	639,475	731,214

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

Operating Income/(Loss)	(\$576,429)	(\$52,638)	(629,067)	(429,872)
Adjustments to Reconcile Operating Income/(Loss) to Cash Provided/(Used) by Operating Activities:				
Depreciation Expense	42,700		42,700	9,193
Food Distribution Program	131,099		131,099	
Change in Assets & Liabilities:				
(Increase)/Decrease in Accounts Receivable				(16,440)
(Increase)/Decrease in Inventory	(6,115)		(6,115)	(2,363)
Increase/(Decrease) in Accounts Payable	457		457	(68,518)
Increase/(Decrease) in Deferred Revenue	1,385		1,385	5,727
Net Cash Provided/(Used) by Operating Activities	(\$406,903)	(52,638)	(459,541)	(502,273)



## Internal Service Fund



**EAST WINDSOR REGIONAL SCHOOL DISTRICT  
INTERNAL SERVICE FUND  
COMBINING SCHEDULE OF NET ASSETS  
AS OF JUNE 30, 2010  
(With Comparative Totals for June 30, 2009)**

ASSETS	SCHOOL			2010	2009
	COMMUNITY RELATIONS	FUELING FACILITY	SENIOR TRANSPORTATION		
Cash & Cash Equivalents	\$37,750		148,219	185,969	148,219
Other Receivables		55,074		55,074	46,117
Inventory		42,205		42,205	20,996
<b>Total Current Assets</b>	<b>37,750</b>	<b>97,279</b>	<b>148,219</b>	<b>283,248</b>	<b>215,332</b>
<b>Fixed Assets:</b>					
Equipment		30,025		30,025	30,025
Less: Accumulated Depreciation		(13,696)		(13,696)	(9,407)
<b>Total Fixed Assets</b>		<b>16,329</b>		<b>16,329</b>	<b>20,618</b>
<b>Total Assets</b>	<b>37,750</b>	<b>113,608</b>	<b>148,219</b>	<b>299,577</b>	<b>235,950</b>
<b>LIABILITIES</b>					
Cash Overdraft		90,188		90,188	75,405
Accounts Payable	150	1,645		1,795	
Interfund Payable		5,439	12,586	18,025	15,372
<b>Total Liabilities</b>	<b>150</b>	<b>97,272</b>	<b>12,586</b>	<b>110,008</b>	<b>90,777</b>
<b>NET ASSETS</b>					
Unreserved/(Deficit)	37,600	16,336	135,633	189,569	145,173
<b>Total Net Assets</b>	<b>\$37,600</b>	<b>16,336</b>	<b>135,633</b>	<b>189,569</b>	<b>145,173</b>

**EAST WINDSOR REGIONAL SCHOOL DISTRICT  
INTERNAL SERVICE FUND  
COMBINING SCHEDULE OF REVENUES, EXPENSES &  
CHANGES IN FUND NET ASSETS  
AS OF JUNE 30, 2010  
(With Comparative Totals for June 30, 2009)**

	SCHOOL COMMUNITY RELATIONS	FUELING FACILITY	SENIOR TRANSPORTATION	2010	2009
Operating Revenues:					
Charges for Services	\$57,663	437,686		495,349	583,415
Total Operating Revenues	<u>57,663</u>	<u>437,686</u>		<u>495,349</u>	<u>583,415</u>
Operating Expenses:					
Salaries	6,388	5,110		11,498	22,756
Supplies & Materials	13,675	421,491		435,166	453,103
Depreciation		4,289		4,289	12,169
Total Operating Expenses	<u>20,063</u>	<u>430,890</u>		<u>450,953</u>	<u>488,028</u>
Change in Net Assets	37,600	6,796		44,396	95,387
Net Assets/(Deficit)					
Beginning of Year		9,540	135,633	145,173	49,786
Net Assets/(Deficit)					
End of Year	<u>37,600</u>	<u>16,336</u>	<u>135,633</u>	<u>189,569</u>	<u>145,173</u>

**EAST WINDSOR REGIONAL SCHOOL DISTRICT  
INTERNAL SERVICE FUND  
COMBINING SCHEDULE OF CASH FLOWS  
AS OF JUNE 30, 2010  
(With Comparative Totals for June 30, 2009)**

	SCHOOL COMMUNITY RELATIONS	FUELING FACILITY	SENIOR TRANSPORTATION	2010	2009
Cash Flows From Operating Activities:					
Receipts from Customers	\$57,663	404,734		462,397	668,389
Payments to Suppliers	(19,913)	(419,517)		(439,430)	(489,408)
Net Cash Provided/(Used) by Operating Activities	37,750	(14,783)		22,967	178,981
Net Increase/(Decrease) in Cash & Cash Equivalents					
Balances - Beginning of Year		(75,405)	148,219	72,814	(106,167)
Balances - Ending of Year	\$37,750	(90,188)	148,219	95,781	72,814

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

Operating Income/(Loss)	\$37,600	6,796		44,396	95,387
Adjustments to Reconcile Operating Income/(Loss) to Cash Provided/(Used) by Operating Activities:					
Depreciation Expense		4,289		4,289	4,290
Change in Assets & Liabilities:					
(Increase)/Decrease in Accounts Receivable		(11,743)		(11,743)	56,503
(Increase)/Decrease in Inventory		(21,209)		(21,209)	28,471
Increase/(Decrease) in Interfund Payable		5,439		5,439	(5,670)
Increase/(Decrease) in Accounts Payable	150	1,645		1,795	
Total Adjustments	150	(21,579)		(21,429)	83,594
Net Cash Provided/(Used) by Operating Activities	37,750	(14,783)	-	22,967	178,981



## H. Fiduciary Fund



**EAST WINDSOR REGIONAL SCHOOL DISTRICT  
TRUST AND AGENCY FUND  
COMBINING STATEMENT OF FIDUCIARY NET ASSETS  
JUNE 30, 2010  
(With Comparative Totals for June 30, 2009)**

ASSETS	PRIVATE PURPOSE		AGENCY		2010	2009
	SCHOLARSHIP FUNDS	UNEMPLOYMENT COMPENSATION	STUDENT ACTIVITY	PAYROLL		
Assets:						
Cash & Cash Equivalents	\$107,881	1,456,839	183,231	116,744	1,864,695	930,903
Total Assets	107,881	1,456,839	183,231	116,744	1,864,695	930,903
LIABILITIES						
Liabilities:						
Payroll Deductions & Withholdings				13,230	13,230	104,682
Interfund Payable				103,514	103,514	
Due to Student Groups			183,231		183,231	215,754
Total Liabilities			183,231	116,744	299,975	320,436
NET ASSETS						
Reserved	107,881	1,456,839			1,564,720	610,467
Total Net Assets	\$107,881	1,456,839	-	-	1,564,720	610,467

**EAST WINDSOR REGIONAL SCHOOL DISTRICT  
FIDUCIARY FUNDS  
COMBINING STATEMENT OF CHANGES IN FIDUCIARY NET ASSETS  
JUNE 30, 2010  
(With Comparative Totals for June 30, 2009)**

	PRIVATE PURPOSE		2010	2009
	UNEMPLOYMENT COMPENSATION	SCHOLARSHIP FUND		
Operating Revenues:				
Local Sources:				
Interest on Investments	\$1,776	295	2,071	7,858
Scholarship Donations		23,817	23,817	22,635
Other Income	1,168,296		1,168,296	96,242
Total Operating Revenues	1,170,072	24,112	1,194,184	126,735
Operating Expenditures:				
Scholarship Payments		40,869	40,869	34,824
Unemployment Claims	199,062		199,062	182,444
Total Operating Expenses	199,062	40,869	239,931	217,268
Excess/(Deficit) of Revenues Over/ (Under) Expenditures	971,010	(16,757)	954,253	(90,533)
Net Assets, July 1	485,829	124,638	610,467	701,000
Net Assets, June 30	\$1,456,839	107,881	1,564,720	610,467

**EAST WINDSOR REGIONAL SCHOOL DISTRICT  
STUDENT ACTIVITY AGENCY FUND  
SCHEDULE OF CHANGES OF RECEIPTS AND DISBURSEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2010**

	BALANCE JULY 1, 2009	CASH RECEIPTS	CASH DISBURSEMENTS	BALANCE JUNE 30, 2010
Elementary Schools:				
Walter C. Black	\$9,041	33,158	33,652	8,547
Ethel McKnight	7,122	18,938	21,916	4,144
Grace Rogers	8,471	8,557	7,755	9,273
Perry L. Drew	12,199	24,050	25,987	10,262
Total Elementary Schools	36,833	84,703	89,310	32,226
Junior High School:				
Melvin Keeps	39,056	119,443	121,973	36,526
Senior High School:				
Hightstown High School	101,667	369,149	360,354	110,462
Other Departments:				
Officials Department	418	40,799	38,158	3,059
Curriculum Instruction	306	351	329	328
Community Education	37,184	6,855	44,039	
Student Services Internal	290	352	12	630
Total Other Departments	38,198	48,357	82,538	4,017
Total Schools & Other Departments	\$215,754	621,652	654,175	183,231

**PAYROLL AGENCY FUND  
SCHEDULE OF RECEIPTS AND DISBURSEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2010**

ASSETS	BALANCE JULY 1, 2009	ADDITIONS	DELETIONS	BALANCE JUNE 30, 2010
Cash & Cash Equivalents	\$104,682	50,023,533	50,011,471	116,744
Total Assets	\$104,682	50,023,533	50,011,471	116,744
<b>LIABILITIES</b>				
Payroll Deductions & Withholdings Payable	\$104,682	21,100,392	21,191,844	13,230
Net Payroll		28,819,627	28,819,627	
Interfund Payable		103,514		103,514
Total Liabilities	\$104,682	50,023,533	50,011,471	116,744



## I. Long-Term Debt



**EAST WINDSOR REGIONAL SCHOOL DISTRICT  
LONG-TERM DEBT  
SCHEDULE OF SERIAL BONDS PAYABLE  
JUNE 30, 2010**

ISSUE	DATE OF ISSUE	AMOUNT OF ISSUE	ANNUAL MATURITIES DATE	AMOUNT	INTEREST RATE	BALANCE JULY 1, 2009	ISSUED	REFUNDED	RETIRED	BALANCE JUNE 30, 2010
School Bonds	3/01/2003	\$43,859,000	3/01/11	\$1,450,000	4.00%	\$37,609,000			1,400,000	36,209,000
			3/01/12	1,500,000	4.00%					
			3/01/13	1,550,000	4.00%					
			3/01/14	1,600,000	4.00%					
			3/01/15	1,650,000	4.00%					
			3/01/16	1,700,000	4.00%					
			3/01/17	1,750,000	4.00%					
			3/01/18	1,800,000	4.00%					
			3/01/19	1,850,000	4.10%					
			3/01/20	1,900,000	4.20%					
			3/01/21	1,950,000	4.25%					
			3/01/22	2,000,000	4.30%					
			3/01/23	2,125,000	4.40%					
			3/01/24	2,175,000	4.50%					
			3/01/25	2,225,000	4.50%					
			3/01/26	2,225,000	4.50%					
			3/01/27	2,250,000	4.50%					
			3/01/28	2,250,000	4.50%					
			3/01/29	2,259,000	4.50%					
			School Refunding Bonds	7/15/2005	6,330,000		7/15/10	435,000	3.75%	
7/15/11	435,000	4.00%								
7/15/12	435,000	4.00%								
7/15/13	430,000	4.00%								
7/15/14	430,000	4.00%								
7/15/15	425,000	4.00%								
7/15/16	425,000	4.00%								
7/15/17	420,000	4.00%								
7/15/18	415,000	4.00%								
7/15/19	415,000	4.00%								
7/15/20	410,000	4.00%								
7/15/21	410,000	4.10%								
7/15/22	405,000	4.05%								
7/15/23	400,000	4.10%								
Total						\$43,939,000			1,840,000	42,099,000

**EAST WINDSOR REGIONAL SCHOOL DISTRICT  
LONG-TERM DEBT  
SCHEDULE OF OBLIGATIONS UNDER CAPITAL LEASES  
JUNE 30, 2010**

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PURPOSE	DATE OF LEASE	TERM OF LEASE	AMOUNT OF ORIGINAL LEASE		INTEREST RATE	BALANCE JUNE 30, 2009	ISSUED	RETIRED	BALANCE JUNE 30, 2010
			PRINCIPAL	INTEREST					
Equipment	06/06/2005	5 years	\$264,000	NONE	0.00%	\$52,800		52,800	
Equipment	12/15/2005	5 years	224,524	23,088	3.67%	93,851		46,081	47,770
Roof Project	04/01/2009	5 years	2,831,589	286,692	3.30%	2,831,589		529,902	2,301,687
Total						\$2,978,240		628,783	2,349,457

**EAST WINDSOR REGIONAL SCHOOL DISTRICT  
DEBT SERVICE FUND  
BUDGETARY COMPARISON SCHEDULE  
FOR THE FISCAL YEARS ENDED JUNE 30, 2010 AND 2009**

	JUNE 30, 2010				POSITIVE/ (NEGATIVE) FINAL TO ACTUAL	JUNE 30, 2009				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	\$3,399,308		3,399,308	3,399,308		3,487,972		3,487,972	3,487,972	
State Sources:										
Debt Service Aid Type II	186,972		186,972	186,972		183,686		183,686	183,686	
Total Revenues	3,586,280		3,586,280	3,586,280		3,671,658		3,671,658	3,671,658	
Expenditures										
Regular Debt Service:										
Interest on Bonds	1,839,670		1,839,670	1,839,670		1,911,658		1,911,658	1,911,658	
Redemption of Principal	1,840,000		1,840,000	1,840,000		1,760,000		1,760,000	1,760,000	
Total Expenditures	3,679,670		3,679,670	3,679,670		3,671,658		3,671,658	3,671,658	
Excess/(Deficiency) of Revenues Over/(Under) Expenditures	(93,390)		(93,390)	(93,390)		93,390		93,390	93,390	
Fund Balance, July 1	93,390		93,390	93,390						
Fund Balance, June 30	-	-	-	-	-	93,390		93,390	93,390	



**STATISTICAL SECTION (Unaudited)**



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

	FISCAL YEAR ENDING JUNE 30,							
	2010	2009	2008	2007	2006	2005	2004	2003
<b>Governmental Activities:</b>								
Invested in Capital Assets, Net of Related Debt	\$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	1,651,286	1,416,897	2,731,814	2,120,199	548,428	411,538	15,415,453	42,350,713
Unrestricted	(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>\$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	\$336,040	17,427	26,620	37,490	51,510	63,451	80,801	95,654
Unrestricted	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>\$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	\$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	1,651,286	1,416,897	2,731,814	2,120,199	548,428	411,538	15,415,453	42,350,713
Unrestricted	(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>\$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 EIGHT FISCAL YEARS**

	FISCAL YEAR ENDING JUNE 30,							
	2010	2009	2008	2007	2006	2005	2004	2003
Expenses:								
Governmental Activities								
Instruction:								
Regular	\$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	5,397,548	4,773,122	5,095,269	5,570,021	7,485,576	6,782,543	6,389,545	5,702,026
Other Instruction	2,092,737	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	1,085,409	957,710	1,003,549	1,002,373	29,862	39,004	38,087	32,359
Support Services:								
Tuition	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	7,823,749	8,251,907	8,072,949	7,293,207	10,289,126	8,501,834	8,413,391	8,102,134
School Administrative Services	2,752,790	2,869,315	2,761,945	2,557,995	1,241,730	805,606	2,886,875	2,822,725
General & Business Administrative Services	878,198	3,299,593	751,280	836,058	3,542,804	3,346,886	999,354	1,008,124
Central Services	1,074,239	924,094	899,115	1,200,835	1,174,963	1,087,305		
Administrative Information Technology	3,994	19,782	23,435	37,179	123,494	54,502		
Plant Operations & Maintenance	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	2,769,108	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	7,591	6,087	11,455	8,243			1,310,568	1,128,034
Transfers to Charter Schools	4,625							
Special Schools	90,369	84,087	114,607	250,708	335,164	340,290	294,576	273,190
Interest on Long-Term Debt	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	20,955,114	19,138,142	21,608,173	19,517,986				
Unallocated Amortization of Bond Costs	10,295	10,295	10,295	10,293				
Unallocated Depreciation	4,359,390	4,234,890	3,082,090	1,696,202				
Unallocated Compensated Absences	52,343	108,933	19,059	(383,611)				
Loss on Disposal of Assets			1,740,424			115,535		
<b>Total Governmental Activities Expenses</b>	<b>86,142,045</b>	<b>87,986,903</b>	<b>86,426,298</b>	<b>79,420,247</b>	<b>74,152,578</b>	<b>70,774,654</b>	<b>66,634,140</b>	<b>61,198,489</b>
Business-Type Activities:								
Food Service	1,387,949	1,315,536	1,171,247	1,198,856	1,147,536	1,132,082	989,758	962,687
Child Care	798,266	736,575	767,276	536,211	755,052	627,753	605,827	506,585
<b>Total Business-Type Activities Expense</b>	<b>2,186,215</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>\$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)	\$1,236,468	1,384,912	1,503,227	1,266,322	711,614	805,858	280,220	
Operating Grants & Contributions	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 Program Revenues</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	811,520	885,664	780,950	805,893	797,133	796,444	737,744	713,547
Child Care	745,628	736,575	770,818	500,163	620,280	628,390	603,975	558,517
Operating Grants & Contributions	723,835	592,368	467,327	418,001	340,434	334,601	286,844	249,655
<b>Total Business Type Activities Program Revenues</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>\$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 EIGHT FISCAL YEARS**

	FISCAL YEAR ENDING JUNE 30,							
	2010	2009	2008	2007	2006	2005	2004	2003
Net/(Expense)/Revenue:								
Governmental Activities	(\$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	94,768	162,496	80,572	(11,010)	(144,741)	(400)	32,978	52,447
Total District-Wide Net Expense	<u>(\$82,606,264)</u>	<u>(84,436,741)</u>	<u>(82,405,833)</u>	<u>(75,684,800)</u>	<u>(71,314,069)</u>	<u>(68,425,445)</u>	<u>(57,841,715)</u>	<u>(52,461,127)</u>
General Revenues & Other Changes in Net Assets:								
Governmental Activities:								
Property Taxes Levied for General Purposes, Net	\$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	3,399,308	3,487,972	3,392,838	3,418,785	3,266,462	3,288,346	2,125,194	565,666
Grants & Contributions	24,357,173	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	2,774	3,969	323,676	501,227	286,957	237,331	510,654	361,239
Miscellaneous Income	236,519	419,197	160,171	456,028	399,273	592,375	(36,831)	258,048
Cancel Prior Year Accounts Payable			315,499					
Total Governmental Activities	<u>82,615,438</u>	<u>84,474,128</u>	<u>81,285,032</u>	<u>80,468,106</u>	<u>71,811,521</u>	<u>68,525,964</u>	<u>77,385,282</u>	<u>50,770,093</u>
Total District-Wide	<u>\$82,615,438</u>	<u>84,474,128</u>	<u>81,285,032</u>	<u>80,468,106</u>	<u>71,811,521</u>	<u>68,525,964</u>	<u>77,385,282</u>	<u>50,770,093</u>
Change in Net Assets:								
Governmental Activities	(\$85,594)	(125,109)	(1,201,373)	4,794,316	642,193	100,919	19,510,589	(1,743,481)
Business-Type Activities	94,768	162,496	80,572	(11,010)	(144,741)	(400)	32,978	52,447
Total District	<u>\$9,174</u>	<u>37,387</u>	<u>(1,120,801)</u>	<u>4,783,306</u>	<u>497,452</u>	<u>100,519</u>	<u>19,543,567</u>	<u>(1,691,034)</u>

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

	FISCAL YEAR ENDING JUNE 30,							
	2010	2009	2008	2007	2006	2005	2004	2003
General Fund:								
Reserved	\$2,333,238	1,970,932	3,302,724	2,619,827	1,719,752	1,640,051	1,858,493	379,124
Unreserved	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>\$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:								
Reserved			259,869	396,333	2,140,216	-	-	1,560,248
Unreserved, 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>\$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 EIGHT FISCAL YEARS**  
*(Modified Accrual Basis of Accounting)*

	2010	2009	2008	2007	2006	2005	2004	2003
<b>Revenues:</b>								
Tax Levy	\$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	741,119	801,497	791,483	768,993	711,614	805,858	692,869	631,834
Interest Earnings	2,774	3,969	323,676	501,227	286,957	237,331	510,654	361,239
Lease Proceeds		2,831,000						
Miscellaneous	253,494	459,257	183,015	477,356	419,302	602,809	330,289	258,048
State Sources	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	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>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	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	5,397,548	4,773,122	5,095,269	5,570,021	5,274,184	4,776,317	4,687,940	4,299,545
Other Instruction	2,092,737	1,911,816	1,871,884	1,998,333	2,865,163	2,727,256	2,134,560	2,109,787
Adult/Continuing Education	1,085,409	957,710	1,003,549	1,002,373	21,099	27,412	27,944	24,400
<b>Support Services:</b>								
Tuition	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	7,823,749	8,251,907	8,072,949	7,389,353	7,320,770	6,330,780	6,172,814	6,109,318
School Administrative Services	2,752,790	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	1,091,451	1,646,843	846,957	836,058	1,099,747	667,981	733,215	760,164
Central Services	1,074,239	924,094	899,115	1,200,835	880,800	815,699		
Admin. Information Technology	3,994	19,782	23,435	37,179	110,840	43,715		
Plant Operations & Maintenance	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	2,769,108	2,788,233	2,820,432	3,112,398	4,195,094	4,413,175	3,343,713	3,023,618
Other Support Services	7,591	6,087	11,455	8,243			796,146	850,581
Employee Benefits	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	4,625							
Special Schools	90,369	84,087	114,607	250,708	258,129	269,822	216,127	205,996
Capital Outlay	6,959,047	1,923,379	2,007,204	5,207,087	11,952,689	35,893,894	14,842,420	4,815,972
<b>Debt Service:</b>								
Cost of Insurance					86,093			
Principal	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	1,840,000	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>90,384,869</b>	<b>85,212,411</b>	<b>84,766,994</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>								
<b>Over/(Under) Expenditures</b>	<b>(4,823,767)</b>	<b>4,897,553</b>	<b>(569,312)</b>	<b>(886,269)</b>	<b>(11,169,213)</b>	<b>(34,463,864)</b>	<b>(14,319,665)</b>	<b>(4,673,179)</b>
<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					
Transfers In		2,000,000	24,262		289,496	505,831	86,900	190,335
Transfers Out		(2,000,000)	(24,262)	2,837,145	(289,496)	(505,831)	(86,900)	(190,335)
<b>Total Other Financing Sources/</b>			315,499		216,967	264,000	20,603,458	44,059,730
<b>(Uses)</b>								
<b>Net Change in Fund Balances</b>	<b>(\$4,823,767)</b>	<b>4,897,553</b>	<b>(253,813)</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>								
<b>Noncapital Expenditures</b>	<b>4.4%</b>	<b>4.4%</b>	<b>4.5%</b>	<b>4.7%</b>	<b>4.9%</b>	<b>5.4%</b>	<b>4.6%</b>	<b>2.0%</b>

Source: District Records

**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
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
2002	30,547	193,644	914,735	1,138,926
2001	6,716	48,649	1,199,545	1,254,910
Total	<u>\$350,648</u>	<u>1,681,821</u>	<u>7,302,383</u>	<u>9,334,852</u>

Source: District records

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

FISCAL YEAR ENDED JUNE 30,	VACANT LAND	RESIDENTIAL	FARM REG.	QFARM	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>													
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>													
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>													
2010	59,282,600	2,430,807,100	10,529,400	1,909,800	531,553,700	129,400,700	177,857,100	9,627,053	3,350,967,453	338,042,000	3,350,967,453		3,622,053,778
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

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**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>					
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
2002	2.52	2.52	0.38	0.77	3.67
2001	2.42	2.42	0.38	0.69	3.49
<b>Hightstown</b>					
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
2002	2.70	2.70	0.98	0.78	4.46
2001	2.57	2.57	0.90	0.71	4.18

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	
2010	\$58,018,972	29,449,016	50.76%	28,569,956
2009	57,207,251	28,161,769	49.23%	29,045,482
2008	56,265,812	27,694,033	49.22%	28,571,779
2007	55,811,387	27,470,365	49.22%	28,341,022
2006	49,719,395	24,471,886	49.22%	25,247,509
2005	47,160,237	23,212,269	49.22%	23,947,968
2004	42,551,920	20,944,055	49.22%	21,607,865
2003	38,372,418	18,886,904	49.22%	19,485,514
2002	34,929,228	17,192,166	49.22%	17,737,062
2001	32,798,766	16,143,553	49.22%	16,655,213

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	PERCENTAGE OF			
			PER CAPITA INCOME	PERSONAL INCOME <sup>a</sup>	DISTRICT POPULATION	PER CAPITA <sup>a</sup>
2010	\$42,099,000	42,099,000	N/A	N/A	N/A	N/A
2009	43,939,000	43,939,000	N/A	N/A	32,062	N/A
2008	45,699,000	45,699,000	N/A	N/A	N/A	1425.33
2007	47,409,000	47,409,000	N/A	N/A	31,957	1483.52
2006	49,069,000	49,069,000	49,847	3.08%	31,947	1535.95
2005	50,498,000	50,498,000	45,740	3.46%	31,930	1581.52
2004	52,058,000	52,058,000	43,837	3.72%	31,943	1629.72
2003	52,468,000	52,468,000	42,344	3.90%	31,803	1649.78
2002	9,464,000	9,464,000	41,646	0.72%	31,648	299.04
2001	9,849,000	9,849,000	40,486	0.79%	30,883	318.91

**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		NET GENERAL BONDED DEBT OUTSTANDING	PERCENTAGE OF ACTUAL TAXABLE VALUE OF PROPERTY	PER CAPITA
	GENERAL OBLIGATION BONDS	DEDUCTIONS			
2010	\$42,099,000	-	42,099,000	2.590%	N/A
2009	43,939,000	-	43,939,000	2.703%	N/A
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
2002	9,464,000	-	9,464,000	0.377%	299
2001	9,849,000	-	9,849,000	0.432%	319

**RATIOS OF OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT  
AS OF DECEMBER 31, 2009**

GOVERNMENTAL UNIT	DEBT OUTSTANDING	ESTIMATED PERCENTAGE APPLICABLE	SHARE OF OVERLAPPING DEBT
Debt Repaid With Property Taxes:			
East Windsor Township Debt*	\$18,705,857	100.0000%	\$18,705,857
Hightstown Borough Debt	14,444,259	100.0000%	14,444,259
Mercer County - Township Share	1,235,421	6.5682%	81,145
Mercer County - Borough Share	1,235,421	1.0919%	13,490
Subtotal, Overlapping Debt			14,538,893
East Windsor Regional School District Direct Debt			43,939,000
Total Direct & Overlapping Debt			<u>\$58,477,893</u>

\* As of December 31, 2010

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									
	2010	2009	2008	2007	2006	2005	2004	2003	2002	2001
Debt Limit	\$144,776,955	143,752,169	136,766,781	122,553,324	107,648,568	92,149,670	63,046,954	59,815,302	56,444,559	56,376,463
Total Net Debt Applicable to Limit	42,099,000	43,939,000	45,699,000	47,409,000	49,069,000	50,498,000	52,058,000	52,468,000	9,034,000	9,849,000
Legal Debt Margin	\$102,677,955	99,813,169	91,067,781	75,144,324	58,579,568	41,651,670	10,988,954	7,347,302	47,410,559	46,527,463
Total Net Debt Applicable to the Limit as a Percentage of Debt Limit	29.08%	30.57%	33.41%	38.68%	45.58%	54.80%	82.57%	87.72%	16.01%	17.47%

**Legal Debt Margin Calculation for Fiscal Year 2010**

	Equalized Valuation Basis		
	East Windsor	Hightstown	Total
2009	\$3,116,194,605	\$508,151,948	\$3,624,346,553
2008	3,062,091,165	522,482,616	3,584,573,781
2007	3,127,836,138	521,515,137	3,649,351,275
	<u>\$9,306,121,908</u>	<u>\$1,552,149,701</u>	<u>\$10,858,271,609</u>
Average Equalized Valuation of Taxable Property	<u>\$3,102,040,636</u>	<u>\$517,383,234</u>	<u>\$3,619,423,870</u>
Debt Limit (4 % of Average Equalization Value)			\$144,776,955
Net Bonded School Debt			<u>42,099,000</u>
Legal Debt Margin			<u>\$102,677,955</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)
2010	N/A	N/A	N/A
2009	N/A	N/A	N/A
2008	32,062	N/A	3.93%
2007	31,957	N/A	3.65%
2006	31,947	49,847	3.80%
2005	31,930	45,740	2.70%
2004	31,943	43,837	2.70%
2003	31,803	42,344	3.10%
2002	31,648	41,646	3.30%
2001	30,883	40,486	2.20%

**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	2010	2009	2008	2007	2006	2005	2004	2003	2002	2001
Instruction:										
Regular	319	327	330	325	324	307	302	301	308	296
Special Education	46	45	69	72	72	69	63	63	62	60
Other Special Education	39	38	30	30	29	30	30	25	22	20
Other Instruction/ Nurse	6	6	6	6	6	6	6	6	6	6
Guidance	14	15	15	12	12	11	11	11	11	11
Support Services:										
Student & Instruction Related Services	45	46	47	49	50	46	44	43	43	40
General Administration	9	11	11	12	13	12	11	7	7	7
School Administrative Services	13	13	12	12	13	12	12	11	13	13
Other Administrative Services	9	13	8	8	8	5	14	15	15	12
Central Services	44	48	45	46	46	41	37	33	35	40
Administrative Information Technology	1	2	2	2	2	2	2	2	2	2
Plant Operations & Maintenance	55	59	60	58	58	55	57	56	54	52
Pupil Transportation	55	50	50	50	54	63	74	75	77	74
Other Support Services VA	27	31	27	25	25	29	37	33	26	27
Campus Monitor	6	6	6	5	5	5	4	5	4	5
Computer Technician	4	3	4	3	4	3	3	3	2	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	1	1
Child Care	20	19	19	18	18	18	18	20	19	19
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	9	11	10	8	8	8	8			
<b>Total</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>	<b>711</b>	<b>692</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				
2010	5,024	\$79,746,152	15,873	8.42%	431	13.0	10.3	10.8	5,033	4,832		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%
2002	4,414	51,937,718	11,767	5.20%	427	13.5	13.3	12.5	4,527	4,308	0.60%	95.16%
2001	4,388	49,081,970	11,185	0.40%	422	13.4	12.5	12.2	4,500	4,293	4.26%	95.40%

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	2010	2009	2008	2007	2006	2005	2004	2003	2002	2001
<b>Elementary Schools:</b>										
McKnight ES (1970):										
Square Feet	98,976	98,976	98,976	98,976	98,976	99,976	99,976	53,084	53,084	53,084
Capacity (Students)	660	660	660	660	660	660	660	660	508	660
Enrollment	779	772	736	687	643	640	637	515	485	475
Drew ES (1975):										
Square Feet	105,244	105,244	105,244	105,244	105,244	92,244	92,244	79,235	78,855	79,235
Capacity (Students)	728	728	728	728	728	700	700	634	630	634
Enrollment (a)	672	643	629	675	684	660	630	615	575	560
Walter C Black ES (1949):										
Square Feet	97,335	97,335	97,335	97,335	97,335	81,110	81,110	81,110	78,697	78,697
Capacity (Students)	615	615	615	615	615	578	578	578	568	568
Enrollment	554	589	554	577	562					
Rogers ES (1924):										
Square Feet	105,091	105,091	105,091	105,091	105,091	105,540	95,075	81,099	81,099	81,099
Capacity (Students)	543	543	543	543	543	543	693	497	497	497
Enrollment	455	470	487	520	522	520	516	466	450	440
<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	157,610	157,610
Capacity (Students)	1,135	1,135	1,135	1,135	1,135	1,135	1,135	1,135	875	875
Enrollment	1,155	1,127	1,109	1,135	1,121	1,050	1,015	995	981	971
<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	229,640	229,640
Capacity (Students)	1,274	1,274	1,274	1,274	1,274	1,274	1,274	1,274	1,135	1,135
Enrollment	1,409	1,367	1,408	1,461	1,460	1,440	1,415	1,410	1,350	1,275
<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
Maint. (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, 2010:										
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
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
2002	269,900	290,414	195,707	294,945	486,227	457,995	1,995,188
2001	206,943	207,359	139,591	213,260	414,455	603,866	1,785,474
Total	\$1,659,356	1,751,240	1,240,343	1,837,842	3,438,196	5,707,117	15,634,094

Source: District records

**EAST WINDSOR REGIONAL SCHOOL DISTRICT  
INSURANCE SCHEDULE  
JUNE 30, 2010**

	COVERAGE	DEDUCTIBLE
<b>Multiperil Package Policy:</b>		
Property - Blank Building & Contents	\$113,118,256	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	16,000,000	
Policy Aggregate	16,000,000	
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	16,000,000	
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	16,000,000	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	
Acting Board Secretary	360,000	
Treasurer	360,000	
<b>Workers Compensation Excess Liability</b>	Statutory	
<b>Group Accident</b>	5,000,000	Excess

Source: District records

**SINGLE AUDIT SECTION**





Certified Public Accountants & Consultants

EXHIBIT K-1

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

Honorable President and Members  
of the Board of Education  
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, 2010, and have issued our report thereon dated October 29, 2010. We conducted our audit in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and audit requirements as prescribed by the Division of Finance, Department of Education, State of New Jersey.

**Internal Control Over Financial Reporting**

In planning and performing our audit, we considered the East Windsor Regional School District's Board of Education'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.

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

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

**Compliance and Other Matters**

As part of obtaining reasonable assurance about whether the 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.

We noticed certain matters that we have reported to the East Windsor Regional School District's Board of Education in a separate *Independent Auditor's Management Report on Administrative Findings – Financial Compliance and Performance* dated October 29, 2010.

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  
October 29, 2010



Certified Public Accountants & Consultants

EXHIBIT K-2

**REPORT ON COMPLIANCE WITH REQUIREMENTS APPLICABLE  
TO 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 are applicable to each of its major federal and state programs for the fiscal year ended June 30, 2010. 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 requirements referred to above that are applicable to each of its major federal or state programs for the year ended June 30, 2010.

**MEDFORD OFFICE**

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## 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  
October 29, 2010

EAST WINDSOR REGIONAL SCHOOL DISTRICT  
SCHEDULE OF FEDERAL FINANCIAL ASSISTANCE  
FOR THE FISCAL YEAR ENDED JUNE 30, 2010

FEDERAL GRANTOR PASS-THROUGH GRANTOR PROGRAM TITLE	FEDERAL CFDA NUMBER	GRANT OR STATE PROJECT NUMBER	PROGRAM OR AWARD AMOUNT	GRANT PERIOD	BALANCE AT			BALANCE AT JUNE 30, 2010			
					JUNE 30, 2009	CASH RECEIVED	BUDGETARY EXPENDITURES	ADJUSTMENT	(ACCOUNTS RECEIVABLE)	DEFERRED REVENUE	DUE TO GRANTOR
<b>U.S. DEPARTMENT OF AGRICULTURE PASSED- THROUGH STATE DEPARTMENT OF EDUCATION:</b>											
Food Distribution Program	10.550		\$131,099	7/1/09-6/30/10		131,099	(131,099)				
School Breakfast Program	10.553		19,611	7/1/08-6/30/09	(\$2,204)	2,204					
School Breakfast Program	10.553		46,481	7/1/09-6/30/10		42,891	(46,481)		(3,590)		
National School Lunch Program	10.555		441,590	7/1/08-6/30/09	(31,281)	31,281					
National School Lunch Program	10.555		512,352	7/1/09-6/30/10		482,988	(512,352)		(29,364)		
Special Milk Program	10.556		3,699	7/1/08-6/30/09	(225)	225					
Special Milk Program	10.556		2,789	7/1/09-6/30/10		2,623	(2,789)		(166)		
Total Enterprise Fund					(33,710)	693,311	(692,721)		(33,120)		
<b>U.S. DEPARTMENT OF EDUCATION PASSED- THROUGH STATE DEPARTMENT OF EDUCATION:</b>											
<b>General Fund:</b>											
Medical Assistance Program (SEMI)	93.778		108,035	9/1/09-8/31/10		108,035	(108,035)				
ARRA - SFSF- ESF (Educ. State Grants)	84.394		2,491,324	9/1/09-8/31/10		2,491,324	(2,491,324)				
ARRA - SFSF- GSF (Government Services)	84.397		96,443	9/1/09-8/31/10		96,443	(96,443)				
Total General Fund						2,695,802	(2,695,802)				
<b>U.S. DEPARTMENT OF EDUCATION PASSED- THROUGH STATE DEPARTMENT OF EDUCATION:</b>											
<b>Special Revenue Fund:</b>											
Title I:											
Part A	84.010A	NCLB	390,686	9/1/09-8/31/10		168,392	(285,270)	(75,158)	(192,036)		
Part A	84.010A	NCLB	366,513	9/1/08-8/31/09	(128,957)	127,147	(44,448)	46,258			
Recovery Act	84.389	NCLB	292,660	9/1/09-8/31/10			(88,731)		(88,731)		
Title II:											
Eisenhower Math/Science	84.367A	NCLB	111,739	9/1/09-8/31/10		69,448	(98,083)		(28,635)		
Eisenhower Math/Science	84.367A	NCLB	106,005	9/1/08-8/31/09	(46,175)	46,175					
Eisenhower Math/Science	84.367A	NCLB	3,268	9/1/05-8/31/06		713				713	
Eisenhower Math/Science Carryover	84.367A	NCLB	4,792	9/1/05-8/31/06		354				354	
Title III:											
Enhancing Education Through Technology	84.318		3,766	9/1/09-8/31/10		2,081	(2,699)		(618)		
Title III:											
Emergency Immigrant Education	84.365A		66,921	9/1/09-8/31/10		41,341	(63,790)	3,414	(19,035)		
Emergency Immigrant Education	84.365A		74,955	9/1/08-8/31/09	(34,217)	34,217					
Title IV:											
Drug Free Schools & Communities Act	84.186A		11,963	9/1/09-8/31/10		7,341	(9,210)	(533)	(2,402)		
Drug Free Schools & Communities Act	84.186A		11,496	9/1/08-8/31/09	(2,562)	2,562					
Drug Free Schools & Communities Act Carryover	84.186A		14,775	9/1/05-8/31/06						11,662	
Title V:											
Innovative Education	84.298A		11,264	9/1/05-8/31/06		822				822	
I.D.E.A. Part B:											
Basic Regular	84.027	FT285010	1,160,271	9/1/09-8/31/10		883,350	(1,106,999)	(24,419)	(248,068)		
Basic Regular	84.027	FT285009	1,155,342	9/1/08-8/31/09	(586,788)	570,346	(24,419)	40,861			
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	9/1/09-8/31/10		335,530	(361,704)		(26,174)		
Preschool Handicapped	84.173	PS285010	50,585	9/1/09-8/31/10		17,911	(49,842)	(5,690)	(37,621)		
Preschool Handicapped Carryover	84.173	PS285009	50,508	9/1/08-8/31/09	(38,773)	37,843	(5,690)	6,620			
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	5,141		17,186		
Total Special Revenue Fund					(779,478)	2,348,825	(2,140,885)	(8,647)	(643,320)	17,186	45,949
Total Federal Financial Assistance					(\$813,188)	5,737,938	(5,529,408)	(8,647)	(676,440)	17,186	45,949

EAST WINDSOR REGIONAL SCHOOL DISTRICT  
SCHEDULE OF STATE FINANCIAL ASSISTANCE  
FOR THE FISCAL YEAR ENDED JUNE 30, 2010

STATE GRANTOR/PROGRAM TITLE	GRANT OR STATE PROJECT NUMBER	AWARD AMOUNT	GRANT PERIOD	BALANCE AT JUNE 30, 2009		BUDGETARY EXPENDITURES	REPAYMENT OF PRIOR YEARS' BALANCES	(ACCOUNTS RECEIVABLE) JUNE 30, 2010	DUE TO GRANTOR JUNE 30, 2010	MEMO CUMULATIVE TOTAL		
				CASH RECEIVED						BUDGETARY RECEIVABLE	EXPENDITURES	
<b>State Department of Education:</b>												
General Fund:												
Equalization Aid	10-495-034-5120-078	\$11,674,142	7/1/09-6/30/10		11,674,142	(11,674,142)				1,160,304	11,674,142	
Special Education Aid	10-495-034-5120-089	2,696,102	7/1/09-6/30/10		2,696,102	(2,696,102)				267,968	2,696,102	
Transportation Aid	10-495-034-5120-014	1,485,022	7/1/09-6/30/10		1,485,022	(1,485,022)				147,598	1,485,022	
Security Aid	10-495-034-5120-084	589,045	7/1/09-6/30/10		589,045	(589,045)				58,546	589,045	
Extraordinary Aid	09-495-034-5120-473	281,344	7/1/08-6/30/09	(\$281,344)	281,344							
Extraordinary Aid	10-495-034-5120-473	157,700	7/1/09-6/30/10			(157,700)		(157,700)			157,700	
Nonpublic Transportation Aid	10-495-034-5120-014	36,340	7/1/09-6/30/10			(36,340)		(36,340)			36,340	
Nonpublic Transportation Aid	09-495-034-5120-014	39,186	7/1/08-6/30/09	(39,186)	39,186							
On-Behalf TPAF Pension Contribution	10-495-034-5095-006	2,242,146	7/1/09-6/30/10		2,242,146	(2,242,146)					2,242,146	
TPAF Social Security Contributions	09-495-034-5095-002	2,410,116	7/1/08-6/30/09	(126,543)	126,543							
TPAF Social Security Contributions	10-495-034-5095-002	2,576,996	7/1/09-6/30/10		2,449,211	(2,576,996)		(127,785)			2,576,996	
Total General Fund				(447,073)	21,582,741	(21,457,493)		(321,825)		1,634,416	21,457,493	
<b>Special Revenue:</b>												
Elli Grant	07-495-034-5120-062	72,000	7/1/06-6/30/07		6,070				6,070			
Nonpublic Textbook Aid	10-100-034-5120-064	7,747	7/1/09-6/30/10		7,747	(7,405)			342		7,405	
Nonpublic Technology Aid	09-100-034-5120-373	20,480	7/1/08-6/30/09	15,200			(15,200)					
Nonpublic Nursing	10-100-034-5120-070	9,187	7/1/09-6/30/10		9,187	(9,187)					9,187	
Nonpublic Nursing	09-100-034-5120-070	39,527	7/1/08-6/30/09	29,336			(29,336)					
Nonpublic ESL	10-100-034-5120-066	783	7/1/09-6/30/10		783	(759)			24		759	
Auxiliary Services:												
Compensatory Education	10-495-034-5120-067	62,380	7/1/09-6/30/10		62,380	(47,290)			15,090		47,290	
Compensatory Education	08-495-034-5120-067	76,699	7/1/07-6/30/08	26,637			(26,637)					
Handicapped Services:												
Supplementary Instruction	10-100-034-5120-066	19,911	7/1/09-6/30/10		19,911	(10,970)			8,941		10,970	
Supplementary Instruction	08-100-034-5120-066	21,476	7/1/07-6/30/08	7,190			(7,190)					
Supplementary Instruction	07-100-034-5120-066	15,446	7/1/06-6/30/07	6,095			(6,095)					
Examination & Classification	10-100-034-5120-066	42,219	7/1/09-6/30/10		42,219	(23,203)			19,016		23,203	
Examination & Classification	08-100-034-5120-066	39,994	7/1/07-6/30/08	7,956			(7,956)					
Corrective Speech	10-100-034-5120-066	26,901	7/1/09-6/30/10		26,901	(18,614)			8,287		18,614	
Corrective Speech	08-100-034-5120-066	23,901	7/1/07-6/30/08	6,679			(6,679)					
Teacher Mentoring	08-495-034-5120-052	9,304	7/1/07-6/30/08	9,304			(9,304)					
Total Special Revenue Fund				114,467	169,128	(117,428)	(108,397)		57,770		117,428	
<b>Capital Projects Fund:</b>												
NJ Schools Construction Corporation	Various	20,878,793	07/01/02 -	(164,293)				(164,293)				
NJ School Development Authority	1245-050-09-1003	1,469,131	5/1/09-12/31/09	(1,469,131)	1,175,276			(293,855)				
NJ School Development Authority	1245-070-09-1004	30,960	5/1/09-12/31/09	(30,960)	15,635			(15,325)				
NJ School Development Authority	1245-060-09-1001	462,312	5/1/09-12/31/09	(462,312)	240,583			(221,729)				
NJ School Development Authority	1245-075-09-1005	1,134,768	5/1/09-12/31/09	(1,134,768)	589,033			(545,735)				
NJ School Development Authority	1245-080-09-1002	124,068	5/1/09-12/31/09	(124,068)	99,254			(24,814)				
Total Capital Projects Fund				(3,385,532)	2,119,781			(1,265,751)				
Debt Service Aid Type II	10-100-034-5120-125	186,972	7/1/09-6/30/10		186,972	(186,972)					186,972	
Total Debt Service					186,972	(186,972)					186,972	
<b>State Department of Agriculture:</b>												
National School Lunch Program - State Share	09-100-034-5120-122	23,885	7/1/08-6/30/09	(1,640)	1,640							
National School Lunch Program - State Share	10-100-034-5120-122	25,648	7/1/09-6/30/10		24,197	(25,648)		(1,451)				
Breakfast Program - State Share	09-100-010-3360-096	1,573	7/1/08-6/30/09	(170)	170							
Breakfast Program - State Share	10-100-010-3360-096	3,439	7/1/09-6/30/10		3,186	(3,439)		(253)				
Total Enterprise Fund				(1,810)	29,193	(29,087)		(1,704)				
Total State Financial Assistance				(\$3,719,948)	24,087,815	(21,790,980)	(108,397)	(1,589,280)	57,770	1,634,416	21,761,893	

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**EAST WINDSOR REGIONAL SCHOOL DISTRICT  
NOTES TO THE SCHEDULES OF FINANCIAL ASSISTANCE  
JUNE 30, 2010**

**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 \$16,906 for the general fund and \$(70,743) 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, 2010**

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

	<b>Federal</b>	<b>State</b>	<b>Total</b>
General Fund	\$2,695,802	\$21,474,399	\$24,170,201
Special Revenue Fund	2,070,142	117,428	2,187,570
Debt Service Fund		186,972	186,972
Food Service Fund	<u>692,721</u>	<u>29,087</u>	<u>721,808</u>
Total Financial Assistance	<u>\$5,458,665</u>	<u>\$21,807,886</u>	<u>\$27,266,551</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, 2010. 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, 2010.

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

The East Windsor Regional School District Board of Education had no loan balances outstanding at June 30, 2010.

**EAST WINDSOR REGIONAL SCHOOL DISTRICT  
SCHEDULE OF FINDINGS & QUESTIONED COSTS  
For the Fiscal Year Ended June 30, 2010**

**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?	No
2) Significant deficiencies identified that are not considered to be material weaknesses?	No
Noncompliance material to basic financial Statements noted?	No

**Federal Awards**

Internal Control over major programs:	
1) Material weakness(es) identified?	No
2) 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	No

**Identification of major programs:**

CFDA Number(s)	Name of Federal Program or Cluster
84.391	I.D.E.A. – Basic Regular, Recovery Act
84.010	N.C.L.B. Title I
84.389	N.C.L.B. Title I, Recovery Act
84.394	ARRA – SFSF – ESF (Educ. State Grants)
84.397	ARRA – SFSF – GSF (Government Services)

Dollar threshold used to distinguish between type A and type B programs:	\$300,000
Auditee qualified as low-risk auditee?	No

**EAST WINDSOR REGIONAL SCHOOL DISTRICT  
SCHEDULE OF FINDINGS & QUESTIONED COSTS  
For the Fiscal Year Ended June 30, 2010**

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

**State Awards**

Dollar threshold used to distinguish between type A and type B programs:	\$653,729
Auditee qualified as low-risk auditee?	No
Type of auditor’s report issued on compliance for major programs	<u>Unqualified</u>
Internal Control over major programs:	
1) Material weakness(es) identified?	No
2) Significant deficiencies identified that are not considered To be material weaknesses?	None Reported
Any audit findings disclosed that are required to be reported in accordance With NJ OMB Circular Letter 04-04	No

**Identification of major programs:**

<b>GMIS Number(s)</b>	<b>Name of State Program</b>
10-495-034-5095-006	Reimbursed TPAF Social Security
10-495-034-5120-014	Categorical Transportation Aid
10-495-034-5120-089	Special Education Categorical Aid

**Section II – Financial Statement Findings**

This section identifies the significant deficiencies, material weaknesses and instances of noncompliance related to the basic financial statements that are required to be reported in accordance with Chapter 5.18 through 5.20 of *Government Auditing Standards*.

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, 2010**

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.

No Prior Year Findings