

SCHOOL DISTRICT
OF
OXFORD TOWNSHIP

Oxford Township School District
Board of Education
Oxford, Warren County
New Jersey

Comprehensive Annual Financial Report
For The Fiscal Year Ended June 30, 2010

Comprehensive Annual

Financial Report

of the

Oxford Township School District

Board of Education

Oxford, New Jersey

For the Fiscal Year Ending June 30, 2010

Prepared by

Oxford Township School District

Board of Education

Finance Department

OUTLINE OF CAFR

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Introductory Section

OXFORD TOWNSHIP SCHOOL DISTRICT
17 KENT STREET
OXFORD, NEW JERSEY 07863
Tel: (908) 453-4101
Fax: (908) 453-3673

Robert J. Magnuson
Chief School Administrator

Patricia A. Martucci
Business Administrator/Board Secretary

August 31, 2010

Honorable President and Members of the Board of Education
Oxford Township School District
17 Kent Street
Oxford, New Jersey 07863

Dear Board Members:

The comprehensive annual financial report of the Oxford School 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 Oxford Township Board of Education. To the best of our knowledge and belief, the data presented in this report is accurate in all material respects and is reported in a manner designed to present fairly the financial position and results of operations of the various funds and account groups of the Oxford Township School District. All disclosures necessary to enable the reader to gain an understanding of the district's activities have been included.

The comprehensive annual financial report is presented in four sections: introductory, financial, statistical, and single audit. The introductory section includes this transmittal letter, the district's organizational chart and a list of principal officials. The financial section includes the general purpose financial statements and schedules, as well as the auditor's report thereon. The statistical section includes selected financial and demographic information, generally presented on a multi-year basis. This district is required to undergo an annual single audit in conformity with the provisions of the Single Audit Action of 1996 and the U.S. Office of Management and Budget Circular A-133, "Audits of State and Local Governments", and the state Treasury Circular Letter 04-04 OMB, "Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid Payments". Information related to this single audit, including the auditor's report on the internal control structure and compliance with applicable laws and regulations and findings and recommendations, are included in the single audit section of this report.

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

The district provides a full range of educational service appropriate to grade levels Pre-K through 8. These include regular as well as special education for students with special needs. Students in grades 9-12 are enrolled at Warren Hills Regional High School or the Warren County Technical School on a tuition basis. The district *completed* the 2009-2010 school year with the following enrollment:

Placement	Enrollment
Oxford Central School	288
Warren Hills Regional High School	111
Warren County Technical School	35
Out of District	4
Ridge & Valley Charter School	2
Non-Public Schools	17
State Facilities	1
Total District	458

The historic Average Daily Enrollment at the *Oxford Central School* is as follows:

Fiscal Year	Student Enrollment	% Change Inc/(Dec)
2000 – 2001	256.1	11.00%
2001 – 2002	348.0	(2.33%)
2002 – 2003	333.0	(3.45%)
2003 – 2004	315.0	(6.25%)
2004 – 2005	318.0	0.95%
2005 – 2006	319.7	0.53%
2006 – 2007	307.3	(4.00%)
2007 – 2008	299.0	(2.70%)
2008 - 2009	287.5	(4.0%)
2009 – 2010	288.0	0.99%

II. ECONOMIC CONDITION AND OUTLOOK: According to the 1999 census figures, Oxford Township has experienced a moderate increase in total population to approximately 2,300 residents. Median household income is reported at \$37,100.00. The largest proportion of Oxford residents are employed in manufacturing industries, construction work, retail trade and white collar professionals. Job opportunities for residents of the township primarily exist outside the community.

Oxford's six square mile size does not encourage industrial development. Since more than half of the land is residentially zoned, future housing starts are likely to occur. At the present time there is a proposed redevelopment plan for the defunct Oxford Textile Mill property that, at this time, is slated to create 230 age restricted units, 33 L&M housing units, and 62 single family units.

III. MAJOR INITIATIVES: The Oxford Township School District is a small, rural district whose educational goals are to offer each child the opportunity to achieve his/her greatest potential. The district communicates high expectations, reviews and incorporates appropriate school reform strategies (i.e. cooperative education, use of standards developed for each academic discipline and thematic instruction). Technology plays an ever-increasing role in student instruction as well. It is the intent of the district to offer all students an appropriate educational experience within the regular school program. Students enter high school with the necessary skills to be successful and to plan for post high school opportunities in our global society. The Oxford Township School District completed a major school renovation and construction project in 2003 which has enabled it to provide expanded educational opportunities for its students. The District is currently undergoing a \$1.3 million dollar roof replacement and interior renovation project that is expected to be completed by August 2011.

IV. 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 is 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 recognized 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 judgment by management.

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

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

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

VI. ACCOUNTING SYSTEM AND REPORTS: The district’s accounting records reflect generally accepted accounting principles, as promulgated by the Governmental Accounting Standards Board (GASB). The accounting system of the district is organized on the basis of funds and account groups. These funds and account groups are explained in “Notes to the Financial Statements”, Note 1.

VII. 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. The following schedule presents a summary of the general fund, special revenue fund for the fiscal year ended June 30, 2010, and the amount and percentage of increases or decreases in relation to prior year revenues.

Revenue Source	Amount	% of Total	Inc/(Dec)	% of Inc/(Dec)
Local	\$3,584,872	54.87%	\$26,933	0.76%
State of N.J.	\$2,425,496	37.12%	(\$323,369)	(11.76%)
Federal	\$523,070	8.01%	\$380,146	265.98%
TOTAL	\$6,533,438	100.00%	\$83,710	1.30%

The **increase** in Local Sources is attributed to an increase in the local tax levy.

The **decrease** in State Sources is attributed to a decrease in state aid.

The **increase** in Federal Sources is due to Federal Stimulus money given to the State of New Jersey and passed on to school districts to replace the loss of state aid.

The following schedule presents a summary of general fund special revenue fund expenditures for the fiscal year ended June 30, 2010 and the increase/decrease in relation to prior year amounts.

Expenditures	Amount	% of Total	Incr/(Decr)	% of Inc/(Decr)
<i>Current:</i>				
Instruction	\$2,267,206	32.30%	\$139,327	6.55%
Undistributed	\$3,588,458	51.12%	(\$96,001)	(2.61%)
Subtotal Current	\$5,855,664	83.42%	\$43,326	0.75%
<i>Capital Outlay</i>	\$20,472	0.29%	(\$63,832)	(75.72%)
<i>Capital Projects</i>	\$712,659	10.15%	712,659	+100%
<i>Special Revenue</i>	\$140,587	2.00%	(\$2,337)	(1.64%)
<i>Debt Service</i>	\$289,926	4.13%	512	0.18%
Grand Total	\$7,019,308	100.00%	\$690,328	10.91%

The **increase** in current expense instruction can be attributed to an increase in both regular and special education tuition costs, and back tuition owed to Warren Hills Regional High School (2007-08).

The **decrease** in current expense undistributed is attributed to energy conservation measures, re-bid of transportation contracts, and a reduction in maintenance expenses.

The **decrease** in capital outlay is attributed to less instructional and non-instructional equipment purchases.

There **increase** in Capital Projects is attributed to the roof replacement and interior renovations to the Oxford Central School (1923 building) projects during summer 2009.

The **increase** in debt service is attributed to a minimal increase in interest as well as the interest on the short-term note for the Referendum 2008 project.

VIII. DEBT ADMINISTRATION: The district's primary long-term debt was refunded in December 2006, saving the district over \$200,000 in interest over the life of the loan. This debt service is recorded as a Special Payable in the amount of \$4,440,000 as detailed in "Notes to the Financial Statements", Note 5. The \$1.3 million for the 2008 referendum is currently financed through a short-term note. The funding will be bonded at the completion of the project, which is estimated to be in August 2011.

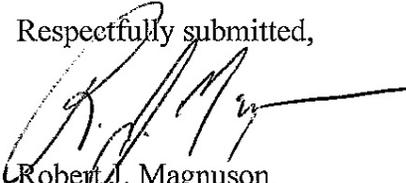
IX. CASH MANAGEMENT: The investment policy of the district is guided in large part by the state statute as detailed in "Notes to the Financial Statements", Note 2. The district has adopted a cash management plan which requires it to deposit public funds in public depositories protected from loss under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

X. RISK MANAGEMENT: The Oxford Township Board of Education carries various forms of insurance, including but not limited to general liability, hazard and theft insurance on property and contents, and fidelity bonds.

XI. OTHER INFORMATION: State statute requires an annual audit by independent certified public accountants or registered municipal accountants. The accounting firm of Ardito & Co., LLP (Accountants and Auditors) was selected by the Board of Education. In addition to meeting the requirements set forth in state statutes, the audit was designed to meet the requirements of the Single Audit Act of 1996 and the related OMB circular A-133 and state Treasury Circular Letter 04-04 AMB. The auditor's report relating specifically to the single audit is included in the single audit section of this report.

XII. ACKNOWLEDGEMENTS: We would like to express our appreciation to the members of the Oxford Township Board of Education 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, knowledgeable and dedicated services of our financial, accounting, and support staff.

Respectfully submitted,



Robert J. Magnuson
Chief School Administrator



Patricia A. Martucci
Business Administrator/Board Secretary

**OXFORD TOWNSHIP SCHOOL DISTRICT
ORGANIZATIONAL CHART
(UNIT CONTROL)**

BOARD OF EDUCATION

CHIEF SCHOOL ADMINISTRATOR

**OFFICE OF THE
BUSINESS
ADMINISTRATOR/
BOARD SECRETARY**

**OFFICE OF THE
VICE PRINCIPAL /
DIRECTOR OF
SPECIAL SERVICES**

**FACULTY, STAFF
AND
CONSULTANTS**

STUDENTS

OXFORD TOWNSHIP SCHOOL DISTRICT

BOARD OF EDUCATION

ROSTER OF OFFICIALS

June 30, 2010

Members of the Board of Education

Term Expires

Robert Hibbett, <i>President</i>	2013
Charles Lauziere, <i>Vice-President</i>	2012
Al Pierro	2013
Linda Koufodontes	2011
Beth A. Miller	2012
Scott McDonald	2011
Kristine McGrath	2011

Other Officials

- Robert Magnuson, *Chief School Administrator*
- Milissa Dachisen, *Vice-Principal and Director of Special Services*
- Patricia A. Martucci, *Board Secretary/Business Administrator*
- James Miller, *Treasurer*
- Michael Selvaggi, Esquire, *Solicitor*

OXFORD TOWNSHIP SCHOOL DISTRICT

BOARD OF EDUCATION

CONSULTANTS AND ADVISORS

AUDIT FIRM

Ardito & Co., LLP
1110 Harrison Street, Suite C
Frenchtown, New Jersey 08825-1192

ATTORNEY

Michael Selvaggi, Esquire
Courter, Kolbert, & Cohen
1001 Route 517
Hackettstown, New Jersey 07840

OFFICIAL DEPOSITORIES

Skylands Community Bank
Route 31
Oxford, New Jersey 07863

State of New Jersey Cash Management Fund
P.O. Box 290
Trenton, New Jersey 08625-0290

Financial Section

Independent Auditor's Report



ARDITO & Co., LLP

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Frenchtown, New Jersey 08825-1192
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Anthony Ardito, CPA, RMA, CMFO, PSA
Douglas R. Williams, CPA, RMA, PSA
Anthony F. Ardito, PA, RMA, PSA

UNQUALIFIED OPINIONS ON BASIC FINANCIAL STATEMENTS ACCOMPANIED BY REQUIRED SUPPLEMENTARY INFORMATION AND SUPPLEMENTARY SCHEDULE OF FEDERAL AND STATE AWARDS AND OTHER SUPPLEMENTARY INFORMATION-GOVERNMENT ENTITY

Independent Auditor's Report

The Honorable President and
Members of the Board of Education
Oxford Township School District
County of Warren
Oxford, New Jersey 07863

We have audited the accompanying financial statements of the governmental activities, the business-type activities and each major fund and the aggregate remaining fund information of the Board of Education of the Oxford Township School District in the County of Warren, State of New Jersey, as of and for the fiscal year ended June 30, 2010, which collectively comprise the District's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the Oxford Township School District Board of Education'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; 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. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinions.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, business-type activities, and each major fund, and the aggregate remaining fund information of the Oxford Township School District Board of Education in the County of Warren, State of New Jersey, as of June 30, 2010, and the respective changes in financial position and cash flows, where applicable, thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.

-Continued-

In accordance with Government Auditing Standards, we have also issued our report dated August 31, 2010, on our consideration of the Oxford Township School District Board of Education's internal control over financial reporting and on 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 an audit performed in accordance with Government Auditing Standards and should be considered in assessing the results of our audit.

The Management Discussion and Analysis and Budgetary Comparison Information on pages 7 through 7.8, and 38 through 49 are not a required part of the basic 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 regarding the methods of measurement and presentation of the required 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 Oxford Township School District Board of Education's basic financial statements. The accompanying introductory section, and other supplementary information such as the combining and individual fund financial statements, long-term debt schedules and statistical information are presented for purposes of additional analysis and are not a required part of the basic 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 basic financial statements and, in our opinion, are fairly stated, in all material respects, in relation to the basic financial statements taken as a whole. The introductory section and statistical information have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we express no opinion on them.

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*, and are not a required part of the basic 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.



Licensed Public School Accountant No. 2369
ARDITO & CO., LLP

Date: August 31, 2010

**Required Supplementary Information -
Part I**

Management's Discussion and Analysis

OXFORD TOWNSHIP SCHOOL DISTRICT

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

The discussion and analysis of Oxford Township School District's financial performance provides an overall review of the School District's financial activities for the fiscal year ended June 30, 2010. The intent of this discussion and analysis is to look at the School District's financial performance as a whole; readers should also review the notes to the basic financial statements and financial statements to enhance their understanding of the School District's financial performance.

Financial Highlights

Key financial highlights for 2010 are as follows:

- ◆ In total, net assets increased \$73,007, which represents a 2.0 percent increase from 2009.
- ◆ General revenues accounted for \$3,585,470 in revenue or 54.2 percent of all revenues. Program specific revenues in the form of charges for services, operating grants and contributions, and capital grants and contributions accounted for \$3,029,528 or 45.8 per cent of total revenues.
- ◆ Total assets of governmental activities increased by \$1,387,470 as cash and cash equivalents increased by \$890,005, receivables increased by \$23,062 and net capital assets increased by \$474,732.
- ◆ The School District had \$6,541,991 in expenses; only \$3,029,528 of these expenses were offset by program specific charges for services, grants or contributions. General Revenues (primarily property taxes) of \$3,585,470 were adequate to provide for these programs.
- ◆ Among major funds, the General Fund had \$6,102,924 in revenues and \$5,876,136 in expenditures. The General Fund's surplus balance increased \$226,788 over 2009. This increase was due to budget efficiencies in the appropriations areas of special education, tuition, plant operations, and student transportation.

Using this Generally Accepted Accounting Principals Report (GAAP)

This annual report consists of a series of financial statements and notes to those statements. These statements are organized so the reader can understand Oxford Township School District as a financial whole, an entire operating entity. The statements then proceed to provide an increasingly detailed look at specific financial activities. The Statement of Net Assets and Statement of Activities provide information about the activities of the whole School District, presenting both an aggregate view of the School District's finances and a longer-term view of those finances. Fund financial statements provide the next level of detail.

For governmental funds, these statements tell how services were financed in the short-term as well as what remains for future spending. The fund financial statements also look at the School District's most significant funds with all other non-major funds presented in total in one column. In the case of Oxford Township School District, the General Fund is by far the most significant fund.

OXFORD TOWNSHIP SCHOOL DISTRICT

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

Reporting the School District as a Whole

Statement of Net Assets and the Statement of Activities

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

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

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

- Governmental activities--All of the School District's programs and services are reported here including instruction, support services, operation and maintenance of plant facilities, pupil transportation and extracurricular activities.
- Business-type Activity--This service is provided on a charge for goods or services basis to recover all the expenses of the goods or services provided. The Food Service enterprise fund is reported as a business activity.

Reporting the School District's Most Significant Funds

Fund Financial Statements

The analysis of the School District's major funds begins on page 10. Fund financial reports provide detailed information about the School District's major funds. The School District uses many funds to account for a multitude of financial transactions. However, these fund financial statements focus on the School District's most significant funds. The School District's major governmental funds are the General Fund, Special Revenue Fund, Capital Projects Fund and Debt Service Fund.

OXFORD TOWNSHIP SCHOOL DISTRICT

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

Governmental Funds

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

The School District as a Whole

Recall that the Statement of Net Assets provides the perspective of the School District as a whole.

Table 1 provides a summary of the School District's net assets for 2010 compared to 2009.

Table 1
Net Assets

	<u>2010</u>	<u>2009</u>
Assets		
Current and Other Assets	\$ 841,187	\$ 460,249
Capital Assets	<u>8,649,863</u>	<u>8,175,131</u>
Total Assets	<u>9,491,050</u>	<u>8,635,380</u>
Liabilities		
Long-Term Liabilities	4,645,420	4,729,871
Other Liabilities	<u>1,592,497</u>	<u>193,583</u>
Total Liabilities	<u>6,237,917</u>	<u>4,923,454</u>
Net Assets		
Invested in Capital Assets, Net of Debt	4,029,863	3,460,131
Restricted	647,150	417,050
Unrestricted	<u>(892,080)</u>	<u>(165,255)</u>
Total Net Assets	<u>\$ 3,784,933</u>	<u>\$ 3,711,926</u>

OXFORD TOWNSHIP SCHOOL DISTRICT

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

Total assets increased \$1,387,740. Cash and cash equivalents increased by \$890,005, receivables increased by \$23,062 and capital assets increased by \$474,732. This increase was directly related to bond anticipation note proceeds for the school facilities capital project.

Table 2 shows the changes in net assets from fiscal year 2009.

Table 2
Changes in Net Assets

	<u>2010</u>	<u>2009</u>
Revenues		
Program Revenues:		
Charges for Services	\$ 57,013	\$ 62,813
Operating Grants and Contributions	2,972,515	2,913,018
General Revenues:		
Property Taxes	3,524,499	3,523,986
Other	<u>60,971</u>	<u>34,284</u>
Total Revenues	<u>6,614,998</u>	<u>6,534,101</u>
Program Expenses		
Instruction	2,867,481	2,712,479
Support Services:		
Tuition	1,649,352	1,744,491
Pupils and Instructional Staff	606,341	633,530
General Administration, School Administration, Business Admin.Serv.	589,861	563,564
Operations and Maintenance of Facilities	425,629	388,375
Pupil Transportation	131,361	180,802
Special Schools	-	-
Business-Type Activities	79,153	80,295
Interest and Fiscal Charges	<u>192,813</u>	<u>197,414</u>
Total Expenses	<u>6,541,991</u>	<u>6,500,950</u>
Increase in Net Assets	<u>\$ 73,007</u>	<u>\$ 33,151</u>

OXFORD TOWNSHIP SCHOOL DISTRICT

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

Governmental Activities

The unique nature of property taxes in New Jersey creates the need to routinely seek voter approval for the School District operations. Property taxes made up 53.3 percent of revenues for governmental activities for the Oxford Township School District for the fiscal year 2010.

Instruction comprises 43.8 percent of district expenses. Support services expenses make up 52.0 percent of the expenses.

The Statement of Activities shows the cost of program services and the charges for services and grants offsetting those services. Table 3 shows the total cost of services and the net cost of services compared to 2009. That is, it identifies the cost of these services supported by tax revenue and unrestricted State entitlements.

Table 3

	Total Cost of Services <u>2010</u>	Net Cost of Services <u>2010</u>	Total Cost of Services <u>2009</u>	Net Cost of Services <u>2009</u>
Instruction	\$ 2,867,481	\$ 1,465,530	\$2,712,479	\$1,406,262
Support Services:				
Tuition	1,649,352	910,703	1,744,491	974,144
Pupils and Instructional Staff	606,341	311,982	633,530	318,510
General Administration, School				
Administration, Business Admin. Serv.	589,861	325,697	563,564	314,701
Operation and Maintenance of Facilities	425,629	235,015	388,375	216,873
Pupil Transportation	131,361	72,532	180,802	100,962
Special Schools	-	-	-	-
Business-Type Activities	79,153	(1,809)	80,295	(3,747)
Interest and Fiscal Charges	192,813	192,813	197,414	197,414
Total Expenses	<u>\$ 6,541,991</u>	<u>\$ 3,512,463</u>	<u>\$ 6,500,950</u>	<u>\$ 3,525,119</u>

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

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

General administration, school administration and business include expenses associated with administrative and financial supervision of the District.

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

OXFORD TOWNSHIP SCHOOL DISTRICT

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

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

Business-type activities includes expenses related to activities provided by the School District which are designed to provide for students to participate in food service and child care.

Interest and fiscal charges involve the transactions associated with the unallocated depreciation.

The dependence upon tax revenues is apparent. Over 51.1 percent of instruction activities are supported through taxes and other general revenues; for all activities general revenue support is 53.7 percent. The community, as a whole, is the primary support for the Oxford Township School District.

The School District's Funds

Information about the School District's major funds starts on page 10 (Balance Sheet/Exhibit B-1) . These funds are accounted for using the modified accrual basis of accounting. All governmental funds had total revenues of \$6,533,438 and expenditures of \$7,019,308. The net change in fund balance for the year was most significant in the general fund, an increase of \$119,994, and in the capital projects fund, a decrease of \$712,659. This was due to budget savings in the general fund areas of special education, student transportation, tuition, and plant operations. The decrease in the capital projects fund is due to temporary financing of the capital project, where the note proceeds are recorded as a liability instead of a revenue. Revenues on the capital project will be realized as the notes are paid, or converted to permanent financing.

General Fund Budgeting Highlights

The School District'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.

During the course of the fiscal 2010 year, the School District amended its General Fund budget as needed. The School District uses program based budgeting and the budgeting systems are designed to tightly control total program budgets but provide flexibility for program management.

For the General Fund, budget basis revenue and other financing sources, excluding TPAF on-behalf amount, was \$5,812,969, \$12,118 over adjusted budgeted estimates of \$5,800,851. This difference was due primarily to additional tuition revenue.

The General fund revenues and other financing sources of the School District exceeded expenditures by approximately \$233,171 compared to a budgeted break-even.

OXFORD TOWNSHIP SCHOOL DISTRICT

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

Capital Assets

At the end of the fiscal year 2010, the School District had \$8,647,648 invested in land, buildings, furniture and equipment, and vehicles. Table 4 shows fiscal 2010 balances compared to 2009.

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

	<u>2010</u>	<u>2009</u>
Land	\$ 550	\$ 550
Land Improvements	68,035	75,875
Buildings and Improvements	8,617,909	8,090,110
Machinery and Equipment	<u>(38,846)</u>	<u>6,207</u>
Totals	<u>\$ 8,647,648</u>	<u>\$ 8,172,742</u>

Overall capital assets increased \$474,906 from fiscal year 2009 to fiscal year 2010, which was entirely due to capital projects spending, net of depreciation.

\$733,131 in capital additions were purchased during fiscal year 2010.

Debt Administration

At June 30, 2010, the School District had \$6,054,620 as outstanding debt. Of this amount \$125,420 is for compensated absences, \$1,309,200 is for bond anticipation notes for the school facilities project, and the balance of \$4,620,000 is for bonds for school construction.

At June 30, 2010, the School District's overall legal debt margin was \$7,110,793 and the unvoted debt margin was \$1,181,593.

For the Future

The Oxford Township School District is in very good financial condition presently. A major concern is the continued enrollment growth of the District with the increased reliance on local property taxes. However, future finances are not without challenges as the community continues to grow and state funding is decreased.

It has been increasingly difficult to balance educational needs with increases in property tax rates. The steady decrease in state aid to offset local property taxes in a predominately bedroom community is thought to be the main reason for the problem. In the past, the District garnered local support of its budget for over 10 years. This problem seems to be statewide and is not exclusive to the Oxford Township School District. The Oxford Township School District is primarily a residential community, with very few ratables, thus the burden is focused on homeowners to bear the tax burden.

OXFORD TOWNSHIP SCHOOL DISTRICT

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

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

Contacting the School District's Financial Management

This financial report is designed to provide our citizens, taxpayers, investors and creditors with a general overview of the School District's finances and to show the School District's accountability for the money it receives. If you have questions about this report or need additional information contact Patricia A. Martucci, School Business Administrator/Board Secretary at Oxford Township School District, 17 Kent Street, Oxford, NJ, 07863.

Basic Financial Statements

DISTRICT-WIDE FINANCIAL STATEMENTS

The statement of net assets and the statement of activities display information about the District. These statements include the financial activities of the overall District, except for fiduciary activities. Eliminations have been made to minimize the double-counting of internal activities. These statements distinguish between the governmental and business-type activities of the District.

OXFORD TOWNSHIP SCHOOL DISTRICT

Exhibit A-1

STATEMENT OF NET ASSETS

June 30, 2010

	<u>GOVERNMENTAL</u> <u>ACTIVITIES</u>	<u>BUSINESS-TYPE</u> <u>ACTIVITIES</u>	<u>TOTAL</u>
ASSETS			
Cash and Cash Equivalents	\$672,925	\$10,827	\$683,752
Receivables from Other Governments	133,624	1,030	134,654
Inventory		2,431	2,431
Restricted Assets:			
Capital Reserve Account - Cash	20,350		20,350
Emergency Reserve - Cash	75,000		75,000
Maintenance Reserve - Cash	50,000		50,000
Tuition Reserve - Cash	406,800		406,800
Capital Assets, Net (Note 6):	8,647,648	2,215	8,649,863
Total Assets	<u>10,006,347</u>	<u>16,503</u>	<u>10,022,850</u>
LIABILITIES			
Temporary Notes Payable	1,309,200		1,309,200
Deferred Revenue	93,700	1,312	95,012
Accrued Interest	88,285		88,285
Noncurrent Liabilities (Note 7):			
Due Within One Year	100,000		100,000
Due Beyond One Year	4,645,420		4,645,420
Total Liabilities	<u>6,236,605</u>	<u>1,312</u>	<u>6,237,917</u>
NET ASSETS			
Invested in Capital Assets, Net of Related Debt	4,027,648	2,215	4,029,863
Restricted for:			
Other Purposes	647,150		647,150
Unrestricted	(905,056)	12,976	(892,080)
Total Net Assets	<u>\$3,769,742</u>	<u>\$15,191</u>	<u>\$3,784,933</u>

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

OXFORD TOWNSHIP SCHOOL DISTRICT

Exhibit A-2

STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2010

	PROGRAM REVENUES			NET(EXPENSE) REVENUE AND CHANGES IN NET ASSETS		TOTAL	
	EXPENSES	CHARGES FOR	OPERATING	CAPITAL	GOVERNMENTAL		BUSINESS-TYPE
		SERVICES	GRANTS AND CONTRIBUTIONS	GRANTS AND CONTRIBUTIONS	ACTIVITIES		ACTIVITIES
Functions/Programs							
Governmental Activities:							
Instruction:							
Regular	\$ 2,226,967		\$ 1,115,103		\$ (1,111,864)	\$ (1,111,864)	
Special Education	630,268		282,260		(348,008)	(348,008)	
Other Special Instruction	10,246		4,588		(5,658)	(5,658)	
Support Services:							
Tuition	1,649,352		738,649		(910,703)	(910,703)	
Student & Instruction Related Services	606,341		294,359		(311,982)	(311,982)	
School Administrative Services	125,902		56,384		(69,518)	(69,518)	
General and Business Admin. Services	463,959		207,780		(256,179)	(256,179)	
Plant Operations and Maintenance	425,629		190,614		(235,015)	(235,015)	
Pupil Transportation	131,361		58,829		(72,532)	(72,532)	
Interest on Long-Term Debt	192,813				(192,813)	(192,813)	
Total Governmental Activities	6,462,838		2,948,566		(3,514,272)	(3,514,272)	
Business-Type Activities:							
Food Service	79,153	\$ 57,013	23,949		\$ 1,809	1,809	
Total Business-Type Activities	79,153	57,013	23,949		1,809	1,809	
Total Primary Government	\$ 6,541,991	\$ 57,013	\$ 2,972,515		\$ (3,514,272)	\$ (3,512,463)	
General Revenues:							
Taxes:							
Property Taxes, Levied for General Purposes, Net				\$ 3,234,572		\$ 3,234,572	
Taxes Levied for Debt Service				289,927		289,927	
Investment Earnings				5,153		5,153	
Miscellaneous Income				55,220	\$ 598	55,818	
Total General Revenues, Special Items, Extraordinary Items and Transfers				3,584,872	598	3,585,470	
Change in Net Assets				70,600	2,407	73,007	
Net Assets—Beginning(As Restated)				3,699,142	12,784	3,711,926	
Net Assets—Ending				\$ 3,769,742	\$ 15,191	\$ 3,784,933	

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

FUND FINANCIAL STATEMENTS

The Individual Fund statements and schedules present more detailed information for the individual fund in a format that segregates information by fund type.

OXFORD TOWNSHIP SCHOOL DISTRICT

Exhibit B-1

BALANCE SHEET
GOVERNMENTAL FUNDS
June 30, 2010

	<u>GENERAL FUND</u>	<u>SPECIAL REVENUE FUND</u>	<u>CAPITAL PROJECTS FUND</u>	<u>DEBT SERVICE FUND</u>	<u>TOTAL GOVERNMENTAL FUNDS</u>
ASSETS					
Cash and Cash Equivalents	\$ 628,533		\$ 596,541	\$ 1	\$ 1,225,075
Receivables from Other Governments	39,924	\$ 93,700			133,624
TOTAL ASSETS	\$ 668,457	\$ 93,700	\$ 596,541	\$ 1	\$ 1,358,699
LIABILITIES AND FUND BALANCES					
Liabilities:					
Temporary Notes Payable			\$ 1,309,200		\$ 1,309,200
Deferred Revenue		\$ 93,700			93,700
Total Liabilities	-	93,700	1,309,200	-	1,402,900
Fund Balances:					
Reserved for:					
For Encumbrances	\$ 28,113				28,113
Capital Reserve	20,350				20,350
Emergency Reserve	75,000				75,000
Maintenance Reserve	50,000				50,000
Tuition Reserve	406,800				406,800
Unreserved, Reported in:					
General Fund-Designated for Subsequent Year's Expend.	95,000				95,000
General Fund	(6,806)				(6,806)
Capital Projects Fund			(712,659)		(712,659)
Debt Service Fund				1	1
Total Fund Balances	668,457	-	(712,659)	1	(44,201)
TOTAL LIABILITIES AND FUND BALANCE	\$ 668,457	\$ 93,700	\$ 596,541	\$ 1	\$ 1,358,699

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

Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds. The cost of the assets is \$10,743,073 and the accumulated depreciation is \$2,095,425.	\$8,647,648
Accrued Interest on Long-term liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported as liabilities in the funds (see Note 7)	(88,285)
Long-term liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported as liabilities in the funds (see Note 7)	(4,745,420)
Net assets of governmental activities	\$ 3,769,742

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

OXFORD TOWNSHIP SCHOOL DISTRICT

Exhibit B-2

STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
 FOR THE YEAR ENDED JUNE 30, 2010

	<u>General Fund</u>	<u>Special Revenue Fund</u>	<u>Capital Projects Fund</u>	<u>Debt Service Fund</u>	<u>Total Governmental Funds</u>
REVENUES					
Local sources:					
Local Tax Levy	\$ 3,234,572			\$ 289,927	\$ 3,524,499
Interest on Capital Reserve Funds	50				50
Miscellaneous	60,323				60,323
Total - Local Sources	3,294,945		-	289,927	3,584,872
State Sources	2,423,346	\$ 2,150			2,425,496
Federal Sources	384,633	138,437			523,070
Total Revenues	6,102,924	140,587	-	289,927	6,533,438
EXPENDITURES					
Current:					
Regular Instruction	1,673,316	117,773			1,791,089
Special Education Instruction	584,390				584,390
Other Special Instruction	9,500				9,500
Support services and undistributed costs:					
Tuition	1,649,352				1,649,352
Student and Instruction Related Services	539,391	22,814			562,205
School Administrative Services	116,737				116,737
Other Administrative Services	430,187				430,187
Plant Operations and Maintenance	394,647				394,647
Pupil Transportation	131,361				131,361
Unallocated Benefits	296,338				296,338
Transfer to Charter School	30,445				30,445
Debt Service:					
Principal				95,000	95,000
Interest and Other Charges				194,926	194,926
Capital Outlay	20,472		712,659		733,131
Total Expenditures	5,876,136	140,587	712,659	289,926	7,019,308
Excess (Deficiency) of Revenues Over Expenditures	226,788	-	(712,659)	1	(485,870)
Net Change in Fund Balances	226,788	-	(712,659)	1	(485,870)
Fund Balance—July 1	441,669				441,669
Fund Balance—June 30	\$ 668,457	-	(712,659)	1	\$ (44,201)

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

OXFORD TOWNSHIP SCHOOL DISTRICT

Exhibit B-3

**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) \$ (485,870)

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	\$ (258,225)	
Capital Outlays	<u>733,131</u>	474,906

Repayment of bond principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net assets and is not reported in the statement of activities. 95,000

In the statement of activities, compensated absences is accrued regardless of when paid. In the governmental funds, compensated absences are reported when paid. This is the amount by which the current year's compensated absence payments exceed the current year's amount earned. 2,113

In the statement of activities, interest on long-term debt in the statement of activities is accrued, regardless of when due. In the governmental funds, interest is reported when due. This is the amount by which current year's amount of interest accrual exceeds the prior year's amount. (15,549)

Change in Net Assets of Governmental Activities \$ 70,600

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

OXFORD TOWNSHIP SCHOOL DISTRICT

Exhibit B-4

STATEMENT OF PROPRIETARY NET ASSETS
 PROPRIETARY FUNDS

June 30, 2010

	<u>Business-Type Activities- Enterprise Funds</u>	
	<u>Food Service</u>	<u>Totals</u>
ASSETS		
Current assets:		
Cash and Cash Equivalents	\$ 10,827	\$ 10,827
Federal and State Accounts Receivable	1,030	1,030
Accounts Receivable-Other		
Inventories	2,431	2,431
Total Current Assets	<u>14,288</u>	<u>14,288</u>
Noncurrent Assets:		
Furniture, Machinery and Equipment	23,340	23,340
Less Accumulated Depreciation	(21,125)	(21,125)
Total Noncurrent Assets	<u>2,215</u>	<u>2,215</u>
	Total Assets	16,503 16,503
LIABILITIES		
Current liabilities:		
Deferred Revenue	1,312	1,312
Total Current Liabilities	<u>1,312</u>	<u>1,312</u>
	Total Liabilities	1,312 1,312
NET ASSETS		
Invested in Capital Assets Net of Related Debt	2,215	2,215
Unrestricted	12,976	12,976
Total Net Assets	<u>\$ 15,191</u>	<u>\$ 15,191</u>

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

**STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET ASSETS
 PROPRIETARY FUNDS
 FOR THE YEAR ENDED JUNE 30, 2010**

	Business-type Activities- Enterprise Fund	
	Food Service	Total Enterprise
Operating Revenues:		
Charges for Services:		
Daily Sales - Reimbursable Programs	\$ 42,183	\$ 42,183
Daily Sales - Non - Reimbursable Programs	14,830	14,830
Miscellaneous	598	598
Total Operating Revenues	57,611	57,611
 Operating Expenses:		
Cost of Sales	40,827	40,827
Salaries	22,546	22,546
Employee Benefits	5,700	5,700
Other Purchased Professional Services	9,906	9,906
Depreciation	174	174
Total Operating Expenses	79,153	79,153
Operating Income (Loss)	(21,542)	(21,542)
 Nonoperating Revenues (Expenses):		
State Sources:		
State School Lunch Program	1,382	1,382
Federal Sources:		
National School Lunch Program	18,654	18,654
Food Distribution Program	3,913	3,913
Total Nonoperating Revenues (Expenses)	23,949	23,949
Income (Loss) Before Contributions and Transfers	2,407	2,407
Transfers In (Out)		
Change in Net Assets	2,407	2,407
Total Net Assets—Beginning	12,784	12,784
Total Net Assets—Ending	\$ 15,191	\$ 15,191

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

OXFORD TOWNSHIP SCHOOL DISTRICT

Exhibit B-6

STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS

For the Year Ended June 30, 2010

	Business-Type Activities- Enterprise Funds	
	Food Service	Total Enterprise
CASH FLOWS FROM OPERATING ACTIVITIES		
Receipts from Customers	\$ 57,611	\$ 57,611
Payments to Employees and Benefits	(28,247)	(28,247)
Payments to Suppliers	(46,347)	(46,347)
Net Cash Provided by (used for) Operating Activities	(16,983)	(16,983)
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES		
State Sources	1,379	1,379
Federal Sources	18,498	18,498
Operating Subsidy Transfers from Other Funds		
Net Cash Provided by (used for) Non-Capital Financing Activities	19,877	19,877
Net Increase (Decrease) in Cash and Cash Equivalents	2,894	2,894
Balances—Beginning of Year	7,933	7,933
Balances—End of Year	\$ 10,827	\$ 10,827
Reconciliation of Operating Income (Loss) to Net Cash Provided (used) by Operating Activities:		
Operating Income (Loss)	\$ (21,542)	\$ (21,542)
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided by (used for) Operating Activities:		
Depreciation and Net Amortization	174	174
Federal Commodities	3,913	3,913
(Increase) Decrease in Inventories	472	472
Total Adjustments	4,559	4,559
Net Cash Provided by (used for) Operating Activities	\$ (16,983)	\$ (16,983)

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

OXFORD TOWNSHIP SCHOOL DISTRICT

Exhibit B-7

STATEMENT OF FIDUCIARY NET ASSETS
FIDUCIARY FUNDS

June 30, 2010

	Unemployment Compensation Trust	Agency Fund
ASSETS		
Cash and Cash Equivalents	\$ 58,438	\$ 51,051
	<u>58,438</u>	<u>51,051</u>
Total Assets	\$ 58,438	\$ 51,051
LIABILITIES		
Accounts Payable		1,167
Payroll Deductions		34,299
Payable to Student Groups	-	<u>15,585</u>
	<u>-</u>	<u>51,051</u>
Total Liabilities	-	\$ 51,051
NET ASSETS		
Held in Trust for Unemployment Claims & Other Purposes	<u>\$ 58,438</u>	<u> </u>

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

OXFORD TOWNSHIP SCHOOL DISTRICT

Exhibit B-8

STATEMENT OF CHANGES IN FIDUCIARY NET ASSETS
FIDUCIARY FUNDS

For the Year Ended June 30, 2010

	Unemployment Compensation <u>Trust</u>
ADDITIONS	
Contributions:	
Board	\$ 65,000
Plan Member	<u>4,831</u>
Total Contributions	<u>69,831</u>
Total Additions	<u>69,831</u>
DEDUCTIONS	
Unemployment Claims	<u>29,141</u>
Total Deductions	<u>29,141</u>
Change in Net Assets	40,690
Net Assets—Beginning of the Year	<u>17,748</u>
Net Assets—End of the Year	<u>\$ 58,438</u>

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

Notes to Financial Statements

OXFORD TOWNSHIP SCHOOL DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2010

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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

In June 1999, the Governmental Accounting Standards Board (GASB) unanimously approved Basic Financial Statements and Management's Discussion and Analysis for State and Local Governments (Statement No.34). This Statement provides for the most significant change in financial reporting in over twenty years and is scheduled for a phase-in implementation period (based on amount of revenues) starting with fiscal years ending 2002 (for larger governments). The District was not required to implement the new model until the 2003-2004 school year.

In addition, the School District has implemented GASB Statement No.37, Basic Financial Statements and Management's Discussion and Analysis for State and Local Governments: Omnibus, Statement No.38, Certain Financial Statement Note Disclosures, Statement No.40, Deposit and Investment Risk Disclosures, an amendment of GASB Statement No.3, and Statement 44, Economic Condition Reporting: The Statistical Section (GASB 44), an amendment of NCGA Statement 1, Governmental Accounting and Financial Reporting Principles is found in the Introduction, a revised statistical section in the Outline of the CAFR, and Accounting and Financial Reporting by Employers for Postemployment Benefits Other Than Pensions (GASB 45). The implementation of these statements had no effect on equity balances as previously reported for the fiscal year ended June 30, 2009.

A. Reporting Entity:

The Oxford Township School District is a Type II district located in the County of Warren, State of New Jersey. As a Type II district, the School District functions independently through a Board of Education. The board is comprised of five members elected to three-year terms. The purpose of the district is to educate students in grades K-8. The Oxford Township School District had an approximate enrollment at June 30, 2010, of 288 students.

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

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

OXFORD TOWNSHIP SCHOOL DISTRICT

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

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

B. Basis of Presentation, Basis of Accounting:

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

Basis of Presentation

District-wide Statements: The statement of net assets and the statement of activities display information about the District as a whole. These statements include the financial activities of the overall District, except for fiduciary activities. Eliminations have been made to minimize the double-counting of internal activities. These statements distinguish between the governmental and business-type activity of the District. Governmental activities generally are financed through taxes, intergovernmental revenues, and other nonexchange transactions. Business-type activities are financed in whole or in part by fees and charged to external parties. The statement of net assets presents the financial condition of the governmental and business-type activity of the School District at fiscal year end. The statement of activities presents a comparison between direct expenses and program revenues for the business-type activity of the District and for each function of the District's governmental activities. Direct expenses are those that are specifically associated with a program or function and,

therefore, are clearly identifiable to a particular function. Program revenues include (a) fees and charges paid by the recipients of goods or services offered by the programs and (b) grants and contributions that are restricted to meeting the operational or capital requirements of a particular program. Revenues that are not classified as program revenues, including all taxes, are presented as general revenues. The comparison of direct expenses with program revenues identifies the extent to which each governmental function or business segment is self-financing or draws from the general revenues of the School District.

Fund Financial Statements: During the fiscal year, the School District segregates transactions related to certain School District functions or activities in separate funds in order to aid financial management and to demonstrate legal compliance. The fund financial statements provide information about the District's funds, including its fiduciary funds. Separate statements for each fund category—*governmental, proprietary, and fiduciary*—are presented. The New Jersey Department of Education (NJDOE) has elected to require New Jersey districts to treat each governmental fund as a major fund in accordance with the option noted in GASB No.34, paragraph 76. The NJDOE believes that the presentation of all funds as major is important for public interest and to promote consistency among district financial reporting models.

GOVERNMENTAL FUNDS

The District reports the following governmental funds:

General Fund - The General Fund is the general operating fund of the District and is used to account for all expendable financial resources except those required to be accounted for in another fund. Included are certain expenditures for vehicles and movable instructional or noninstructional equipment which are classified in the Capital Outlay subfund.

OXFORD TOWNSHIP SCHOOL DISTRICT

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

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

B. Basis of Presentation, Basis of Accounting (Continued):

GOVERNMENTAL FUNDS (Continued)

As required by the New Jersey State Department of Education, the 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. Resources for budgeted capital outlay purposes are normally derived from State of New Jersey Aid, district taxes 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). The financial resources are derived from temporary notes or serial bonds that are specifically authorized by the voters as a separate question on the ballot either during the annual election or at a special election.

Debt Service Fund - The Debt Service Fund is used to account for 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 FUNDS

The District reports the following proprietary fund:

Enterprise (Food Service) Fund - The Enterprise Fund accounts for all revenues and expenses pertaining to the Board's cafeteria operations. The food service fund is utilized to account for operations that are financed and operated in a manner similar to private business enterprises. The stated intent is that the costs (i.e. expenses including depreciation and indirect costs) of providing goods or services to the students on a continuing basis be financed or recovered primarily through user charges.

OXFORD TOWNSHIP SCHOOL DISTRICT

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

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

B. Basis of Presentation, Basis of Accounting (Continued):

Additionally, the District reports the following fund type:

Fiduciary Funds - The Fiduciary Funds are used to account for assets held by the District on behalf of others and include the Student Activities Fund, Payroll Agency Fund and Unemployment Compensation Trust Fund.

Basis of Accounting

Basis of accounting determines when transactions are recorded in the financial records and reported on the financial statements.

District-wide, Proprietary, and Fiduciary Fund Financial Statements: The District-wide financial statements are prepared using the accrual basis of accounting. Governmental funds use the modified accrual basis of accounting; the enterprise fund and fiduciary funds use the accrual basis of accounting. Differences in the accrual and modified accrual basis of accounting arise in the recognition of revenue, the recording of deferred revenue, and in the presentation of expenses versus expenditures. Ad Valorem (Property) Taxes are susceptible to accrual as under New Jersey Statute as the municipality is required to remit to its school district the entire balance of taxes in the amount voted upon or certified prior to the end of the school year. The District records the entire approved tax levy as revenue (accrued) at the start of the fiscal year, since the revenue is both measurable and available. The District is entitled to receive monies under the established payment schedule and the unpaid amount is considered to be an "accounts receivable". Revenue from grants, entitlements and donations is recognized in the fiscal year in which all

Governmental Fund Financial Statements: Governmental funds are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Under this method, revenues are recognized when measurable and available. "Measurable" means the amount of the transaction can be determined and "available" means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period. Expenditures are recorded when the related fund liability is incurred, except for principal and interest on general long-term debt, claims and judgments, and compensated absences, which are recognized as expenditures to the extent they have matured. General capital asset acquisitions are reported as expenditures in governmental funds. Proceeds of general long-term debt and acquisitions under capital leases are reported as other financing sources.

All governmental and business-type activities and enterprise funds of the District follow FASB Statements and Interpretations issued on or before November 30, 1989, Accounting Principles Board Opinions, and Accounting Research Bulletins, unless those pronouncements conflict with GASB pronouncements.

OXFORD TOWNSHIP SCHOOL DISTRICT

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

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

C. 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 for approval and are voted upon at the annual school election on the third Tuesday in April. Budgets are prepared using the modified accrual basis of accounting, except for the special revenue funds. 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.2(m)1. All budget amendments/transfers must be approved by School Board resolution. In addition, transfers are also covered by changes in N.J.A.C. 6A:23A-2.3 that can require approval through the state department. All budget amounts presented in the accompanying supplementary information reflect the original budget and the amended budget (which have been adjusted for legally authorized revisions of the annual budgets during the year).

Appropriations, except remaining project appropriations, encumbrances and unexpended grant appropriations, lapse at the end of each fiscal year. The capital projects fund presents the remaining project appropriations compared to current year expenditures.

Formal budgetary integration into the accounting system is employed as a management control device during the fiscal year. For governmental funds, there are no substantial differences between the budgetary basis of accounting and 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.

D. Encumbrance Accounting:

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 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.

OXFORD TOWNSHIP SCHOOL DISTRICT
 NOTES TO BASIC FINANCIAL STATEMENTS
 FOR THE FISCAL YEAR ENDED JUNE 30, 2010

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

E. Assets, Liabilities and Equity:

Cash and Cash Equivalents:

Cash and cash equivalents includes petty cash, change funds, amounts in deposits, money market accounts and short-term investments with original maturities of three months or less.

Interfund Transactions:

Transfers between governmental and business-type activities on the District-wide statements are reported in the same manner as general revenues.

Exchange transactions between funds are reported as revenues in the seller funds and as expenditures/expenses in the purchaser funds. Flows of cash or goods from one fund to another without a requirement for repayment are reported as interfund transfers. Interfund transfers are reported as other financing sources/uses in governmental funds and after non-operating revenues/expenses in the enterprise fund. Repayments from funds responsible for particular expenditures/expenses to the funds that initially paid for them are not presented on the financial statements.

Inventories:

Inventory purchases, other than those recorded in the enterprise fund, are recorded as expenditures during the year of purchase. Enterprise fund inventories are valued at cost, which approximates market, using the first-in, first-out (FIFO) method.

Allowance for Uncollectible Accounts:

No allowance for uncollectible accounts has been recorded as all amounts are considered collectible.

Capital Assets:

The District has established a formal system of accounting for its capital assets. Purchased or constructed capital assets are reported at cost. Donated capital assets are valued at their estimated fair market value on the date received. The cost of normal maintenance and repairs that do not add to the value of the asset or materially extend assets' lives are not capitalized. The School District does not possess any infrastructure. The capitalization threshold used by school districts in the State of New Jersey is \$2,000.

All reported capital assets except for land and construction in progress are depreciated. Depreciation is computed using the straight-line method under the half-year convention over the following estimated useful lives:

<u>Asset Class</u>	<u>Estimated Useful Lives</u>
School Buildings	50
Building Improvements	20
Electrical/Plumbing	30
Vehicles	8
Office and Computer Equipment	5-10
Instructional Equipment	10
Grounds Equipment	15

OXFORD TOWNSHIP SCHOOL DISTRICT

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

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

E. Assets, Liabilities and Equity (Continued):

In the fund financial statements, fixed assets used in governmental fund operations are accounted for as capital outlay expenditures of the governmental fund upon acquisition. Fixed assets are not capitalized and related depreciation is not reported in the fund financial statements.

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 instructional employees are granted sick leave in amounts under the District's contractual policies. Sick leave benefits provide for ordinary sick pay and begin vesting with the employee after initial service and become eligible after fifteen years of service and payment is based upon retirement in the state pension system.

The liability for compensated absences was accrued using the termination payment method, whereby the liability is calculated based on the amount of sick leave that is expected to become eligible for payment upon termination. The District estimates its accrued compensated absences liability based on the accumulated sick and vacation days at the balance sheet date by those employees who are currently eligible to receive termination payments. Salary related payments for the employer's share of social security and medicare taxes, as well as pension contributions, are included.

For the District-wide Statements, the current portion is the amount estimated to be used in the following year. In accordance with GAAP, for the governmental funds, in the Fund Financial Statements, all of the compensated absences are considered long-term and therefore, are not a fund liability and represents a reconciling item between the fund level and District-wide presentations.

Deferred Revenue:

Deferred revenue arises when assets are recognized before revenue recognition criteria have been satisfied. Property taxes for which there is an enforceable legal claim as of June 30, 2010, but which were levied to finance fiscal year 2011 operations, have been recorded as deferred revenue. Grants and entitlement received before the eligible requirements are met are also recorded as deferred revenue.

Accrued Liabilities and Long-Term Obligations:

All payables, accrued liabilities and long-term obligations are reported on the District-wide financial statements. In general, governmental fund payables and accrued liabilities that, once incurred, are paid in a timely manner and in full from current financial resources, are reported as obligations of the funds. However, contractually required pension contributions and compensated absences that are paid from governmental funds are reported as liabilities on the fund financial statements only to the extent that they are due for payment during the current year. Bonds are recognized as a liability on the fund financial statements when due.

OXFORD TOWNSHIP SCHOOL DISTRICT

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

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

E. Assets, Liabilities and Equity (Continued):

Net Assets:

Net assets represent the difference between assets and liabilities. Net assets invested in capital assets, net of related debt consists of capital assets, net of accumulated depreciation, reduced by the outstanding balance of any borrowing used for the acquisition, construction or improvement of those assets. Net assets are reported as restricted when there are limitations imposed on their use either through the enabling legislation adopted by the School District or through external restrictions imposed by creditors, grantors or laws or regulations of other governments. The School District's policy is to first apply restricted resources when an expense is incurred for purposes for which both restricted and unrestricted net assets are available.

Fund Balance Reserves:

The School District reserves those portions of fund balance which are legally segregated for a specific future use or which do not represent available expendable resources and, therefore, are not available for appropriation or expenditure. Unreserved fund balance indicates that portion which is available for appropriation in future periods. A fund balance reserve has been established for encumbrances.

Revenues—Exchange and Nonexchange Transactions

Revenue resulting from exchange transactions, in which each party gives and receives essentially equal value, is recorded on the accrual basis when the exchange takes place. On the modified accrual basis, revenue is recorded in the fiscal year in which the resources are measurable and become available. Available means the resources will be collected within the current fiscal year or are expected to be collected soon enough thereafter to be used to pay liabilities of the current fiscal year. For the District, available means within sixty days of the fiscal year end.

Nonexchange transactions, in which the School District receives value without directly giving equal value in return, include property taxes, income taxes, grants, entitlements and donations. On the accrual basis, revenue from property taxes is recognized in the fiscal year for which the taxes are levied. Revenue from income taxes is recognized in the period in which the income is earned. Revenue from grants, entitlements and donations is recognized in the fiscal year in which all eligibility requirements have been satisfied.

Eligibility requirements include timing requirements, which specify the year when the resources are required to be used or the fiscal year when use is first permitted; matching requirements, in which the School District must provide local resources to be used for a specified purpose; and expenditure requirements, in which the resources are provided to the School District on a reimbursement basis. On the modified accrual basis, revenue from nonexchange transactions must also be available before it can be recognized.

Under the modified accrual basis, the following revenue sources are considered to be both measurable and available at fiscal year end: property taxes available as an advance, interest and tuition.

OXFORD TOWNSHIP SCHOOL DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2010

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

E. Assets, Liabilities and Equity (Continued):

Operating Revenues and Expenses:

Operating revenues are those revenues that are generated directly from the primary activity of the enterprise fund. For the School District, these revenues are sales for food service. Operating expenses are necessary costs incurred to provide the service that is the primary activity of the enterprise fund.

Allocation of Indirect Expenses:

The District reports all direct expenses by function in the Statement of Activities. Direct expenses are those that are clearly identifiable with a function. Indirect expenses are allocated to functions but are reported separately in the Statement of Activities. Employee benefits, including the employer's share of social security, workers compensation and medical and dental benefits, were allocated based on salaries of that program. Depreciation expense, where practicable, is specifically identified by function and is included in the indirect expense column of the Statement of Activities. Depreciation expense, that could not be attributed to a specific function, is considered an indirect expense and is reported separately on the Statement of Activities. Interest on long-term debt is considered an indirect expense and is reported separately on the Statement of Activities.

Extraordinary and Special Items:

Extraordinary items are transactions or events that are unusual in nature and infrequent in occurrence. Special items are transactions or events that are within the control of management and are either unusual in nature or infrequent in occurrence. Neither of these types of transactions occurred during the fiscal year.

Management Estimates:

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of revenues and expenditures/expenses during the reporting period. Actual results could differ from those estimates.

NOTE 2: CASH AND CASH EQUIVALENTS

Deposits:

New Jersey statutes require that school districts deposit public funds in public depositories located in New Jersey, which are insured by the Federal Deposit Insurance Corporation, the Federal Savings and Loan Insurance Corporation, or by any other agency of the United States that insures deposits made in public depositories. School districts are also permitted to deposit public funds in the State of New Jersey Cash Management Fund.

OXFORD TOWNSHIP SCHOOL DISTRICT

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

NOTE 2: CASH AND CASH EQUIVALENTS (Continued)

New Jersey statutes require public depositories to maintain collateral for deposits of public funds that exceed depository insurance limits as follows:

The market value of the collateral must equal at least 5% of the average daily balance of collected public funds on deposit.

In addition to the above collateral requirement, if the public funds deposited exceed 75% of the capital funds of the depository, the depository must provide collateral having a market value at least equal to 100% of the amount exceeding 75%.

All collateral must be deposited with the Federal Reserve Bank of New York, the Federal Reserve Bank of Philadelphia, the Federal Home Loan Bank of New York, or a banking institution that is a member of the Federal Reserve System and has capital funds of not less than \$25,000,000.

Pursuant to GASB Statement No. 40, "Deposit and Investment Risk Disclosures" ("GASB 40"), the district's accounts are profiled in order to determine exposure, if any, to Custodial Credit Risk (risk that in the event of failure of the counterparty the district would not be able to recover the value of its deposits or investment). Deposits are considered to be exposed to Custodial Credit Risk if they are: uncollateralized or collateralized with securities held by the financial institution's trust department or agent but not in the government's name. At June 30, 2010, all of the district's deposits were collateralized by securities held in its name and, accordingly, not exposed to custodial credit risk. The district does not have a policy for custodial credit risk.

As of June 30, 2010, cash and cash equivalents of the District consisted of the following:

	<u>Cash and Cash Equivalents (A-1)</u>	<u>Cash and Cash Equivalents (B-7)</u>	<u>Total</u>
Checking	\$601,646	\$109,489	\$711,135
	\$601,646	\$109,489	\$711,135

The carrying amount of the Board's cash and cash equivalents at June 30, 2010, was \$711,135 and the bank balance was \$1,160,121. All bank balances were covered by federal depository insurance and/or covered by a collateral pool maintained by the banks as required by New Jersey statutes. Of these bank balances, \$250,000 was covered by federal depository insurances and \$910,121 was covered by collateral pool.

OXFORD TOWNSHIP SCHOOL DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2010

NOTE 2: CASH AND CASH EQUIVALENTS (Continued)

Investments:

Pursuant to the Enabling Act, the funds of the district may be invested in any direct obligations of, or obligations as to which the principal and interest thereof is guaranteed by, the United States of America or other obligations as the district may approve.

In order to maximize liquidity, the district utilizes the New Jersey Cash Management Fund ("NJCMF") as its sole investments. The NJCMF is administered by the New Jersey Department of Treasury. It invests pooled monies from various State and non-State agencies in primarily short-term investments. These investments include: U.S. Treasuries, short-term Commercial Paper, U.S. Agency Bonds, Corporate Bonds, and Certificates of Deposit. Agencies that participate in the NJCMF typically earn returns that mirror short-term investment rates. Monies can be freely added or withdrawn from the NJCMF on a daily basis without penalty.

At June 30, 2010, the district's balance was \$634,256

Custodial Credit Risk: Pursuant to GASB 40, the NJCMF, which is a pooled investment, is exempt from custodial credit risk disclosure. The district does not have a policy for custodial credit risk.

Credit Risk: The district does not have an investment policy regarding the management of credit risk. GASB 40 requires that disclosure be made as to the credit rating of all debt security investments except for obligations of the U.S. government or investments guaranteed by the U.S. government. The NJCMF is not rated by a rating agency.

Interest Rate Risk: The district does not have a policy to limit interest rate risk. The average maturity of the district's investments is less than one year.

OXFORD TOWNSHIP SCHOOL DISTRICT

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

NOTE 3: RECEIVABLES

Receivables at June 30, 2010, consisted of intergovernmental receivables for grants and lunch reimbursements. All receivables are considered collectible in full. A summary of the principal items of intergovernmental receivables follows:

	<u>Governmental Fund Financial Statements</u>	<u>Government-Wide Financial Statements</u>
State Aid	\$39,924	\$39,994
Federal Aid	93,700	94,660
Gross Receivable-Governm.	133,624	134,654
Other Receivables	-	-
Less: Allow. for Uncollectibles	-	-
Total Receivables, Net	\$133,624	\$134,654

NOTE 4: INVENTORY

Inventory in the Food Service Fund at June 30, 2010, consisted of the following:

Food	\$ 1,826
Supplies	605
Total	\$ 2,431

The value of Federal donated commodities as reflected on Schedule A (required by the Single Audit Law of 1996, as revised) is the difference between market value and cost of the commodities at the date of purchase and has been included as an item of nonoperating revenue in the financial statements.

NOTE 5: DEFERRED BOND ISSUANCE COSTS

In governmental funds, debt issuance costs are recognized in the current period. For the District-wide financial statements, governmental activity debt issuance costs are amortized straight-line over the life of the specific bonds (18 to 20 years). The costs associated with the issued of the various bonds are immaterial and are not amortized on the District-wide financial statements.

OXFORD TOWNSHIP SCHOOL DISTRICT

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

NOTE 6: CAPITAL ASSETS

Capital asset activity for the fiscal year ended June 30, 2010, was as follows:

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Retirements</u>		<u>Ending Balance</u>
Governmental Activities:					
<i>Capital Assets Not Being Depreciated:</i>					
Land	\$ 550				\$ 550
Construction in Progress					
Total Capital Assets Not Being Depreciated	550				550
<i>Capital Assets Being Depreciated:</i>					
Land Improvements	156,800				156,800
Buildings and Building Improvements	9,555,536	\$ 712,659			10,268,195
Machinery and Equipment	297,056	20,472			317,528
Total at Historical Cost	10,009,392	733,131			10,742,523
Less Accumulated Depreciation for:					
Land Improvements	(80,925)	(7,840)			(88,765)
Building and Improvements	(1,465,426)	(184,860)			(1,650,286)
Equipment	(290,849)	(65,525)			(356,374)
Total Accumulated Depreciation	(1,837,200)	(258,225)			(2,095,425)
Total Capital Assets Being Depreciated, net of Accumulated Depreciation	8,172,192	474,906			8,647,098
Government Activity Capital Assets, Net	\$ 8,172,742	\$474,906			\$ 8,647,648

On January 11, 2001, the NJ State Department of Education announced that effective July 1, 2001, the capitalization threshold used by school districts in the State of New Jersey is increased to \$2,000. The previous threshold was \$500. Applying the higher capitalization threshold retroactively (removal of old assets from the General Fixed Assets Account Group) will be permitted by the State regulations in situations where (1) the assets have been fully depreciated, or (2) the assets have exceeded their useful lives. The retirement of machinery and equipment is due to the retroactive application of the higher threshold of equipment capitalization. That is, the District has removed from their records assets with a historical cost greater than \$500 but not greater than \$2,000 that were fully depreciated or had exceeded their useful lives.

Depreciation expense was charged to functions as follows:

Regular Instruction	\$ 258,225
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OXFORD TOWNSHIP SCHOOL DISTRICT

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

NOTE 7: LONG-TERM OBLIGATIONS

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

A. Long-Term Obligation Activity:

Changes in long-term obligations for the year ended June 30, 2010, are as follows:

	<u>Balance</u> <u>7/1/09</u>	<u>Increases</u>	<u>Decreases</u>	<u>Balance</u> <u>6/30/10</u>	<u>Amounts</u> <u>Due Within</u> <u>One Year</u>
Governmental Activities:					
Bonds Payable:					
General Obligation Debt	\$4,715,000		(\$95,000)	\$4,620,000	\$95,000
Other Liabilities:					
Compensated Absences Payable	109,871	\$15,549		125,420	
Total	\$4,824,871	\$15,549	(\$95,000)	\$4,745,420	\$95,000

Compensated absences and capital leases have been liquidated in the General Fund.

Interest paid on debt issued by the District is exempt from federal income taxes. Because of this, bond holders are willing to accept a lower interest rate than they would on taxable debt. The District temporarily reinvests the proceeds of such debt in higher-yielding taxable securities, especially during construction projects. The federal tax code refers to this as arbitrage.

Earnings in excess of the yield on the debt issue are rebated to the federal government based on requirements in the Internal Revenue Code. Arbitrage rebate payable represents amounts due to the Internal Revenue Service for interest earned on unspent bond proceeds that exceeds legally allowable returns.

Rebatable arbitrage liabilities related to District debt are not recorded in governmental funds. There is no recognition in the balance sheet or income statement until rebatable amounts are due and payable to the federal government. Thus, rebatable arbitrage liabilities related to governmental debt will be accrued as incurred at least annually (at fiscal year end) on the District-wide financial statements.

For the year ended June 30, 2010, it is not necessary for the Board to establish a liability for arbitrage rebate.

	Government Activities			<u>Balance</u> <u>June 30, 2010</u>
	<u>Issue</u> <u>Dates</u>	<u>Interest</u> <u>Rates</u>	<u>Date of</u> <u>Maturity</u>	
General School Renovations				
Bonds Payable-Series 2006	12/14/06	3.625%-4.35%	7/15/2032	\$ 4,425,000
Bonds Payable-Series 2001	10/18/00	4.9%-5.0%	7/15/2011	195,000
Total Bonds				\$ 4,620,000

OXFORD TOWNSHIP SCHOOL DISTRICT
 NOTES TO BASIC FINANCIAL STATEMENTS
 FOR THE FISCAL YEAR ENDED JUNE 30, 2010

NOTE 7: LONG-TERM OBLIGATIONS (Continued)

B. Debt Service Requirements:

Debt Service requirements on serial bonds payable at June 30, 2010, is as follows:

<u>Year Ending June 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2011	\$ 100,000	\$ 190,194	\$ 290,194
2012	105,000	185,216	290,216
2013	125,000	180,557	305,557
2014	130,000	175,911	305,911
2015	140,000	171,197	311,197
Thereafter	<u>4,020,000</u>	<u>1,790,035</u>	<u>5,810,035</u>
	<u>\$ 4,620,000</u>	<u>\$ 2,693,110</u>	<u>\$ 7,313,110</u>

As of June 30, 2010, the District had \$1,309,200 in authorized bond anticipation notes outstanding. This amount was issued on August 3, 2009. This amount was approved by the voters on December 9, 2009 for a school renovation project.

C. Advance Refunding:

The 2006 School Bonds were issued to advance refund a portion of the 2001 School Bonds in the amount of \$4,170,000 and provide for accrued interest, non-callable interest, and costs of issuance. The balance outstanding on the refunded 2001 School Bonds was \$195,000 at June 30, 2010.

NOTE 8: PENSION PLANS

Description of Plans - 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, PO Box 295, Trenton, New Jersey, 08625.

Teachers' Pension and Annuity Fund (TPAF) - The Teachers' Pension and Annuity Fund was established as of January 1, 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 non-contributing 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.

OXFORD TOWNSHIP SCHOOL DISTRICT

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

NOTE 8: PENSION PLANS (Continued)

Public Employees' Retirement System (PERS) - The Public Employees' Retirement System (PERS) was established as of January 1, 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, district, 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 for PERS are set by N.J.S.A. 43:15A and 43.3B, and N.J.S.A. 18A:66 for TPAF. All benefits vest after eight to ten years of service, except for medical benefits that vest after 25 years of service. Retirement benefits for age and service are available at age 55 and are generally determined to be 1/55 of the final average salary for each year of service credit, as defined. Final average salary equals the average salary for the final three years of service prior to retirement (or highest three years' compensation if other than the final three years).

Members may seek early retirement after achieving 25 years of service credit or they may elect deferred retirement after achieving eight to ten years of service in which case benefits would begin the first day of the month after the member attains normal retirement age. The TPAF and PERS provides for specified medical benefits for members who retire after achieving 25 years of qualified service, as defined, or under the disability provisions of the System. Members are always fully vested for their own contributions and, after three years of service credit, become vested for 2% of related interest earned on the contributions. In the case of death before retirement, members' beneficiaries are entitled to full interest credited to the members' accounts.

Significant Legislation - 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 1/2 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, 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 Districts' normal contributions to the Fund may be reduced based on the revaluation of assets.

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% 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 non-contributing employer of the TPAF.

Three-Year Trend Information for PERS

<u>Year</u> <u>Funding</u>	<u>Annual</u> <u>Pension</u> <u>Cost (APC)</u>	<u>Percentage</u> <u>of APC</u> <u>Contributed</u>	<u>Net</u> <u>Pension</u> <u>Obligation</u>
6/30/2010	\$32,398	100 %	-0-
6/30/2009	\$27,515	100	-0-
6/30/2008	\$21,101	100	-0-

OXFORD TOWNSHIP SCHOOL DISTRICT

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

NOTE 8: PENSION PLANS (Continued)

<u>Three-Year Trend Information for TPAF (Paid on-behalf of the District)</u>			
<u>Year</u> <u>Funding</u>	<u>Annual</u> <u>Pension</u> <u>Cost (APC)</u>	<u>Percentage</u> <u>of APC</u> <u>Contributed</u>	<u>Net</u> <u>Pension</u> <u>Obligation</u>
6/30/2010	-0-	100 %	-0-
6/30/2009	-0-	100	-0-
6/30/2008	-0-	100	-0-

During the fiscal year ended June 30, 2010, the State of New Jersey did contribute \$136,083 to the TPAF for 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 \$160,255 during 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 District-wide financial statements, and the fund-based statements and schedules as revenues and expenditures in accordance with GASB Statement No.24.

NOTE 9: POST-RETIREMENT BENEFITS

P.L. 1987, c. 384 and P.L. 1990, c.6 required Teachers' Pensions and Annuity Fund (TPAF) and the Public Employees' Retirement System (PERS), respectively, to fund post-retirement medical benefits for those State employees who retire after accumulating 25 years of credited service or on a disability retirement. P.L. 2007, c.103 amended the law to eliminate the funding of post-retirement medical benefits through the TPAF and PERS. It created separate funds outside of the pension plans for the funding and payment of post-retirement medical benefits for retired State employees and retired educational employees. As of June 30, 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 pre-funding basis to a pay-as-you-go basis beginning in Fiscal Year 1994.

The State is also responsible for the cost attributable to P.L. 1992 c. 126, which provides 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.

GASB Statement #45 requires certain disclosures relating to governmental entities obligations for other post-employment benefits (OPEB), which are post-employment benefits other than pensions. The District does not provide post-employment benefits other than pension. Healthcare provided to eligible TPAF and PERS board of education retirees through the NJ State Health Benefits Program are paid by the the State of New Jersey and as such, no district OPEB liability exists.

OXFORD TOWNSHIP SCHOOL DISTRICT

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

NOTE 10: DEFERRED COMPENSATION

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

Life USA
Templeton

NOTE 11: 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 instructional employees are granted sick leave in amounts under the District's contractual policies. Sick leave benefits provide for ordinary sick pay and begin vesting with the employee after initial service and become eligible after fifteen years of service and payment is based upon retirement in the state pension system.

In the district-wide *Statement of Assets*, the liabilities whose average maturities are greater than one year should be reported in two components--the amount due within one year and the amount due in more than one year.

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 12: RISK MANAGEMENT

The District is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; 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 its 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 District contributions, employee contributions, reimbursements to the State for benefits paid and the ending balance of the District's expendable trust fund for the current and previous two years:

OXFORD TOWNSHIP SCHOOL DISTRICT

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

NOTE 12: RISK MANAGEMENT - (CONTINUED)

<u>Fiscal Year</u>	<u>District Contributions</u>	<u>Employee Contributions</u>	<u>Amount Reimbursed</u>	<u>Ending Balance</u>
2009-2010	\$65,000	\$4,831	\$29,141	\$58,438
2008-2009	\$20,000	\$4,843	\$49,237	\$17,748
2007-2008	\$10,000	\$4,312	\$15,729	\$42,142

NOTE 13: CONTINGENT LIABILITIES

GRANT PROGRAMS

The Board participates in state and federally assisted grant programs. These programs are subject to program compliance audits by the grantors or their representatives. The Board is potentially liable for any expenditures which may be disallowed pursuant to the terms of these grant programs. Management is not aware of any material items of noncompliance which would result in the disallowance of program expenditures.

LITIGATION

There are no material threatened litigations, claims or assessments, including unasserted claims and assessments known to the Board.

NOTE 14: FUND BALANCE APPROPRIATED

General Fund (Exhibit B-1)- Of the \$668,457 General Fund fund balance at June 30, 2010, \$75,000 is reserved as emergency reserve in accordance with P.L. 2007 c.62; \$50,000 is reserved as maintenance reserve in accordance with P.L. 2007 c.62; \$28,113 is reserved for encumbrances; \$406,800 is reserved for tuition adjustment in accordance with N.J.A.C. 6A:23-3.1(f)(8); \$20,350 is reserved for Capital Reserve; \$95,000 has been appropriated and included as anticipated revenue for the year ending June 30, 2011; and (\$6,806) is unreserved and undesignated.

NOTE 15: CALCULATION OF EXCESS SURPLUS

The designation for Reserved Fund Balance – Excess Surplus is a required calculation pursuant to N.J.S.A. 18A:7F-7, as amended. New Jersey school districts are required to reserve General Fund fund balance at the fiscal year end of June 30 if they did not appropriate a required minimum amount as budgeted fund balance in their subsequent years' budget. The excess fund balance at June 30, 2010 is \$-0-.

NOTE 16: INTERFUND RECEIVABLES AND PAYABLES

There are no Interfund receivables and payables as of June 30, 2010.

OXFORD TOWNSHIP SCHOOL DISTRICT

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

NOTE 17: CAPITAL RESERVE ACCOUNT

A capital reserve account was established by the Oxford Township School District Board of Education by inclusion of \$20,000 in the 2006-2009 annual capital outlay budget 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 appropriate additional amounts when the express approval of the voters has been obtained either by a separate proposal at budget time or by a special question at one of the four special elections authorized pursuant to N.J.S.A. 19:60-2. Pursuant to N.J.A.C. 6A:23-2.13(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	\$ 20,250
Interest Earnings	100
Deposits	
Approved at April 2010 Election	
Ending Balance, June 30, 2010	<u>\$ 20,350</u>

NOTE 18: DEFICIT FUND BALANCES

The District has an accumulated deficit of \$712,659 in the Capital Projects Fund as of June 30, 2010. This deficit is the result of the district utilizing temporary financing to fund expenditures for certain capital projects. As the District permanently finances these appropriations the District will realize as revenues the proceeds of the financing. This deficit does not indicate that the District is facing financial difficulties and is a permitted practice under generally accepted accounting principles.

NOTE 19: TUITION ADJUSTMENTS

A comparison of tentative tuition charges and actual certified tuition charges was made by the receiving district for fiscal year 2007-2008 and certified by the state department. The resulting 2007-2008 tuition adjustment charge of \$176,292, in accordance with N.J.A.C 6a:23-3.1(f)3, is due in fiscal year 2010-2011, however was paid one year early in the 2009-2010 fiscal year.

The district has established a tuition reserve for future tuition adjustments, pursuant to N.J.A.C. 6A:23-3.1(f), in an amount of 10% of the formal receiving/sending contract. \$150,000 has been reserved for the 2007-2008 tuition adjustment due in fiscal year 2010-2011, \$121,800 has been reserved for the 2008-2009 tuition adjustment also due in fiscal year 2010-2011, and \$135,000 has been reserved for the 2009-2010 tuition adjustment due in fiscal year 2011-2012. The tuition reserves for fiscal years 2007-2008 and 2008-2009 in the amount of \$271,800 have been anticipated as revenue for the year ending June 30, 2011.

REQUIRED SUPPLEMENTARY INFORMATION - PART II

BUDGETARY COMPARISON SCHEDULES

OXFORD TOWNSHIP SCHOOL DISTRICT

Exhibit C-1

**BUDGETARY COMPARISON SCHEDULE
GENERAL FUND**

Fiscal Year Ended June 30, 2010

	<u>Original Budget</u>	<u>Budget Transfers</u>	<u>Final Budget</u>	<u>Actual</u>	Variance Final to Actual Favorable/ (Unfavorable)
REVENUES:					
Local Sources:					
Local Tax Levy	\$ 3,234,572		\$ 3,234,572	\$ 3,234,572	
Interest on Capital Reserve	50		50	50	
Miscellaneous	51,739		51,739	60,323	\$ 8,584
Total - Local Sources	<u>3,286,361</u>		<u>3,286,361</u>	<u>3,294,945</u>	<u>8,584</u>
State Sources:					
Equalization Aid	2,100,343	\$ (432,628)	1,667,715	1,667,715	
Transportation Aid	184,856		184,856	184,856	
Special Education Aid	216,789		216,789	216,789	
Security Aid	31,945		31,945	31,945	
Non-public Transportation Aid		1,691	1,691	1,691	-
Extraordinary Aid	36,814	(6,419)	30,395	30,395	-
TPAF Pension (On-Behalf - Non-Budgeted)				136,083	136,083
TPAF Social Security (Reimbursed - Non-Budgeted)				160,255	160,255
Total State Sources	<u>2,570,747</u>	<u>(437,356)</u>	<u>2,133,391</u>	<u>2,429,729</u>	<u>296,338</u>
Federal Sources:					
Medical Assistance Program (SEMI)				3,534	3,534
ARRA-ESF		366,896	366,896	366,896	
ARRA-GSF		14,203	14,203	14,203	
Total Federal Sources		<u>381,099</u>	<u>381,099</u>	<u>384,633</u>	<u>3,534</u>
TOTAL REVENUES	<u>5,857,108</u>	<u>(56,257)</u>	<u>5,800,851</u>	<u>6,109,307</u>	<u>308,456</u>

OXFORD TOWNSHIP SCHOOL DISTRICT
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND

Exhibit C-1

Fiscal Year Ended June 30, 2010

	<u>Original Budget</u>	<u>Budget Transfers</u>	<u>Final Budget</u>	<u>Actual</u>	Variance Final to Actual Favorable/ (Unfavorable)
EXPENDITURES:					
Current Expense:					
Regular Programs - Instruction					
Kindergarten - Salaries of Teachers	113,912		113,912	108,407	5,505
Grades 1-5 - Salaries of Teachers	646,455	31,599	678,054	677,104	950
Grades 6-8 - Salaries of Teachers	388,118	55,908	444,026	443,325	701
Regular Programs - Home Instruction:					
Salaries of Teachers	10,000	(3,238)	6,762	6,762	
Regular Programs - Undistributed Instruction					
Other Salaries for Instruction	29,280	4,706	33,986	33,986	
Purchased Technical Services	200	5,851	6,051	200	5,851
Other Purchased Services (400-500 series)	22,000	(1,818)	20,182	20,182	
General Supplies	37,997	11,860	49,857	47,323	2,534
Textbooks	6,000	(1,438)	4,562	4,563	(1)
Other Objects	300		300	300	
TOTAL REGULAR PROGRAMS - INSTRUCTION	1,254,262	103,430	1,357,692	1,342,152	15,540
SPECIAL EDUCATION - INSTRUCTION					
Learning and/or Language Disabilities:					
Salaries of Teachers		57,966	57,966	57,966	
Other Salaries for Instruction		40,505	40,505	40,505	
Total Learning and/or Language Disabilities		98,471	98,471	98,471	
Multiple Disabilities:					
Salaries of Teachers		43,442	43,442	43,442	
Other Salaries for Instruction		31,338	31,338	31,338	
Total Multiple Disabilities		74,780	74,780	74,780	
Resource Room/Resource Center:					
Salaries of Teachers	405,461	(141,459)	264,002	252,391	11,611
Other Salaries for Instruction	170,212	(82,994)	87,218	34,391	52,827
General Supplies	3,000		3,000	3,000	
Total Resource Room/Resource Center	578,673	(224,453)	354,220	289,782	64,438

OXFORD TOWNSHIP SCHOOL DISTRICT

Exhibit C-1

**BUDGETARY COMPARISON SCHEDULE
GENERAL FUND**

Fiscal Year Ended June 30, 2010

	<u>Original Budget</u>	<u>Budget Transfers</u>	<u>Final Budget</u>	<u>Actual</u>	Variance Final to Actual Favorable/ (Unfavorable)
Preschool Handicapped:					
Salaries of Teachers	22,846		22,846	22,846	
Other Salaries for Instruction	34,580	(14,580)	20,000	14,411	5,589
General Supplies	900		900	900	
Total Preschool Handicapped	<u>58,326</u>	<u>(14,580)</u>	<u>43,746</u>	<u>38,157</u>	<u>5,589</u>
TOTAL SPECIAL EDUCATION - INSTRUCTION	<u>636,999</u>	<u>(65,782)</u>	<u>571,217</u>	<u>501,190</u>	<u>70,027</u>
Basic Skills/Remedial - Instruction:					
School Sponsored Co/Extra Curricular Activities-Instruction:					
Salaries	7,000		7,000	6,800	200
Total School Sponsored Co/Extra Curricular Activities-Instruc.	<u>7,000</u>		<u>7,000</u>	<u>6,800</u>	<u>200</u>
School Sponsored Athletics-Instruction:					
Salaries	2,700		2,700	2,700	
Total School Sponsored Athletics-Instruction	<u>2,700</u>		<u>2,700</u>	<u>2,700</u>	
TOTAL INSTRUCTION	<u>1,900,961</u>	<u>37,648</u>	<u>1,938,609</u>	<u>1,852,842</u>	<u>85,767</u>
UNDISTRIBUTED EXPENDITURES					
Instruction:					
Tuition to Other LEAs Within the State-Regular	1,491,443	43,883	1,535,326	1,489,597	45,729
Tuition to Other LEAs Within the State-Special	56,456	(27,316)	29,140	29,140	
Tuition to County Voc. School Dist.-Regular	63,075		63,075	63,075	
Tuition to County Voc. School Dist.-Special	32,500		32,500	32,500	
Tuition to CSSD & Regional Day Schools		17,302	17,302	17,302	
Tuition to Priv. Sch. For Disabled within State		13,238	13,238	13,238	
Tuition - State Facilities	4,500		4,500	4,500	
Total Instruction	<u>1,647,974</u>	<u>47,107</u>	<u>1,695,081</u>	<u>1,649,352</u>	<u>45,729</u>

OXFORD TOWNSHIP SCHOOL DISTRICT

Exhibit C-1

**BUDGETARY COMPARISON SCHEDULE
GENERAL FUND**

Fiscal Year Ended June 30, 2010

	<u>Original Budget</u>	<u>Budget Transfers</u>	<u>Final Budget</u>	<u>Actual</u>	Variance Final to Actual Favorable/ (Unfavorable)
Health Services:					
Salaries	68,492		68,492	68,492	
Purchased Professional and Technical Services	700	(400)	300	300	
Other Purchased Services (400-500 series)	300	(287)	13	13	
Supplies and Materials	2,575	(92)	2,483	2,483	
Other Objects	325	(265)	60	60	
Total Health Services	72,392	(1,044)	71,348	71,348	
Other Supp. Services Students-Related Services:					
Salaries	59,192	2,000	61,192	61,192	
Purchased Professional-Educational Services	87,000	(543)	86,457	78,725	7,732
Supplies and Materials	1,000	218	1,218	1,215	3
Total Other Supp. Services Students-Related Services	147,192	1,675	148,867	141,132	7,735
Other Supp. Services Students-Extra. Services:					
Salaries	16,812	(6,597)	10,215	10,215	
Supplies and Materials	500		500	500	
Total Other Supp. Services Students-Extra. Services	17,312	(6,597)	10,715	10,715	
Other Supp. Services Students-Special:					
Salaries of Other Professional Staff	175,812	(23,669)	152,143	152,143	
Salaries of Secretarial and Clerical Assistants	37,087		37,087	37,087	
Other Purchased Prof. and Tech. Services	6,100	348	6,448	5,015	1,433
Other Purchased Services (400-500 series)	500	(400)	100	60	40
Supplies and Materials	1,750	721	2,471	2,460	11
Other Objects	250	(250)			
Total Other Supp. Services Students-Special	221,499	(23,250)	198,249	196,765	1,484
Educational Media Services/School Library:					
Salaries of Technology Coordinators	7,500		7,500	7,500	
Purchased Prof. and Tech. Services	22,250	1,627	23,877	23,877	
Other Purchased Services (400-500 series)	200	(200)			
Supplies and Materials	6,700	(1,127)	5,573	5,544	29
Other Objects	300	(300)			
Total Educational Media Services/School Library	36,950		36,950	36,921	29
Instructional Staff Training Services:					
Other Purchased Services (400-500 series)	1,500		1,500	1,016	484
Supplies and Materials	400		400	324	76
Other Objects	100		100	60	40
Total Instructional Staff Training Services	2,000		2,000	1,400	600

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

OXFORD TOWNSHIP SCHOOL DISTRICT

Exhibit C-1

**BUDGETARY COMPARISON SCHEDULE
GENERAL FUND**

Fiscal Year Ended June 30, 2010

	<u>Original Budget</u>	<u>Budget Transfers</u>	<u>Final Budget</u>	<u>Actual</u>	Variance Final to Actual Favorable/ (Unfavorable)
Supp. Services - General Administration:					
Salaries	173,579	821	174,400	174,400	
Legal Services	16,200	1,458	17,658	17,658	
Audit Fees	12,000	(4)	11,996	11,996	
Other Purchased Professional Services	17,500	971	18,471	16,117	2,354
Purchased Tech. Services	1,200	(4)	1,196	1,196	
Communications/Telephone	9,020	746	9,766	9,766	
BOE Purchased Services	3,300	(795)	2,505	2,505	
Other Purchased Services (400-500 series)	4,646	(71)	4,575	4,575	
General Supplies	1,000	1,090	2,090	2,090	
Miscellaneous Expenditures	1,665	(135)	1,530	1,530	
BOE Membership Dues & Fees	4,600	(152)	4,448	4,448	
Total Supp. Services - General Administration	244,710	3,925	248,635	246,281	2,354
Support Services - School Administration:					
Salaries of Principals/Assistant Principals	106,798		106,798	106,798	
Other Purchased Services (400-500 series)	1,250		1,250	1,250	
Supplies and Materials	500	121	621	621	
Other Objects	1,290	28	1,318	1,318	
Total Support Services - School Administration	109,838	149	109,987	109,987	
Central Services:					
Salaries	107,775		107,775	107,775	
Purchased Professional Services	6,400	798	7,198	7,198	
Purchased Technical Services	1,250	184	1,434	1,434	
Misc. Purchased Services (400-500 series)	2,000		2,000	1,753	247
Supplies and Materials	1,200	1,082	2,282	2,282	
Miscellaneous Expenditures	2,244		2,244	2,244	
Total Central Services	120,869	2,064	122,933	122,686	247
Admin. Information Tecnology:					
Purchased Professional-Technical Services	18,520	(94)	18,426	18,426	
Supplies and Materials		194	194	194	
Total Admin. Information Tecnology:	18,520	100	18,620	18,620	

OXFORD TOWNSHIP SCHOOL DISTRICT

Exhibit C-1

**BUDGETARY COMPARISON SCHEDULE
GENERAL FUND**

Fiscal Year Ended June 30, 2010

	<u>Original Budget</u>	<u>Budget Transfers</u>	<u>Final Budget</u>	<u>Actual</u>	Variance Final to Actual Favorable/ (Unfavorable)
Required Maintenance for School Facilities:					
Salaries	18,897		18,897	17,710	1,187
Cleaning, Repair and Maintenance Services	76,779	(5,803)	70,976	58,141	12,835
General Supplies	15,000	218	15,218	13,921	1,297
Other Objects	5,221		5,221	2,508	2,713
Total Required Maintenance for School Facilities	115,897	(5,585)	110,312	92,280	18,032
Other Operations and Maintenance of Plant:					
Salaries	130,993		130,993	125,553	5,440
Other Purchased Property Services	1,500	6,139	7,639	7,180	459
Insurance	24,000	(2,495)	21,505	21,505	
General Supplies	13,500	(2,944)	10,556	10,556	
Energy (Natural Gas)	37,500	7,934	45,434	42,896	2,538
Energy (Electricity)	85,000	12,500	97,500	74,951	22,549
Other Objects	1,400	(700)	700	501	199
Total Other Operations and Maintenance of Plant	293,893	20,434	314,327	283,142	31,185
Student Transportation Services					
Salaries for Pupil Transportation	15,000		15,000	15,000	
Contracted Services - Aid in Lieu of Payments-Nonpublic Sch.	30,000	(3,505)	26,495	11,492	15,003
Contracted Services - Aid in Lieu of Payments-Charter Sch.Stud.	1,850	(82)	1,768	1,768	
Contracted Services (Between Home and School)-Vendors	82,292	(14,112)	68,180	66,488	1,692
Contracted Services (Oth. than Between Home and School)-Vendors	1,000	(1,000)			
Contracted Services (Between Home and School)-Joint Agrmts.	6,500	2,858	9,358	9,358	
Contracted Services (Special Education Students)-Vendors	80,933	(56,535)	24,398	12,265	12,133
Contracted Services (Special Education Students)-Joint Agrmts.	15,000	(10)	14,990	14,990	
Misc Purchased Services - Transportation	500	(500)			
Total Student Transportation Services	233,075	(72,886)	160,189	131,361	28,828

OXFORD TOWNSHIP SCHOOL DISTRICT

Exhibit C-1

**BUDGETARY COMPARISON SCHEDULE
GENERAL FUND**

Fiscal Year Ended June 30, 2010

	<u>Original Budget</u>	<u>Budget Transfers</u>	<u>Final Budget</u>	<u>Actual</u>	Variance Final to Actual Favorable/ (Unfavorable)
ALLOCATED BENEFITS					
Regular Programs-Instruction:					
Social Security Contributions	44,500	873	45,373	45,373	
Other Retirement Contributions - Regular	39,500	(7,102)	32,398	32,398	
Unemployment Compensation	40,000		40,000	40,000	
Workman's Compensation	34,500	(1,980)	32,520	32,520	
Health Benefits	235,615	(33,263)	202,352	169,627	32,725
Tuition Reimbursement	14,000	(2,895)	11,105	11,105	
Other Employee Benefits	200	(59)	141	141	
Total Regular Programs-Instruction	408,315	(44,426)	363,889	331,164	32,725
Special Programs-Instruction:					
Health Benefits	83,200		83,200	83,200	
Health Services:					
Health Benefits	11,960		11,960	11,960	
Other Support Services-Students-Related Services:					
Health Benefits	6,750		6,750	6,750	
Other Support Services-Students-Special:					
Health Benefits	62,400		62,400	62,400	
Total Other Support Services-Students-Special	62,400		62,400	62,400	
Support Services - General Administration:					
Health Benefits	23,900		23,900	23,900	
Total Support Services - General Administration	23,900		23,900	23,900	
Support Services - School Administration:					
Health Benefits	6,750		6,750	6,750	
Total Support Services - School Administration	6,750		6,750	6,750	
Central Services:					
Health Benefits	18,700		18,700	18,700	
Total Central Services	18,700		18,700	18,700	
Operations and Maintenance of Plant Service:					
Health Benefits	19,225		19,225	19,225	
TOTAL ALLOCATED BENEFITS	641,200	(44,426)	596,774	564,049	32,725

OXFORD TOWNSHIP SCHOOL DISTRICT

Exhibit C-1

**BUDGETARY COMPARISON SCHEDULE
GENERAL FUND**

Fiscal Year Ended June 30, 2010

	<u>Original Budget</u>	<u>Budget Transfers</u>	<u>Final Budget</u>	<u>Actual</u>	Variance Final to Actual Favorable/ (Unfavorable)
UNALLOCATED BENEFITS					
On-behalf TPAF pension Contrib. (non-budgeted)				136,083	(136,083)
Reimbursed TPAF Social Security Contrib. (non-budgeted)				160,255	(160,255)
TOTAL ON-BEHALF CONTRIBUTIONS				296,338	(296,338)
TOTAL PERSONAL SERVICES-EMPLOYEE BENEFITS	641,200	(44,426)	596,774	860,387	(263,613)
TOTAL UNDISTRIBUTED EXPENDITURES	3,923,321	(78,334)	3,844,987	3,972,377	(127,390)
TOTAL GENERAL CURRENT EXPENSE	5,824,282	(40,686)	5,783,596	5,825,219	(41,623)
CAPITAL OUTLAY					
Equipment:					
Undistributed Expenditures-Operation and Maint. Of Plant		2,579	2,579	2,579	
Undistributed Expenditures-Non-Instructional Equipment		17,893	17,893	17,893	
Total Equipment		20,472	20,472	20,472	
FACILITIES ACQUISITIONS AND CONSTRUCT. SVCS:					
Contruction Services		13,725	13,725		13,725
TOTAL FACILITIES ACQUISITIONS AND CONST. SVCS		13,725	13,725		13,725
TOTAL CAPITAL OUTLAY		34,197	34,197	20,472	13,725
Transfer of Funds to Charter Schools	32,726		32,726	30,445	2,281
TOTAL EXPENDITURES	5,857,008	(6,489)	5,850,519	5,876,136	(25,617)

OXFORD TOWNSHIP SCHOOL DISTRICT

Exhibit C-1

**BUDGETARY COMPARISON SCHEDULE
GENERAL FUND**

Fiscal Year Ended June 30, 2010

	<u>Original Budget</u>	<u>Budget Transfers</u>	<u>Final Budget</u>	<u>Actual</u>	Variance Final to Actual Favorable/ (Unfavorable)
Excess (Deficiency of Revenues Over(Under) Expenditures	100	(49,768)	(49,668)	233,171	282,839
Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Sources (Uses)	100	(49,768)	(49,668)	233,171	282,839
Fund Balance, July 1	686,277		686,277	686,277	
Fund Balance, June 30	<u>\$ 686,377</u>	<u>\$ (49,768)</u>	<u>\$ 636,609</u>	<u>\$ 919,448</u>	<u>\$ 282,839</u>
Recapitulation:					
Tuition Reserve - FY07-08				\$ 150,000	
Tuition Reserve - FY08-09				121,800	
Tuition Reserve - FY09-10				135,000	
Capital Reserve				20,350	
Maintenance Reserve				50,000	
Emergency Reserve				75,000	
Designated for Subsequent Year's Expenditures				95,000	
Encumbrances				28,113	
Unrestricted Fund Balance				<u>244,185</u>	
Fund Balance per Governmental Funds(Budgetary Basis)				919,448	
Reconciliation to Governmental Funds Statement(GAAP Basis):					
Last State Aid Payment not recognized on GAAP basis				<u>(250,991)</u>	
Fund Balance per Governmental Funds(GAAP Basis B-2)				<u>\$ 668,457</u>	

OXFORD TOWNSHIP SCHOOL DISTRICT

Exhibit C-1b

**BUDGETARY COMPARISON SCHEDULE
GENERAL FUND-ARRA**

Fiscal Year Ended June 30, 2010

	<u>Original Budget</u>	<u>Budget Transfers</u>	<u>Final Budget</u>	<u>Actual</u>	Variance Final to Actual Favorable/ (Unfavorable)
REVENUES:					
ARRA-ESF		366,896	366,896	366,896	
ARRA-GSF		14,203	14,203	14,203	
Total Federal Sources		381,099	381,099	381,099	
TOTAL REVENUES		381,099	381,099	381,099	
EXPENDITURES:					
Current Expense:					
ARRA:					
ARRA - ESF - Salaries of Teachers PreK & Kindergarten		47,017	47,017	47,017	
ARRA - ESF - Salaries of Teachers Grades 1-5		190,081	190,081	190,081	
ARRA - ESF - Salaries of Teachers Grades 6-8		110,320	110,320	110,320	
ARRA - ESF - Salaries of Instructional Aides		19,478	19,478	19,478	
ARRA - GSF - Salaries of Instructional Aides		14,203	14,203	14,203	
Total ARRA		381,099	381,099	381,099	
TOTAL EXPENDITURES		381,099	381,099	381,099	
Excess (Deficiency) of Revenues Over (Under) Expenditures					

OXFORD TOWNSHIP SCHOOL DISTRICT

Exhibit C-2

**BUDGETARY COMPARISON SCHEDULE
SPECIAL REVENUE FUND**

For the Fiscal Year Ended June 30, 2010

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual Favorable/ (Unfavorable)
REVENUES:					
State Sources		\$ 2,150	\$ 2,150	\$ 2,150	
Federal Sources	\$ 151,980	80,157	232,137	138,437	\$ (93,700)
Total Revenues	151,980	82,307	234,287	140,587	(93,700)
EXPENDITURES:					
Instruction					
Salaries of Teachers	23,200	550	23,750	23,750	
Professional and Tech. Services		32,543	32,543	13,229	19,314
Tuition	60,045	-	60,045	60,045	
Other Purchased Serv.		1,271	1,271	1,271	
General Supplies	14,175	49,509	63,684	19,298	44,386
Other Objects		180	180	180	
Total Instruction	97,420	84,053	181,473	117,773	63,700
Support Services					
Salaries - Other	33,250	(31,250)	2,000	2,000	
Personal Services - Employee Bene.	239	(86)	153	153	
Purchased Profess.-Tech. Serv.	17,000	(1,678)	15,322	15,322	
Other Purchased Profess. Serv.		1,699	1,699	1,699	
Supplies and Materials	4,071	28,848	32,919	2,919	30,000
Other Objects		721	721	721	
Total Support Services	54,560	(1,746)	52,814	22,814	30,000
Total Expenditures	151,980	82,307	234,287	140,587	93,700
Total Outflows	\$ 151,980	\$ 82,307	\$ 234,287	\$ 140,587	\$ 93,700
Excess (Deficiency) of Revenues Over (Under) Expenditures and Other Financing Sources (Uses)					
Fund Balance per Governmental Funds(Budgetary Basis)					None
Reconciliation to Governmental Funds Statement(GAAP Basis):					
Last State Aid Payment not recognized on GAAP basis					None
Fund Balance per Governmental Funds(GAAP Basis)					None

**NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
BUDGETARY COMPARISON SCHEDULE**

For the Fiscal Year Ended June 30, 2010

**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 (Exhibits C-1 and C-2, respectively)	\$ 6,109,307	\$ 140,587
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 Encumbrances	N/A	N/A
Current Year Encumbrances	N/A	N/A
Adjustment for: Prior year Final State Aid Payment excluded in State Source Revenues that is considered a revenue for GAAP reporting purposes	244,608	
Adjustment for: Current Year Final State Aid Payment included in State Source Revenues that is not considered a revenue for GAAP reporting purposes	<u>(250,991)</u>	<u>-</u>
Total revenues as reported on the statement of revenues, expenditures and changes in fund balances - governmental funds. (Exhibit B-2)	<u>\$ 6,102,924</u>	<u>\$ 140,587</u>
Uses/outflows of resources		
Actual amounts (budgetary basis) "total outflows" from the budgetary comparison schedules (Exhibits C-1 and C-2, respectively)	\$ 5,876,136	\$ 140,587
Differences - budget to GAAP		
Encumbrances for supplies and equipment ordered but not received are 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 Encumbrances	N/A	N/A
Current Year Encumbrances	N/A	N/A
Transfers to and from other funds are presented as outflows of budgetary resources but are not expenditures for financial reporting purposes.	N/A	N/A
Net transfers (outflows) to general fund	<u> </u>	<u> </u>
Total expenditures as reported on the statement of revenues, expenditures, and changes in fund balances - governmental funds (Exhibit B-2)	<u>\$ 5,876,136</u>	<u>\$ 140,587</u>

OTHER SUPPLEMENTARY INFORMATION

**SPECIAL REVENUE FUND
DETAIL STATEMENTS**

The Special Revenue Fund is used to account for the proceeds of specific revenue sources (other than expendable trusts or major capital projects) that are legally restricted to expenditures for specific purposes.

OXFORD TOWNSHIP SCHOOL DISTRICT

SPECIAL REVENUE FUND
COMBINING SCHEDULE OF PROGRAM REVENUES AND EXPENDITURES - BUDGETARY BASIS

For the Fiscal Year Ended June 30, 2010

	ARRA										
	Title I Part A	Title I Part A	Title II Part A	Title II Part D	Title IV	IDEA Basic	IDEA Pre-Sch.	REAP	REBEL	RUTGERS	Totals
REVENUES											
State Sources									\$ 650	\$ 1,500	\$ 2,150
Federal Sources	\$21,327	\$ 559	\$12,651	\$ 205	\$ 653	\$72,053	\$ 2,755	\$28,234			138,437
TOTAL REVENUES	21,327	559	12,651	205	653	72,053	2,755	28,234	650	1,500	140,587
EXPENDITURES:											
Instruction:											
Salaries of Teachers								23,200	550		23,750
Professional and Tech. Services	13,229										13,229
Tuition						60,045					60,045
Other Purchased Serv.	1,066			205							1,271
General Supplies	5,966	559			653	3,655	1,831	5,034	100	1,500	19,298
Other Objects							180				180
Total Instruction	20,261	559		205	653	63,700	2,011	28,234	650	1,500	117,773
Support Services:											
Salaries - Other						2,000					2,000
Personal Services - Employee Bene.						153					153
Purchased Profess.-Tech. Serv.			8,378			6,200	744				15,322
Other Purchased Profess. Serv.	1,066		633								1,699
Supplies and Materials			2,919								2,919
Other Objects			721								721
Total Support Services	1,066		12,651			8,353	744				22,814
TOTAL EXPENDITURES	21,327	559	12,651	205	653	72,053	2,755	28,234	650	1,500	140,587
Total Outflows	21,327	559	12,651	205	653	72,053	2,755	28,234	650	1,500	140,587
Excess (Deficiency) of Revenues Over (Under) Expenditures and Other Financing Sources (Uses)											

**CAPITAL PROJECTS FUND
DETAIL STATEMENTS**

The Capital Projects Fund is used to account for the acquisition and construction of major capital facilities and equipment purchases other than those financed by proprietary funds.

OXFORD TOWNSHIP SCHOOL DISTRICT

Exhibit F-1

**CAPITAL PROJECTS FUND
SUMMARY STATEMENT OF PROJECT EXPENDITURES**

For the Fiscal Year Ended June 30, 2010

	<u>Approval</u>	<u>Original Date</u>	<u>Appropriations</u>	<u>Expenditures to Date</u>		<u>Unexpended Balance June 30, 2010</u>
				<u>Prior Years</u>	<u>Current Year</u>	
Alterations & Renovations of Central School	Voters	12/09/2008	\$ 1,309,200		\$ 712,659	\$ 596,541
			<u>\$ 1,309,200</u>	<u>-</u>	<u>\$ 712,659</u>	\$ 596,541
					Issuance of Temporary Notes	<u>(1,309,200)</u>
					Fund Balances, June 30, 2010	<u><u>(712,659)</u></u>

OXFORD TOWNSHIP SCHOOL DISTRICT

Exhibit F-2

CAPITAL PROJECTS FUND
SUMMARY SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE-BUDGETARY BASIS

For the Fiscal Year Ended June 30, 2010

Revenues and Other Financing

Sources

Temporary Notes	<u>\$ 1,309,200</u>
Total Revenues	<u>1,309,200</u>

Expenditures and Other Financing

Uses

Construction Services	<u>712,659</u>
Total Expenditures	<u>712,659</u>

Excess(deficiency) of revenues over(under) expenditures	596,541
--	---------

Fund Balance - Beginning	<u>-</u>
--------------------------	----------

Fund Balance - Ending	<u><u>\$ 596,541</u></u>
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OXFORD TOWNSHIP SCHOOL DISTRICT

Exhibit F-2a

**CAPITAL PROJECTS FUND
SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCE,
AND PROJECT STATUS-BUDGETARY BASIS
IMPROVEMENTS OF OXFORD CENTRAL SCHOOL**

From Inception and for the Fiscal Year Ended June 30, 2010

	<u>Prior Periods</u>	<u>Current Year</u>	<u>Totals</u>	<u>Revised Authorized Costs</u>
Revenues and Other Financing Sources				
Temporary Notes		\$ 1,309,200	\$ 1,309,200	\$ 1,309,200
Total Revenues	-	1,309,200	1,309,200	1,309,200
Expenditures and Other Financing Sources				
Construction Services		\$ 712,659	\$ 712,659	\$ 1,309,200
Total Expenditures	-	712,659	712,659	1,309,200
Excess(deficiency) of revenues over(under) expenditures			\$ 596,541	

Project Fund Balance, 6/30/10 \$ 596,541

Additional project information:

Project Number	N/A
Grant Date	N/A
Bond Authorization Date	12/9/2008
Bonds Authorized	\$1,309,200
Bonds Issued	\$1,309,200
Original Authorized Cost	\$1,309,200
Additional Authorized Cost	
Revised Authorized Cost	\$1,309,200
Percentage Increase over Original Authorized Cost	N/A
Percentage Completion	54%
Original Target Completion Date	6/30/2010
Revised Target Completion Date	9/30/2010

<p style="text-align: center;">PROPRIETARY FUND DETAIL STATEMENTS</p>
--

Proprietary Funds are used to account for operations that are financed and operated in a manner similar to private business enterprises - where the intent of the district's board is that the costs of providing goods or services be financed through user charges.

Food Services Fund - This fund provides for the operation of food services in all schools within the school district.

THIS SECTION HAS ALREADY BEEN INCLUDED IN STATEMENTS B-4, B-5 AND B-6.

<p style="text-align: center;">FIDUCIARY FUND DETAIL STATEMENTS</p>
--

Fiduciary Funds are used to account for funds received by the school district for a specific purpose.

Agency Funds are used to account for assets held by the school district as an agent for individuals, private organizations, other governments and/or other funds.

Student Activity Fund - This agency fund is used to account for student funds held at the schools.

Payroll Fund - This agency fund is used to account for the payroll transactions of the school district.

OXFORD TOWNSHIP SCHOOL DISTRICT

Exhibit H-1

**COMBINING STATEMENT OF FIDUCIARY NET ASSETS
FIDUCIARY FUNDS
JUNE 30, 2010**

	UNEMPLOYMENT COMPENSATION INSURANCE <u>TRUST</u>	<u>AGENCY FUNDS</u> STUDENT <u>ACTIVITY</u>	PAYROLL <u>AGENCY</u>	<u>TOTALS</u>
ASSETS:				
Cash and Cash Equivalents	\$58,438	\$15,585	\$35,466	\$109,489
TOTAL ASSETS	<u>\$58,438</u>	<u>\$15,585</u>	<u>\$35,466</u>	<u>\$109,489</u>
LIABILITIES:				
Liabilities:				
Payroll Deductions and Withholdings			\$34,299	\$34,299
Accounts Payable			1,167	1,167
Payable to Student Groups		\$15,585		15,585
Total Liabilities		<u>15,585</u>	<u>35,466</u>	<u>51,051</u>
NET ASSETS				
Held in Trust for Unemployment				
Claims and Other Purposes	<u>\$58,438</u>			<u>58,438</u>
TOTAL LIABILITIES AND NET ASSETS	<u>\$58,438</u>	<u>\$15,585</u>	<u>\$35,466</u>	<u>\$109,489</u>

OXFORD TOWNSHIP SCHOOL DISTRICT

Exhibit H-2

**COMBINING STATEMENT OF CHANGES IN FIDUCIARY NET ASSETS
FIDUCIARY FUNDS
FOR THE FISCAL YEARS ENDED JUNE 30, 2010**

	UNEMPLOYMENT COMPENSATION INSURANCE <u>TRUST</u>	<u>TOTALS</u>
ADDITIONS		
Contributions:		
Board	\$65,000	\$65,000
Plan Member	<u>4,831</u>	<u>4,831</u>
Total Contributions	<u>69,831</u>	<u>69,831</u>
Total Additions	<u>69,831</u>	<u>69,831</u>
DEDUCTIONS		
Unemployment Claims	<u>29,141</u>	<u>29,141</u>
Total Deductions	<u>29,141</u>	<u>29,141</u>
Change in Net Assets	40,690	40,690
Net Assets—Beginning of the Year	<u>17,748</u>	<u>17,748</u>
Net Assets—End of the Year	<u>\$58,438</u>	<u>\$58,438</u>

OXFORD TOWNSHIP SCHOOL DISTRICT

Exhibit H-3

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

<u>ACTIVITY</u>	<u>BALANCE JULY 1, 2009</u>	<u>TRANSFERS</u>	<u>CASH RECEIPTS</u>	<u>CASH DISBURSEMENTS</u>	<u>BALANCE JUNE 30, 2010</u>
Blue Jeans	\$ 372	\$ 314	\$ 420	\$ 213	\$ 893
7th-8th Grade Fundraiser	1,414	(15,202)	20,354	5,081	1,485
Archery	2,465		20,409	20,368	2,506
American Bin			8,600	2,235	6,365
Year Book	1,309		4,526	4,663	1,172
Student Council	33		1,451	1,215	269
K-Kids	253		191	371	73
Locker Deposit	170				170
Rebel	1,746		825	565	2,006
Lurz Grant	-		300	300	-
General	941		2,583	2,878	646
Trips-Pre-K		(394)	450	56	-
Trips-Kindergarten		53	680	733	-
Trips-Grade 1		(26)	545	519	-
Trips-Grade 2		(44)	660	616	-
Trips-Grade 3		31	450	481	-
Trips-Grade 4		50	550	600	-
Trips-Grade 5		45	693	738	-
Trips-Grade 6		(29)	634	605	-
Trips-Grade 7		5,644	501	6,145	-
Trips-Grade 8	-	9,558	486	10,044	-
Totals	\$ 8,703	-	\$ 65,308	\$ 58,426	\$ 15,585

OXFORD TOWNSHIP SCHOOL DISTRICT

Exhibit H-4

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

	<u>BALANCE</u> <u>JULY 1, 2009</u>	<u>ADDITIONS</u>	<u>DELETIONS</u>	<u>BALANCE</u> <u>JUNE 30, 2010</u>
ASSETS:				
Cash and Cash Equivalents	\$ 16,133	\$ 2,943,820	\$ 2,924,487	\$ 35,466
Total Assets	<u>\$ 16,133</u>	<u>\$ 2,943,820</u>	<u>\$ 2,924,487</u>	<u>\$ 35,466</u>
LIABILITIES:				
Payroll Deductions and Withholdings	\$ 14,959	\$ 1,126,561	\$ 1,107,221	\$ 34,299
Accrued Salaries and Wages		1,817,259	1,817,259	
Accounts Payable	<u>1,174</u>	<u>-</u>	<u>7</u>	<u>1,167</u>
Total Liabilities	<u>\$ 16,133</u>	<u>\$ 2,943,820</u>	<u>\$ 2,924,487</u>	<u>\$ 35,466</u>

LONG-TERM DEBT SCHEDULES

The Long-Term Schedules are used to reflect the outstanding principal balances of the general long-term liabilities of the school district. This includes serial bonds outstanding and obligations under capital leases.

OXFORD TOWNSHIP SCHOOL DISTRICT

Exhibit I-1

**SCHEDULE OF SERIAL BONDS
AS OF ENDED JUNE 30, 2010**

<u>ISSUE</u>	<u>DATE OF ISSUE</u>	<u>AMOUNT OF ISSUE</u>	<u>ANNUAL MATURITIES</u>		<u>INTEREST RATE</u>	<u>BALANCE JULY 1, 2009</u>	<u>PAID</u>	<u>BALANCE JUNE 30, 2010</u>
			<u>DATE</u>	<u>AMOUNT</u>				
School Addition Project	7/15/01	\$ 5,784,000	7/15/10	\$ 95,000	4.9%	\$ 285,000	\$ (90,000)	\$ 195,000
			7/15/11	100,000	to 5.0%			
Refunding Bonds - 2006	12/14/06	4,440,000	7/15/10	\$ 5,000	3.625%	4,430,000	(5,000)	4,425,000
			7/15/11	5,000	to 4.375%			
			7/15/12	125,000				
			7/15/13	130,000				
			7/15/14	140,000				
			7/15/15	145,000				
			7/15/16	150,000				
			7/15/17	160,000				
			7/15/18	170,000				
			7/15/19	170,000				
			7/15/20	180,000				
			7/15/21	190,000				
			7/15/22	200,000				
			7/15/23	205,000				
			7/15/24	220,000				
			7/15/25	230,000				
			7/15/26	245,000				
			7/15/27	255,000				
			7/15/28	270,000				
			7/15/29	280,000				
			7/15/30	300,000				
			7/15/31	320,000				
			7/15/32	330,000				

Total

\$ 4,715,000 \$ (95,000) \$ 4,620,000

OXFORD TOWNSHIP SCHOOL DISTRICT

Exhibit I-3

**BUDGETARY COMPARISON SCHEDULE
DEBT SERVICE FUND**

For the Fiscal Year Ended June 30, 2010

	<u>Original Budget</u>	<u>Budget Transfers</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Positive/ (Negative) Final to Actual</u>
REVENUES:					
Local Sources:					
Local Tax Levy	\$ 289,927		\$ 289,927	\$ 289,927	
TOTAL REVENUES	289,927		289,927	289,927	-
EXPENDITURES:					
Regular Debt Service:					
Interest	194,927		194,927	194,926	
Redemption of Principal	95,000		95,000	95,000	
Total Regular Debt Service	289,927		289,927	289,926	(1)
TOTAL EXPENDITURES	289,927		289,927	289,926	(1)
Excess (Deficiency) of Revenues Over (Under) Expenditures	-		-	1	1
Fund Balance, July 1			-	-	-
Fund Balance, June 30				\$ 1	\$ 1
Recapitulation of Excess (Deficiency) of Revenues Over (Under) Expenditures					
Budgeted Fund Balance	-	-	-	-	-

Oxford Township School District
Statistical Section

<u>Contents</u>	<u>Page</u>
Financial Trends (J-1 thru J-5) These schedules contain trend information to help the reader understand how the district's financial performance and well being have changed over time.	60-65
Revenue Capacity (J-6 thru J-9) These schedules contain information to help the reader assess the district's most significant local revenue source, the property tax.	66-69
Debt Capacity (J-10 thru J-13) These schedules present information to help the reader assess the affordability of the district's current levels of outstanding debt and the district's ability to issue additional debt in the future.	70-73
Demographic and Economic Information (J-14 and J-15) These schedules offer demographic and economic indicators to help the reader understand the environment within which the district's financial activities take place.	74-75
Operating Information (J-16 thru J-20) These schedules contain service and infrastructure data to help the reader understand how the information in the district's financial report relates to the services the district provides and the activities it performs.	76-80

Sources:

Unless otherwise noted, the information in these schedules is derived from the comprehensive annual financial reports (CAFR) for the relevant year. The district implemented GASB Statement 34 in the fiscal year ending June 30, 2004; schedules presenting district-wide information include information beginning in that year.

**Oxford Township School District
Net Assets by Component,
Last Eight Fiscal Years**

(accrual basis of accounting)

Exhibit J-1

	Fiscal Year Ending June 30,							
	2003	2004	2005	2006	2007	2008	2009	2010
Governmental activities								
Invested in capital assets, net of related debt	N/A	\$ 4,500,828	\$ 4,410,265	\$ 4,409,208	\$ 4,008,616	\$ 3,530,443	\$ 3,457,742	\$ 4,027,648
Restricted		181,919	173,457	293,811	235,911	223,729	417,050	647,150
Unrestricted		(127,442)	145,154	(138,090)	(75,165)	(84,103)	(175,650)	(905,056)
Total governmental activities net assets	-	\$ 4,555,305	\$ 4,728,876	\$ 4,564,929	\$ 4,169,362	\$ 3,670,069	\$ 3,699,142	\$ 3,769,742
Business-type activities								
Invested in capital assets, net of related debt		\$ 3,261	\$ 3,086	\$ 2,912	\$ 2,738	\$ 2,563	\$ 2,389	\$ 2,215
Restricted		-	-	-	-	-	-	-
Unrestricted		32,209	27,195	14,971	9,200	6,143	10,395	12,976
Total business-type activities net assets	-	\$ 35,470	\$ 30,281	\$ 17,883	\$ 11,938	\$ 8,706	\$ 12,784	\$ 15,191
District-wide								
Invested in capital assets, net of related debt		\$ 4,504,089	\$ 4,413,351	\$ 4,412,120	\$ 4,011,354	\$ 3,533,006	\$ 3,460,131	\$ 4,029,863
Restricted		181,919	173,457	293,811	235,911	223,729	417,050	647,150
Unrestricted		(95,233)	172,349	(123,119)	(65,965)	(77,960)	(165,255)	(892,080)
Total district net assets	-	\$ 4,590,775	\$ 4,759,157	\$ 4,582,812	\$ 4,181,300	\$ 3,678,775	\$ 3,711,926	\$ 3,784,933

Source: CAFR Schedule A-1

Oxford Township School District
Changes in Net Assets, Last Eight Fiscal Years
(accrual basis of accounting)

Exhibit J-2

	Fiscal Year Ending June 30,							
	2003	2004	2005	2006	2007	2008	2009	2010
Expenses								
Governmental activities								
Instruction								
Regular	N/A	\$ 2,155,531	\$ 1,922,467	\$ 1,987,165	\$ 2,165,731	\$ 2,187,468	\$ 2,012,238	\$ 2,226,967
Special education		422,192	277,492	299,353	380,425	516,368	689,731	630,268
Other special instruction		23,264	35,267	37,836	40,713	8,640	10,510	10,246
Support Services:								
Tuition		1,045,834	1,295,036	1,483,510	1,721,924	2,112,014	1,744,491	1,649,352
Student & instruction related services		512,423	839,369	714,290	774,216	606,559	633,530	606,341
School administrative service		99,011	56,462	118,535	125,921	126,382	122,961	125,902
General and business admin. services		355,851	417,196	438,940	448,839	378,807	440,603	463,959
Plant operations and maintenance		342,547	326,738	414,210	463,966	356,488	388,375	425,629
Pupil transportation		184,368	159,545	216,988	197,604	226,945	180,802	131,361
Special schools		10,153	5,867	30,813	28,649	-	-	-
Interest on long-term debt		240,263	236,842	233,179	130,837	201,767	197,414	192,813
Total governmental activities expenses	-	<u>5,391,437</u>	<u>5,572,281</u>	<u>5,974,819</u>	<u>6,478,825</u>	<u>6,721,438</u>	<u>6,420,655</u>	<u>6,462,838</u>
Business-type activities:								
Food service		56,021	85,295	99,401	92,333	85,801	80,295	79,153
Total business-type activities expense	-	<u>56,021</u>	<u>85,295</u>	<u>99,401</u>	<u>92,333</u>	<u>85,801</u>	<u>80,295</u>	<u>79,153</u>
Total district expenses	-	<u>\$ 5,447,458</u>	<u>\$ 5,657,576</u>	<u>\$ 6,074,220</u>	<u>\$ 6,571,158</u>	<u>\$ 6,807,239</u>	<u>\$ 6,500,950</u>	<u>\$ 6,541,991</u>
Program Revenues								
Governmental activities:								
Charges for services:								
Business and other support services								
Operating grants and contributions		\$ 2,866,703	\$ 3,074,300	\$ 2,985,895	\$ 3,024,905	\$ 2,951,404	\$ 2,891,789	2,948,566
Capital grants and contributions		-	-	-	-	-	-	-
Total governmental activities program revenues	-	<u>2,866,703</u>	<u>3,131,463</u>	<u>2,985,895</u>	<u>3,024,905</u>	<u>2,951,404</u>	<u>2,891,789</u>	<u>2,948,566</u>
Business-type activities:								
Charges for services								
Business and other support services		21,495	57,163	60,385	61,370	58,718	62,813	57,013
Operating grants and contributions		12,545	22,915	26,346	24,056	21,175	21,229	23,949
Capital grants and contributions	-	-	-	-	-	-	-	-
Total business type activities program revenues	-	<u>34,040</u>	<u>22,915</u>	<u>86,731</u>	<u>85,426</u>	<u>79,893</u>	<u>84,042</u>	<u>80,962</u>
Total district program revenues	-	<u>\$ 2,900,743</u>	<u>\$ 3,154,378</u>	<u>\$ 3,072,626</u>	<u>\$ 3,110,331</u>	<u>\$ 3,031,297</u>	<u>\$ 2,975,831</u>	<u>\$ 3,029,528</u>
Net (Expense)/Revenue								
Governmental activities		\$(2,524,734)	\$(2,440,818)	\$(2,988,924)	\$(3,453,920)	\$(3,770,034)	\$(3,528,866)	\$(3,514,272)
Business-type activities	-	(21,981)	(62,380)	(12,670)	(6,907)	(5,908)	3,747	1,809
Total district-wide net expense	-	<u>\$(2,546,715)</u>	<u>\$(2,503,198)</u>	<u>\$(3,001,594)</u>	<u>\$(3,460,827)</u>	<u>\$(3,775,942)</u>	<u>\$(3,525,119)</u>	<u>\$(3,512,463)</u>

Oxford Township School District
Changes in Net Assets, Last Eight Fiscal Years
(accrual basis of accounting)

Exhibit J-2

	Fiscal Year Ending June 30,							
	2003	2004	2005	2006	2007	2008	2009	2010
General Revenues and Other Changes in Net Assets								
Governmental activities:								
Property taxes levied for general purposes, net		\$ 1,971,388	\$ 2,253,920	\$ 2,490,665	\$ 2,721,704	\$ 3,269,312	\$ 3,234,572	\$ 3,234,572
Taxes levied for debt service		297,675	184,169	307,961	306,188	288,656	289,414	289,927
Investment earnings		33,336	10,713	14,048	29,823	22,252	9,545	5,153
Miscellaneous income		7,969	5,270	33,460	638	11,389	24,408	55,220
Federal and State Aid for Capital Assets Projects		654,398	217,480	(21,157)	-	-	-	-
Transfers	-	(30,106)	-	-	-	-	-	-
Total governmental activities	-	<u>2,934,660</u>	<u>2,671,552</u>	<u>2,824,977</u>	<u>3,058,353</u>	<u>3,591,609</u>	<u>3,557,939</u>	<u>3,584,872</u>
Business-type activities:								
Investment earnings	-	163	28	272	962	2,676	331	598
Transfers	-	30,106	-	-	-	-	-	-
Total business-type activities	-	<u>30,269</u>	<u>28</u>	<u>272</u>	<u>962</u>	<u>2,676</u>	<u>331</u>	<u>598</u>
Total district-wide		<u>\$ 2,964,929</u>	<u>\$ 2,671,580</u>	<u>\$ 2,825,249</u>	<u>\$ 3,059,315</u>	<u>\$ 3,594,285</u>	<u>\$ 3,558,270</u>	<u>\$ 3,585,470</u>
Change in Net Assets								
Governmental activities		\$ 409,926	\$ 230,734	\$ (163,947)	\$ (395,567)	\$ (178,425)	\$ 29,073	\$ 70,600
Business-type activities	-	8,288	(62,352)	(12,398)	(5,945)	(3,232)	4,078	2,407
Total district	<u>\$ -</u>	<u>\$ 418,214</u>	<u>\$ 168,382</u>	<u>\$ (176,345)</u>	<u>\$ (401,512)</u>	<u>\$ (181,657)</u>	<u>\$ 33,151</u>	<u>\$ 73,007</u>

Source: CAFR Schedule A-2

Oxford Township School District
Fund Balances, Governmental Funds,
Last Eight Fiscal Years
(modified accrual basis of accounting)

Exhibit J-3

	Fiscal Year Ending June 30,							
	2003	2004	2005	2006	2007	2008	2009	2010
General Fund								
Reserved	\$ 68,853	\$ 79,672	\$ 279,039	\$ 261,544	\$ 186,200	\$ 279,726	\$ 466,818	\$ 580,263
Unreserved	9,991	33,124	48,617	60,082	41,311	41,949	(25,149)	88,194
Total general fund	<u>\$ 78,844</u>	<u>\$ 112,796</u>	<u>\$ 327,656</u>	<u>\$ 321,626</u>	<u>\$ 227,511</u>	<u>\$ 321,675</u>	<u>\$ 441,669</u>	<u>\$ 668,457</u>
All Other Governmental Funds								
Reserved	\$ 4,865,809	\$ 302,109	\$ 93,562	-	-	-	-	-
Unreserved, reported in:								
Special revenue fund	(1,823)	(754)	(754)	\$ (754)	\$ (754)	\$ (754)		\$ 1
Capital projects fund	(128,399)	(290,893)	82,309	3,028	-	-	-	(712,659)
Debt service fund	135,196	126,148	1,902	-	87,835	-	-	-
Total all other governmental funds	<u>\$ 4,870,783</u>	<u>\$ 136,610</u>	<u>\$ 177,019</u>	<u>\$ 2,274</u>	<u>\$ 87,081</u>	<u>\$ (754)</u>	<u>-</u>	<u>\$ (712,658)</u>

Source: CAFR Schedule B-1

**Oxford Township School District
Changes in Fund Balances, Governmental Funds,
Last Ten Fiscal Years**

Exhibit J-4

	<u>2001</u>	<u>2002</u>	<u>2003</u>	<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>
Revenues										
Tax levy	\$ 1,694,247	\$ 1,383,662	\$ 1,882,214	\$ 2,269,063	\$ 2,438,089	\$ 2,798,626	\$ 3,027,892	\$ 3,557,968	\$ 3,523,986	\$ 3,524,499
Interest on Investments										
Interest on Capital Reserve Fund							\$ 50	\$ 100	\$ 100	50
Miscellaneous	31,390	5,049,222	75,240	41,305	15,983	47,508	30,411	33,541	33,853	60,323
State sources	2,088,061	2,296,528	2,247,609	3,056,887	2,726,186	2,522,829	2,682,772	2,777,812	2,748,865	2,425,496
Federal sources	59,435	86,829	108,464	464,215	565,594	441,909	344,807	173,592	142,924	523,070
Total revenue	3,873,133	8,816,241	4,313,527	5,831,470	5,745,852	5,810,872	6,085,932	6,543,013	6,449,728	6,533,438
Expenditures										
Instruction										
Regular Instruction	974,996	1,081,374	1,071,223	1,442,294	1,293,162	1,301,182	1,569,565	1,676,625	1,589,246	1,791,089
Special education instruction	143,823	221,956	304,129	334,841	222,279	237,374	320,016	460,179	636,597	584,390
Other special instruction	47,121	11,091	7,231	18,451	28,250	30,002	34,248	7,700	9,700	9,500
Support Services:										
Tuition	945,191	969,331	1,101,627	1,045,834	1,295,036	1,483,510	1,721,924	2,112,014	1,744,491	1,649,352
Student & instruction related services	175,009	203,273	222,076	406,403	628,468	566,400	651,276	540,556	584,726	562,205
School administrative services	90,732	151,600	163,986	78,526	89,118	93,993	105,926	112,630	113,489	116,737
Other administrative services	215,828	221,009	222,334	282,226	334,186	348,060	377,566	337,587	406,661	430,187
Plant operations and maintenance	196,846	200,818	345,756	271,674	261,726	328,450	390,291	317,697	358,456	394,647
Pupil transportation	119,291	158,827	198,634	184,368	159,545	216,988	197,604	226,945	180,802	131,361
Unallocated employee benefits	444,615	498,607	686,450	811,247	772,182	836,696	415,871	442,355	301,126	296,338
Summer School	5,079	9,367	12,171	8,052	4,700	24,433	24,100	-	-	-
Charter School							17,339	12,571	29,968	30,445
Capital Outlay	22,449	22,449	7,500	5,297,781	93,516	214,696	48,487	1,169	84,304	733,131
Debt service:										
Principal				65,000	70,000	75,000	75,000	85,000	90,000	95,000
Interest and other charges		122,580	243,314	241,723	238,415	234,863	143,353	203,656	199,414	194,926
Total expenditures	3,380,980	3,872,282	4,586,431	10,488,420	5,490,583	5,991,647	6,092,566	6,536,684	6,328,980	7,019,308
Excess (Deficiency) of revenues over (under) expenditures	492,153	4,943,959	(272,904)	(4,656,950)	255,269	(180,775)	(6,634)	6,329	120,748	(485,870)
Other Financing Sources (uses)										
Transfers in								87,835		
Transfers out	(19,355)	(20,032)		(30,106)				(87,835)		
Total other financing sources (uses)	(19,355)	(20,032)	-	(30,106)	-	-	-	-	-	-
Net change in fund balances	\$ 472,798	\$ 4,923,927	\$ (272,904)	\$ (4,687,056)	\$ 255,269	\$ (180,775)	\$ (6,634)	\$ 6,329	\$ 120,748	\$ (485,870)
Debt service as a percentage of noncapital expenditures	0.0%	3.2%	5.3%	5.9%	5.7%	5.4%	3.6%	4.4%	4.6%	4.6%

Source: CAFR Schedule B-2

OXFORD TOWNSHIP SCHOOL DISTRICT

GENERAL FUND OTHER LOCAL REVENUE BY SOURCE
LAST TEN FISCAL YEARS
UNAUDITED

Exhibit J-5

<u>Fiscal Year</u> <u>Ended June 30,</u>	<u>Interest on</u> <u>Investments</u>	<u>Refund</u> <u>Prior Year</u> <u>Expenditures</u>	<u>Rentals</u>	<u>Tuition</u>	<u>Miscellaneous</u>	<u>Total</u>
2001	\$ 29,857				\$ 1,533	\$ 31,390
2002	10,692					\$ 10,692
2003	5,033	\$ 6,668		\$ 1,938	1,200	\$ 14,839
2004	2,785	6,419			1,550	\$ 10,754
2005	10,713	545	\$ 4,725			\$ 15,983
2006	14,048	399	6,725			\$ 21,172
2007	29,773				383	\$ 30,156
2008	22,152	3,773			7,616	\$ 33,541
2009	9,545	11,513			12,895	\$ 33,953
2010	5,153	33,986		19,050	2,184	\$ 60,373

SOURCE: District Records

**Oxford Township School District
Assessed Value and Actual Value of Taxable Property,
Last Ten Fiscal Years**

Exhibit J-6

Fiscal Year Ended June 30.	Vacant Land	Residential	Farm Reg.	Qfarm	Commercial	Industrial	Apartment	Total Assessed Value	Less: Tax-Exempt Property	Public Utilities a	Net Valuation Taxable	Total Direct School Tax Rate b	Estimated Actual (County Equalized Value)
2001	\$7,447,900	\$81,674,000	\$2,072,900	\$303,100	\$4,160,800	\$5,199,800	0	\$123,805,766	\$22,236,050	\$711,216	\$101,569,716	\$1.670	\$108,056,795
2002	4,237,000	95,423,000	2,084,500	463,822	4,365,500	5,199,800	0	135,434,877	22,855,350	805,905	112,579,527	1.231	118,267,357
2003	2,837,800	100,036,600	2,319,300	398,158	4,225,200	5,244,600	0	138,919,134	23,087,750	769,726	115,831,384	1.625	129,904,275
2004	2,751,200	100,470,200	2,590,500	398,458	4,593,200	5,244,600	0	139,972,615	23,140,850	783,607	116,831,765	1.943	143,471,202
2005	2,740,400	100,961,700	2,910,900	375,158	4,680,600	5,194,600	0	140,740,378	23,188,450	688,570	117,551,928	2.076	164,255,122
2006	3,094,500	101,881,600	2,752,900	249,158	4,756,700	4,694,600	0	141,231,741	23,190,550	611,733	118,041,191	2.365	184,265,771
2007	2,838,900	103,374,300	2,752,900	221,508	4,799,800	3,924,300	0	145,445,905	26,975,750	558,447	118,470,155	2.565	207,175,594
2008	5,426,300	214,930,200	5,767,700	239,860	10,050,400	5,973,400	0	291,760,231	48,407,093	965,278	243,353,138	1.464	231,247,303
2009	5,571,800	214,059,400	6,377,900	239,860	9,614,200	5,849,500	0	291,295,676	48,531,793	1,051,223	242,763,883	1.451	239,375,946
2010	6,186,200	213,956,900	6,302,700	225,085	9,095,200	4,609,600	0	289,699,118	48,448,593	874,840	241,250,525	1.460	241,566,457

Source: District records Tax list summary & Municipal Tax Assessor

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

Reassessment occurs when ordered by the County Board of Taxation

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

b Tax rates are per \$100

**Oxford Township School District
Direct and Overlapping Property Tax Rates
Last Ten Fiscal Years**

Exhibit J-7

(rate per \$100 of assessed value)

Fiscal Year Ended June 30,	Oxford Township Board of Education						Total Direct and Overlapping Tax Rate
	Basic Rate ^a	General Obligation Debt Service ^b	Total Direct	Oxford Township	Library	Warren County	
2001	\$1.670	\$0.000	\$1.670	\$0.252	\$0.067	\$0.791	\$2.780
2002	\$1.231	\$0.000	\$1.231	\$0.214	\$0.066	\$0.749	\$2.260
2003	\$1.625	\$0.000	\$1.625	\$0.209	\$0.066	\$0.730	\$2.630
2004	\$1.679	\$0.264	\$1.943	\$0.240	\$0.064	\$0.763	\$3.010
2005	\$1.823	\$0.253	\$2.076	\$0.241	\$0.074	\$0.859	\$3.250
2006	\$2.209	\$0.156	\$2.365	\$0.292	\$0.081	\$0.922	\$3.660
2007	\$2.307	\$0.258	\$2.565	\$0.291	\$0.090	\$1.004	\$3.950
2008	\$1.345	\$0.119	\$1.464	\$0.201	\$0.051	\$0.534	\$2.250
2009	\$1.332	\$0.119	\$1.451	\$0.183	\$0.052	\$0.549	\$2.235
2010	\$1.340	\$0.120	\$1.460	\$0.214	\$0.052	\$0.551	\$2.277

Source: District Records and Municipal Tax Collector

Note:

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

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

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

**Oxford Township School District
Principal Property Tax Payers,
Current Year and Nine Years Ago**

Exhibit J-8

Taxpayer	2010			2001		
	Taxable Assessed Value	Rank [Optional]	% of Total District Net Assessed Value	Taxable Assessed Value	Rank [Optional]	% of Total District Net Assessed Value
Individual Taxpayer #1	\$2,207,200	1	0.91%	921,400	4	0.91%
Tilcon Materials, Inc.	2,113,700	2	0.88%			
Oxford Textile	1,657,800	3	0.69%			
Individual Taxpayer #2	1,428,200	4	0.59%			
Individual Taxpayer #3	1,163,200	5	0.48%			
United Telephone	1,155,292	6	0.48%	722,743	5	0.71%
Individual Taxpayer #4	750,100	7	0.31%	319,000	8	0.31%
Individual Taxpayer #5	732,700	8	0.30%	411,400	7	0.41%
Wall Street Partners	710,600	9	0.29%			
Individual Taxpayer #6	621,300	10	0.26%			
Oxford Textile, Inc.				3,505,600	1	3.45%
Oxford Quarry, Inc.				1,592,500	2	1.57%
Skyland Development L.P.				1,090,100	3	1.07%
Oxtech Industries, Inc.				641,000	6	0.63%
Total	\$ 12,540,092		5.20%	\$ 9,203,743		9.06%

Source: District CAFR & Municipal Tax Assessor

**Oxford Township School District
Property Tax Levies and Collections,
Last Ten Fiscal Years**

Exhibit J-9

Fiscal Year Ended June 30,	Taxes Levied for the Fiscal Year	Collected within the Fiscal Year of the Levy		Collections in Subsequent Years
		Amount	Percentage of Levy	
2001	\$1,694,247	\$1,694,247	100.00%	-
2002	\$1,383,662	\$1,383,662	100.00%	-
2003	\$1,882,214	\$1,882,214	100.00%	-
2004	\$2,269,063	\$2,269,063	100.00%	-
2005	\$2,438,089	\$2,438,089	100.00%	-
2006	\$2,798,626	\$2,798,626	100.00%	-
2007	\$3,027,892	\$3,027,892	100.00%	-
2008	\$3,557,968	\$3,557,968	100.00%	-
2009	\$3,523,986	\$3,523,986	100.00%	-
2010	\$3,524,499	\$3,524,499	100.00%	-

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

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

**Oxford Township School District
Ratios of Outstanding Debt by Type
Last Ten Fiscal Years**

Exhibit J-10

Fiscal Year Ended June 30,	Governmental Activities				Business-Type Activities		Percentage of Personal Income ^a	Per Capita ^a
	General Obligation Bonds ^b	Certificates of Participation	Capital Leases	Bond Anticipation Notes (BANs)	Capital Leases	Total District		
2001	-0-	-0-	-0-	-0-	-0-	-0-		
2002	\$4,905,000	-0-	-0-	-0-	-0-	\$4,905,000	5.89%	\$1,993
2003	\$4,905,000	-0-	-0-	-0-	-0-	\$4,905,000	5.57%	\$1,924
2004	\$4,840,000	-0-	-0-	-0-	-0-	\$4,840,000	5.26%	\$1,871
2005	\$4,770,000	-0-	-0-	-0-	-0-	\$4,770,000	4.98%	\$1,836
2006	\$4,695,000	-0-	-0-	-0-	-0-	\$4,695,000	4.57%	\$1,802
2007	\$4,890,000	-0-	-0-	-0-	-0-	\$4,890,000	4.50%	\$1,886
2008	\$4,805,000	-0-	-0-	-0-	-0-	\$4,805,000	4.34%	\$1,861
2009	\$4,715,000	-0-	-0-	-0-	-0-	\$4,715,000	4.25%	\$1,823
2010	\$4,620,000	-0-	-0-	\$1,309,200	-0-	\$5,929,200	5.38%	\$2,306 *

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

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

a See Exhibit NJ J-14 for personal income and population data. These ratios are calculated using personal income and population for the prior calendar year.

b Includes Early Retirement Incentive Plan (ERIP) refunding

* Current data unavailable

**Oxford Township School District
Ratios of Net General Bonded Debt Outstanding
Last Ten Fiscal Years**

Exhibit J-11

Fiscal Year Ended June 30,	General Bonded Debt Outstanding			Percentage of Actual Taxable Value ^a of Property	Per Capita ^b
	General Obligation Bonds	Deductions	Net General Bonded Debt Outstanding		
2001	-0-	-0-	-0-	-0-	-0-
2002	\$4,905,000	-0-	\$4,905,000	4.36%	\$1,993
2003	\$4,905,000	-0-	\$4,905,000	4.23%	\$1,924
2004	\$4,840,000	-0-	\$4,840,000	4.14%	\$1,871
2005	\$4,770,000	-0-	\$4,770,000	4.06%	\$1,836
2006	\$4,695,000	-0-	\$4,695,000	3.98%	\$1,802
2007	\$4,890,000	-0-	\$4,890,000	4.13%	\$1,886
2008	\$4,805,000	-0-	\$4,805,000	1.97%	\$1,861
2009	\$4,715,000	-0-	\$4,715,000	1.94%	\$1,823
2010	\$4,620,000	-0-	\$4,620,000	1.92%	\$2,306

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

a See Exhibit NJ J-6 for property tax data.

b Population data can be found in Exhibit NJ J-14.

**Oxford Township School District
Ratios of Overlapping Governmental Activities Debt
As of June 30, 2010**

Exhibit J-12

<u>Governmental Unit</u>	<u>Debt Outstanding</u>	<u>Estimated Percentage Applicable ^a</u>	<u>Estimated Share of Overlapping Debt</u>
Debt repaid with property taxes Township of Oxford	\$ 1,382,903	100.000%	\$ 1,382,903
Other debt Warren County	7,775,000	1.749%	<u>136,013</u>
Subtotal, overlapping debt			1,518,916
Oxford Township School District Direct Debt			<u>5,929,200</u>
Total direct and overlapping debt			<u><u>\$ 7,448,116</u></u>

Sources: Township Finance Officer, Warren County Finance Office and Utility Authorities

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

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

Oxford Township School District
 Legal Debt Margin Information,
 Last Ten Fiscal Years

Exhibit J-13

Legal Debt Margin Calculation for Fiscal Year 2010

Equalized valuation basis	
2007	\$ 237,448,922
2008	240,414,422
2009	233,215,955
[A]	\$ 711,079,299

Average equalized valuation of taxable property **[A/3]** \$ 237,026,433

Debt limit (3 % of average equalization value) **[B]** 7,110,793

Net school debt **[C]** 5,929,200

Legal debt margin **[B-C]** **\$ 1,181,593**

	Fiscal Year									
	<u>2001</u>	<u>2002</u>	<u>2003</u>	<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>
Debt limit	\$2,855,174	\$3,220,118	\$3,684,959	\$4,304,136	\$4,878,175	\$5,463,912	\$6,114,945	\$6,677,318	\$7,049,723	\$ 7,110,793
Total net debt applicable to limit		4,905,000	4,905,000	4,905,000	4,770,000	4,695,000	4,890,000	4,805,000	4,715,000	5,929,200
Legal debt margin	<u>\$2,855,174</u>	<u>(\$1,684,882)</u>	<u>(\$1,220,041)</u>	<u>(\$600,864)</u>	<u>\$108,175</u>	<u>\$768,912</u>	<u>\$1,224,945</u>	<u>\$1,872,318</u>	<u>\$2,334,723</u>	<u>\$1,181,593</u>
Total net debt applicable to the limit as a percentage of debt limit	0.00%	152.32%	133.11%	113.96%	97.78%	85.93%	79.97%	71.96%	66.88%	83.38%

Source: Abstract of Ratables and District Records CAFR Schedule J-7

a Limit set by NJSA 18A:24-19 for a K through 8 district; other % limits would be applicable for other districts

**Oxford Township School District
Demographic and Economic Statistics
Last Ten Fiscal Years**

Exhibit J-14

<u>Year</u>	<u>Population^a</u>	<u>Personal Income (thousands of dollars)^b</u>	<u>Per Capita Personal Income^c</u>	<u>Unemployment Rate^d</u>
2001	2,336	\$ 77,494,464	\$33,174 R	3.7%
2002	2,461	\$ 83,292,545	\$33,845 R	5.6%
2003	2,550	\$ 88,013,250	\$34,515 R	6.0%
2004	2,587	\$ 92,040,286	\$35,578 R	4.5%
2005	2,598	\$ 95,819,436	\$36,882 R	7.0%
2006	2,605	\$ 102,762,040	\$39,448 R	7.5%
2007	2,593	\$ 108,719,304	\$41,928 R	6.9%
2008	2,582	\$ 110,760,054	\$42,897	9.1%
2009	2,586	\$ 110,931,642	\$42,897 *	15.7%
2010	2,571	\$ 110,288,187	\$42,897 *	*

Source:

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

^b Personal Income provided by US Dept of Commerce

^c Per Capita provided by US Dept of Commerce

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

R =Revised

* Current data unavailable

Oxford Township School District
Principal Employers,
Current Year and Nine Years Ago

Exhibit J-15

N/A

Employer	2010			2001		
	Employees	Rank (Optional)	Percentage of Total Employment	Employees	Rank (Optional)	Percentage of Total Employment
		1	0.00%			0.00%
		2	0.00%			0.00%
		3	0.00%			0.00%
		4	0.00%			0.00%
		5	0.00%			0.00%
		6	0.00%			0.00%
		7	0.00%			0.00%
		8	0.00%			0.00%
		9	0.00%			0.00%
		10	0.00%			0.00%
	<hr/>		<hr/>	<hr/>		<hr/>
	<u>-</u>		<u>0.00%</u>	<u>-</u>		<u>0.00%</u>

Source:
No reliable information is available at the local or county level.

**Oxford Township School District
Full-time Equivalent District Employees by Function/Program,
Last Ten Fiscal Years**

Exhibit J-16

<u>Function/Program</u>	<u>2001</u>	<u>2002</u>	<u>2003</u>	<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>
Instruction										
Regular	23	23	23	23	23	22	22	22.5	20.0	20.0
Special education	7	7	8	8	7	8	8	8	8.0	8.0
Other special education	2	2	2	3	3	5	5	10	6.5	10.0
Support Services:										
Student & instruction related services	4	4	4	5	4	4	4	3	5.0	4.3
School administrative services	4	4	4	4	4	4	4	4	4.0	4.0
Business administrative services	2	2	2	2	2	2	2	2	2.0	2.5
Plant operations and maintenance	2	3	3	3	3	3	3	3.5	3.5	3.5
Food Service	2	3	2	3	3	3	3	-	-	
Total	46	48	48	51	49	51	51	53	49.0	52.3

Source: District Personnel Records

Oxford Township School District
 Operating Statistics
 Last Ten Fiscal Years

Exhibit J-17

Fiscal Year	Enrollment ^d	Operating Expenditures ^a	Cost Per Pupil	Percentage Change	Teaching Staff ^b	Pupil/Teacher Ratio		Average Daily Enrollment (ADE) ^c	Average Daily Attendance (ADA) ^c	% Change in Average Daily Enrollment	Student Attendance Percentage
						Elementary					
2001	356	\$ 3,464,854	\$ 9,733	4.90%	33	1/12		356.1	340.3	10.76%	95.6%
2002	348	3,876,113	11,138	14.44%	33	1/12		348.0	331.0	-2.27%	95.1%
2003	336	4,508,421	13,418	20.47%	33	1/12		333.3	315.1	-4.22%	94.5%
2004	316	4,974,424	15,742	17.32%	33	1/10.5		315.0	302.0	-5.49%	95.9%
2005	318	5,129,343	16,130	2.47%	33	1/10.2		320.7	304.4	1.81%	94.9%
2006	314	5,467,088	17,411	7.94%	30	1/10.5		314.0	302.4	-2.09%	96.3%
2007	319	5,874,213	18,414	5.76%	30	1/10.6		307.3	293.2	-2.13%	95.4%
2008	299	6,248,028	20,896	13.48%	30	1/10.0		299.0	285.7	-2.70%	95.6%
2009	408	6,248,028	15,314	-26.72%	28	1/14.6		291.0	273.9	-2.68%	94.1%
2010	406	6,729,382	16,575	8.23%	28	1/14.5		287.0	274.2	-1.37%	95.5%

Sources: District records, ASSA and Schedule J-4

Note: Enrollment based on annual October district count.

- a Operating expenditures equal total expenditures less debt service and capital outlay; Schedule J-2
- 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)
- d Enrollment for FY2010 forward includes student counts for tuition students.

**Oxford Township School District
School Building Information
Last Ten Fiscal Years**

Exhibit J-18

<u>District Building</u>	<u>2001</u>	<u>2002</u>	<u>2003</u>	<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>
<u>Elementary</u>										
Oxford Central (1923)										
Square Feet	39,021	39,021	39,021	125,554	125,554	125,554	125,554	125,554	125,554	125,554
Capacity (students)	296	296	296	378	378	378	378	378	378	378
Enrollment	356	348	336	316	318	314	319	299	291	288

Number of Schools at June 30, 2010

Source: District records, ASSA

Elementary = 1

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

OXFORD TOWNSHIP SCHOOL DISTRICT
GENERAL FUND
SCHEDULE OF REQUIRED MAINTENANCE FOR SCHOOL FACILITIES
Last Eight Fiscal Years Ending June 30, 2010

Exhibit J-19

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

<u>School Facilities</u>	<u>Project #</u>	<u>2002</u>	<u>2003</u>	<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2,009</u>	<u>2010</u>	<u>Total</u>
Oxford Central School	N/A	<u>\$150,486</u>	<u>\$230,010</u>	<u>\$142,945</u>	<u>\$136,401</u>	<u>\$160,072</u>	<u>\$182,665</u>	<u>\$61,455</u>	<u>\$88,736</u>	<u>\$92,280</u>	<u>\$1,245,050</u>
Total School Facilities		150,486	230,010	142,945	136,401	160,072	182,665	61,455	88,736	92,280	1,245,050
Other Facilities		<u>NONE</u>	<u>NONE</u>	<u>NONE</u>	<u>NONE</u>	<u>NONE</u>	<u>NONE</u>	<u>NONE</u>	<u>NONE</u>	<u>NONE</u>	<u>NONE</u>
Grand Total		<u>\$150,486</u>	<u>\$230,010</u>	<u>\$142,945</u>	<u>\$136,401</u>	<u>\$160,072</u>	<u>\$182,665</u>	<u>\$61,455</u>	<u>\$88,736</u>	<u>\$92,280</u>	<u>\$1,245,050</u>

OXFORD TOWNSHIP SCHOOL DISTRICT

INSURANCE SCHEDULE
JUNE 30, 2010
UNAUDITED

Exhibit J-20

<u>POLICY TYPE</u>	<u>COVERAGE</u>	<u>DEDUCTIBLE</u>
COMPREHENSIVE PACKAGE POLICY - School Alliance Insurance Fund		
Property-Blanket Building and Contents	\$ 6,800,000,000	\$ 500
Builders Risk	5,000,000	500
Fine Arts Coverage	300,000	500
Crime and Fidelity	100,000	1,000
Comprehensive General Liability:		
Occurrence Limit	5,000,000	None
Comprehensive Automobile Liability	5,000,000	None
Workers' Compensation	5,000,000	None
School Board Liability	5,000,000	5,000
Environmental Impairment Liability	1,000,000	10,000
PUBLIC EMPLOYEES' FAITHFUL PERFORMANCE		
BLANKET POSITION BOND - Selective Insurance Company		
School Board Secretary/School Business Administrator	165,000	
Treasurer of School Monies	165,000	

SOURCE: District Records

Single Audit Section



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 Douglas R. Williams, CPA, RMA, PSA
 Anthony F. Ardito, PA, RMA, PSA

**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
 Oxford Township School District
 County of Warren
 Oxford, New Jersey 07863

We have audited the financial statements of the Board of Education of the Oxford Township School District in the County of Warren, State of New Jersey, as of and for the fiscal year ended June 30, 2010, and have issued our report thereon dated August 31, 2010. 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 Government Auditing Standards issued by the Comptroller General of the United States; and audit requirements as prescribed by the Division of Finance, Department of Education, State of New Jersey.

Internal Control Over Financial Reporting

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

-Continued-

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

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 Oxford Township School District Board of Education's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under Government Auditing Standards, and audit requirements as prescribed by the Division of Finance, Department of Education, State of New Jersey.

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



Licensed Public School Accountant No.2369
ARDITO & CO., LLP

Date: August 31, 2010



ARDITO & Co., LLP

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 Douglas R. Williams, CPA, RMA, PSA
 Anthony F. Ardito, PA, RMA, PSA

**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
 Oxford Township School District
 County of Warren
 Oxford, New Jersey 07863

Compliance

We have audited the compliance of the Oxford Township School District in the County of Warren, 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 State Aid/Grant Compliance Supplement that are applicable to each of its major federal and state programs for the fiscal year ended June 30, 2010. The Oxford Township School District Board of Education'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 Oxford Township School District Board of Education's management. Our responsibility is to express an opinion on the Oxford Township School District Board of Education'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; and OMB Circular A-133, Audits of States, Local Governments, and Non-Profit Organizations; and the audit requirements as prescribed by the Division of Finance, Department of Education, State of New Jersey, 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 Circular 04-04, require that we plan and perform the audit to obtain reasonable assurance about whether non-compliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal or state program occurred.

-Continued-

An audit includes examining, on a test basis, evidence about the Oxford Township School District Board of Education'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 Oxford Township School District Board of Education's compliance with those requirements.

In our opinion the Board of Education of the Oxford Township School District, in the County of Warren, 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 fiscal year ended June 30, 2010.

Internal Control Over Financial Reporting

The management of the Board of Education of the Oxford Township School District is responsible for establishing and maintaining effective internal control over compliance with the requirements of laws, regulations, contracts and grants applicable to federal and state programs. In planning and performing our audit, we considered the Oxford Township School District of Education's internal control over compliance with requirements that could have a direct and material effect on a major federal or state program in order to determine our auditing procedures for the purpose of expressing our opinion on compliance and to test and report on internal control over compliance in accordance with OMB Circular A-133 and New Jersey OMB Circular 04-04, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the Oxford Township School District Board of Education's internal control over compliance.

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

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be deficiencies, 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 solely for the information and use of the audit committee, management, the Oxford Township School District Board of Education, the New Jersey State Department of Education, and other federal and state awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties.



Licensed Public School Accountant No.2369
ARDITO & CO., LLP

Date: August 31, 2010

OXFORD TOWNSHIP SCHOOL DISTRICT

K-3

Schedule of Expenditures of Federal Awards
for the Fiscal Year ended June 20, 2010

Schedule A

Federal Grantor/Pass-through Grantor/Program Title	Federal CFDA No.	Grant or State Project Number	Program or Award Amount	Grant Period		Balance At June 30, 2009	Carryover/ Walkover/ Amount	Cash Received	Budget Expend.	Adjust.	Repayment of Prior Years' Balances	Balance at June 30, 2010			Cumulative Total Expenditures	
				From	To							Accounts Receivable	Deferred Revenue	Due to Grantor		
U.S. Department of Education																
General Fund:																
ARRA-SFSF-ESF (Educ. State Grants)	84.394	N/A	\$ 366,896	7/1/09	6/30/10			\$ 366,896	\$ (366,896)						\$	366,896
ARRA-SFSF-GSF (Government Services)	84.397	N/A	14,203	7/1/09	6/30/10			14,203	(14,203)							14,203
Medical Assistance Program (SEMI)	93.778	N/A	3,534	7/1/09	6/30/10			3,534	(3,534)							3,534
Total General Fund						-	-	384,633	(384,633)	-	-	-	-	-	-	384,633
U.S. Department of Education Passed- Through State Dept. of Education:																
Special Revenue Fund:																
Title I	84.010	NCLB-1785-10	\$ 21,327	9/1/09	8/31/10			\$ 21,327	\$ (21,327)						\$	21,327
ARRA - Title I	84.389	NCLB-1785-10	4,945	9/1/09	8/31/10			559	(559)			\$ (4,386)	\$ 4,386			559
Title I I (A)	84.367A	NCLB-1785-10	12,651	9/1/09	8/31/10			12,651	(12,651)							12,651
Title I I (D)	84.318X	NCLB-1785-10	205	9/1/09	8/31/10			205	(205)							205
Title IV	84.186A	NCLB-1785-10	653	9/1/09	8/31/10			653	(653)							653
Rural Education Achievement Program	84.358A	S358A094957	28,234	7/1/09	9/30/10			28,234	(28,234)							28,234
I.D.E.A. Part B, Basic Regular	84.027	FT-1785-10	72,053	9/1/09	8/31/10			72,053	(72,053)							72,053
I.D.E.A. Part B, Preschool	84.173	FT-1785-10	2,755	9/1/09	8/31/10			2,755	(2,755)							2,755
ARRA - I.D.E.A. Part B	84.391	FT367510	86,197	9/1/09	8/31/10							(86,197)	86,197			
ARRA - I.D.E.A. Preschool	84.392	FT367510	3,117	9/1/09	8/31/10							(3,117)	3,117			
Total Special Revenue Fund								138,437	(138,437)			(93,700)	93,700			138,437
U.S. Dept. of Agriculture Passed- Through State Dept. of Education:																
Enterprise Fund:																
Food Distribution Program	10.565	N/A		7/1/08	6/30/09	\$ 1,169			(1,169)							1,169
Food Distribution Program	10.565	N/A	4,056	7/1/09	6/30/10			4,056	(2,744)				1,312			2,744
National School Lunch Program	10.555	N/A		7/1/08	6/30/09	(804)		804								
National School Lunch Program	10.555	N/A	17,694	7/1/09	6/30/10			16,734	(17,694)			(960)				17,694
Total Enterprise Fund						365		21,594	(21,607)			(960)	1,312			21,607
TOTAL FEDERAL ASSISTANCE						\$ 365	-	\$ 544,664	\$ (544,677)	-	-	\$ (94,660)	\$ 95,012	-	\$	544,677

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

OXFORD TOWNSHIP SCHOOL DISTRICT

K-4

Schedule of Expenditures of State Financial Assistance
for the Fiscal Year ended June 20, 2010

Schedule B

STATE GRANTOR/PASS-THROUGH GRANTOR/PROGRAM TITLE	GRANT OR STATE PROJECT NUMBER	GRANT PERIOD	AWARD AMOUNT	BALANCE 6/30/2009	CARRY- OVER AMOUNT	CASH RECEIVED	BUDGET. EXPEND.	ADJUST.	REPAYMENT OF PRIOR YEARS' BALANCES	BALANCE AT JUNE 30, 2010			MEMO		
										(ACCTS. RECEIV.)	INTERFUND PAYABLE/ DEFER. REVENUE	DUE TO GRANTOR	BUDGETARY RECEIVABLE	CUMULATIVE TOTAL EXPEND.	
State Department of Education															
General Fund:															
Equalization Aid	10-495-034-5120-078	7/1/09-6/30/10	\$ 1,667,715			\$ 1,667,715	\$ (1,667,715)							\$ 206,437	\$ 1,667,715
Transportation Aid	10-495-034-5120-014	7/1/09-6/30/10	184,856			184,856	(184,856)							14,703	184,856
Special Education Aid	10-495-034-5120-089	7/1/09-6/30/10	216,789			216,789	(216,789)							20,433	216,789
Security Aid	10-495-034-5120-084	7/1/09-6/30/10	31,945			31,945	(31,945)							3,035	31,945
Non-Public Transportation Aid	09-100-034-5120-068	7/1/08-6/30/09		\$ (3,566)		3,566									
Non-Public Transportation Aid	10-100-034-5120-068	7/1/09-6/30/10	1,691				(1,691)			\$ (1,691)					1,691
Extraordinary Aid	09-495-034-5120-044	7/1/08-6/30/09		(50,864)		50,864									
Extraordinary Aid	10-495-034-5120-044	7/1/09-6/30/10	30,395				(30,395)			(30,395)					30,395
On-behalf TPAF Pension Contrib.	10-495-034-5095-001	7/1/09-6/30/10	136,083			136,083	(136,083)								136,083
Reimbursed TPAF Soc.Secur.Contrib.	10-495-034-5095-002	7/1/09-6/30/10	160,255			159,680	(160,255)			(7,838)					160,255
Total General Fund				(61,693)		2,451,498	(2,429,729)			(39,924)				244,608	2,429,729
Special Revenue Fund:															
Rebel II	N/A	7/1/09-6/30/10	650			650	(650)								650
Rutgers	N/A	7/1/09-6/30/10	1,500			1,500	(1,500)								1,500
Total Special Revenue Fund						2,150	(2,150)								2,150
State Department of Agriculture:															
Enterprise Fund:															
Nat.School Lunch Prog.(State Share)	09-100-010-3350-023	7/1/08-6/30/09		(76)		76									
Nat.School Lunch Prog.(State Share)	10-100-010-3350-023	7/1/09-6/30/10	1,382			1,312	(1,382)			(70)					1,382
Total Enterprise Fund				(76)		1,388	(1,382)			(70)					1,382
Total State Financial Assistance				\$ (61,769)		\$ 2,455,036	\$ (2,433,261)			\$ (39,994)				\$ 244,608	\$ 2,433,261

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

NOTES TO THE SCHEDULES OF EXPENDITURES OF AWARDS
AND FINANCIAL ASSISTANCE
JUNE 30, 2010

NOTE 1. GENERAL

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

NOTE 2. BASIS OF ACCOUNTING

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

NOTE 3. RELATIONSHIP TO GENERAL PURPOSE 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 \$(6,383) for the general fund and \$-0- for the special revenue fund. See Exhibit C-3 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 on the following page:

NOTES TO THE SCHEDULES OF EXPENDITURES OF AWARDS
AND FINANCIAL ASSISTANCE
JUNE 30, 2010

NOTE 3. (Continued)

	<u>Federal</u>	<u>State</u>	<u>Total</u>
General Fund	\$ 384,633	\$ 2,423,346	\$ 2,807,979
Special Revenue Fund	138,437	2,150	140,587
Food Service Fund	<u>22,567</u>	<u>1,382</u>	<u>23,949</u>
Total Financial Assistance	<u>\$ 545,637</u>	<u>\$ 2,426,878</u>	<u>\$ 2,972,515</u>

NOTE 4. RELATIONSHIP TO STATE FINANCIAL REPORTS

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

NOTE 5. OTHER

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

SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2010

Part I - Summary of Auditor's Results

Financial Statement Section

- A) Type of auditor's report issued: Unqualified
- B) Internal control over financial reporting:
 1) Material weakness(es) identified? ___ Yes x No
 2) Were significant deficiencies identified that were not considered to be material weaknesses? ___ Yes x None Reported
- C) Noncompliance material to financial statements noted? ___ Yes x No

Federal Awards Section

- D) Dollar threshold used to determine Type A programs: \$300,000
- E) Auditee qualified as low-risk auditee? ___ Yes x No
- F) Type of auditor's report on compliance for major programs: Unqualified
- G) Internal Control over compliance:
 1) Material weakness(es) identified? ___ Yes x No
 2) Were significant deficiencies identified that were not considered to be material weaknesses? ___ Yes x No
- H) Any audit findings disclosed that are required to be reported in accordance with OMB Circular A-133(Section .510(a))? ___ Yes x No
- I) Identification of major programs:

CFDA NUMBER(S)

84.394
84.397
84.389

NAME OF FEDERAL PROGRAM OR CLUSTER

ARRA-SFSF-ESF
ARRA-SFSF-GSF
ARRA-Title I

SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2010

Part I - Summary of Auditor's Results

State Financial Assistance Section

- J) Dollar threshold used to determine Type A programs: \$300,000
- K) Auditee qualified as low-risk auditee? (1) x yes no
- L) Type of auditor's report on compliance for major programs: Unqualified
- M) Internal Control over compliance:
 - 1) Material weakness(es) identified? ___yes x no
 - 2) Were significant deficiencies identified that were not considered to be material weaknesses? ___yes x none reported
- N) Any audit findings disclosed that are required to be reported in accordance with NJ OMB Circular 04-04? ___yes x no
- O) Identification of major programs:

GMIS Number(s)

Name of State Program

10-495-034-5095-002

Reimb. TPAF Soc. Sec.

10-495-034-5120-078

Equalization Aid

SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2010

Section II-Financial Statement Findings

There were no matters of noncompliance or reportable conditions noted, that are required to be reported in accordance with Government Auditing Standards.

Section III - Federal and State Financial Assistance Findings and Questioned Costs

FEDERAL AND STATE FINANCIAL ASSISTANCE-There were no federal or state financial assistance findings or questioned costs that are required to be reported in accordance with OMB Circular A-133 or with NJOMB Circular 04-04.

SUMMARY SCHEDULE OF PRIOR YEAR AUDIT FINDINGS
AND QUESTIONED COSTS AS PREPARED BY MANAGEMENT
FOR THE FISCAL YEAR ENDED JUNE 30, 2010

STATUS OF PRIOR YEAR FINDINGS

In accordance with government auditing standards, our procedures included a review of all prior year recommendations. There were no prior year findings.