

**OCEAN COUNTY VOCATIONAL-TECHNICAL
SCHOOL DISTRICT**

Toms River, New Jersey
County of Ocean

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

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COMPREHENSIVE ANNUAL FINANCIAL REPORT

OF THE

OCEAN COUNTY VOCATIONAL-TECHNICAL SCHOOL DISTRICT

TOMS RIVER, NEW JERSEY

FOR THE FISCAL YEAR ENDED JUNE 30, 2010

Prepared by

**Ocean County Vocational-Technical School District
Finance Department**

INTRODUCTORY SECTION



Board of Education/Administration Office

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Board of Education

- Nina Anuario..... President
- Joseph J. Harding..... Vice President
- Dr. Dennis R. Cirone..... Member
- Dr. Bruce Greenfield..... Member
- Stephen Scaturro..... Member
- Debra Ness..... Treasurer

August 20, 2010

Honorable President and
 Members of the Board of Education
 Ocean County Vocational-Technical School District
 Toms River, New Jersey

Dear Board Members:

The comprehensive annual financial report of the Ocean County Vocational-Technical 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 (Board). To the best of our knowledge and belief, the data presented in this report is accurate in all material respects and is reported in a manner designed to present fairly the financial position and results of operations of the various funds of the District. All disclosures necessary to enable the reader to gain an understanding of the District's financial activities have been included.

The comprehensive annual financial report is presented in four sections: introductory, financial, statistical and single audit. The introductory section includes this transmittal letter, the District's organizational chart and a list of principal officials. The financial section includes the basic financial statements and schedules, as well as the auditor's report thereon. The statistical section includes selected financial and demographic information, generally presented on a multi-year basis. The District is required to undergo an annual single audit in conformity with the provisions of the Single Audit Act of 1984, as amended by the Single Audit Act of 1986, and the U.S. Office of Management and Budget Circular A-133, "Audits of States, Local Governments and Non-Profit Organizations", the state Treasury Circular Letter 04-04 OMB, "Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid Payments" and State Treasury Circular Letter 04-04. Information related to this single audit, including the auditor's report on the internal control structure and compliance with applicable laws and regulations and findings and recommendation, are included in the single audit section of this report.

- 1) REPORTING ENTITY AND ITS SERVICES: Ocean County Vocational-Technical School District is an independent reporting entity within the criteria adopted by the Governmental Accounting Standards Board (GASB) as established by GASB 23 and GASB 34. All funds and account groups of the District are included in this report. The Ocean County Vocational-Technical 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 9 through 12. There are also opportunities in these classes for adult learners. These include instruction for vocational education. The District completed the 2009-2010 fiscal year with an enrollment of 2,540 students, which is 117 students more than the previous year's enrollment. The following details includes the changes in secondary/post secondary student enrollment each year over the last twelve years. These figures do not

include our adult evening division enrollment which averages approximately 1700 students within three semesters.

<u>Fiscal Year</u>	<u>Student Enrollment</u>	<u>Percent Change</u>
2009-10	2,540	5.00%
2008-09	2,423	3.00%
2007-08	2,348	2.70%
2006-07	2,286	(6.00%)
2005-06	2,432	(3.00%)
2004-05	2,506	(1.00%)
2003-04	2,524	7.00%
2002-03	2,348	(3.00%)
2001-02	2,421	8.00%
2000-01	2,248	14.00%
1999-00	1,977	(9.00%)
1998-99	2,166	8.00%
1997-98	2,007	15.00%

- 2) ECONOMIC CONDITION AND OUTLOOK: The Ocean County Vocational-Technical Schools are located in Ocean County, New Jersey, which is situated in the center of the state.

The population in Ocean County has been increasing over the past few years with people relocating from New York and Philadelphia. Senior citizens are also attracted to the area's adult communities. Thus, in addition to the growing job market through business and industry, there is an even greater need for skilled individuals to work with health care service, construction related trades, service occupations and telecommunications.

It is the mission of the Ocean County Vocational Technical School to prepare students for job placement or further education leading to successful employment. Partnerships have been formed with business and colleges to improve education by keeping up with industry standards and advances in technology.

- 3) MAJOR INITIATIVES: September 2009 -The beginning of the new school year marked the 50th anniversary of Ocean County Vocational Technical School.

September 2009 – OCVTS launched a new Plumbing program at the Waretown Center. A workshop previously occupied by Maintenance Repair was renovated to include a multi-level rough-framed house to allow for pipe and fixture installations. Renewed interest in the Plumbing trade promoted OCVTS to re-introduce the program which had been discontinued several years ago. Both morning and afternoon sessions of the new program had full enrollments.

September 2009 – Ali Pavuk, a junior at the OCVTS Performing Arts Academy was selected as the 2009 VSA Arts Playwright Discovery Award recipient, sponsored by the John F. Kennedy Center for the Performing Arts. Ms. Pavuk's play, For the Love of Goldfish, was presented by a professional cast, at the Kennedy Center. She also received a \$2,000 cash award during a special ceremony prior to the performance.

October 2009 – Students from the Computer Science, Computer Service Repair and the Heating, Ventilation, Air Conditioning and Refrigeration programs participated in the annual Robotics Competition sponsored by the Tech Prep Consortium at Ocean County College. OCVTS student teams won seven awards for vehicle design and successful completion of objectives.

October 2009 – The OCVTS Marine Academy of Technology and Environmental Science (MATES) was recognized on the US News & World Report’s 2009 list of top high schools in the country. The Marine Academy of Technology and Environmental Science received a bronze ranking. The criteria for ranking was based upon a school’s ability to provide exemplary education to all students, using state proficiency standards as a benchmark, as well as an evaluation of college readiness performance based on Advanced Placement coursework data.

November 2009 – Plumbing Union Local #9 was recognized as Sixth Annual School Business Partnership Award from Ocean County Vocational Technical School (OCVTS). The recognition program is sponsored by the New Jersey Council of County Vocational-Technical Schools (NJCCVTS). Annually, one business partner from each county is recognized for its support of career and technical education in New Jersey. Plumber’s Local #9 provided valuable support and guidance in the planning and design of the new OCVTS Plumbing program.

November 2009 – Students from all programs in the OCVTS Brick Center joined forces to support the annual “Feed the Need” community service project. The project, spearheaded by the Culinary Arts programs, prepared and distributed 2,000 Thanksgiving meal to needy families in Ocean County. The project began nine years ago when 38 meals were distributed. Meals are distributed to local social service agencies identified by the Ocean County Hunger Relief program, such as the Division of Youth and Family Services (DYFS), Preferred Behavioral Health, and Dottie’s House. Fundraising and food collections involve students and staff from throughout the OCVTS district as well as many area businesses and the general public. A grant awarded to the project from the Ocean County Foundation for Vocational Technical Education helps purchase additional supplies.

February 2010 – OCVTS students from all six centers participated in the Regional SkillsUSA Competition, held at the OCVTS Brick Center. 156 OCVTS students advanced to the state competition held in Somerset, New Jersey in May 2010. There, students earned 42 medals overall, 21 gold; 12 silver and 9 bronze. Nineteen of the gold medalists traveled to Kansas City Missouri for the National SkillsUSA Conference in June.

February 2010 – The Performing Arts Academy presented their annual musical production “Crazy For You” at the historic Strand Theater in Lakewood, New Jersey.

March 2010 – The Retail Operations/Marketing program began operations of the “Surf’s Up Market” in the Toms River Center. 2,300 square feet of workshop space, formerly occupied by the Welding program, was renovated to include a spacious classroom and a small-scale supermarket environment. The market is complete with refrigerated cases, merchandise displays, hot food preparation area and cash register stations. The market, which is open daily to Toms River Center students and staff, provides real-world work experience for students.

March 2010 – As part of their philanthropic support of charitable organizations and schools across the country, the Olive Garden Restaurant in Toms River chose to donate \$1,000 to Ocean County Vocational Technical School’s “Feed the Need” project. The “Feed the Need” project, sponsored by the OCVTS Brick Center, provided 2,000 Thanksgiving meals for needy families in Ocean County this past year.

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

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.

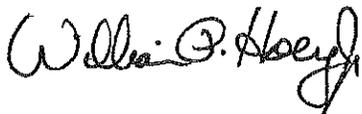
- 5) BUDGETARY CONTROLS: In addition to internal accounting controls, the District maintains budgetary controls. The objective of these budgetary controls is to ensure compliance with legal provisions embodied in the annual appropriated budget approved by the Board of school estimate. Annual appropriated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

An encumbrance accounting system is used to record outstanding purchase commitments on a line item basis. Open encumbrances at year-end are either canceled or are included as reappropriation of fund balance in the subsequent year. Those amounts to be reappropriated are reported as reservations of fund balance at June 30, 2010.

- 6) ACCOUNTING SYSTEM AND REPORTS: The District's accounting records reflect generally accepted accounting principles, as promulgated by GASB. The accounting system of the District is organized on the basis of funds and account groups. These funds and account groups are explained in "Notes to the Financial Statements:, Note 1.
- 7) FINANCIAL INFORMATION AT FISCAL YEAR-END: As demonstrated by the various statements and schedules included in the financial section of this report, the District continues to meet its responsibility for sound financial management. Readers should refer to the Management's Discussion and Analysis for a summary of the financial statement in relation to the prior year.
- 8) 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.
- 9) RISK MANAGEMENT: The Board carries various forms of insurance, including but not limited to general liability, automobile liability and comprehensive/collision, hazard and theft insurance on property and contents, and fidelity bonds.
- 10) OTHER INFORMATION: Independent Audit - State statutes require an annual audit by independent certified public accountants or registered municipal accountants. The accounting firm of Holman & Frenia, P.C. was selected by the Board. 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, as amended by the Single Audit Act of 1996, and the related OMB Circular A-133 and State Treasury Circular Letter 04-04. 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.

11) ACKNOWLEDGEMENTS: We would like to express our appreciation to the members of the Ocean County Vocational-Technical School Board for their concern in providing fiscal accountability to the citizens and taxpayers of the School District and thereby contributing their full support to the development and maintenance of our financial operation. The preparation of this report could not have been accomplished without the efficient and dedicated services of our financial and accounting staff.

Respectfully submitted,



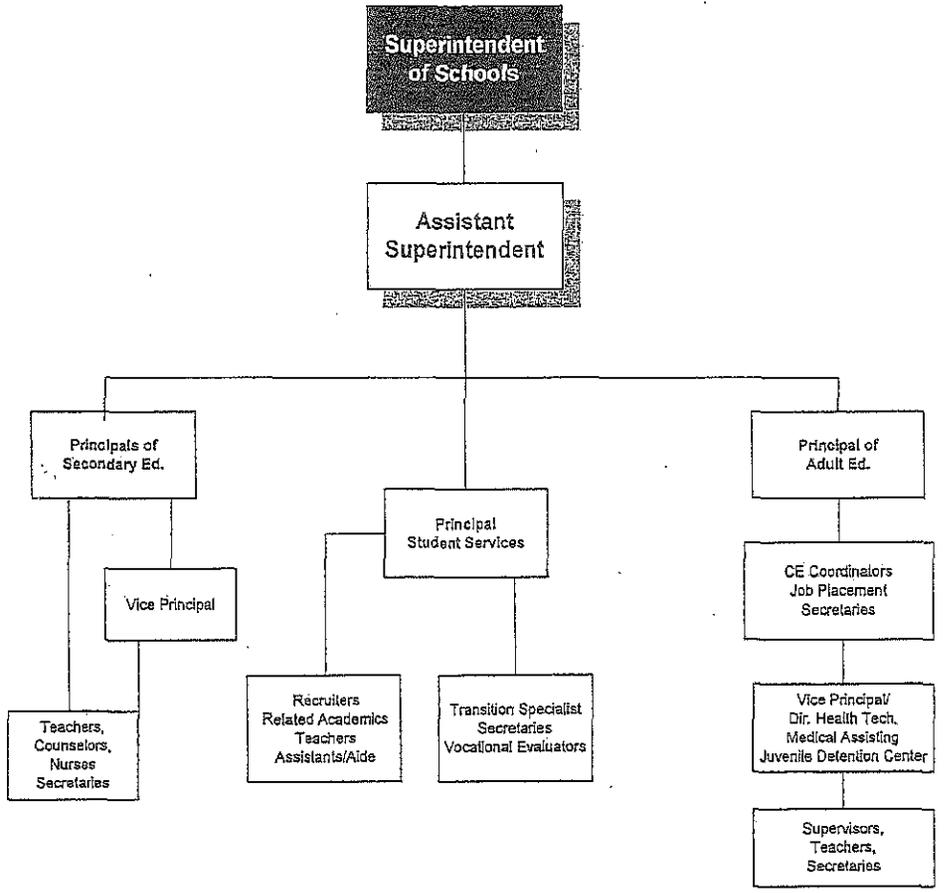
William P. Hoey, Jr.
Superintendent



Frank J. Frazee, CPA
Business Administrator/Board Secretary

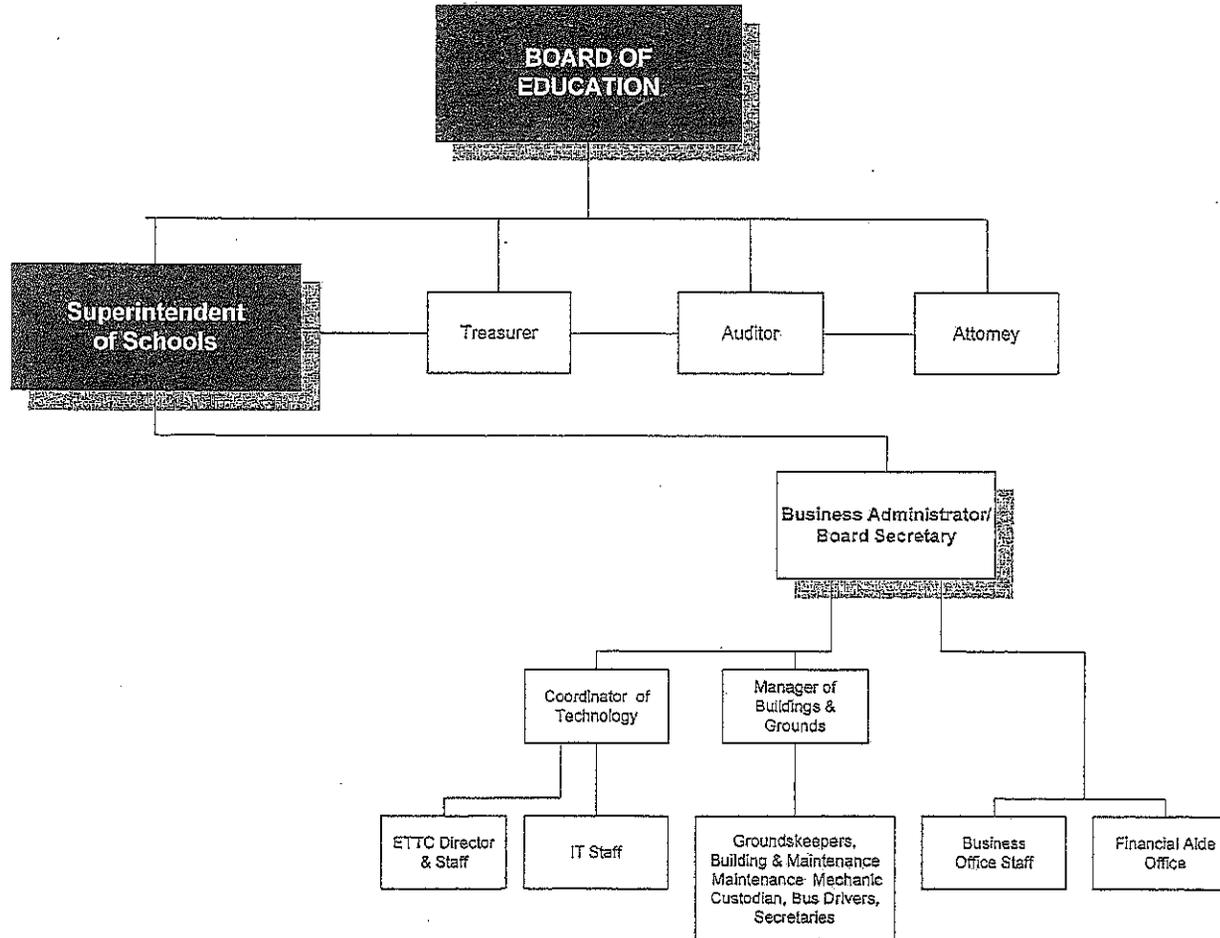
OCEAN COUNTY VOCATIONAL - TECHNICAL SCHOOLS

Administrative Organization Chart (A)



OCEAN COUNTY VOCATIONAL - TECHNICAL SCHOOLS

Administrative Organization Chart (B)



OCEAN COUNTY VOCATIONAL-TECHNICAL SCHOOL DISTRICT
137 Bey Lea Road
Toms River, New Jersey 08753

ROSTER OF OFFICIALS
June 30, 2010

MEMBERS OF THE BOARD OF EDUCATION	TERM EXPIRES
Nina Anuario, President	2012
Joseph J. Harding, Vice President	2010
Dennis R. Cirone	2011
Bruce Greenfield, County Superintendent	By Statute
Stephen Scaturro	2013

OTHER OFFICIALS

William P. Hoey, Jr., Superintendent
Nancy Weber-Loeffert, Assistant Superintendent
Frank J. Frazee, Business Administrator/Board Secretary
Debra L. Ness, Treasurer
Robert C. Shea, Esq., Solicitor

OCEAN COUNTY VOCATIONAL-TECHNICAL SCHOOL DISTRICT
137 Bay Lea Road
Toms River, New Jersey 08753

CONSULTANTS AND ADVISORS

ARCHITECTS

Yezzi Associates
Toms River, New Jersey

AUDIT FIRM

Holman & Frenia, P.C.
Frank B. Holman, III
Toms River, New Jersey

ATTORNEY

R.C. Shea & Associates
Robert C. Shea, Esq.
Toms River, New Jersey

FISCAL AGENT

Frank Frazee, School Business Administrator/Board Secretary

OFFICIAL DEPOSITORIES

Wachovia
Toms River, New Jersey

TD Bank
Toms River, New Jersey

Ocean First
Toms River, New Jersey

Shore Community Bank
Toms River, New Jersey

FINANCIAL SECTION



Certified Public Accountants & Consultants

INDEPENDENT AUDITOR'S REPORT

Honorable President and Members
of the Board of Education
Ocean County Vocational-Technical School District
County of Ocean
Toms River, New Jersey 08753

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 Ocean County Vocational-Technical School District, County of Ocean, State of New Jersey, as of and for the 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, each major fund and the aggregate remaining fund information of the Board of Education of the Ocean County Vocational-Technical School District, County of Ocean, 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 August 27, 2010, on our consideration of the Ocean County Vocational-Technical 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 Ocean County Vocational-Technical 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.



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

Toms River, New Jersey
August 27, 2010

REQUIRED SUPPLEMENTARY INFORMATION – PART I

Management's Discussion and Analysis

OCEAN COUNTY VOCATIONAL-TECHNICAL SCHOOL DISTRICT

Management's Discussion and Analysis Fiscal Year Ended June 30, 2010

UNAUDITED

The Management's Discussion and Analysis (MD&A) of the Ocean County Vocational Technical School's Board of Education provides an overview of the School Board's financial activities for the fiscal year ended June 2010. It should be read in conjunction with the Comprehensive Annual Financial Report's (CAFR) Letter of Transmittal which is found starting on Page 1 of the Introductory Section, and the School Board's financial statements found in the Financial Section starting on Page 10 and the notes thereto.

FINANCIAL HIGHLIGHTS

Key financial highlights for the 2009-10 and 2008-09 fiscal years include the following:

Net assets decreased by \$(306,270) for the year ending June 30, 2010 and decreased by \$(423,032) for the year ending June 30, 2009, respectively. The net increase (decrease) was composed of these elements:

	2010 Increase (Decrease)	2009 Increase (Decrease)
Invested in Capital Assets	\$ 351,339	\$ (224,004)
Unrestricted	273,659	(552,609)
Restricted	(739,515)	351,737
Restricted-Capital Projects	<u>(191,753)</u>	<u>1,844</u>
 Total	 <u>\$ (306,270)</u>	 <u>\$ (423,032)</u>

The amount "invested in capital assets" increased due to depreciation of \$1,241,986 and \$1,198,970 less the purchase of capital assets in the amount of \$1,369,321 and \$974,966 for the years ended June 30, 2010 and 2009 respectively.

Total assets (decreased) increased by \$(292,649) and \$(716,364) and are attributed to the following elements:

	2010 Increase (Decrease)	2009 Increase (Decrease)
Cash & Cash Equivalents	\$ (601,661)	\$ (660,884)
Receivables	181,677	168,524
Capital assets, Net of Accumulated Depreciation	<u>127,335</u>	<u>(224,004)</u>
Total	<u>\$ (292,649)</u>	<u>\$ (716,364)</u>

The cash balance decreased in 2009-10 and 2008-09 due to decrease in change of net assets for both years. The receivable in 2009-10 and 2008-09 due to the delay of State aid payments by the State of New Jersey until July in both years. The increase in capital assets was due to three capital projects and various equipment purchases in 2009-10.

Total liabilities (decreased) increased by \$13,621 and \$(293,332) due to the following items:

	2010 Increase (Decrease)	2009 Increase (Decrease)
Accounts Payable	\$ (30,730)	\$ (235,713)
Deferred Revenue	(53,294)	16,749
Other Current Liabilities	100,505	(7,050)
Noncurrent Liabilities Due in More Than a Year	<u>(2,860)</u>	<u>(67,318)</u>
Total	<u>\$ 13,621</u>	<u>\$ (293,332)</u>

In 2009-10 and 2008-09, the differences in the liability items are insignificant to the budget as a whole. The differences are due to timing issues.

As reported in the Statement of Activities on Page 19 the cost of all of the School Board's governmental activities, including a charge for depreciation of \$1,241,986 and \$1,198,970, was \$28,962,265 and \$27,319,961 for the years ended June 30, 2010 and 2009, respectively. Of this amount, those who used or benefited from the programs rendered paid \$206,176 and \$192,398 and \$1,383,328 and \$1,030,964 was paid through various federal, state and local entitlement grants (restricted) for fiscal years ended June 30, 2010 and 2009, respectively. Consequently, the net cost of \$27,380,535 and \$26,096,599, after taking into consideration these fees and subsidies, was paid by the County of Ocean (county tax aid), the State of New Jersey (state education aid and entitlement grants) and from other miscellaneous revenue for fiscal year ended June 30, 2010 and June 30, 2009, respectively.

Table I, below, takes the information from the Statement of Activities and rearranges them slightly in order to show total revenues for the year.

Table I
Changes in Net Assets
Year Ended June 30, 2010 and June 30, 2009

Revenues:	2010	2009
Program Revenues:		
Charges for Services	\$ 206,176	\$ 192,398
Federal, State & Local Aid-Restricted	1,383,328	1,030,964
General Revenues:		
County Tax Aid	17,364,646	16,777,436
Federal & State Aid	7,361,438	6,881,334
Interest Income	7,978	41,726
Miscellaneous Income	675,346	656,267
Tuition	<u>1,657,083</u>	<u>1,316,804</u>
 Total Revenues	 <u>28,655,995</u>	 <u>26,896,929</u>
Functions/Program Expenses:		
Basic Skills/Remedial	2,713,141	2,663,650
Regular Vocational Programs-Instruction	5,787,428	5,091,878
Special Vocational Programs-Instruction	1,525,494	1,472,442
Sponsored Co curricular Activities	206,896	190,380
Attendance & Social Work	417,148	374,446
Health Services	357,584	340,522
Other Support Services-Student-Extraord	11,840	
Other Support Services-Student-Regular	297,315	340,168
Other Support Services-Student-Special	396,108	413,419
Educational Media Services/School Library	140,594	158,850
Support Services - General Administration	759,719	715,535
Support Services - School Administration	1,989,968	1,876,217
Support Services – Central Services	574,953	551,718
Support Services – Information Technology	247,474	237,943
Required Maintenance for School Facilities	535,287	674,762
Operation & Maintenance of Plant	2,102,525	2,280,720
Care and Upkeep of Grounds	55,006	
Security	43,388	
Student Transportation Services	276,162	249,708
Unallocated Benefits-Employee Benefits	4,225,753	3,863,548
Unallocated Compensated Absences	(2,860)	(67,318)
Unallocated Depreciation	1,241,986	1,198,970
Special Schools	4,853,142	4,491,531
Food Service	<u>206,214</u>	<u>200,872</u>
 Total Expenses	 <u>28,962,265</u>	 <u>27,319,961</u>
 Decrease in Net Assets	 <u>\$ (306,270)</u>	 <u>\$ (423,032)</u>

USING THE ANNUAL REPORT

The School Board's annual report consists of a series of financial statements that show information for the School Board as a whole, its funds, and its fiduciary responsibilities. The Statement of Net Assets and the Statement of Activities (Pages 18 and 19) provide information about the activities of the School Board as a whole and present a longer-term view of the School Board's finances. The School Board's financial statements start on Page 18. For the School Board's governmental activities, these statements tell how the School Board financed its services in the short-term as well as what remains for future spending. Fund statements also may give the reader some insights into the School Board's overall financial health. Fund financial statements also report the School Board's operations in more detail than the government-wide financial statements by providing information about the School Board's most significant funds, such as the School Board's General Fund, Special Revenue Fund and Capital Project Fund. The remaining statement, Statement of Fiduciary Net Assets, presents financial information about activities for which the School Board acts solely as an agent for the benefit of employees and students.

The School Board's auditor has provided assurance in his independent auditor's report, located immediately preceding this Management's Discussion and Analysis, that the Basic Financial Statements are fairly stated. A user of this report should read the independent auditor's report carefully to ascertain the level of assurance being provided for each of the other parts of the Financial Section.

The School Board prepared the Introductory Section and the Statistical Section without association by the independent auditors. Accordingly, the School Board assumes full responsibility for the accuracy of these sections.

THE SCHOOL BOARD'S FUNDS

The School Board uses funds to control and manage money for particular purposes. The Fund's basic financial statement allows the School Board to demonstrate its stewardship over and accountability for resources received from the County of Ocean, State of New Jersey and other entities. These statements also allow the reader to obtain more insight into the financial workings of the School Board, and assess further the School Board's overall financial health.

As the School Board completed the fiscal year ended June 30, 2010, it reported a combined fund balance of \$25,001,331, which is a decrease of \$(306,270). As the School Board completed the fiscal year ended June 30, 2009, it reported a combined balance of \$25,307,601, which was a decrease of \$(423,032). The Reconciliation of the Statement of Revenue, Expenditures, and Changes in Fund Balances of Governmental Funds to the Statement of Activities on Page 23 presents the reader with a detailed explanation of the increase in fund balance for the fiscal year.

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

Over the course of the year, the School Board revises its budget as it attempts to take into consideration unexpected changes in revenue and expenditures.

A schedule showing the School Board's original and final budget compared with actual operating results is provided in the section of the CAFR entitled Budgetary Comparison Schedules. The School Board generally did better than had been budgeted in its General Fund since it practices conservative budgetary practices in which revenues are forecasted very conservatively and expenditures are budgeted with worst-case scenarios in mind.

In June 2010, the General Fund finished the fiscal year approximately \$909,642 more than had been budgeted in terms of expenditures. Revenue-wise and expenditure-wise, the difference arose because of the unbudgeted TPAF and social security. There are additional encumbrances that will represent expenditures that will be transferred to the 2010-11 school year in the amount of \$560,357. Revenue-wise, the General Fund fared about \$1,979,351 better than expected. The revenue situation arose because of an increase in miscellaneous revenue.

In June 2009, the General Fund finished the fiscal year approximately \$359,814 more than had been budgeted in terms of expenditures. Revenue-wise, the General Fund fared about \$1,342,303 better than expected. The expenditure situation represents unbudgeted TPAF and Social Security. Also, there are encumbrances of \$860,696, which represent expenditures that were transferred to the 2009-2010 school year. The revenue situation arose because of the unbudgeted TPAF and social security.

CAPITAL ASSETS

At June 30, 2010 and June 30, 2009, the School Board had approximately \$24 million and 23.9 million invested in a broad range of capital assets, including land, buildings, furniture, vehicles, computers, instructional equipment and other equipment. This amount is net of accumulated depreciation to date. Increases during the year represent additions to those categories, while decreases represent retirement of assets during the year, and depreciation of depreciable assets for the year. Table II below shows the net book value of capital assets at the end of the 2010 and 2009 fiscal years.

**Table II
Capital Assets**

	2010	2009
Land & Buildings	\$34,120,679	\$33,633,818
Machinery & Equipment	<u>11,055,581</u>	<u>10,187,621</u>
Total Capital Assets	\$45,176,260	\$43,821,439
Accumulated Depreciation	<u>(21,200,566)</u>	<u>(19,973,080)</u>
Total Capital Assets, Net of Depreciation	<u>\$23,975,694</u>	<u>\$23,848,359</u>

During the year 2010, there were fixed asset purchases of \$1,369,321 and disposals of \$14,500. The majority of these purchases were for capital projects in four of our centers..

During the year 2009, there were fixed asset purchases of \$974,966 and disposals of \$45,921. The majority of these purchases were for the renovation of our welding shop in the Toms River center.

ECONOMIC FACTORS AND NEXT YEAR'S BUDGET

For the 2009-2010 school year, the School Board was able to sustain its budget through the county aid levy, state education aid and local revenue sources. Approximately 39% of the School Board's revenue is from federal, state and local aid (restricted and not restricted), while 61% of total revenue is from county tax levy.

The \$252,085 in unrestricted net assets for all governmental activities represents the accumulated results of all past years' operations. It means that if the School Board had to pay off all bills today, including all of the School Board's noncapital liabilities (compensated absences and the early retirement incentive loan), the School Board would have \$268,808 remaining. It would utilize the sale, at the fair market value, of the capital assets to pay all expenditures.

The freezing of state aid has had a negative impact on the district budget. The Ocean County Board of Chosen Freeholders increased its contribution to the District for the 2009-10 school year. Any future increases in enrollment will result in an additional burden on the County of Ocean for increased aid.

The School Board anticipates another increase in enrollment for the 2009-10 fiscal year, but due to the elective nature of its programs, the School Board cannot accurately forecast future enrollment.

If the School Board were to experience a significant decrease in enrollment with no appreciable increase in county tax aid for future budgets, the School Board will be faced with the following alternatives: (a) reduce programs and services, (b) propose a tuition plan for the sending school districts, or (c) increase tuition and other related fees for adult students.

CONTACTING THE SCHOOL BOARD'S FINANCIAL MANAGEMENT

The School Board's financial report is designed to provide citizen groups, taxpayers, parents, students, other local officials, and investors and creditors with a general overview of the School Board's finances and to show the School Board's accountability for the money it receives. If you have questions about this report or wish to request additional financial information, contact Frank J. Frazee, School Business Administrator, at the Ocean County Vocational Technical School's Board of Education's office, 137 Bey Lea Road, Toms River, New Jersey 08753, or e-mail at ffrazee@mail.ocvts.org.

BASIC FINANCIAL STATEMENTS

A. District-Wide Financial Statements

OCEAN COUNTY VOCATIONAL-TECHNICAL 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	\$1,877,097	29,959	1,907,056	2,316,964
Intergovernmental Accounts:				
Receivable Other	71,372		71,372	95,874
Receivable State	55,256	37	55,293	111,722
Receivable Federal	397,660	625	398,285	135,677
Restricted Assets:				
Capital Reserve Account - Cash	96,090		96,090	287,843
Capital Assets, Net (Note 6):	23,975,694		23,975,694	23,848,359
Total Assets	26,473,169	30,621	26,503,790	26,796,439
LIABILITIES				
Accounts Payable	204,336	126	204,462	235,192
Accrued Salaries & Wages	122,294		122,294	21,789
Deferred Revenue	93,601		93,601	146,895
Noncurrent Liabilities (Note 8):				
Due Beyond One Year	1,082,102		1,082,102	1,084,962
Total Liabilities	1,502,333	126	1,502,459	1,488,838
NET ASSETS				
Invested in Capital Assets, Net of Related Debt	23,975,694		23,975,694	23,848,359
Restricted for:				
Other Purposes	1,196,967		1,196,967	1,386,482
Capital Projects	96,090		96,090	287,843
Unrestricted	(297,915)	30,495	(267,420)	(215,083)
Total Net Assets	\$24,970,836	30,495	25,001,331	25,307,601

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

OCEAN COUNTY VOCATIONAL-TECHNICAL 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:								
Current:								
Basic Skills/Remedial	\$2,713,141			(2,713,141)		(2,713,141)	(2,663,650)	
Regular Vocational Programs - Instruction	5,809,188		1,022,457	(4,786,731)		(4,786,731)	(4,403,161)	
Special Vocational Programs - Instruction	1,525,494			(1,525,494)		(1,525,494)	(1,472,442)	
Sponsored Cocurricular Activities	206,896			(206,896)		(206,896)	(190,380)	
Support Services & Undistributed Costs:								
Attendance & Social Work	417,148		374,819	(42,329)		(42,329)	(40,681)	
Health Services	357,584			(357,584)		(357,584)	(340,522)	
Other Support Services-Students-Extraord	11,840			(11,840)		(11,840)		
Other Support Services - Student-Regular	297,315			(297,315)		(297,315)	(340,168)	
Other Support Services - Student - Special	396,108			(396,108)		(396,108)	(413,419)	
Educational Media Services/School Library	140,594			(140,594)		(140,594)	(158,850)	
Support Services - General Administration	759,719			(759,719)		(759,719)	(715,535)	
Support Services - School Administration	1,989,968			(1,989,968)		(1,989,968)	(1,876,217)	
Support Services - Central Services	574,953			(574,953)		(574,953)	(551,718)	
Support Services - Information Technology	247,474			(247,474)		(247,474)	(237,943)	
Required Maintenance for School Facilities	535,287			(535,287)		(535,287)	(674,762)	
Operation & Maintenance of Plant	2,102,525			(2,102,525)		(2,102,525)	(2,280,720)	
Care and Upkeep of Grounds	55,006			(55,006)		(55,006)		
Security	43,388			(43,388)		(43,388)		
Student Transportation Services	276,162			(276,162)		(276,162)	(249,708)	
Unallocated Benefits - Employee Benefits	4,225,753			(4,225,753)		(4,225,753)	(3,863,548)	
Unallocated Compensated Absences	(2,860)			2,860		2,860	67,318	
Unallocated Depreciation	1,241,986			(1,241,986)		(1,241,986)	(1,198,970)	
Special Schools	4,853,142			(4,853,142)		(4,853,142)	(4,491,531)	
Total Governmental Activities	28,777,811		1,397,276	(27,380,535)		(27,380,535)	(26,096,607)	

OCEAN COUNTY VOCATIONAL-TECHNICAL 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	206,214	206,176	7,812		7,774	7,774	8
Total Business-Type Activities	206,214	206,176	7,812		7,774	7,774	8
Total Primary Government	\$28,984,025	206,176	1,405,088	(27,380,535)	7,774	(27,372,761)	(26,096,599)
General Revenues:							
County Appropriation				17,364,646		17,364,646	16,777,436
Federal & State Aid Not Restricted				7,361,438		7,361,438	6,881,334
Tuition Received				1,657,083		1,657,083	1,316,804
Investment Earnings				7,978		7,978	41,726
Miscellaneous Income				675,346		675,346	656,267
Total General Revenues, Special Items, Extraordinary Items & Transfers				27,066,491		27,066,491	25,673,567
Change In Net Assets				(314,044)	7,774	(306,270)	(423,032)
Net Assets - Beginning				25,284,880	22,721	25,307,601	25,730,633
Net Assets - Ending				\$24,970,836	30,495	25,001,331	25,307,601

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

B. Fund Financial Statements

Governmental Funds

OCEAN COUNTY VOCATIONAL-TECHNICAL SCHOOL DISTRICT
BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2010
(With Comparative Totals for June 30, 2009)

ASSETS	GENERAL FUND	SPECIAL REVENUE FUND	CAPITAL PROJECTS FUND	TOTALS (MEMORANDUM ONLY)	
				JUNE 30, 2010	JUNE 30, 2009
Cash & Cash Equivalents	\$1,877,097			1,877,097	2,296,577
Cash - Capital Reserve Account	96,090			96,090	287,843
Interfund Receivable	317,789			317,789	140,568
Intergovernmental Accounts Receivable:					
Other	70,983	389		71,372	95,874
Federal	40,644	357,016		397,660	133,380
State	36,740	18,516		55,256	111,562
Total Assets	\$2,439,343	375,921		2,815,264	3,065,804
LIABILITIES & FUND BALANCES					
Liabilities:					
Accounts Payable	\$146,204	58,132		204,336	235,069
Interfund Payable		317,789		317,789	140,568
Accrued Salaries & Wages	122,294			122,294	21,789
Deferred Revenue	93,601			93,601	146,895
Total Liabilities	362,099	375,921		738,020	544,321
Fund Balances:					
Reserved for:					
Encumbrances	560,357			560,357	860,696
Capital Reserve Account	96,090			96,090	287,843
Excess Surplus					
Excess Surplus - Designated for Subsequent Year's Expenditures					439,176
Maintenance Reserve	86,610			86,610	86,610
Unreserved:					
Unreserved - Designated for Subsequent Year's Expenditures	550,000			550,000	
Undesignated	784,187			784,187	847,158
Total Fund Balances	2,077,244			2,077,244	2,521,483
Total Liabilities & Fund Balances	\$2,439,343	375,921	-		

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

Capital assets used in government activities are not financial resources and therefore are not reported in the funds. The cost of the assets is \$45,176,260 and the accumulated depreciation is \$21,200,566.

23,975,694 23,848,359

Noncurrent liabilities, are not due and payable in the current period and therefore are not reported as liabilities in the funds.

(1,082,102) (1,084,962)

Net Assets of Governmental Activities

\$24,970,836 25,284,880

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

OCEAN COUNTY VOCATIONAL-TECHNICAL SCHOOL DISTRICT
GOVERNMENTAL FUNDS
STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES
FOR THE YEAR ENDED JUNE 30, 2010
(With Comparative Totals for June 30, 2009)

	GENERAL FUND	SPECIAL REVENUE FUND	CAPITAL PROJECTS FUND	TOTALS (MEMORANDUM ONLY)	
				JUNE 30, 2010	JUNE 30, 2009
REVENUES:					
County Appropriation	\$17,364,646			17,364,646	16,777,436
Tuition Charges	1,657,083			1,657,083	1,316,804
Interest Earnings	7,978			7,978	41,726
Miscellaneous	191,553	483,793		675,346	656,267
State Sources	7,139,289	121,131		7,260,420	7,299,959
Federal Sources	415,977	1,082,317		1,498,294	603,857
Total Revenues	26,776,526	1,687,241		28,463,767	26,696,049
EXPENDITURES:					
Current:					
Basic Skills/Remedial	2,713,141			2,713,141	2,663,650
Regular Vocational Programs - Instruction	4,786,731	1,022,457		5,809,188	5,091,878
Special Vocational Programs - Instruction	1,525,494			1,525,494	1,472,442
Sponsored Cocurricular Activities	206,896			206,896	190,380
Support Services & Undistributed Costs:					
Attendance & Social Work	42,329	374,819		417,148	374,446
Health Services	357,584			357,584	340,522
Other Support Services-Students-Extraord	11,840			11,840	
Other Support Services - Student - Regular	297,315			297,315	340,168
Other Support Services - Student - Special	396,108			396,108	413,419
Educational Media Services/School Library	140,594			140,594	158,850
Support Services - General Administration	759,719			759,719	715,535
Support Services - School Administration	1,989,968			1,989,968	1,876,217
Support Services - Central Services	574,953			574,953	551,718
Support Services - Information Technology	247,474			247,474	237,943
Required Maintenance for School Facilities	535,287			535,287	674,762
Operation & Maintenance of Plant	2,102,525			2,102,525	2,280,720
Care and Upkeep of Grounds	55,006			55,006	
Security	43,388			43,388	
Student Transportation Services	276,162			276,162	249,708
Unallocated Benefits - Employee Benefits	4,225,753			4,225,753	3,863,548
Special Schools	4,853,142			4,853,142	4,491,531
Capital Outlay	592,495	289,965	486,861	1,369,321	974,966
Total Expenditures	26,733,904	1,687,241	486,861	28,908,006	26,962,403
Excess/(Deficiency) of Revenues Over/(Under) Expenditures	42,622		(486,861)	(444,239)	(266,354)
Other Financing Sources/(Uses):					
Transfer to Capital Projects from Capital Reser	(295,000)		295,000		
Transfer (from)/to Capital Outlay/Reserve	(191,861)		191,861		
Total Other Financing Sources/(Uses)	(486,861)		486,861		
Net Change in Fund Balances	(444,239)			(444,239)	(266,354)
Fund Balance July 1	2,521,483			2,521,483	2,787,837
Fund Balance June 30	\$2,077,244	-	-	2,077,244	2,521,483

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

**OCEAN COUNTY VOCATIONAL-TECHNICAL 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) (\$444,239)

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

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

Depreciation Expense (See Auditors Opinion)	(1,241,986)
Capital Outlays	1,369,321

In the statement of activities, certain operating expenses, e.g., compensated absences (vacations) are measured by the amounts earned during the year. In the governmental funds, however, expenditures for these items are reported in the amount of financial resources used/(paid). When the earned amount exceeds the paid amount, the difference is a reduction in the reconciliation (-); when the paid amount exceeds the earned amount the difference is an addition to the reconciliation (+).

Decrease in Compensated Absences Payable	2,860
Change in Net Assets of Governmental Activities	(\$314,044)

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

Proprietary Funds

**OCEAN COUNTY VOCATIONAL-TECHNICAL SCHOOL DISTRICT
 PROPRIETARY FUND
 COMBINING STATEMENT OF NET ASSETS
 AS OF JUNE 30, 2010
 (With Comparative Totals for June 30, 2009)**

ASSETS	BUSINESS-TYPE ACTIVITIES		TOTALS	
	ENTERPRISE FUNDS		(MEMORANDUM ONLY)	
	FOOD SERVICE	ETTC FUND	JUNE 30, 2010	JUNE 30, 2009
Cash	\$13,715	16,244	29,959	20,387
Intergovernmental Accounts Receivable:				
State	37		37	160
Federal	625		625	2,297
Total Assets	14,377	16,244	30,621	22,844
LIABILITIES				
Accounts Payable	126		126	123
Total Liabilities	126		126	123
NET ASSETS				
Unrestricted	14,251	16,244	30,495	22,721
Total Net Assets	\$14,251	16,244	30,495	22,721

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

**OCEAN COUNTY VOCATIONAL-TECHNICAL SCHOOL DISTRICT
 PROPRIETARY FUNDS
 STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET ASSETS
 FOR THE YEAR ENDED JUNE 30, 2010
 (With Comparative Totals for June 30, 2009)**

	BUSINESS-TYPE ACTIVITIES		TOTALS	
	ENTERPRISE FUND		(MEMORANDUM ONLY)	
	FOOD SERVICE	ETTC FUND	JUNE 30, 2010	JUNE 30, 2009
OPERATING REVENUES				
Local Sources:				
Daily Sales - Reimbursable Programs:				
School Lunch & Breakfast Programs	\$44,973		44,973	47,360
Fees for Services	161,203		161,203	145,038
Total Operating Revenue	206,176		206,176	192,398
OPERATING EXPENSES				
Salaries & Wages	32,272		32,272	26,872
Supplies & Materials	173,942		173,942	
Cost of Sales				174,000
Total Operating Expenses	206,214		206,214	200,872
Operating Gain	(38)		(38)	(8,474)
Nonoperating Revenues:				
State Sources:				
State School Lunch Program	466		466	555
Federal Sources:				
National School Lunch Program	7,346		7,346	7,927
Total Nonoperating Revenues/Expenses	7,812		7,812	8,482
Net Income	7,774		7,774	8
Total Net Assets - July 1	6,477	16,244	22,721	22,713
Total Net Assets - June 30	\$14,251	16,244	30,495	22,721

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

OCEAN COUNTY VOCATIONAL-TECHNICAL SCHOOL DISTRICT
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
FOR THE YEAR ENDED JUNE 30, 2010
(With Comparative Totals for June 30, 2009)

	BUSINESS-TYPE ACTIVITIES		TOTALS	
	ENTERPRISE FUND		(MEMORANDUM ONLY)	
	FOOD SERVICE FUND	ETTC	JUNE 30, 2010	JUNE 30, 2009
Cash Flows From Operating Activities:				
Receipts from Customers	\$206,179		206,179	192,474
Payments to Suppliers	(206,214)		(206,214)	(200,872)
Net Cash Provided/(Used) by Operating Activities	(35)		(35)	(8,398)
Cash Flows From Noncapital Financing Activities:				
State Sources	589		589	494
Federal Sources	9,018		9,018	6,997
Net Cash Provided/(Used) by Noncapital Financing Activities	9,607		9,607	7,491
Net Increase/(Decrease) in Cash & Cash Equivalents	9,572		9,572	(907)
Balances - Beginning of Year	4,143	16,244	20,387	21,294
Balances - End of Year	\$13,715	16,244	29,959	20,387

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

Operating Income/(Loss)	(\$38)		(38)	(8,474)
Adjustments to Reconcile Operating Income/(Loss) to Net Cash Provided/(Used) by Operating Activities:				
(Increase)/Decrease in Accounts Receivable, Net				785
Increase/(Decrease) in Accounts Payable	3		3	(709)
Net Cash Provided/(Used) by Operating Activities	(\$35)		(35)	(8,398)

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

Fiduciary Fund

**OCEAN COUNTY VOCATIONAL-TECHNICAL 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)	
	SCHOLARSHIP	UNEMPLOYMENT COMPENSATION	AGENCY FUND	JUNE 30, 2010	JUNE 30, 2009
Cash & Cash Equivalents	\$31,241	34,165	167,411	232,817	220,258
Total Assets	31,241	34,165	167,411	232,817	220,258
LIABILITIES					
Payroll Deductions & Withholdings		3,052	102,269	105,321	101,492
Due to Student Groups			65,142	65,142	55,258
Total Liabilities		3,052	167,411	170,463	156,750
NET ASSETS					
Reserved for Unemployment Claims		31,113		31,113	32,308
Reserved for Students	31,241			31,241	31,200
Total Net Assets	\$31,241	31,113	-	62,354	63,508

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

**OCEAN COUNTY VOCATIONAL-TECHNICAL SCHOOL DISTRICT
FIDUCIARY FUNDS
STATEMENT OF CHANGES IN FIDUCIARY NET ASSETS
FOR THE YEAR ENDED JUNE 30, 2010
(With Comparative Totals for June 30, 2009)**

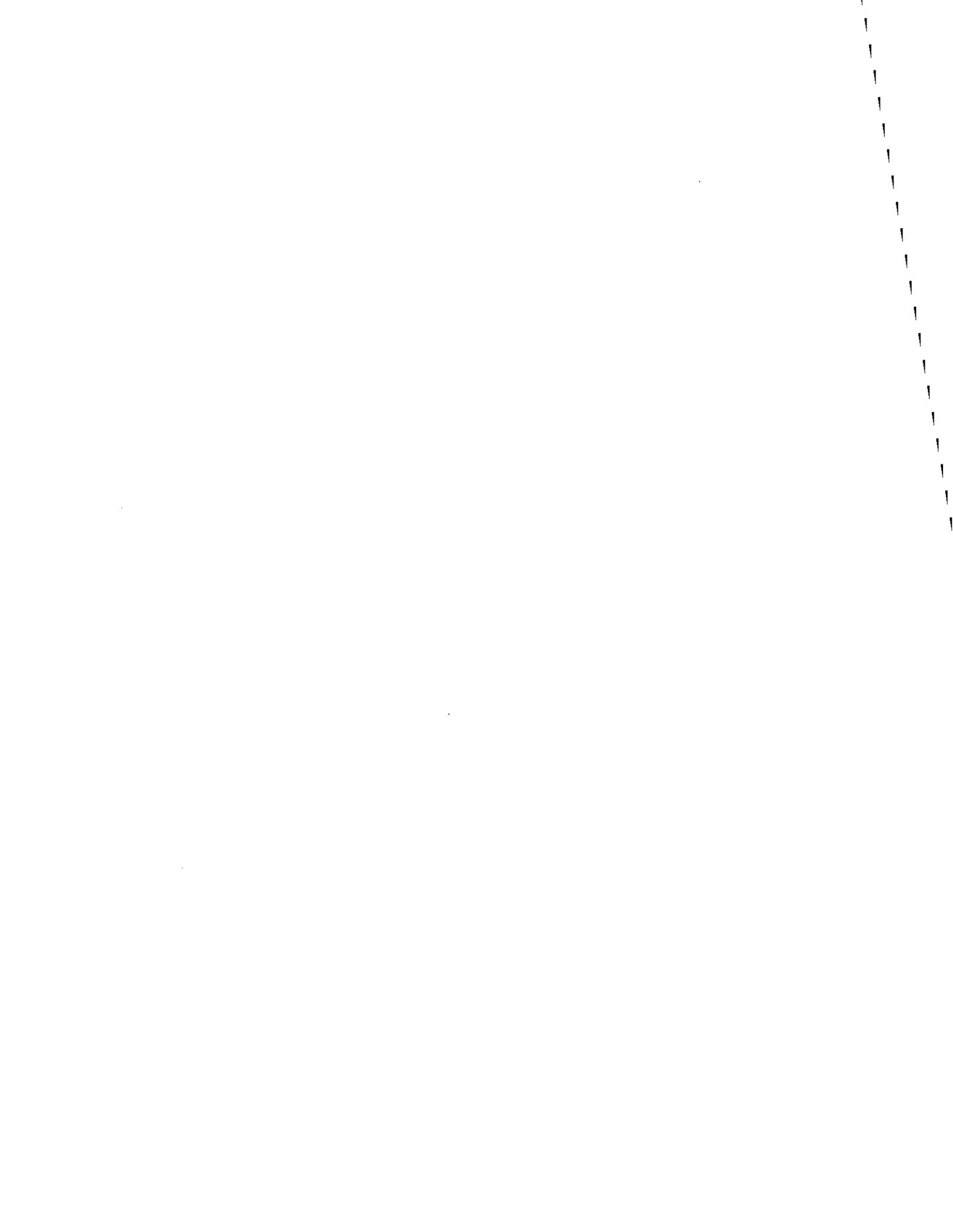
	PRIVATE PURPOSE		TOTALS	
	SCHOLARSHIP TRUST	UNEMPLOYMENT TRUST	(MEMORANDUM ONLY) JUNE 30, 2010	JUNE 30, 2009
ADDITIONS				
Contributions	\$39,356	60,819	100,175	66,405
Total Contributions	39,356	60,819	100,175	66,405
Interest Earnings	24	29	53	358
Total Interest Earnings	24	29	53	358
Total Additions	39,380	60,848	100,228	66,763
DEDUCTIONS				
Unemployment Claims		62,043	62,043	29,213
Scholarship Payments	39,339		39,339	42,283
Total Deductions	39,339	62,043	101,382	71,496
Change in Net Assets	41	(1,195)	(1,154)	(4,733)
Net Assets, July 1	31,200	32,308	63,508	68,241
Net Assets, June 30	\$31,241	31,113	62,354	63,508

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

OCEAN COUNTY VOCATIONAL-TECHNICAL SCHOOL DISTRICT

NOTES TO THE FINANCIAL STATEMENTS

JUNE 30, 2010



OCEAN COUNTY VOCATIONAL-TECHNICAL SCHOOL DISTRICT

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2010

Note 1. Summary of Significant Accounting Policies

The accompanying financial statements of the Ocean County Vocational-Technical School District (the 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. The District was required to implement these standards for the fiscal year-ending June 30, 2004. As a result, the District has prepared required supplementary information titled *Management’s Discussion and Analysis*, which precedes the basic financial statements.

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 Ocean County Vocational-Technical School District is a Type I District located in the County of Ocean, State of New Jersey. As a Type I District, the School District functions independently through a Board of Education. The Board consists of appointed officials by the County Freeholders and is responsible for the fiscal control of the District. A Superintendent is appointed by the Board and is responsible for the administrative control of the District. The District provides a full range of educational services appropriate to grade levels 9 through 12. The Ocean County Vocational-Technical School District has an approximate enrollment at June 30, 2010 of 2,540 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

OCEAN COUNTY VOCATIONAL-TECHNICAL SCHOOL DISTRICT

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2010

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

- ◆ the District appoints a voting majority of the organization's board
- ◆ the District is able to impose its will on the organization
- ◆ the organization has the potential to impose a financial benefit/burden on the District
- ◆ there is a fiscal dependency by the organization on the District

Based on the aforementioned criteria, the District has no component units. However, the Ocean County Vocational-Technical School District is a component unit of the County of Ocean as described in Governmental Accounting Standards Board Statement No. 14. These financial statements would be either blended or discreetly present as part of the County's financial statements if the County reported using generally accepted accounting principles applicable to governmental entities.

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 non-fiduciary 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.

OCEAN COUNTY VOCATIONAL-TECHNICAL SCHOOL DISTRICT

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 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 Ocean County Vocational-Technical 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 Ocean County Vocational-Technical School District and is used to account for all financial resources except those required to be accounted for in another fund. Included are certain expenditures for vehicles and movable instructional or non-instructional equipment which are classified in the Capital Outlay sub-fund.

As required by the New Jersey Department of Education Ocean County Vocational-Technical School District includes budgeted Capital Outlay in this fund. Generally accepted accounting principles 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.

OCEAN COUNTY VOCATIONAL-TECHNICAL SCHOOL DISTRICT

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 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.

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 ETTC Fund.

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

OCEAN COUNTY VOCATIONAL-TECHNICAL SCHOOL DISTRICT

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2010

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

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	5-15 Years

Fiduciary Fund

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

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

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

E. Basis of Accounting

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

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

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

OCEAN COUNTY VOCATIONAL-TECHNICAL SCHOOL DISTRICT

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2010

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

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 Ocean County Vocational-Technical 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 Ocean County Vocational-Technical 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 approved by the County Superintendent. Budgets are prepared using the modified accrual basis of accounting. The legal level of budgetary control is established at line item accounts within each fund. Line item accounts are defined as the lowest (most specific) level of detail as established pursuant to the minimum chart of accounts referenced in *N.J.A.C.6:20-2A(m)1*. All budget amendments must be approved by School Board resolution.

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

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

OCEAN COUNTY VOCATIONAL-TECHNICAL SCHOOL DISTRICT

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2010**

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

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

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

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

	General Fund	Special Revenue Fund
Sources/Inflows of Resources		
Actual amounts (budgetary) “revenues” from the budgetary comparison schedules	\$26,798,741	\$1,663,241
Difference – Budget to GAAP:		
Grant accounting budgetary basis differs from GAAP in that encumbrances are recognized as expenditures, and the related revenue is recognized		24,000
State aid payment recognized for GAAP statements in the current year, previously recognized for budgetary purposes	593,289	
State aid payment recognized for budgetary purposes, not recognized for GAAP Statements until the subsequent year	<u>(615,504)</u>	<u> </u>
Total revenue as reported on the statement of revenues, expenditures and changes in fund balances - governmental funds	<u>\$26,776,526</u>	<u>\$1,687,241</u>
Uses/Outflows of Resources		
Actual amounts (budgetary basis) “total outflows” from the budgetary comparison schedule	\$26,733,904	\$1,663,241
Grant accounting budgetary basis differs from GAAP in that encumbrances are recognized as expenditures, and the related revenue is recognized	<u> </u>	<u>24,000</u>
Total expenditures as reported on the statement of revenues, expenditures and changes in fund balances – governmental funds	<u>\$26,733,904</u>	<u>\$1,687,241</u>

OCEAN COUNTY VOCATIONAL-TECHNICAL SCHOOL DISTRICT

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2010

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

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 Ocean County Vocational-Technical School District has received advances are reflected in the balance sheet as deferred revenues at fiscal year-end.

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

H. Cash and Cash Equivalents

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

OCEAN COUNTY VOCATIONAL-TECHNICAL SCHOOL DISTRICT

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2010

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

I. 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 Ocean County Vocational-Technical School District and that are due within one year.

J. 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

K. 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.

L. Deferred Revenue

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

OCEAN COUNTY VOCATIONAL-TECHNICAL SCHOOL DISTRICT

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2010

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

M. 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.

N. 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 addition, \$0 of capital project fund unreserved fund balance has been designated for the construction of additions to the existing schools in future years.

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
Deposits:	
Demand Deposits	\$2,139,873
Money Market	<u>96,090</u>
Total Deposits & Investments	<u>\$2,235,963</u>
Reconciliation of Statements of Net Assets:	
Governmental Activities	\$1,973,187
Business-Type Activities	29,959
Fiduciary Fund	<u>232,817</u>
Total Cash and Cash Equivalents	<u>\$2,235,963</u>

OCEAN COUNTY VOCATIONAL-TECHNICAL SCHOOL DISTRICT

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 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 \$3,038,100 at June 30, 2010. Of the bank balance \$250,000 was fully insured by the FDIC (Federal Depository Insurance Corporation) and \$2,788,100 was secured by a collateral pool held by the bank, but not in the District's name, as required by New Jersey statutes.

Investment Interest Rate Risk – The District has not 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 School District or bonds or other obligations of the local unit or units within which the School 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 School 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.

Concentration of Investment Credit Risk – The District places no limit on the amount it may invest in any one issuer. At June 30, 2010, the Board of Education had no investments.

OCEAN COUNTY VOCATIONAL-TECHNICAL SCHOOL DISTRICT

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 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

OCEAN COUNTY VOCATIONAL-TECHNICAL SCHOOL DISTRICT

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 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 Ocean County Vocational-Technical School District by inclusion of \$2,744,550 on June 30, 1994 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	\$ 287,843
Interest Earnings	108
Withdrawals:	
July 2009	<u>(191,861)</u>
Ending Balance, June 30, 2010	<u>\$ 96,090</u>

The June 30, 2010 LRFP balance of local support costs of uncompleted capital projects at June 30, 2010 is \$33,367,800. The withdrawals from the capital reserve were for use in a DOE approved facilities project, consistent with the District's Long Range Facilities Plan.

OCEAN COUNTY VOCATIONAL-TECHNICAL SCHOOL DISTRICT

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2010**

Note 5. Maintenance Reserve Account

A maintenance reserve account was established by the Ocean County Vocational-Technical School District by inclusion of \$86,610 on June 30, 2004 for the accumulation of funds for use as maintenance expenditures in subsequent fiscal years. The maintenance reserve account is maintained in the general fund and its activity is included in the general fund annual budget.

The maintenance reserve account is used to accumulate funds for the required maintenance of a facility in accordance with the EFCFA (*N.J.S.A.18A:7G-9*) as amended by P.L. 2004, c. 73 (S1701). Districts may only increase the balance in the maintenance reserve account by appropriating funds in the annual general fund budget certified for taxes (*N.J.A.C. 6A:23A-14.2*). EFCFA requires that upon District completion of a school facilities project, the district must submit a plan for the maintenance of that facility. Auditors and District staff should refer to the regulations, *N.J.A.C.6A:26A*, for further guidance. A separate line is provided in the Audsum for this reserve account.

The activity of the maintenance reserve for the July 1, 2009 to June 30, 2010 fiscal year is as follows:

Beginning Balance, July 1, 2009	<u>\$86,610</u>
Ending Balance, June 30, 2010	<u>\$86,610</u>

Note 6. Fixed Assets

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

	June 30, 2009	Additions	Deletions	June 30, 2010
Building &				
Building Improvements	\$33,633,818	\$486,861		\$34,120,679
Machinery & Equipment	<u>10,187,621</u>	<u>882,460</u>	<u>\$(14,500)</u>	<u>11,055,581</u>
Subtotal	43,821,439	1,369,321	(14,500)	45,176,260
Accumulated Depreciation	<u>(19,973,080)</u>	<u>(1,241,986)</u>	<u>14,500</u>	<u>(21,200,566)</u>
Total	<u>\$23,848,359</u>	<u>\$127,335</u>	<u>\$ -</u>	<u>\$23,975,694</u>

The District had no proprietary fund fixed assets at June 30, 2010.

OCEAN COUNTY VOCATIONAL-TECHNICAL SCHOOL DISTRICT

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2010

Note 7. Capital Projects

During the 2009-2010 school year the District conducted four capital projects. The first entailed renovating the former Supermarket Careers room in the Brick Center to an additional bakery, due to an increase in enrollment. The second is a conversion of a shop in the Jackson Center to an Auto Diesel shop. The third is a conversion of a storage area to a baking area at the Navy Lakehurst Center Building #33. The final conversion was from a shop to a Supermarket Careers store/program at the Toms River Center.

Note 8. Noncurrent Liabilities

During the fiscal year ended June 30, 2010 the following changes occurred in liabilities reported in the long-term debt account group:

	June 30, 2009	Decreased	June 30, 2010
Compensated Absences Payable	<u>\$1,084,962</u>	<u>(\$2,860)</u>	<u>\$1,082,102</u>

As of June 30, 2010, the School District had no authorized but not issued bonds.

Note 9. Pension Plans

Plan Descriptions – All required employees of the District are covered by either the Public Employees' Retirement System or the Teachers' Pension and Annuity Fund which have been established by state statute and are administered by the New Jersey Division of Pension and Benefits (Division). According to the State of New Jersey Administrative Code, all obligations of both systems will be assumed by the State of New Jersey should the Systems terminate. The Division issues a publicly available financial report that includes the financial statements and required supplementary information for the Public Employees Retirement System and the Teachers' Pension and Annuity Fund. These reports may be obtained by writing to the Division of Pensions and Benefits, P.O. Box 295, Trenton, New Jersey, 08625.

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

OCEAN COUNTY VOCATIONAL-TECHNICAL SCHOOL DISTRICT

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2010

Note 9. Pension Plans (continued):

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

Vesting and Benefit Provisions – The vesting and benefit provisions of PERS are set by *N.J.S.A.43:15A* and *43.3B* and *N.J.S.A.18A:6C* for TPAF. All benefits vest after eight to ten years of service, except for medical benefits that vest after 25 years of service. Retirement benefits for age and service are available at age 55 and are generally determined to be 1/55 of the final average salary for each year of service credit, as defined. Final average salary equals the average salary for the final three years of service prior to retirement (or highest three years' compensation if other than the final three years). Members may seek early retirement after achieving 25 years of service credit or they may elect deferred retirement after achieving eight to ten years of service in which case benefits would begin the first day of the month after the member attains normal retirement age. The TPAF and PERS provides for specified medical benefits for members who retire after achieving 25 years of qualified service, as defined, or under the disability provisions of the System.

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

Significant Legislation – During the year ended June 30, 1997, legislation was enacted (Chapter 114, P.L. 1997) authorizing the New Jersey Economic Development Authority to issue bonds, notes or other obligations for the purpose of financing, in full or in part, the State of New Jersey's portion of the unfunded accrued liability under the State of New Jersey retirement systems. Additional legislation enacted during the year ended June 30, 1997 (Chapter 115, P.L. 1997) changed the asset valuation method from market related value to full-market value. This legislation also contained a provision to reduce the employee contribution rate by ½ of 1% to 4.5% for calendar years 1998 and 1999, and to allow for a reduction in the employee's rate after calendar year 1999, providing excess valuation assets are available. The legislation also provided that the District's normal contributions to the Fund may be reduced based on the revaluation of assets. Due to recognition of the bond proceeds and the change in asset valuation method as a result of enactment of Chapters 114 and 115, all unfunded accrued liabilities were eliminated, except for the unfunded liability for local early retirement incentive benefits; accordingly, the pension costs for TPAF and PERS were reduced.

New Legislation signed by the Acting Governor (Chapter 133, Public Laws 2001) changed the formula for calculating retirement benefits for all current and future non-veteran retirees from N/60 to N/55 (a 9.09% increase). This legislation, signed June 29, 2001, provides that all members of the TPAF and the

OCEAN COUNTY VOCATIONAL-TECHNICAL SCHOOL DISTRICT

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2010**

Note 9. Pension Plans (continued):

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	\$209,285	100%	\$ -0-
6/30/09	182,530	100%	-0-
6/30/08	185,447	100%	-0-

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

Year Funding	Annual Pension Cost (APC)	Percentage of APC Contributed	Net Pension Obligation
6/30/10	\$ 680,706	100%	\$ -0-
6/30/09	663,697	100%	-0-
6/30/08	1,406,218	100%	-0-

During the year ended June 30, 2010 the State of New Jersey contributed \$680,706 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 \$802,782 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.

OCEAN COUNTY VOCATIONAL-TECHNICAL SCHOOL DISTRICT

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2010**

Note 10. 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.

Note 11. 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	\$60,819	\$ 29	\$62,043	\$31,113
2008-2009	25,007	181	29,213	32,308
2007-2008	25,417	480	26,457	36,333

OCEAN COUNTY VOCATIONAL-TECHNICAL SCHOOL DISTRICT

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2010

Note 12. 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.

The District is a defendant in several legal proceedings that are in various stages of litigation. It is believed that the outcome, or exposure to the Board, from such litigation is either unknown or potential losses, if any, would not be material to the financial statements.

Note 13. Economic Dependency

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

Note 14. Interfund Receivables and Payables

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

Fund	Interfund Receivable	Interfund Payable
General Fund	\$317,789	
Special Revenue Fund	<u> </u>	<u>\$317,789</u>
Total	<u>\$317,789</u>	<u>\$317,789</u>

Note 15. Fund Balance Appropriated

General Fund – of the \$2,077,244 General Fund fund balance at June 30, 2010, \$560,357 is reserved for encumbrances; \$96,090 has been reserved in the Capital Reserve Account; \$86,610 has been reserved as maintenance reserve; \$550,000 is unreserved - designated for subsequent year's expenditures; and \$784,187 is unreserved and undesignated (GAAP basis).

OCEAN COUNTY VOCATIONAL-TECHNICAL SCHOOL DISTRICT

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2010

Note 16. 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.

- AXA Equitable
- Fidelity
- Lincoln
- American Express

Note 17. 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 \$1,082,102.

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 18. 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 balance at the fiscal year-end of June 30 if they did not appropriate a required minimum amount as budgeted fund balance in their subsequent years' budget. The District had no excess fund balance at June 30, 2010.

REQUIRED SUPPLEMENTARY INFORMATION – PART II

C. Budgetary Comparison Schedules

OCEAN COUNTY VOCATIONAL-TECHNICAL SCHOOL DISTRICT
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE FISCAL YEARS ENDED JUNE 30, 2010 AND 2009

ACCOUNT NUMBER	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		
Revenues:											
Local Sources:											
County Appropriations	10-1200	\$17,364,646		17,364,646	17,364,646		16,777,436		16,777,436	16,777,436	
Tuition	10-1320	1,149,650		1,149,650	1,657,083	507,433	1,160,000		1,160,000	1,316,804	156,804
Interest Earned	10-1510				7,978	7,978	250,000		250,000	41,726	(208,274)
Miscellaneous	10-1790	150,000		150,000	191,553	41,553	149,651		149,651	219,714	70,063
Total Local Sources		18,664,296		18,664,296	19,221,260	556,964	18,337,087		18,337,087	18,355,680	18,593
State Sources:											
Categorical Special Education Aid	10-3132	619,110		619,110	619,110		581,340		581,340	581,340	
Equalization Aid	10-3176	1,876,586		1,876,586	1,876,586		2,061,575		2,061,575	1,950,476	(111,099)
Categorical Security Aid	10-3177	100,611		100,611	100,611		76,955		76,955	76,955	
Adjustment Aid	10-3178	3,142,810		3,142,810	3,081,709	(61,101)	3,435,224		3,435,224	3,435,224	
Other State Aids	10-3xxx										
Nonbudgeted:											
TPAF Pension (On-Behalf)					680,706	680,706				663,697	663,697
Reimbursed TPAF Social Security Contributions					802,782	802,782				771,112	771,112
Total State Sources		5,739,117		5,739,117	7,161,504	1,422,387	6,155,094		6,155,094	7,478,804	1,323,710
Federal Sources:											
ARRA - ESF		400,474		400,474	400,474						
ARRA - GSF		15,503		15,503	15,503						
Total Federal Sources		415,977		415,977	415,977						
Total Revenues		24,819,390		24,819,390	26,798,741	1,979,351	24,492,181		24,492,181	25,834,484	1,342,303
Expenditures:											
Current Expense:											
Basic Skills/Remedial - Instruction:											
Salaries of Teachers	11-140-100-101	2,673,724	(234,162)	2,439,562	2,439,558	4	2,660,063	(278,886)	2,381,177	2,367,134	14,043
Other Salaries for Instruction	11-140-100-106	192,398	(2,741)	189,657	189,656	1	231,154	(9,569)	221,585	221,546	39
General Supplies	11-140-100-610	68,500	2,266	70,766	70,763	3	64,500	2,226	66,726	66,671	55
Textbooks	11-140-100-640	7,000	6,089	13,089	12,915	174	7,000	61	7,061	7,041	20
Other Objects	11-140-100-800	3,000	(2,750)	250	249	1	3,000	(1,742)	1,258	1,258	
Total Basic Skills/Remedial - Instruction		2,944,622	(231,298)	2,713,324	2,713,141	183	2,965,717	(287,910)	2,677,807	2,663,650	14,157
Regular Vocational Programs - Instruction:											
Salaries of Teachers	11-310-100-101	3,545,538	(97,358)	3,448,180	3,448,177	3	3,162,788	(33,469)	3,129,319	3,127,168	2,151
Other Salaries for Instruction	11-310-100-106	202,664	18,219	220,882	220,882		322,570	(5,489)	317,081	311,300	5,781
Purchased Professional & Educational Services	11-310-100-320	44,000	19,918	63,918	63,913	5	44,000	11,955	55,955	50,329	5,626

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OCEAN COUNTY VOCATIONAL-TECHNICAL SCHOOL DISTRICT
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE FISCAL YEARS ENDED JUNE 30, 2010 AND 2009

ACCOUNT NUMBER	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		
Regular Vocational Programs - Instruction (continued):											
Purchased Technical Services	11-310-100-340	90,000	(32,060)	57,940	56,864	1,076	88,000	(34,094)	53,906	52,906	1,000
General Supplies	11-310-100-610	828,562	85,795	914,357	852,307	62,050	599,550	345,674	945,224	739,669	205,555
Textbooks	11-310-100-640	125,000	19,593	144,593	144,588	5	100,000	21,867	121,867	121,789	78
Total Regular Vocational Programs - Instruction		4,835,763	14,107	4,849,870	4,786,731	63,139	4,316,908	306,444	4,623,352	4,403,161	220,191
Special Vocational Programs - Instruction:											
Salaries of Teachers	11-320-100-101	1,269,369	(33,819)	1,235,550	1,235,546	4	1,317,165	(21,817)	1,295,348	1,295,348	
Other Salaries for Instruction	11-320-100-106	16,800	8,325	25,125	25,118	7	33,435	(21,634)	11,801	11,556	245
Purchased Technical Services	11-320-100-340	6,000	(3,839)	2,161	2,159	2	6,000	(4,250)	1,750	1,750	
General Supplies	11-320-100-610	159,250	97,107	256,357	256,349	8	155,495	127,100	282,595	156,747	125,848
Textbooks	11-320-100-640	7,500	(1,170)	6,330	6,322	8	4,000	3,500	7,500	7,041	459
Total Special Vocational Programs - Instruction		1,458,919	66,604	1,525,523	1,525,494	29	1,516,095	82,899	1,598,994	1,472,442	126,552
School Sponsored Cocurricular Activities:											
Other Objects	11-401-100-800	235,400	(28,504)	206,896	206,896		197,800	(4,256)	193,544	190,380	3,164
Total School Sponsored Cocurricular Activities		235,400	(28,504)	206,896	206,896		197,800	(4,256)	193,544	190,380	3,164
Total Instruction		9,474,705	(179,092)	9,295,613	9,232,262	63,351	8,996,520	97,177	9,093,697	8,729,633	364,064
Undistributed Expenditures:											
Attendance & Social Work:											
Salaries	11-000-211-100	42,329		42,329	42,329		40,681		40,681	40,681	
Total Attendance & Social Work		42,329		42,329	42,329		40,681		40,681	40,681	
Health Services:											
Salaries	11-000-213-100	354,546	(5,980)	348,566	348,566		381,265	(50,075)	331,190	331,190	
Purchased Professional Services	11-000-213-300	4,500	(159)	4,341	4,336	5	4,325	(270)	4,055	4,055	
Other Purchased Services	11-000-213-500	7,500	(7,151)	349	347	2	8,000	(1,800)	6,200		6,200
Supplies and Materials	11-000-213-600	6,800	(2,465)	4,335	4,335		6,800	(1,500)	5,300	5,277	23
Other Objects	11-000-213-800	800	(800)				800	(800)			
Total Health Services		374,146	(16,555)	357,591	357,584	7	401,190	(54,445)	346,745	340,522	6,223
Other Support Services-Students-Extraordinary:											
Purchased Professional Services	11-000-217-300		11,840	11,840	11,840						
Total Other Support Services-Students-Extraordinary			11,840	11,840	11,840						

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OCEAN COUNTY VOCATIONAL-TECHNICAL SCHOOL DISTRICT
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE FISCAL YEARS ENDED JUNE 30, 2010 AND 2009

	ACCOUNT NUMBER	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	
Other Support Services - Students - Regular:											
Salaries of Other Professional Staff	11-000-218-104	234,790	(17,766)	217,024	216,974	50	228,560	18,400	246,960	246,959	1
Salaries of Secretarial & Clerical Assistants	11-000-218-105	69,173	3,974	73,147	73,140	7	66,430		66,430	66,430	
Purchased Professional Services	11-000-218-320	19,513	(3,010)	16,503	2,500	14,003	18,000	513	18,513	18,513	
Travel	11-000-218-580	8,000	(3,611)	4,389	4,388	1	8,000	(1,730)	6,270	6,269	1
Supplies & Materials	11-000-218-600	3,800	(3,486)	314	313	1	3,800	(1,800)	2,000	1,997	3
Total Other Support Services - Students - Regular		335,276	(23,899)	311,377	297,315	14,062	324,790	15,383	340,173	340,168	5
Other Support Services - Students - Special Services:											
Salaries of Other Professional Staff	11-000-219-104	358,172	(45,912)	312,260	312,260		345,429	(6,500)	338,929	338,757	172
Salaries of Secretarial & Clerical Assistants	11-000-219-105	71,396	6,343	77,739	77,738	1	67,958	(1,411)	66,547	66,547	
Travel	11-000-219-580	3,000	(2,500)	500	375	125	3,000	(2,000)	1,000	479	521
Supplies & Materials	11-000-219-600	8,000	(2,257)	5,743	5,735	8	8,000	(360)	7,640	7,636	4
Total Other Support Services - Students - Special Services		440,568	(44,326)	396,242	396,108	134	424,387	(10,271)	414,116	413,419	697
Educational Media Services/School Library:											
Supplies and Materials	11-000-222-600	127,500	13,269	140,769	140,594	175	113,500	74,425	187,925	158,850	29,075
Total Educational Media Services/School Library		127,500	13,269	140,769	140,594	175	113,500	74,425	187,925	158,850	29,075
Support Services - General Administration:											
Salaries	11-000-230-100	347,474	839	348,313	348,313		386,416	(47,102)	339,314	339,313	1
Legal Services	11-000-230-331	52,000	14,197	66,197	66,197			58,195	58,195	58,195	
Professional Services	11-000-230-339	65,000	(31,288)	33,712	33,212	500		55,530	55,530	46,918	8,612
Communications/Telephone	11-000-230-530	122,500	(9,860)	112,640	112,602	38	119,000	(48,800)	70,200	70,159	41
Travel	11-000-230-580	37,700	(24,835)	12,865	12,797	68	35,500	(18,800)	16,700	16,686	14
Other Purchased Services	11-000-230-590	128,809	7,029	135,838	135,838		126,645	(3,576)	123,069	123,069	
General Supplies	11-000-230-610	32,000	(13,000)	19,000	19,000		28,000	2,835	30,835	30,833	2
Miscellaneous Expenditures	11-000-230-890	35,980	(4,217)	31,763	31,760	3	33,000	(2,638)	30,362	30,362	
Total Support Services - General Administration		821,463	(61,135)	760,328	759,719	609	728,561	(4,356)	724,205	715,535	8,670

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OCEAN COUNTY VOCATIONAL-TECHNICAL SCHOOL DISTRICT
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE FISCAL YEARS ENDED JUNE 30, 2010 AND 2009

	ACCOUNT NUMBER	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	
Support Services - Central Services:											
Salaries	11-000-251-100	471,203	(1,845)	469,358	469,357	1	392,049	53,746	445,795	445,547	248
Purchased Professional Services	11-000-251-330	74,900	17,150	92,050	74,757	17,293	74,900	8,970	83,870	65,983	17,887
Purchased Technical Services	11-000-251-340	15,000	1,745	16,745	16,745		12,220	1,830	14,050	14,050	
Travel	11-000-251-580	8,500	(4,700)	3,800	3,783	17	8,200	(4,350)	3,850	3,849	1
Supplies and Materials	11-000-251-600	10,000	(1,400)	8,600	8,541	59	8,800	2,639	11,439	11,395	44
Miscellaneous Expenditures	11-000-251-890	14,100	(12,329)	1,771	1,770	1	12,000	(830)	11,170	10,894	276
Total Support Services - Central Services		593,703	(1,379)	592,324	574,953	17,371	508,169	62,005	570,174	551,718	18,456
Support Services - School Administration:											
Salaries of Principals & Assistant Principals	11-000-240-103	806,245	28,981	835,226	835,207	19	805,015	(37,500)	767,515	767,469	46
Salaries of Other Professional Staff	11-000-240-104	177,448	(5,277)	172,171	172,171		243,575	(50,515)	193,060	189,681	3,379
Salaries of Secretarial & Clerical Assistants	11-000-240-105	448,465	21,839	470,304	470,303	1	436,677	(7,942)	428,735	428,735	
Other Salaries	11-000-240-110	84,900	32,310	117,210	117,210		87,100	5,775	92,875	92,875	
Purchased Professional & Technical Services	11-000-240-300	75,000	(34,685)	40,315	40,312	3	70,000	(9,000)	61,000	60,996	4
Other Purchased Services	11-000-240-500	44,000	(31,058)	12,942	12,939	3	41,800	(24,700)	17,100	15,942	1,158
Supplies and Materials	11-000-240-600	274,100	(1,532)	272,568	272,385	183	247,400	35,206	282,606	246,464	36,142
Other Objects	11-000-240-800	73,600	(4,032)	69,568	69,441	127	64,000	12,161	76,161	74,055	2,106
Total Support Services - School Administration		1,983,758	6,546	1,990,304	1,989,968	336	1,995,567	(76,515)	1,919,052	1,876,217	42,835
Required Maintenance for School Facilities:											
Salaries	11-000-261-100	44,015	27,163	71,178	71,177	1	42,347		42,347	42,347	
Cleaning, Repair & Maintenance Services	11-000-261-420	274,800	306,278	581,078	420,279	160,799	202,000	455,019	657,019	612,835	44,184
General Supplies	11-000-261-610	15,000	29,810	44,810	43,831	979	14,000	6,000	20,000	19,580	420
Total Required Maintenance for School Facilities		333,815	363,251	697,066	535,287	161,779	258,347	461,019	719,366	674,762	44,604
Other Operation & Maintenance of Plant Services:											
Salaries	11-000-262-100	541,223	1,510	542,733	542,715	18	608,265	7,646	615,911	583,284	32,627
Cleaning, Repair & Maintenance Services	11-000-262-420	400,000	263,205	663,205	507,242	155,963	281,500	352,783	634,283	577,416	56,867
Rental of Land & Building	11-000-262-441	16,000	(4,591)	11,409	11,344	65	15,400	13,297	28,697	25,708	2,989
Other Purchased Property Services	11-000-262-490	32,500	8,255	40,755	40,754	1	31,050	12,883	43,933	43,835	98
Miscellaneous Purchased Services	11-000-262-590	5,000	(5,000)				5,000		5,000	1,463	3,537
General Supplies	11-000-262-610	178,700	83,634	262,334	246,837	15,497	148,300	76,159	224,459	224,458	1

OCEAN COUNTY VOCATIONAL-TECHNICAL SCHOOL DISTRICT
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE FISCAL YEARS ENDED JUNE 30, 2010 AND 2009

ACCOUNT NUMBER	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		
Other Operation & Maintenance of Plant Services (continued):											
Energy (Heat & Electricity)	11-000-262-620	779,000	(25,089)	753,911	753,633	278	818,000	22,831	840,831	824,556	16,275
Total Other Operation & Maintenance of Plant Services		1,952,423	321,924	2,274,347	2,102,525	171,822	1,907,515	485,599	2,393,114	2,280,720	112,394
Care & Upkeep of Grounds:											
Salaries	11-000-263-100	55,006		55,006	55,006						
Total Care & Upkeep of Grounds		55,006		55,006	55,006						
Security:											
Cleaning, Repair & Maintenance Services	11-000-266-420	53,400	(10,010)	43,390	43,388	2					
Total Security		53,400	(10,010)	43,390	43,388	2					
Student Transportation Services:											
Salaries for Pupil Transportation (Other Than Between Home & School)	11-000-270-163	63,000	17,200	80,200	80,198	2	57,300	20,530	77,830	77,829	1
Cleaning, Repair & Maintenance Services	11-000-270-420	55,000	24,139	79,139	79,135	4	27,000	36,500	63,500	62,547	953
Miscellaneous Purchased Services - Transportation	11-000-270-593	103,500	13,331	116,831	116,829	2	100,000	17,057	117,057	109,332	7,725
Total Student Transportation Services		221,500	54,670	276,170	276,162	8	184,300	74,087	258,387	249,708	8,679
Support Services - Information Technology:											
Salaries	11-000-252-100	211,616	1,365	212,981	212,981		201,054	3,338	204,392	204,391	1
Travel	11-000-252-580	4,500	(3,030)	1,470	1,460	10	4,500	(2,500)	2,000	1,707	293
Supplies, Textbooks, and Materials	11-000-252-600	33,000	18,702	51,702	33,033	18,669	35,000	(2,966)	32,034	31,845	189
Total Support Services - Information Technology		249,116	17,037	266,153	247,474	18,679	240,554	(2,128)	238,426	237,943	483
Unallocated Benefits Employee Benefits:											
Social Security Contributions	11-xxx-xxx-220	245,000	106,013	351,013	281,629	69,384	245,000	(10,670)	234,330	231,810	2,520
Other Retirement Contributions - Regular	11-xxx-xxx-241	250,725	(41,440)	209,285	209,285		266,582	(83,984)	182,598	182,530	68
Workman's Compensation	11-xxx-xxx-260	130,000	14,227	144,227	144,227		110,000	12,457	122,457	122,457	
Health Benefits	11-xxx-xxx-270	1,711,500	139,328	1,850,827	1,850,824	3	2,330,000	(651,012)	1,678,988	1,659,767	19,221
Tuition Reimbursement	11-xxx-xxx-280	35,615	7,994	43,609	43,606	3	7,500	51,853	59,353	59,353	
Other Employee Benefits	11-xxx-xxx-290	120,750	91,965	212,715	212,694	21	95,000	79,239	174,239	172,822	1,417
Total Unallocated Benefits - Employee Benefits		2,493,590	318,087	2,811,676	2,742,265	69,411	3,054,082	(602,117)	2,451,965	2,428,739	23,226

OCEAN COUNTY VOCATIONAL-TECHNICAL SCHOOL DISTRICT
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE FISCAL YEARS ENDED JUNE 30, 2010 AND 2009

ACCOUNT NUMBER	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		
Nonbudgeted:											
TPAF Pension (On-Behalf)				680,706	(680,706)				663,697	(663,697)	
Reimbursed TPAF Social Security Contributions				802,782	(802,782)				771,112	(771,112)	
Total Undistributed Expenditures	10,077,592	949,320	11,026,912	12,056,005	(1,029,093)	10,181,643	422,686	10,604,329	11,743,791	(1,139,462)	
Total Expenditures - Current Expense	19,552,297	770,228	20,322,525	21,288,267	(965,742)	19,178,163	519,863	19,698,026	20,473,424	(775,398)	
Capital Outlay:											
Increase in Capital Reserve Capital Equipment:											
Regular Programs - Instruction:											
Regular Vocational Programs	12-310-100-730	152,000	12,998	164,998	149,102	15,896	144,000	(50,552)	93,448	79,727	13,721
Special Education - Instruction:											
Special Vocational Programs	12-xxx-100-730	20,000	14,528	34,528	34,526	2	34,650	9,580	44,230	24,100	20,130
Operation & Maintenance of Plant Services	12-000-260-730		199,608	199,608	198,913	695	245,000	100,501	345,501	229,211	116,290
Required Maintenance for School Facilities	12-000-261-730	158,150	(108,769)	49,381	49,377	4					
School Buses - Special	12-000-270-734	50,000	110,577	160,577	160,577		50,000	261,757	311,757	159,129	152,628
Total Equipment		380,150	228,942	609,092	592,495	16,597	473,650	321,286	794,936	492,167	302,769
Total Capital Outlay		380,150	228,942	609,092	592,495	16,597	473,650	321,286	794,936	492,167	302,769
Special Schools:											
Post-Secondary Programs - Instruction:											
Salaries of Teachers	13-330-100-101	742,495	(6,890)	735,605	735,599	6	702,929	12,483	715,412	710,367	5,045
Other Salaries for Instruction	13-330-100-106	30,600	(15,320)	15,280	14,377	903	34,000	(10,224)	23,776	23,517	259
General Supplies	13-330-100-610	114,500	(34,522)	79,978	79,974	4	93,500	(17,196)	76,304	75,464	840
Textbooks	13-330-100-640	51,000	(6,113)	44,887	44,887		48,000	(10,108)	37,892	37,892	
Total Post-Secondary Programs - Instruction		938,595	(62,845)	875,750	874,837	913	878,429	(25,045)	853,384	847,240	6,144
Post-Secondary Programs - Support Services:											
Salaries of Other Professional Staff	13-330-200-100	99,718	(73)	99,645	99,644	1	99,722	(4,227)	95,495	95,495	
General Supplies	13-330-200-600	4,500	(1,427)	3,073	3,073		4,500	(1,852)	2,648	2,648	
Other Objects	13-330-200-800	95,200	(87,999)	7,201	6,910	291	8,200	(4,168)	4,032	3,588	444
Total Post-Secondary Programs - Support Services		199,418	(89,499)	109,919	109,627	292	112,422	(10,247)	102,175	101,731	444

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OCEAN COUNTY VOCATIONAL-TECHNICAL SCHOOL DISTRICT
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE FISCAL YEARS ENDED JUNE 30, 2010 AND 2009

ACCOUNT NUMBER	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		
Total Post-Secondary Programs	1,138,013	(152,344)	985,669	984,464	1,205	990,851	(35,292)	955,559	948,971	6,588	
Adult Education - Local - Support Services:											
Salaries of Teachers	13-602-200-100	7,100	728	7,828	7,783	45	4,000	3,700	7,700	7,374	326
Total Adult Education - Local - Support Services		7,100	728	7,828	7,783	45	4,000	3,700	7,700	7,374	326
Vocational Evening - Local - Instruction:											
Salaries of Teachers	13-629-100-101	253,000	30,129	283,129	283,129		260,000	(14,273)	245,727	245,031	696
General Supplies	13-629-100-610	55,000	720	55,720	55,715	5	51,000	(7,500)	43,500	43,153	347
Textbooks	13-629-100-640	30,000	(21,090)	8,910	8,904	6	30,000	(25,800)	4,200	3,954	246
Total Vocational Evening - Local - Instruction		338,000	9,759	347,759	347,748	11	341,000	(47,573)	293,427	292,138	1,289
Vocational Evening - Local - Support Services:											
Salaries	13-629-200-100	1,636,006	(90,480)	1,545,526	1,541,992	3,534	1,561,786	(6,059)	1,555,727	1,514,725	41,002
Personal Services - Employee Benefits	13-629-200-200	1,092,000	89,399	1,181,399	1,181,026	373	1,311,264	(300,718)	1,010,546	1,001,723	8,823
Purchased Professional & Technical Services	13-629-200-300	121,300	1,492	122,792	100,582	22,210	97,160	21,117	118,277	93,539	24,738
Other Purchased Services	13-629-200-500	127,900	(8,691)	119,209	117,530	1,679	122,000	(15,738)	106,262	105,831	431
Cleaning, Repair & Maintenance Services	13-629-200-xxx	169,500	50,496	219,996	215,125	4,871	144,500	53,463	197,963	171,462	26,501
Energy (Heat & Electricity)	13-629-200-xxx	277,000	(27,808)	249,192	249,087	105	271,200	4,812	276,012	274,222	1,790
Supplies and Materials	13-629-200-600	95,300	8,117	103,417	98,480	4,937	62,300	10,032	72,332	71,752	580
Other Objects	13-629-200-800	29,000	(19,142)	9,858	9,325	533	28,900	(18,360)	10,540	9,794	746
Total Vocational Evening - Local Support Services		3,548,006	3,383	3,551,389	3,513,147	38,242	3,599,110	(251,451)	3,347,659	3,243,048	104,611
Total Vocational Evening - Local		3,886,006	13,142	3,899,148	3,860,895	38,253	3,940,110	(299,024)	3,641,086	3,535,186	105,900

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**OCEAN COUNTY VOCATIONAL-TECHNICAL SCHOOL DISTRICT
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE FISCAL YEARS ENDED JUNE 30, 2010 AND 2009**

	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	
Total Special Schools	5,031,119	(138,474)	4,892,645	4,853,142	39,503	4,934,961	(330,616)	4,604,345	4,491,531	112,814
Total Expenditures	24,963,566	860,696	25,824,262	26,733,904	(909,642)	24,586,774	510,533	25,097,307	25,457,122	(359,815)
Other Financing Sources/(Uses):										
Transfer to Capital Projects from Capital Outlay	(295,000)		(295,000)	(295,000)						
Transfer to Capital Projects from Capital Reserve	(250,000)		(250,000)	(191,861)	(58,139)					
Interest Earned on Capital Reserve	350		350	350	350	350		350	350	350
Total Other Financing Sources/(Uses)	(544,650)		(544,650)	(486,861)	(57,789)	350		350	350	350
Excess/(Deficiency) of Revenues Over/(Under)										
Expenditures After Other Financing Sources/(Uses)	400,474	(860,696)	(460,222)	(422,024)	38,198	(94,943)	(510,533)	(605,476)	377,362	982,838
Fund Balances, July 1	3,114,772		3,114,772	3,114,772		2,737,410		2,737,410	2,737,410	
Fund Balances, June 30	\$3,515,246	(860,696)	2,654,550	2,692,748	38,198	2,642,467	(510,533)	2,131,934	3,114,772	982,838

RECAPITULATION OF FUND BALANCE

Reserve for Encumbrances	\$560,357
Maintenance Reserve	86,610
Unreserved - Designated for Subsequent Year's Expenditures	550,000
Capital Reserve Account	96,090
Unrestricted Fund Balance	<u>1,399,691</u>
Subtotal	2,692,748
Reconciliation to Governmental Fund Statements (GAAP):	
Last Two State Aid Payments Not Recognized on GAAP Basis	<u>(615,504)</u>
Total Fund Balance per Governmental Funds (GAAP)	<u>\$2,077,244</u>

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**OCEAN COUNTY VOCATIONAL-TECHNICAL SCHOOL DISTRICT
AMERICAN RECOVERY AND REINVESTMENT ACT -
BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2010**

	ACCOUNT NUMBER	JUNE 30, 2010			VARIANCE POSITIVE/ (NEGATIVE) FINAL TO ACTUAL
		ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	
Revenues:					
Federal Sources:					
ARRA - ESF	16-4520	\$400,474		400,474	400,474
ARRA - GSF	17-4521	15,503		15,503	15,503
Total Federal Sources		415,977		415,977	415,977
Total Revenues		415,977		415,977	415,977
Expenditures:					
Current Expense:					
Regular Vocational Programs - Instruction:					
Salaries of Teachers	16-310-100-101	227,529		227,529	227,529
Total Regular Vocational Programs - Instruction		227,529		227,529	227,529
Special Vocational Programs - Instruction:					
Salaries of Teachers	16-320-100-101	105,414		105,414	105,414
Total Special Vocational Programs - Instruction		105,414		105,414	105,414
Unallocated Benefits Employee Benefits:					
Health Benefits	16-000-291-270	67,531		67,531	67,531
Total Unallocated Benefits - Employee Benefits		67,531		67,531	67,531
Unallocated Benefits Employee Benefits:					
Health Benefits	17-000-291-270	15,503		15,503	15,503
Total Unallocated Benefits - Employee Benefits		15,503		15,503	15,503
Total Expenditures - Current Expense		415,977		415,977	415,977
Total Expenditures		415,977		415,977	415,977
Excess/(Deficiency) of Revenues Over/(Under) Expenditures		-	-	-	-

**OCEAN COUNTY VOCATIONAL-TECHNICAL SCHOOL DISTRICT
SPECIAL REVENUE FUND
BUDGETARY COMPARISON SCHEDULE
FOR FISCAL YEARS ENDED JUNE 30, 2010 AND 2009**

	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	
REVENUES										
Local Sources	\$470,000	(10,207)	459,793	459,793		468,000	(7,447)	460,553	460,553	
State Sources		121,131	121,131	121,131			116,662	116,662	116,662	
Federal Sources	630,000	452,317	1,082,317	1,082,317		628,000	(24,143)	603,857	603,857	
Total Revenues	1,100,000	563,241	1,663,241	1,663,241		1,096,000	85,072	1,181,072	1,181,072	
Expenditures:										
Instruction:										
Salaries of Teachers	653,904	(30,382)	623,522	623,522		657,631	(207,419)	450,212	450,212	
Other Salaries for Instruction		54,802	54,802	54,802			21,500	21,500	21,500	
Purchased Professional & Technical Services	24,396	1,884	26,280	26,280						
General Supplies	203,985	113,868	317,853	317,853		190,489	26,516	217,005	217,005	
Total Instruction	882,285	140,172	1,022,457	1,022,457		848,120	(159,403)	688,717	688,717	
Support Services:										
Salaries - Program Director		24,067	24,067	24,067			52,940	52,940	52,940	
Salaries of Other Professional Staff		27,116	27,116	27,116			25,295	25,295	25,295	
Salaries of Secretarial & Clerical Assistant	32,584	9,216	41,800	41,800		31,264	3,633	34,897	34,897	
Personal Services - Employee Benefits	30,829	122,965	153,794	153,794		29,260	101,762	131,022	131,022	
Purchased Professional & Technical Services		59,350	59,350	59,350		34,349	(2,259)	32,090	32,090	
Travel		333	333	333			575	575	575	
Miscellaneous Purchased Services	23,940	2,862	26,802	26,802		22,965	937	23,902	23,902	
Supplies & Materials		21,557	21,557	21,557			10,119	10,119	10,119	
Miscellaneous	2,925	17,075	20,000	20,000			22,925	22,925	22,925	
Total Support Services	90,278	284,541	374,819	374,819		117,838	215,927	333,765	333,765	
Facilities Acquisition & Construction Services:										
Instructional Equipment	127,437	138,528	265,965	265,965		130,042	28,548	158,590	158,590	
Total Facilities Acquisition & Construction Services	127,437	138,528	265,965	265,965		130,042	28,548	158,590	158,590	
Total Expenditures	1,100,000	563,241	1,663,241	1,663,241		1,096,000	85,072	1,181,072	1,181,072	
Excess/(Deficiency) of Revenues Over/(Under) Expenditures	-	-	-	-		-	-	-	-	

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NOTES TO REQUIRED SUPPLEMENTARY INFORMATION

**OCEAN COUNTY VOCATIONAL-TECHNICAL 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)	\$26,798,741	1,663,241
Difference - Budget to GAAP:		
Grant accounting budgetary basis differs from GAAP in that encumbrances are recognized as expenditures, and the related revenue is recognized.		
Prior Year		24,000
State aid payment recognized for GAAP statements in the current year, previously recognized for budgetary purposes.	593,289	
State aid payment recognized for budgetary purposes, not recognized for GAAP statements until the subsequent year.	(615,504)	
	<hr/>	
Total Revenues as Reported on the Statement of Revenues, Expenditures, and Changes in Fund Balances - Governmental Funds. (B-2)	<u>\$26,776,526</u>	<u>1,687,241</u>
Uses/outflows of resources:		
Actual amounts (budgetary basis) "total expenditures" from the budgetary comparison schedule	\$26,733,904	1,663,241
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.		
Prior Year		24,000
		<hr/>
Total Expenditures as Reported on the Statement of Revenues, Expenditures, and Changes in Fund Balances - Governmental Funds (B-2)	<u>\$26,733,904</u>	<u>1,687,241</u>

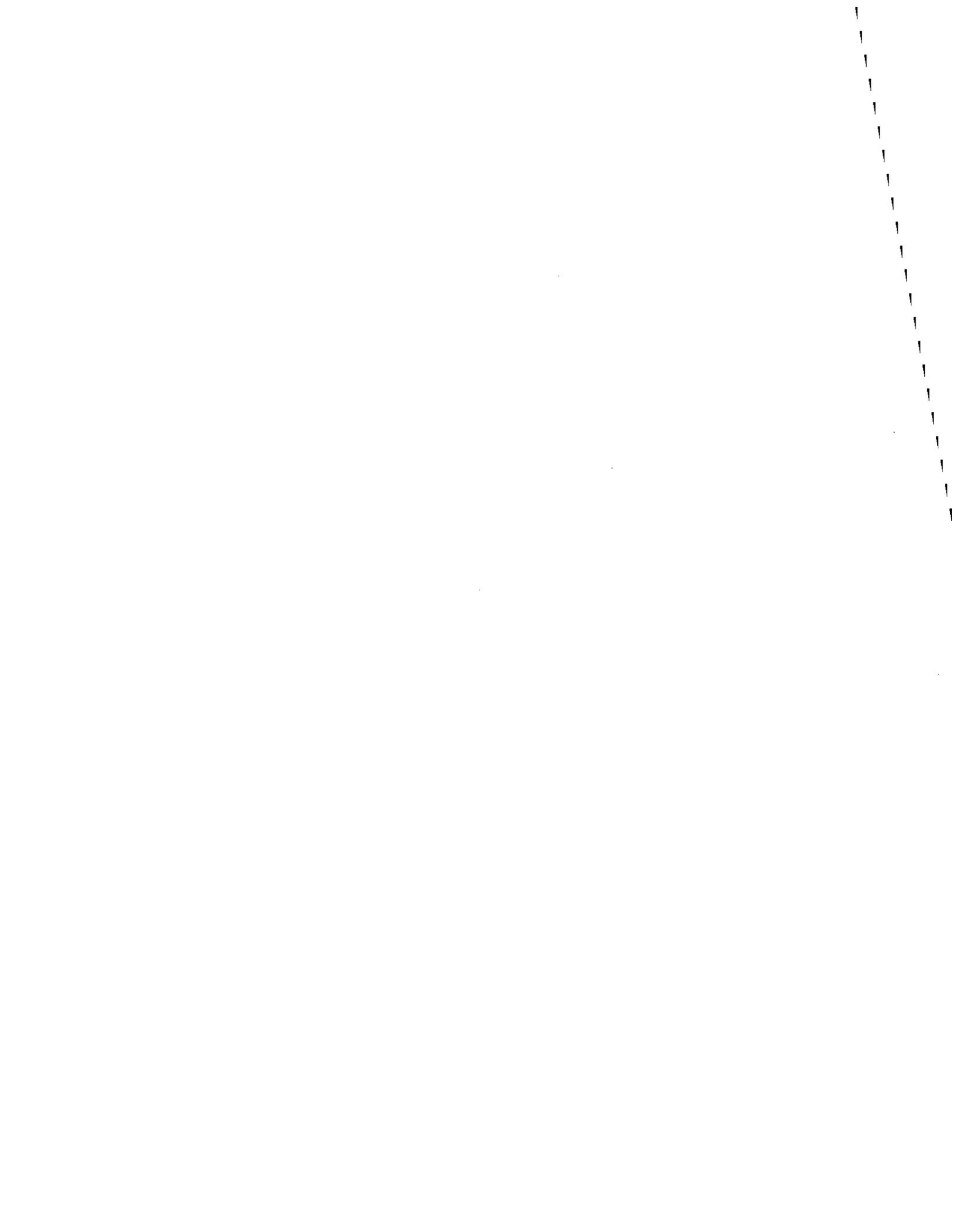
N-1 The general fund budget uses GAAP basis therefore no reconciliation is necessary.

OTHER SUPPLEMENTARY INFORMATION

D. School Based Budget Schedules

Not Applicable

E. Special Revenue Fund



**OCEAN COUNTY VOCATIONAL-TECHNICAL SCHOOL DISTRICT
SPECIAL REVENUE FUND
COMBINING SCHEDULE OF REVENUES AND EXPENDITURES - BUDGETARY BASIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2010
(With Comparative Totals for June 30, 2009)**

	APPRENTICE COORDINATOR	COUNTY FOUNDATION FOR VOC'L EDUCATION	OCEAN COUNTY JUVENILE DETENTION CENTER	SAFETY GRANT
Revenues:				
State Sources	\$30,380			
Federal Sources				
Other Sources		27,164	428,161	4,468
Total Revenues	\$30,380	27,164	428,161	4,468
Expenditures:				
Instruction:				
Salaries of Teachers			251,134	
Other Salaries for Instruction				
Purchased Professional & Technical Services				
General Supplies		22,439	670	
Total Instruction		22,439	251,804	
Support Services:				
Salaries of Supervisors of Instruction			24,067	
Salaries of Other Professional Staff	\$27,116			
Salaries of Secretarial & Clerical Assistants			41,800	
Personal Services - Employee Benefits			83,122	
Purchased Professional & Technical Services				
Travel			333	
Miscellaneous Purchased Services	264		1,034	
Supplies & Materials	3,000		6,001	4,468
Miscellaneous			20,000	
Total Support Services	30,380		176,357	4,468
Facilities Acquisition & Construction Services:				
Instructional Equipment		4,725		
Total Facilities Acquisition & Construction Services		4,725		
Total Expenditures	\$30,380	27,164	428,161	4,468

**OCEAN COUNTY VOCATIONAL-TECHNICAL SCHOOL DISTRICT
SPECIAL REVENUE FUND
COMBINING SCHEDULE OF REVENUES AND EXPENDITURES - BUDGETARY BASIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2010
(With Comparative Totals for June 30, 2009)**

	CARL D. PERKINS GRANT SECONDARY	CARL D. PERKINS GRANT POST- SECONDARY	CARL D. PERKINS GRANT POST- SECONDARY	N.C.L.B./IMPROVING AMERICA'S SCHOOLS	
				TITLE I	TITLE II-A
Revenues:					
State Sources			83,451		
Federal Sources	\$413,426	21,760		147,019	30,205
Other Sources					
Total Revenues	\$413,426	21,760	83,451	147,019	30,205
Expenditures:					
Instruction:					
Salaries of Teachers	\$106,488			122,047	
Other Salaries for Instruction					
Purchased Professional & Technical Services	25,008		1,272		
General Supplies	137,823	21,760	48,168		
Total Instruction	269,319	21,760	49,440	122,047	
Support Services:					
Salaries of Supervisors of Instruction					
Salaries of Other Professional Staff					
Salaries of Secretarial & Clerical Assistants					
Personal Services - Employee Benefit	30,829			19,672	
Purchased Professional & Technical Services				5,300	30,205
Travel					
Miscellaneous Purchased Services	23,940				
Supplies & Materials	8,088				
Miscellaneous					
Total Support Services	62,857			24,972	30,205
Facilities Acquisition & Construction Services:					
Instructional Equipment	81,250		34,011		
Total Facilities Acquisition & Construction Services	81,250		34,011		
Total Expenditures	\$413,426	21,760	83,451	147,019	30,205

**OCEAN COUNTY VOCATIONAL-TECHNICAL SCHOOL DISTRICT
SPECIAL REVENUE FUND
COMBINING SCHEDULE OF REVENUES AND EXPENDITURES - BUDGETARY BASIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2010
(With Comparative Totals for June 30, 2009)**

	N.C.L.B/IMPROVING AMERICA'S SCHOOLS		RECOVERY ACT	
	TITLE II-D	TITLE IV	TITLE I-A	TITLE I-D
Revenues:				
State Sources				
Federal Sources	\$1,081	2,764	31,276	24,687
Other Sources				
Total Revenues	\$1,081	2,764	31,276	24,687
Expenditures:				
Instruction:				
Salaries of Teachers				
Other Salaries for Instruction				4,800
Purchased Professional & Technical Services				
General Supplies			19,712	19,887
Total Instruction			19,712	24,687
Support Services:				
Salaries of Supervisors of Instruction				
Salaries of Other Professional Staff				
Salaries of Secretarial & Clerical Assistants				
Personal Services - Employee Benefits				
Purchased Professional & Technical Services	\$1,081	2,764	10,000	
Travel				
Miscellaneous Purchased Services			1,564	
Supplies & Materials				
Miscellaneous				
Total Support Services	1,081	2,764	11,564	
Facilities Acquisition & Construction Services:				
Instructional Equipment				
Total Facilities Acquisition & Construction Services				
Total Expenditures	\$1,081	2,764	31,276	24,687

**OCEAN COUNTY VOCATIONAL-TECHNICAL SCHOOL DISTRICT
SPECIAL REVENUE FUND
COMBINING SCHEDULE OF 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	I.D.E.A., PART B - RECOVERY ACT	CASE GRANT	2010	2009
Revenues:					
State Sources			7,300	121,131	34,140
Federal Sources	\$154,024	256,075		1,082,317	686,379
Other Sources				459,793	460,553
Total Revenues	\$154,024	256,075	7,300	1,663,241	1,181,072
Expenditures:					
Instruction:					
Salaries of Teachers	\$143,853			623,522	450,212
Other Salaries for Instruction		50,002		54,802	
Purchased Professional & Technical Services				26,280	21,500
General Supplies		40,094	7,300	317,853	217,005
Total Instruction	143,853	90,096	7,300	1,022,457	688,717
Support Services:					
Salaries of Supervisors of Instruction				24,067	52,940
Salaries of Other Professional Staff				27,116	25,295
Salaries of Secretarial & Clerical Assistants				41,800	34,897
Personal Services - Employee Benefi	10,171	10,000		153,794	131,022
Purchased Professional & Technical Services		10,000		59,350	32,090
Travel				333	575
Miscellaneous Purchased Services				26,802	23,902
Supplies & Materials				21,557	10,119
Miscellaneous				20,000	22,925
Total Support Services	10,171	20,000		374,819	333,765
Facilities Acquisition & Construction Services:					
Instructional Equipment		22,465		142,451	158,590
Non-Instructional Equipment		123,514		123,514	
Total Facilities Acquisition & Construction Services		145,979		265,965	158,590
Total Expenditures	\$154,024	256,075	7,300	1,663,241	1,181,072

F. Capital Projects Fund



**OCEAN COUNTY VOCATIONAL-TECHNICAL SCHOOL DISTRICT
CAPITAL PROJECTS FUND
SUMMARY SCHEDULE OF PROJECT EXPENDITURES
FOR THE FISCAL YEAR ENDED JUNE 30, 2010**

PROJECT TITLE/ISSUE	ORIGINAL DATE	APPROPRIATIONS	EXPENDITURES TO DATE		UNEXPENDED BALANCE JUNE 30, 2010
			PRIOR YEARS	CURRENT YEAR	
Bakery Renovations	7/1/2009	\$25,500		25,500	
Auto Diesel Shop at Jackson Center	7/1/2009	27,853		27,853	
Supermarket Careers	7/1/2009	367,612		367,612	
Baking Area at NLC Building 33	7/1/2009	65,896		65,896	
		<u>\$486,861</u>		<u>486,861</u>	<u>-</u>

**OCEAN COUNTY VOCATIONAL-TECHNICAL SCHOOL DISTRICT
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>\$486,861</u>
Total Expenditures	<u>486,861</u>
Other Financing Sources/(Uses):	
Transfer from Capital Outlay	295,000
Transfer from Capital Reserve	<u>191,861</u>
Total Other Financing Sources/(Uses)	<u>486,861</u>
Fund Balance - Ending	<u><u>-</u></u>

**OCEAN COUNTY VOCATIONAL-TECHNICAL SCHOOL DISTRICT
CAPITAL PROJECTS FUND
SCHEDULE OF REVENUES, EXPENDITURES, PROJECT BALANCE AND
PROJECT STATUS - BUDGETARY BASIS
BAKERY RENOVATIONS
FOR THE FISCAL YEAR ENDED JUNE 30, 2010**

	PRIOR PERIODS	CURRENT YEAR	TOTALS	REVISED AUTHORIZED COST
Revenues & Other Financing Sources:				
Transfer from Capital Reserve				
Total Revenues				
Expenditures & Other Financing Uses:				
Construction Services		25,500	25,500	
Total Expenditures		25,500	25,500	
Other Financing Sources/(Uses):				
Transfer from Capital Outlay		25,500	25,500	
Transfer from Capital Reserve				
Total Other Financing Sources/(Uses)		25,500	25,500	
Excess/(Deficiency) of Revenues Over/ (Under) Expenditures				
Fund Balance - Beginning				
Fund Balance - Ending	-	-	-	-

ADDITIONAL PROJECT INFORMATION

Project Number	3790-010-09-1000
Grant Date	
Bond Authorization Date	N/A
Bonds Authorized	N/A
Bonds Issued	N/A
Original Authorized Cost	25,500
Additional Authorized Cost	
Revised Authorized Cost	
Percentage Increase Over Original Authorized Cost	
Percentage Completion	100%
Original Target Completion Date	Sep-09
Revised Target Completion Date	Sep-09

**OCEAN COUNTY VOCATIONAL-TECHNICAL SCHOOL DISTRICT
CAPITAL PROJECTS FUND
SCHEDULE OF REVENUES, EXPENDITURES, PROJECT BALANCE AND
PROJECT STATUS - BUDGETARY BASIS
AUTO DIESEL SHOP AT JACKSON CENTER
FOR THE FISCAL YEAR ENDED JUNE 30, 2010**

	PRIOR PERIODS	CURRENT YEAR	TOTALS	REVISED AUTHORIZED COST
Revenues & Other Financing Sources:				
Transfer from Capital Reserve				
Total Revenues				
Expenditures & Other Financing Uses:				
Construction Services		27,853	27,853	
Total Expenditures		27,853	27,853	
Other Financing Sources/(Uses):				
Transfer from Capital Outlay		27,853	27,853	
Transfer from Capital Reserve				
Total Other Financing Sources/(Uses)		27,853	27,853	
Excess/(Deficiency) of Revenues Over/ (Under) Expenditures				
Fund Balance - Beginning				
Fund Balance - Ending	-	-	-	-

ADDITIONAL PROJECT INFORMATION

Project Number	3790-020-09-1000
Grant Date	N/A
Bond Authorization Date	N/A
Bonds Authorized	N/A
Bonds Issued	N/A
Original Authorized Cost	27,853
Additional Authorized Cost	N/A
Revised Authorized Cost	N/A
Percentage Increase Over Original Authorized Cost	
Percentage Completion	100%
Original Target Completion Date	Sep-09
Revised Target Completion Date	Sep-09

**OCEAN COUNTY VOCATIONAL-TECHNICAL SCHOOL DISTRICT
CAPITAL PROJECTS FUND
SCHEDULE OF REVENUES, EXPENDITURES, PROJECT BALANCE AND
PROJECT STATUS - BUDGETARY BASIS
SUPERMARKET CAREERS
FOR THE FISCAL YEAR ENDED JUNE 30, 2010**

	PRIOR PERIODS	CURRENT YEAR	TOTALS	REVISED AUTHORIZED COST
Expenditures & Other Financing Uses:				
Construction Services		367,612	367,612	
Total Expenditures		367,612	367,612	
Other Financing Sources/(Uses):				
Transfer from Capital Outlay		175,751	175,751	
Transfer from Capital Reserve		191,861	191,861	
Total Other Financing Sources/(Uses)		367,612	367,612	
Excess/(Deficiency) of Revenues Over/ (Under) Expenditures				
Fund Balance - Beginning				
Fund Balance - Ending		-	-	-

ADDITIONAL PROJECT INFORMATION

Project Number	3790-030-09-1000
Grant Date	N/A
Bond Authorization Date	N/A
Bonds Authorized	N/A
Bonds Issued	N/A
Original Authorized Cost	378,000
Additional Authorized Cost	N/A
Revised Authorized Cost	N/A
Percentage Increase Over Original Authorized Cost	
Percentage Completion	100%
Original Target Completion Date	Nov-09
Revised Target Completion Date	Dec-09

**OCEAN COUNTY VOCATIONAL-TECHNICAL SCHOOL DISTRICT
CAPITAL PROJECTS FUND
SCHEDULE OF REVENUES, EXPENDITURES, PROJECT BALANCE AND
PROJECT STATUS - BUDGETARY BASIS
BAKING AREA AT NLC BUILDING 33
FOR THE FISCAL YEAR ENDED JUNE 30, 2010**

	PRIOR PERIODS	CURRENT YEAR	TOTALS	REVISED AUTHORIZED COST
Expenditures & Other Financing Uses:				
Construction Services		65,896	65,896	
Total Expenditures		65,896	65,896	
Other Financing Sources/(Uses)				
Transfer from Capital Outlay		65,896	65,896	
Total Other Financing Sources/(Uses)		65,896	65,896	
Excess/(Deficiency) of Revenues Over/ (Under) Expenditures				
Fund Balance - Beginning				
Fund Balance - Ending		-	-	-

ADDITIONAL PROJECT INFORMATION

Project Number	3790-100-09-2000
Grant Date	N/A
Bond Authorization Date	N/A
Bonds Authorized	N/A
Bonds Issued	N/A
Original Authorized Cost	66,000
Additional Authorized Cost	N/A
Revised Authorized Cost	N/A
Percentage Increase Over Original Authorized Cost	
Percentage Completion	100%
Original Target Completion Date	Dec-09
Revised Target Completion Date	Jan-10

G. Proprietary Funds

Enterprise Funds

OCEAN COUNTY VOCATIONAL-TECHNICAL SCHOOL DISTRICT
ENTERPRISE FUND
COMBINING SCHEDULE OF NET ASSETS
AS OF JUNE 30, 2010
(With Comparative Totals for June 30, 2009)

ASSETS	FOOD SERVICE FUND	ETTC FUND	2010	2009
Cash	\$13,715	16,244	29,959	20,387
Intergovernmental Accounts Receivable:				
State	37		37	160
Federal	625		625	2,297
Total Assets	14,377	16,244	30,621	22,844
LIABILITIES				
Accounts Payable	126		126	123
Total Liabilities	126		126	123
NET ASSETS				
Unrestricted	14,251	16,244	30,495	22,721
Total Net Assets	\$14,251	16,244	30,495	22,721

OCEAN COUNTY VOCATIONAL-TECHNICAL SCHOOL DISTRICT
ENTERPRISE FUND
COMBINING SCHEDULE OF REVENUES, EXPENSES AND CHANGES IN FUND NET ASSETS
FOR THE FISCAL YEAR ENDED JUNE 30, 2010
(With Comparative Totals for June 30, 2009)

OPERATING REVENUES	FOOD SERVICE FUND	ETTC FUND	2010	2009
Local Sources:				
Daily Sales - Reimbursable Programs:				
School Lunch & Breakfast Programs	\$44,973		44,973	47,360
Fees for Services	161,203		161,203	145,038
Total Operating Revenue	206,176		206,176	192,398
OPERATING EXPENSES				
Salaries & Wages	32,272		32,272	26,872
Supplies & Materials	173,942		173,942	174,000
Total Operating Expenses	206,214		206,214	200,872
Operating Gain/(Loss)	(38)		(38)	(8,474)
Nonoperating Revenues:				
State Sources:				
State School Lunch Program	466		466	555
Federal Sources:				
National School Lunch Program	7,346		7,346	7,927
Total Nonoperating Revenues/Expenses	7,812		7,812	8,482
Net Income	7,774		7,774	8
Net Assets - July 1	6,477	16,244	22,721	22,713
Net Assets - June 30	\$14,251	16,244	30,495	22,721

**OCEAN COUNTY VOCATIONAL-TECHNICAL SCHOOL DISTRICT
 PROPRIETARY FUNDS
 SCHEDULE OF CASH FLOWS
 FOR THE YEAR ENDED JUNE 30, 2010
 (With Comparative Totals for June 30, 2009)**

	BUSINESS-TYPE ACTIVITIES		2010	2009
	ENTERPRISE FUND			
	FOOD SERVICE FUND	ETTC		
Cash Flows From Operating Activities:				
Receipts from Customers	\$206,179		206,179	192,474
Payments to Suppliers	(206,214)		(206,214)	(200,872)
Net Cash Provided/(Used) by Operating Activities	(35)		(35)	(8,398)
Cash Flows From Noncapital Financing Activities:				
State Sources	589		589	494
Federal Sources	9,018		9,018	6,997
Net Cash Provided/(Used) by Noncapital Financing Activities	9,607		9,607	7,491
Net Increase/(Decrease) in Cash & Cash Equivalents	9,572		9,572	(907)
Balances - Beginning of Year	4,143	16,244	20,387	21,294
Balances - End of Year	\$13,715	16,244	29,959	20,387

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

Operating Income/(Loss)	(\$38)		(38)	(8,474)
Adjustments to Reconcile Operating Income/(Loss) to Net Cash Provided/(Used) by Operating Activities:				
(Increase)/Decrease in Accounts Receivable, Net				785
Increase/(Decrease) in Accounts Payable	3		3	(709)
Total Adjustments	3		3	76
Net Cash Provided/(Used) by Operating Activities	(\$35)	-	(35)	(8,398)

Internal Service Fund

Not Applicable

H. Fiduciary Fund

OCEAN COUNTY VOCATIONAL-TECHNICAL SCHOOL DISTRICT
 FIDUCIARY FUNDS
 COMBINING STATEMENT OF FIDUCIARY NET ASSETS
 JUNE 30, 2010
 (With Comparative Totals for June 30, 2009)

ASSETS	PRIVATE PURPOSE		AGENCY		2010	2009
	SCHOLARSHIP	UNEMPLOYMENT COMPENSATION	STUDENT ACTIVITY	PAYROLL		
Cash & Cash Equivalents	\$31,241	34,165	65,142	102,269	232,817	220,258
Total Assets	31,241	34,165	65,142	102,269	232,817	220,258
LIABILITIES						
Payroll Deductions & Withholdings		3,052		102,269	105,321	101,492
Due to Student Groups			65,142		65,142	55,258
Total Liabilities		3,052	65,142	102,269	170,463	156,750
NET ASSETS						
Reserved for Unemployment Claims		31,113			31,113	32,308
Reserved for Students	31,241				31,241	31,200
Total Net Assets	\$31,241	31,113			62,354	63,508

EXHIBIT H-2

**OCEAN COUNTY VOCATIONAL-TECHNICAL SCHOOL DISTRICT
FIDUCIARY FUNDS
COMBINING STATEMENT OF CHANGES IN FIDUCIARY NET ASSETS
FOR THE FISCAL YEAR ENDED JUNE 30, 2010
(With Comparative Totals for June 30, 2009)**

OPERATING REVENUES:	PRIVATE PURPOSE		2010	2009
	SCHOLARSHIP	UNEMPLOYMENT TRUST		
Local Sources:				
Contributions	\$39,356	60,819	100,175	66,405
Interest on Investments	24	29	53	358
Total Operating Revenues	<u>39,380</u>	<u>60,848</u>	<u>100,228</u>	<u>66,763</u>
OPERATING EXPENSES:				
Unemployment Compensation		62,043	62,043	29,213
Scholarship Payments	39,339		39,339	42,283
Total Operating Expenses	<u>39,339</u>	<u>62,043</u>	<u>101,382</u>	<u>71,496</u>
Excess/(Deficit) of Revenue	41	(1,195)	(1,154)	(4,733)
Net Assets, July 1	<u>31,200</u>	<u>32,308</u>	<u>63,508</u>	<u>68,241</u>
Net Assets, June 30	<u>\$31,241</u>	<u>31,113</u>	<u>62,354</u>	<u>63,508</u>

EXHIBIT H-3

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

	BALANCE JULY 1, 2009	CASH RECEIPTS	CASH DISBURSEMENTS	BALANCE JUNE 30, 2010
Vocational Schools:				
Brick	\$8,120	4,321	5,181	7,260
Jackson	3,203	8,493	7,688	4,008
Ocean	1,681	2,044	2,499	1,226
Toms River	4,751	4,242	2,523	6,470
MATES	5,080	31,638	27,066	9,652
NLC	25,471	56,893	52,878	29,486
Adult Education	356			356
Miscellaneous	6,596	236	148	6,684
Total All Schools	<u>\$55,258</u>	<u>107,867</u>	<u>97,983</u>	<u>65,142</u>

**OCEAN COUNTY VOCATIONAL-TECHNICAL SCHOOL DISTRICT
PAYROLL AGENCY FUND AND PAYROLL 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	\$97,529	17,235,514	17,230,774	102,269
Total Assets	\$97,529	17,235,514	17,230,774	102,269
LIABILITIES				
Payroll Deductions & Withholdings	\$97,529	17,235,514	17,230,774	102,269
Total Liabilities	\$97,529	17,235,514	17,230,774	102,269

**PELL GRANT 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		471,754	471,754	
Total Assets	-	471,754	471,754	-
LIABILITIES				
Due to Recipients		471,754	471,754	
Total Liabilities	-	471,754	471,754	-

I. Long-Term Debt

Not Applicable



STATISTICAL SECTION (Unaudited)

OCEAN COUNTY VOCATIONAL-TECHNICAL 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
Governmental Activities:								
Invested in Capital Assets,								
Net of, Related Debt	\$23,975,694	23,848,359	24,072,363	23,498,661	21,527,317	13,038,932	11,629,270	11,588,595
Restricted	1,293,057	1,674,325	1,320,744	2,395,408	4,503,522	12,589,581	11,196,364	3,525,944
Unrestricted	(297,915)	(237,804)	314,813	87,927	(4,269)	(28,566)	(225,616)	(224,730)
Total Governmental Activities								
Net Assets	<u>\$24,970,836</u>	<u>25,284,880</u>	<u>25,707,920</u>	<u>25,981,996</u>	<u>26,026,570</u>	<u>25,599,947</u>	<u>22,600,018</u>	<u>14,889,809</u>
Business-Type Activities:								
Unrestricted	<u>\$30,495</u>	<u>22,721</u>	<u>22,713</u>	<u>21,675</u>	<u>5,899</u>	<u>57,534</u>	<u>7,227</u>	<u>3,711</u>
Total Business-Type Activities								
Net Assets	<u>\$30,495</u>	<u>22,721</u>	<u>22,713</u>	<u>21,675</u>	<u>5,899</u>	<u>57,534</u>	<u>7,227</u>	<u>3,711</u>
District-Wide:								
Invested in Capital Assets,								
Net of, Related Debt	\$23,975,694	23,848,359	24,072,363	23,498,661	21,527,317	13,038,932	11,629,270	11,588,595
Restricted	1,293,057	1,674,325	1,320,744	2,395,408	4,503,522	12,589,581	11,196,364	3,525,944
Unrestricted	(267,420)	(215,083)	337,526	109,602	1,630	28,968	(218,389)	(221,019)
Total District Net Assets	<u>\$25,001,331</u>	<u>25,307,601</u>	<u>25,730,633</u>	<u>26,003,671</u>	<u>26,032,469</u>	<u>25,657,481</u>	<u>22,607,245</u>	<u>14,893,520</u>

**OCEAN COUNTY VOCATIONAL-TECHNICAL 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	(\$2,713,141)	(2,663,650)	(2,381,141)	(2,127,538)	(1,789,546)	(1,503,416)	(1,180,494)	(966,910)
Special Education	(1,525,494)	(1,472,442)	(1,266,441)	(1,200,688)	(1,169,431)	(1,099,961)	(1,049,691)	(989,167)
Other Special Education	(206,896)	(190,380)	(211,993)	(185,773)	(141,818)	(134,079)	(112,553)	(78,008)
Vocational	(5,809,188)	(5,091,878)	(4,860,667)	(4,636,374)	(4,523,274)	(4,687,412)	(4,584,970)	(4,086,340)
Support Services:								
School Administrative Services	(1,989,968)	(1,876,217)	(2,249,726)	(2,262,927)	(2,165,683)	(2,258,608)	(2,201,792)	(2,170,449)
General & Business Administrative Services	(1,582,146)	(1,505,196)	(1,528,959)	(1,499,679)	(1,284,371)	(1,260,766)	(680,205)	(799,126)
Plant Operations & Maintenance	(2,736,206)	(2,955,482)	(2,296,575)	(2,062,181)	(1,680,400)	(1,486,979)	(1,751,206)	(1,496,154)
Pupil Transportation	(276,162)	(249,708)	(187,089)	(189,943)	(159,108)	(118,689)	(109,170)	(104,067)
Business & Other Support Services	(5,843,482)	(5,423,635)	(5,910,327)	(5,649,113)	(4,801,557)	(4,353,296)	(4,467,975)	(3,934,624)
Special Schools	(4,853,142)	(4,491,531)	(4,533,579)	(4,378,610)	(4,197,593)	(4,095,340)	(3,816,953)	(3,883,287)
Unallocated Depreciation	(1,241,986)	(1,198,970)	(1,387,452)	(780,397)	(944,399)	(1,084,588)	(900,260)	(899,902)
Total Governmental Activities Expenses	(28,777,811)	(27,119,089)	(26,813,949)	(24,973,223)	(22,857,180)	(22,083,134)	(20,855,269)	(19,408,034)
Business-Type Activities:								
Food Service	(206,214)	(200,872)	(189,913)	(123,954)	(9,139)	(7,261)	(5,407)	(2,653)
ETTC			(3,696)	(15,858)	(79,715)	(225,915)	(129,383)	(97,746)
Total Business-Type Activities Expense	(206,214)	(200,872)	(193,609)	(139,812)	(88,854)	(233,176)	(134,790)	(100,399)
Total District Expenses	(\$28,984,025)	(27,319,961)	(27,007,558)	(25,113,035)	(22,946,034)	(22,316,310)	(20,990,059)	(19,508,433)
Program Revenues:								
Governmental Activities:								
Operating Grants & Contributions	\$1,397,276	1,022,482	986,682	919,213	925,498	1,128,169	1,140,721	1,008,386
Total Governmental Activities Program Revenues	1,397,276	1,022,482	986,682	919,213	925,498	1,128,169	1,140,721	1,008,386
Business-Type Activities:								
Charges for Services:								
Food Service	213,988	200,880	194,597	125,018	8,960	7,723	5,744	2,607
ETTC			50	30,570	28,259	275,760	129,562	78,418
Total Business Type Activities Program Revenues	213,988	200,880	194,647	155,588	37,219	283,483	135,306	81,025
Total District Program Revenues	\$1,611,264	1,223,362	1,181,329	1,074,801	962,717	1,411,652	1,276,027	1,089,411

**OCEAN COUNTY VOCATIONAL-TECHNICAL 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	(\$27,380,535)	(26,096,607)	(25,827,267)	(24,054,010)	(21,931,682)	(20,954,965)	(19,714,548)	(18,399,648)
Business-Type Activities	7774	8	1,038	15,776	(51,635)	50,307	516	(19,374)
Total District-Wide Net Expense	(\$27,372,761)	(26,096,599)	(25,826,229)	(24,038,234)	(21,983,317)	(20,904,658)	(19,714,032)	(18,419,022)
General Revenues & Other Changes in Net Assets:								
Governmental Activities:								
County Appropriation	\$17,364,646	16,777,436	15,651,381	14,228,528	13,247,618	12,266,313	11,253,498	10,333,488
County Appropriation-Capital Project			18,983			2,848,242	3,740,000	
Unrestricted Grants & Contributions	7,361,438	6,881,334	7,811,845	7,672,270	6,856,761	6,549,907	10,520,822	6,247,466
Tuition	1,657,083	1,316,804	1,196,693	1,094,074	909,035	995,952	875,235	893,338
Miscellaneous Income	683,324	697,993	874,289	1,014,564	1,344,891	1,294,480	1,035,202	436,391
Total Governmental Activities	27,066,491	25,673,567	25,553,191	24,009,436	22,358,305	23,954,894	27,424,757	17,910,683
Total District-Wide	\$27,066,491	25,673,567	25,553,191	24,009,436	22,358,305	23,954,894	27,424,757	17,910,683
Change in Net Assets:								
Governmental Activities	(\$314,044)	(423,040)	(274,076)	(44,574)	426,623	2,999,929	7,710,209	(488,965)
Business-Type Activities	7774	8	1,038	15,776	(51,635)	50307	516	(19374)
Total District	(\$306,270)	(423,032)	(273,038)	(28,798)	374,988	3,050,236	7,710,725	(508,339)

OCEAN COUNTY VOCATIONAL-TECHNICAL 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	\$743,057	1,674,325	1,416,913	1,340,025	1,653,636	1,292,576	1,179,919	3,525,944
Unreserved	1,334,187	847,158	1,024,341	1,027,322	926,917	869,507	709,707	660,063
Total General Fund	\$2,077,244	2,521,483	2,441,254	2,367,347	2,580,553	2,162,083	1,889,626	4,186,007
All Other Governmental Funds								
Reserved			343,007	1,149,976	1,582,440			
Unreserved, Reported in:								
Special Revenue Fund			(1,626)	(1,626)	(1,626)	(1,626)	(1,626)	
Capital Projects Fund			5,202		1,398,227	11,390,993	10,103,055	
Total All Other Governmental Funds	-		346,583	1,148,350	2,979,041	11,389,367	10,101,429	-

OCEAN COUNTY VOCATIONAL-TECHNICAL SCHOOL DISTRICT
CHANGES IN FUND BALANCES, GOVERNMENTAL FUNDS,
LAST TEN FISCAL YEARS
(Modified Accrual Basis of Accounting)

	2010	2009	2008	2007	2006	2005	2004	2003	2002	2001
Revenues										
Tax Levy	\$17,364,646	16,777,436	15,670,364	14,228,528	13,247,618	15,114,555	14,993,498	10,333,488	9,841,417	9,156,956
Tuition Charges	1,657,083	1,316,804	1,196,693	1,094,074	909,035	995,952	875,235	893,338	860,352	903,154
Interest Earnings	7,978	41,726	205,283	340,435	315,028	155,761	65,482	82,600	151,716	399,514
Miscellaneous	675,346	656,267	669,006	674,129	1,029,863	699,933	969,720	749,653	696,917	753,603
State Sources	7,260,420	7,299,959	8,179,000	7,913,031	7,173,839	6,996,691	10,912,513	6,089,727	6,622,427	6,614,622
Federal Sources	1,498,294	603,857	619,527	678,452	608,420	606,464	749,030	770,263	798,853	870,785
Total Revenue	28,463,767	26,696,049	26,539,873	24,928,649	23,283,803	24,569,356	28,565,478	18,919,069	18,971,682	18,698,634
Expenditures										
Instruction:										
Regular Instruction	2,713,141	2,663,650	2,381,141	2,127,538	1,789,546	1,503,416	1,180,494	966,910	799,572	720,356
Special Education Instruction	1,525,494	1,472,442	1,266,441	1,200,688	1,169,431	1,099,961	1,049,691	989,167	931,756	818,614
Other Special Instruction	206,896	190,380	211,993	185,773	141,818	134,079	112,553	78,008	74,955	58,537
Vocational Education	5,809,188	5,091,878	4,860,667	4,636,374	4,523,274	4,687,412	4,584,970	4,086,340	4,089,829	3,222,180
Support Services:										
Student & Instruction Related Services	774,732	714,968	702,086	724,475	731,683	668,550	630,657	546,817	565,171	623,189
School Administrative Services	1,989,968	1,876,217	1,961,556	1,936,714	1,768,336	1,844,387	1,840,852	1,749,720	1,532,605	1,526,787
General & Business Administration Services	1,605,576	1,627,972	1,523,444	1,502,387	1,284,371	1,260,766	1,040,430	1,209,052	1,262,955	1,219,843
Plant Operations & Maintenance	2,736,206	2,955,482	2,296,575	2,062,181	1,680,400	1,486,979	1,751,206	1,496,154	1,177,459	1,002,605
Pupil Transportation	276,162	249,708	187,089	189,943	159,108	118,689	109,170	104,067	67,250	89,768
Other Support Services	5,048,180	4,653,209	5,382,008	5,276,122	4,397,315	4,053,918	3,702,519	3,392,135	2,976,328	3,563,633
Special Schools	4,853,142	4,491,531	4,533,579	4,378,610	4,197,593	4,095,340	3,816,953	3,883,287	4,155,451	4,168,972
Capital Outlay	1,369,321	974,966	1,961,154	2,751,741	9,432,784	2,009,250	940,935	1,725,601	1,317,066	2,444,932
Total Expenditures	28,908,006	26,962,403	27,267,733	26,972,546	31,275,659	22,962,747	20,760,430	20,227,258	18,950,397	19,459,416
Excess (Deficiency) of Revenues Over/(Under) Expenditures	(444,239)	(266,354)	(727,860)	(2,043,897)	(7,991,856)	1,606,609	7,805,048	(1,308,189)	21,285	(760,782)
Net Change in Fund Balances	(\$444,239)	(266,354)	(727,860)	(2,043,897)	(7,991,856)	1,606,609	7,805,048	(1,308,189)	21,285	(760,782)

Source: District records

OCEAN COUNTY VOCATIONAL-TECHNICAL SCHOOL DISTRICT
GENERAL FUND - OTHER LOCAL REVENUE BY SOURCE
LAST TEN FISCAL YEARS
(Modified Accrual Basis of Accounting)

FISCAL YEAR ENDING JUNE 30,	INTEREST ON INVESTMENTS	MISCELLANEOUS	TOTAL
2010	\$7,978	191,553	199,531
2009	41,726	219,714	261,440
2008	205,283	202,268	407,551
2007	340,435	209,255	549,690
2006	315,028	385,761	700,789
2005	141,384	277,955	419,339
2004	65,482	570,069	635,551
2003	82,600	353,791	436,391
2002	151,716	285,649	437,365
2001	397,050	238,619	635,669
Total	<u>\$1,748,682</u>	<u>2,934,634</u>	<u>4,683,316</u>

Source: District records

EXHIBITS 6 THROUGH 13 ARE NOT APPLICABLE

**OCEAN COUNTY VOCATIONAL-TECHNICAL SCHOOL DISTRICT
DEMOGRAPHIC AND ECONOMIC STATISTICS
LAST TEN FISCAL YEARS**

YEAR	POPULATION (a)	PER CAPITA	
		PERSONAL INCOME (b)	UNEMPLOYMENT RATE (c)
2010	N/A	N/A	N/A
2009	573,678	N/A	9.7%
2008	569,111	39,521	6.0%
2007	564,791	37,228	4.5%
2006	560,952	35,856	5.0%
2005	556,696	33,910	4.5%
2004	551,904	32,964	5.1%
2003	545,526	32,350	5.7%
2002	536,602	31,889	4.6%
2001	523,675	31,381	4.1%

Source:

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

^b Per Capita Provided by the NJ Dept of Labor and Workforce Development

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

EXHIBIT J-15 NOT APPLICABLE

**OCEAN COUNTY VOCATIONAL-TECHNICAL SCHOOL DISTRICT
FULL-TIME EQUIVALENT DISTRICT EMPLOYEES BY FUNCTION/PROGRAM
LAST TEN FISCAL YEAR**

Function/Program	2010	2009	2008	2007	2006	2005	2004	2003	2002	2001
Instruction:										
Vocational	132	130	120	126	119	118	106	104	95	89
Support Services:										
Student & Instruction Related Services	23	23	26	23	25	22	21	20	21	19
School Administrative Services	36	36	36	35	35	32	34	36	35	34
General & Business Administrative Services	5	5	5	5	5	5	5	5	5	5
Plant Operations & Maintenance	27	25	28	27	24	27	29	28	26	26
Business & Other Support Services	18	18	16	16	16	16	15	15	14	12
Total	241	237	231	232	224	220	210	208	196	185

Source: District Personnel Records

OCEAN COUNTY VOCATIONAL-TECHNICAL 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 SENIOR HIGH SCHOOL	AVERAGE DAILY ENROLLMENT (ADE) (c)	AVERAGE DAILY ATTENDANCE (ADA) (c)	% CHANGE IN AVERAGE DAILY ENROLLMENT	STUDENT ATTENDANCE PERCENTAGE
2010	1,809	\$27,516,925	15,211	-5.24%	13	13	1,604	1,496	7%	93.30%
2009	1,619	25,987,436	16,052	-2.13%	14	14	1,507	1,404	4%	93.10%
2008	1,543	25,306,579	16,401	6.04%	13	13	1,451	1,356	4%	93.50%
2007	1,566	24,220,805	15,467	5.22%	14	14	1,396	1,301	2%	93.20%
2006	1,423	20,917,377	14,699	16.53%	14	14	1,423	1,315	-14%	92.40%
2005	1,661	20,953,497	12,614	-18.78%	13	13	1,661	1,528	30%	91.96%
2004	1,276	19,819,495	15,531	-4.77%	21	21	1,276	1,186	12%	92.96%
2003	1,134	18,501,657	16,310	14.87%	19	19	1,134	1,054	-9%	92.95%
2002	1,242	17,633,331	14,199	12.37%	20	20	1,242	1,139	-8%	91.68%
2001	1,347	17,014,484	12,636	-14.67%	20	20	1,347	1,261	27%	93.67%

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).

**OCEAN COUNTY VOCATIONAL-TECHNICAL SCHOOL DISTRICT
SCHOOL BUILDING INFORMATION
LAST TEN FISCAL YEAR**

DISTRICT BUILDINGS	2010	2009	2008	2007	2006	2005	2004	2003	2002	2001
High School:										
Brick Center (1972):										
Square Feet	85,870	85,870	85,870	85,870	85,870	85,870	85,870	85,870	85,870	85,870
Capacity (Students)	894	894	894	894	894	894	894	894	894	894
Enrollment	807	795	788	766	795	826	970	768	799	825
Jackson Center (1974):										
Square Feet	51,300	51,300	51,300	51,300	51,300	51,300	51,300	51,300	51,300	51,300
Capacity (Students)	454	454	454	454	454	454	454	454	454	454
Enrollment	339	366	281	279	295	327	397	378	345	338
Toms River Center (1975):										
Square Feet	56,725	56,725	56,725	56,725	56,725	56,725	56,725	56,725	56,725	56,725
Capacity (Students)	554	554	554	554	554	554	554	554	554	554
Enrollment	596	526	549	593	452	422	517	432	476	529
Waretown (1974):										
Square Feet	24,000	24,000	24,000	24,000	24,000	24,000	24,000	24,000	24,000	24,000
Capacity (Students)	260	260	260	260	260	260	260	260	260	260
Enrollment	278	261	202	230	246	283	370	370	321	258
NLC (1994):										
Square Feet	61,506	61,506	61,506	61,506	61,506	61,506	61,506	61,506	61,506	61,506
Capacity (Students)	340	340	340	340	340	340	340	340	340	340
Enrollment	321	279	275	235	384	444	604	566	458	464
MATES (2006):										
Square Feet - 51,598	51,598	51,598	51,598	51,598						
Capacity (Students)	250	250	250	250						
Enrollment	220	227	205	183						

Number of Schools at June 30, 2010:

 Senior High School = 6

 Other = 6

Source: District Facilities Office

**OCEAN COUNTY VOCATIONAL-TECHNICAL SCHOOL DISTRICT
SCHEDULE OF REQUIRED MAINTENANCE
LAST EIGHT FISCAL YEARS**

SCHOOL FACILITIES	PROJECT #	2010	2009	2008	2007	2006	2005	2004	2003
Brick Center	Required Maintenance	\$137,560	174,708	119,474	56,569	49,216	36,341	48,312	55,514
Jackson Center	Required Maintenance	84,412	107,207	73,314	19,864	30,194	24,178	15,224	31,607
Toms River Center	Required Maintenance	90,665	115,148	78,745	56,159	32,435	22,145	37,110	18,553
Ocean Center (Waretown)	Required Maintenance	37,516	47,648	32,584	9,285	13,419	26,914	23,042	6,760
Navy Lakehurst Center	Required Maintenance	82,353	104,592	71,526	52,403	20,524	5,392	35,900	42,015
Administration Building	Required Maintenance	9,192	11,674	7,983	23,606	3,289	7,459	2,823	4,993
Building 33-NAES	Required Maintenance	8,242	10,467	7,158	5,401	2,950	10,427	1,198	2,820
Building 487A-NAES	Required Maintenance				10,505	6,260	9,741	3,872	4,715
Student Services Center	Required Maintenance	4,690	5,956	4,073	1,445	1,679	6,916	947	6,872
Wet Lab/Bus Depot	Required Maintenance					448	1,507	132	324
MATES	Required Maintenance	80,657	102,438	70,053	38,224				
Total		<u>\$535,287</u>	<u>679,838</u>	<u>464,910</u>	<u>273,461</u>	<u>160,414</u>	<u>151,020</u>	<u>168,560</u>	<u>174,173</u>

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

Source: District records

**OCEAN COUNTY VOCATIONAL-TECHNICAL SCHOOL DISTRICT
INSURANCE SCHEDULE
JUNE 30, 2010**

	COVERAGE	DEDUCTIBLE
School Package Policy (1):		
Building & Contents (All Locations)	\$72,883,943	1,000
Limits of Liability per Occurrence		
Commercial Inland Marine Section	2,500,000	1,000
Boiler & Machinery	100,000,000	1,000
Employee Dishonesty	100,000	1,000
General Automobile Liability	16,000,000	1,000
Environmental Impairment Liability	2,000,000	
School Board Legal Liability	16,000,000	
Employers Liability	1,000,000	1,000
Workers' Compensation (2)		
Compulsory Student Accident Insurance (3)	1,000,000	
Catastrophic Student Accident Insurance (4)	500,000,000	25,000
Volunteer Accident Coverage (5)	500,000	
Surety Bonds (6)		
Treasurer	225,000	N/A
Board Secretary	100,000	N/A
(1)	NJSBAIG	
(2)	Markel Insurance Company	
(3)	National Union Fire Insurance Company of Pittsburgh, PA	
(4)	AIG Life Insurance Company	
(5)	Standard Security Life Insurance Company of NY	
(6)	Selective Insurance Company of America	

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
Ocean County Vocational-Technical School District
County of Ocean
Toms River, New Jersey 08753

We have audited the financial statements of the Board of Education of the Ocean County Vocational-Technical School District, County of Ocean, State of New Jersey, as of and for the fiscal year ended June 30, 2010, and have issued our report thereon dated August 27, 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 Ocean County Vocational-Technical School District's internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of Ocean County Vocational-Technical School District's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the Organization's internal control over financial reporting.

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

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

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Ocean County Vocational-Technical School District's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and

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accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards* and audit requirements as prescribed by the Division of Finance, Department of Education, State of New Jersey.

This report is intended solely for the information of the audit committee, management, the Ocean County Vocational-Technical 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 "F. B. Holman, III", with a horizontal line extending to the right.

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

Toms River, New Jersey
August 27, 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
Ocean County Vocational-Technical School District
County of Ocean
Toms River, New Jersey 08753

Compliance

We have audited the compliance of the Ocean County Vocational-Technical School District, in the County of Ocean, State of New Jersey, with the types of compliance requirements described in the *U.S. Office of Management and Budget (OMB) Circular A-133 Compliance Supplement* and the *New Jersey Grants Compliance Supplement* that are applicable to each of its major federal and state programs for the fiscal year ended June 30, 2010. Ocean County Vocational-Technical 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 Ocean County Vocational-Technical School District's management. Our responsibility is to express an opinion on the Ocean County Vocational-Technical 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 state program occurred. An audit includes examining, on a test basis, evidence about the Ocean County Vocational-Technical 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 Ocean County Vocational-Technical School District's compliance with those requirements.

In our opinion, the Ocean County Vocational-Technical School District, County of Ocean, State of New Jersey, complied, in all material respects, with the requirements referred to above that are applicable to each of its major federal and state programs for the year ended June 30, 2010. The results of our auditing

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

Internal Control Over Compliance

Management of the Ocean County Vocational-Technical 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 Ocean County Vocational-Technical School District's internal control over compliance with requirements that could have a direct and material effect on a major federal and state programs 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 Ocean County Vocational-Technical School District's internal control over compliance.

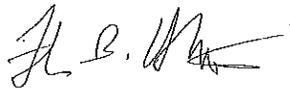
A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement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

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

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

Respectfully submitted,

HOLMAN & FRENIA, P. C.



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

Toms River, New Jersey
August 27, 2010

OCEAN COUNTY VOCATIONAL-TECHNICAL 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	AWARD AMOUNT	GRANT PERIOD	BALANCE AT JUNE 30, 2009	CASH RECEIVED	BUDGETARY EXPENDITURES	DEFERRED REVENUE/ (ACCOUNTS RECEIVABLE) AT JUNE 30, 2010	DUE TO GRANTOR AT JUNE 30, 2010
U.S. DEPARTMENT OF AGRICULTURE PASSED-THROUGH STATE DEPARTMENT OF EDUCATION:								
National School Lunch Program	10.555	\$7,927	7/1/08-6/30/09	(\$2,297)	2,297			
National School Lunch Program	10.555	7,346	7/1/09-6/30/10		6,721	(7,346)	(625)	
Total U.S. Department of Agriculture				(2,297)	9,018	(7,346)	(625)	
U.S. DEPARTMENT OF EDUCATION PASSED-THROUGH STATE DEPARTMENT OF EDUCATION:								
General Fund:								
ARRA - ESF	84.394	400,474	7/1/09-6/30/10		400,474	(400,474)		
ARRA - GSF	84.397	15,503	7/1/09-6/30/10		15,503	(15,503)		
Total General Fund					415,977	(415,977)		
Special Revenue Fund:								
No Child Left Behind:								
Title I	84.010A	153,295	7/1/08-6/30/09	(39,427)	39,427			
Title I	84.010A	147,019	7/1/09-6/30/10		110,232	(147,019)	(36,787)	
Title I - Part A - Recovery Act	84.389	31,276	7/1/09-8/31/11		31,276	(31,276)		
Title I - Part D - Recovery Act	84.389	24,687	7/1/09-8/31/11		13,087	(24,687)	(11,600)	
Title II-A	84.367	25,957	7/1/08-6/30/09	(428)	428			
Title II-A	84.367	30,205	7/1/09-6/30/10		27,587	(30,205)	(2,618)	
Title II-D	84.318	1,081	7/1/09-6/30/10		1,081	(1,081)		
Title IV	84.186	2,764	7/1/09-6/30/10		2,764	(2,764)		
Vocational Education:								
Perkins Grant - Secondary	84.038	424,531	7/1/08-6/30/09	(93,525)	93,525			
Perkins Grant - Secondary	84.038	415,008	7/1/09-6/30/10		317,499	(413,426)	(95,927)	
Perkins Grant - Post Secondary	84.038	36,690	7/1/09-6/30/10		21,760	(21,760)		
IDEA, Part B	84.027	154,024	9/1/09-8/31/10		85,396	(154,024)	(68,628)	
IDEA, Part B - Recovery Act	84.391	256,075	7/1/09-8/31/11		114,619	(256,075)	(141,456)	
Total Special Revenue Fund				(133,380)	858,681	(1,082,317)	(357,016)	
Fiduciary Fund:								
Pell Grant	84.063	471,754	7/1/09-6/30/10		471,754	(471,754)		
Total Fiduciary Fund					471,754	(471,754)		
Total U.S. Department of Education				(133,380)	1,746,412	(1,970,048)	(357,016)	
Total Federal Financial Assistance				(\$135,677)	1,755,430	(1,977,394)	(357,641)	

OCEAN COUNTY VOCATIONAL-TECHNICAL 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	CASH RECEIVED	BUDGETARY EXPENDITURES	JUNE 30, 2010		MEMO CUMULATIVE TOTAL EXPENDITURES
							DEFERRED REVENUE/ (ACCOUNTS RECEIVABLE)	BUDGETARY RECEIVABLE	
State Department of Education:									
General Fund:									
Categorical Special Education Aid	10-495-034-5120-089	\$619,110	7/1/09-6/30/10		619,110	(619,110)		(61,911)	\$619,110
Equalization Aid	10-495-034-5120-078	1,876,586	7/1/09-6/30/10		1,876,586	(1,876,586)		(229,254)	1,876,586
Categorical Security Aid	10-495-034-5120-084	100,611	7/1/09-6/30/10		100,611	(100,611)		(10,061)	100,611
Adjustment Aid	10-495-034-5120-085	3,081,709	7/1/09-6/30/10		3,081,709	(3,081,709)		(314,278)	3,081,709
On-Behalf TPAF Pension Contribution (Non-Budgeted)	10-495-034-5095-001	680,706	7/1/09-6/30/10		680,706	(680,706)			680,706
Reimbursed TPAF Social Security Contribution (Non-Budgeted)	09-495-034-5095-002	771,112	7/1/08-6/30/09	(\$34,450)	34,450				
Reimbursed TPAF Social Security Contribution (Non-Budgeted)	10-495-034-5095-002	802,782	7/1/09-6/30/10		766,042	(802,782)	(36,740)		802,782
Total Genetal Fund				(34,450)	7,159,214	(7,161,504)	(36,740)	(615,504)	7,161,504
Special Revenue Fund:									
Apprentice Coordinator Grant	WDP 01-09-0115	28,547	9/1/08-8/31/09	(8,922)	8,922				
Apprentice Coordinator Grant	WDP 01-10-0115	30,380	9/1/09-8/31/10		20,337	(30,380)	(10,043)		30,380
Math-in-CTE	2009	6,000	7/1/08-6/30/09	(3,663)	3,663				
CASE Grant	2010	7,300	4/19/10-6/30/10		7,300	(7,300)			7,300
Perkins Grant - Post Secondary	2009	83,454	7/1/08-6/30/09	(64,527)	64,527				
Perkins Grant - Post Secondary	2010	83,454	7/1/09-6/30/10		74,978	(83,451)	(8,473)		83,451
Total Special Revenue Fund				(77,112)	179,727	(121,131)	(18,516)		121,131
State Department of Agriculture:									
Enterprise Fund:									
National School Lunch Program (State Share)	09-100-010-3350-023	525	7/1/08-6/30/09	(160)	160				
National School Lunch Program (State Share)	10-100-010-3350-023	466	7/1/09-6/30/10		429	(466)	(37)		466
Total Enterprise Fund				(160)	589	(466)	(37)		466
Total State Financial Assistance				(\$111,722)	7,339,530	(7,283,101)	(55,293)	(615,504)	7,283,101

**OCEAN COUNTY VOCATIONAL-TECHNICAL SCHOOL DISTRICT
NOTES TO THE SCHEDULES OF FINANCIAL ASSISTANCE
FOR THE YEAR ENDED 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 District, Ocean County Vocational-Technical School District (the District). The District is defined in Note 1 to the District'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 \$22,215 for the General Fund and \$24,000 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:

OCEAN COUNTY VOCATIONAL-TECHNICAL SCHOOL DISTRICT

NOTES TO THE SCHEDULES OF FINANCIAL ASSISTANCE
FOR THE YEAR ENDED JUNE 30, 2010

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

	Federal	State	Total
General Fund	\$ 415,977	\$7,139,289	\$7,555,266
Special Revenue Fund	1,082,317	121,131	1,203,448
Enterprise Fund	<u>7,346</u>	<u>466</u>	<u>7,812</u>
Total Financial Assistance	<u>\$1,505,640</u>	<u>\$7,260,886</u>	<u>\$8,766,526</u>

4. Relationship to Federal and State Financial Reports

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

5. Other

Revenues and expenditures reported under the Food Distribution Program represent current year value received and current year distributions respectively. The amount reported as TPAF Pension Contributions represents the amount paid by the state on behalf of the District for the year ended June 30, 2010. TPAF Social Security Contributions represents the amount reimbursed by the state for the employer's share of social security contributions for TPAF members for the year ended June 30, 2010.

6. Federal and State Loans Outstanding

Ocean County Vocational-Technical School District had no loan balances outstanding at June 30, 2010.

OCEAN COUNTY VOCATIONAL-TECHNICAL 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) Control deficiencies identified that are not considered to be material weaknesses?	None Reported
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 510(A) of Circular A-133?	No

Identification of major programs:

CFDA Number(s)	Name of Federal Program or Cluster
84.038A	Perkins Grant – Secondary
84.027	I.D.E.A., Part B
84.391	I.D.E.A., Part B – Recovery Act
84.389	Title I - Recovery

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

OCEAN COUNTY VOCATIONAL-TECHNICAL SCHOOL DISTRICT
SCHEDULE OF FINDINGS & QUESTIONED COSTS
For the Fiscal Year Ended June 30, 2010

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

Financial Statements

Type of auditor’s report issued:	<u>Unqualified</u>
Internal control over financial reporting:	
1) Material weakness(es) identified?	No
2) Control deficiencies identified that are not considered to be material weaknesses?	None Reported
Noncompliance material to basic financial statements noted?	No

State Awards

Dollar threshold used to distinguish between type A and type B programs:	\$300,000
Auditee qualified as low-risk auditee?	Yes
Type of auditor’s report issued on compliance for major programs	<u>Unqualified</u>
Internal Control over major programs:	
1) Material weakness(es) identified?	No
2) Control deficiencies identified that are not considered to be material weaknesses?	No
Any audit findings disclosed that are required to be reported in accordance with NJ OMB Circular Letter 04-04	No

Identification of major programs:

GMIS Number(s)	Name of State Program
10-495-034-5120-089	Categorical Special Education Aid
10-495-034-5120-078	Equalization Aid
10-495-034-5120-084	Categorical Security Aid
10-495-034-5120-085	Adjustment Aid
10-495-034-5095-002	Reimbursed TPAF Social Security Contribution

**OCEAN COUNTY VOCATIONAL-TECHNICAL SCHOOL DISTRICT
SCHEDULE OF FINDINGS & QUESTIONED COSTS
For the Fiscal Year Ended June 30, 2010**

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 of *Government Auditing Standards*.

No Current Year Findings

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

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

No Current Year Findings

OCEAN COUNTY VOCATIONAL-TECHNICAL 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, USOMB Circular A-133 (section .315 (a)(b)) and New Jersey OMB's Circular 04-04.

STATE AWARDS

Finding 2009-01:

The Application for State School Aid had one student included as low-income who was denied for free/reduced status.

Current Status:

The District corrected the finding in FY2010.