

**SCHOOL DISTRICT OF
BERKELEY TOWNSHIP**

**BERKELEY TOWNSHIP BOARD OF EDUCATION
Bayville, New Jersey
County of Ocean**

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

COMPREHENSIVE ANNUAL FINANCIAL REPORT

OF THE

BERKELEY TOWNSHIP BOARD OF EDUCATION

BAYVILLE, NEW JERSEY

FOR THE FISCAL YEAR ENDED JUNE 30, 2011

Prepared by

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

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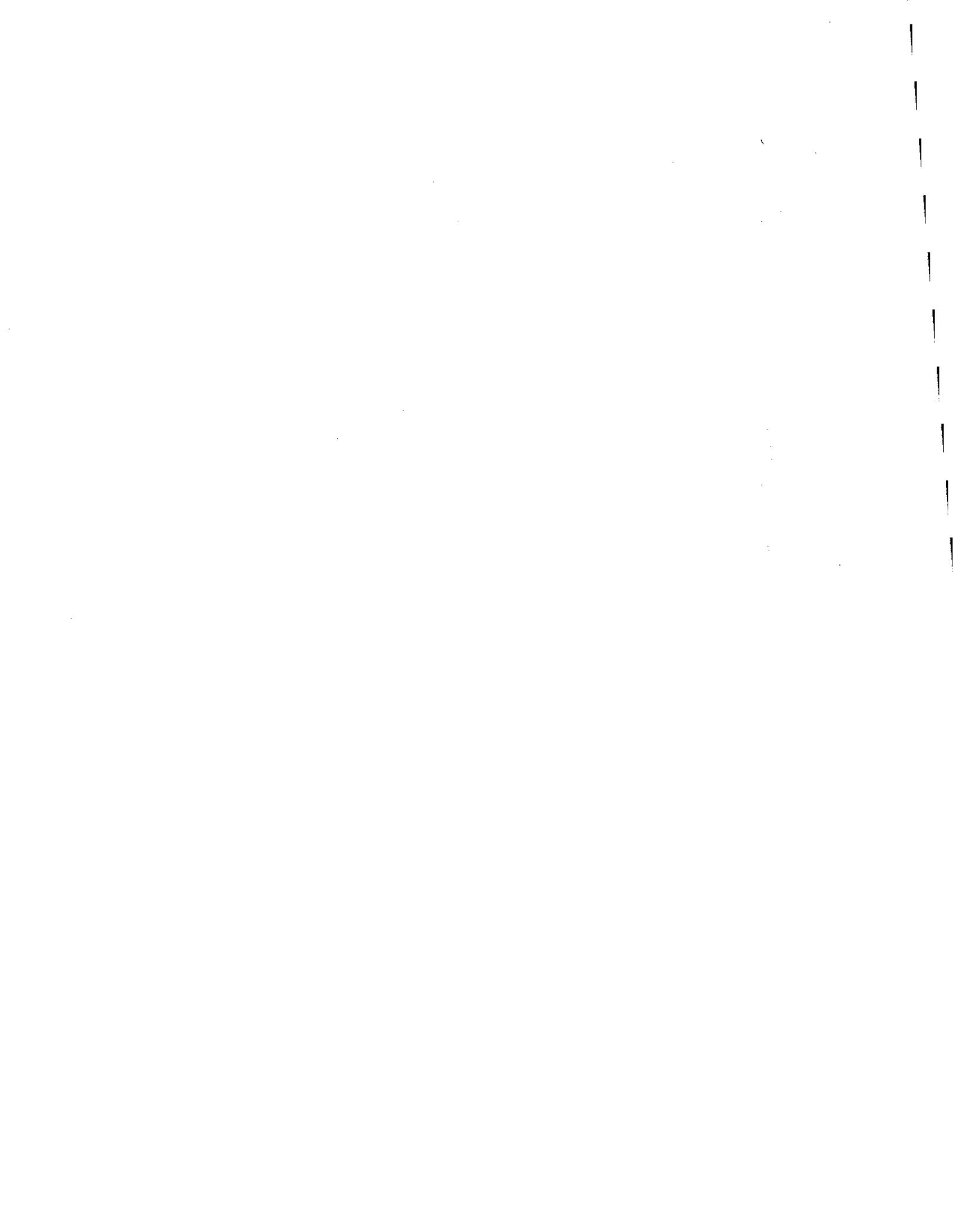
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INTRODUCTORY SECTION



BERKELEY TOWNSHIP SCHOOL DISTRICT

53 CENTRAL PARKWAY
BAYVILLE, NEW JERSEY 08721-2414

Laura Venter, CPA, RSBA, RSBO
Business Administrator/Board Secretary

(732) 269-2321 Ext. 3205
FAX: (732) 269-4487
E-mail address: lventer@btboe.org

September 16, 2011

Honorable President and
Members of the Board of Education
Berkeley Township School District
County of Ocean, New Jersey

Dear Board Members:

The Comprehensive Annual Financial Report ("CAFR") of the Berkeley Township School District for the fiscal year ended June 30, 2011, is hereby submitted. Responsibility for both the accuracy of the data and completeness and fairness of the presentation, including all disclosures, rests with the management of the Board of Education of Berkeley Township. To the best of our knowledge and belief, the data as 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 District. All disclosures necessary to enable the reader to gain an understanding of the District's financial activities have been included.

The Comprehensive Annual Financial Report is presented in four sections: introductory, financial, statistical and single audit. The introductory section includes the transmittal letter, the District's organizational chart and a list of principal officials. The financial section includes the Management's Discussion and Analysis and the basic financial statements and schedules, as well as the auditor's report thereon. The statistical section includes selected financial and demographic information, generally presented on a multi-year basis. The District is required to undergo an annual single audit in conformity with the provisions of the Single Audit Act Amendments of 1996 and the U.S. Office of Management and Budget Circular A-133, "Audits of State and 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 Aids." Information related to this single audit, including the auditor's reports on the internal control structure and compliance with applicable laws and regulations and findings and recommendations, are included in the single audit section of this report.

1) REPORTING ENTITY AND ITS SERVICES: The Berkeley Township School District is an independent reporting entity within the criteria adopted by the GASB as established by GASB 34. All funds and account groups of the District are included in this report. The Berkeley Township Board of Education and all its schools constitute the District's reporting entity.

The District provides a full range of educational services appropriate to grade levels PS through 6. These include regular programs, as well as Special Education for handicapped youngsters. The District completed the 2010-2011 fiscal year with an average daily enrollment of 2,036 students. The following details the changes in the student average daily enrollment of the District over the last ten years.

AVERAGE DAILY ENROLLMENT

Fiscal Year	Average Daily Student Enrollment	Percent Change
2001 – 2002	1,931.2	3.00%
2002 – 2003	1,923.5	(.40%)
2003 – 2004	1,874.3	(2.56%)
2004 – 2005	1,905.6	1.66%
2005 – 2006	1,908.5	.15%
2006 – 2007	1,907.6	(.04%)
2007 – 2008	1,948.0	2.12%
2008 – 2009	1,974.0	1.33%
2009 – 2010	2,015.0	2.08%
2010 – 2011	2,036.0	1.04%

The District is expecting continued steady growth due to development within the Township.

2) ECONOMIC CONDITION AND OUTLOOK: The Berkeley Township, New Jersey area is bordered by the municipalities of Beachwood, Lacey Township, Manchester Township, Ocean Gate, Seaside Park, Toms River and South Toms River. The Township encompasses 41.9 square miles. The Township is part of Ocean County and is served by major transportation routes, including Route 9, the Garden State Parkway and a number of county roads.

The population of the Township of Berkeley is approximately 41,255 per the most recent census report. Of this number, approximately 43% are senior citizens who reside in the retirement communities locally known as Holiday City and Silver Ridge Park. Said communities were established in the western section of the Township in the late 1960's and early 1970's.

The Township has not experienced any unusual increase in its tax base with the exception of a Super Shop Rite located in the Berkeley Plaza on Route 9. Several additional strip malls located on Route 9 were completed in the last ten years.

Food chains, gas stations, auto-repair shops, fast food restaurants, convenience stores and miscellaneous service vendors comprise the bulk of the strip malls.

Since 1980 local school budgets have been rejected by the voters in the vast majority of the annual school elections. The District was again disappointed when the 2011 – 2012 budget was also defeated.

In recognition of the impact residential developments had on the school system, a Special Election was held on March 12, 2002. Township voters approved the issuance of \$24,430,100 in bonds to fund the local share of a \$33,491,000 building project. The project included additions and renovations to the three existing schools and construction of a new elementary school for grades 5 and 6. The remaining \$9,510,900 was funded by a grant from the New Jersey Economic Development Authority. The Bond sale closed on August 1, 2002. Construction was completed in 2005.

In April, 2010 the Board of Education issued Revenue Refunding Bonds for \$16,760,000. The results of this refunding created an economic gain with a net present value savings on interest expense of \$754,972.

3) SCHOOL DISTRICT PROFILE: The Berkeley Township Board of Education currently operates three Pre K – Grade 4 elementary schools and one Grade 5 – 6 school. The oldest school, Bayville Elementary School, was constructed in 1926, the H. & M. Potter School was built in 1973. A 10-room addition to the Clara B. Worth School, which opened in 1962 – 63, was constructed in 1983. Classroom additions to the Bayville School, Clara B. Worth School and H. & M. Potter School opened in September 2004. The central office and the child study

team with their respective support staff are housed in separate annex buildings. There is also a bus garage complex for in-house vehicle maintenance. The School District is governed by a 9-member Board of Education and administered by a Superintendent of Schools, a Business Administrator/Board Secretary, a Director of Elementary Education, a Director of Special Education Services, four School Principals, and two Assistant Principals.

The District operates a complete breakfast/lunch program in each school and an in-house transportation department that provides services for approximately 1,840 students daily.

4) **MAJOR EDUCATIONAL INITIATIVES:** During 2004 – 2005 school year, the District went through a major re-districting. The successful opening and staffing of the district's first middle school (Grades 5 and 6) took place in January, 2005.

Additions to the three elementary schools were completed in Spring 2005. Ten half-day Kindergarten classes were replaced by 14 all day Kindergarten classes in 2004 – 2005. The District takes pride in the condition of all its school campuses. Since 2006, all parking lots have been redone and 90% of all classrooms have been renovated with new ceilings, lighting, paint, flooring and whiteboards. Installation of solar tubes in ceilings have increased lighting while saving energy.

In 2011, the District completed a multi-year project installing district-wide phone upgrade with installation of classroom phones, VoIP phones, and a private fiber installation.

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

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

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

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

An encumbrance accounting system is used to record outstanding purchase commitments on a line item basis. Open encumbrances at year-end are either canceled or are included as reappropriations of fund balance in the subsequent year. Those amounts to be reappropriated are reported as reservations of fund balance at June 30, 2011.

7) **ACCOUNTING SYSTEM AND REPORTS:** The District's accounting records reflect generally accepted accounting principles, as promulgated by GASB. The accounting system of the District is organized on the basis of funds and account groups. These funds and account groups are explained in "Notes to the Financial Statements," Note 1.

8) **DEBT ADMINISTRATION:** At June 30, 2011 the District's outstanding debt includes \$137,463 Capital Leases payable, \$17,915,000 Bonds outstanding, and \$266,244 of compensated absences payable.

9) **CASH MANAGEMENT:** The investment policy of the District is guided in large part by state statute as detailed in "Notes to the Financial Statements." 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.

10) **RISK MANAGEMENT:** The Board carries various forms of insurance, including but not limited to general liability, automobile liability and comprehensive/collision, hazard and theft insurance on property and contents, and fidelity bonds. See J-20 in the statistical section.

11) **OTHER INFORMATION:**

Independent Audit - State statutes require an annual audit by independent certified public accountants or registered municipal accountants. The accounting firm of Holman & Frenia, P.C., was selected by the Berkeley Township Board of Education. In addition to meeting the requirements set forth in state statutes, the audit also was designed to meet the requirements of the U. S. Office of Management and Budget Circular A-133, "Audits of State, Local Government, non-profit organizations, and State Treasury Circular Letter 04-04 OMB," "Single Audit Policy for Receipts of Federal Grants, State Grants and State Aid Payments." The auditors report on the basic financial statements and combining and individual fund statements and schedules is included in the financial section of this report. The auditor's reports related specifically to the single audit are included in the single audit section of this report.

12) **ACKNOWLEDGMENTS:**

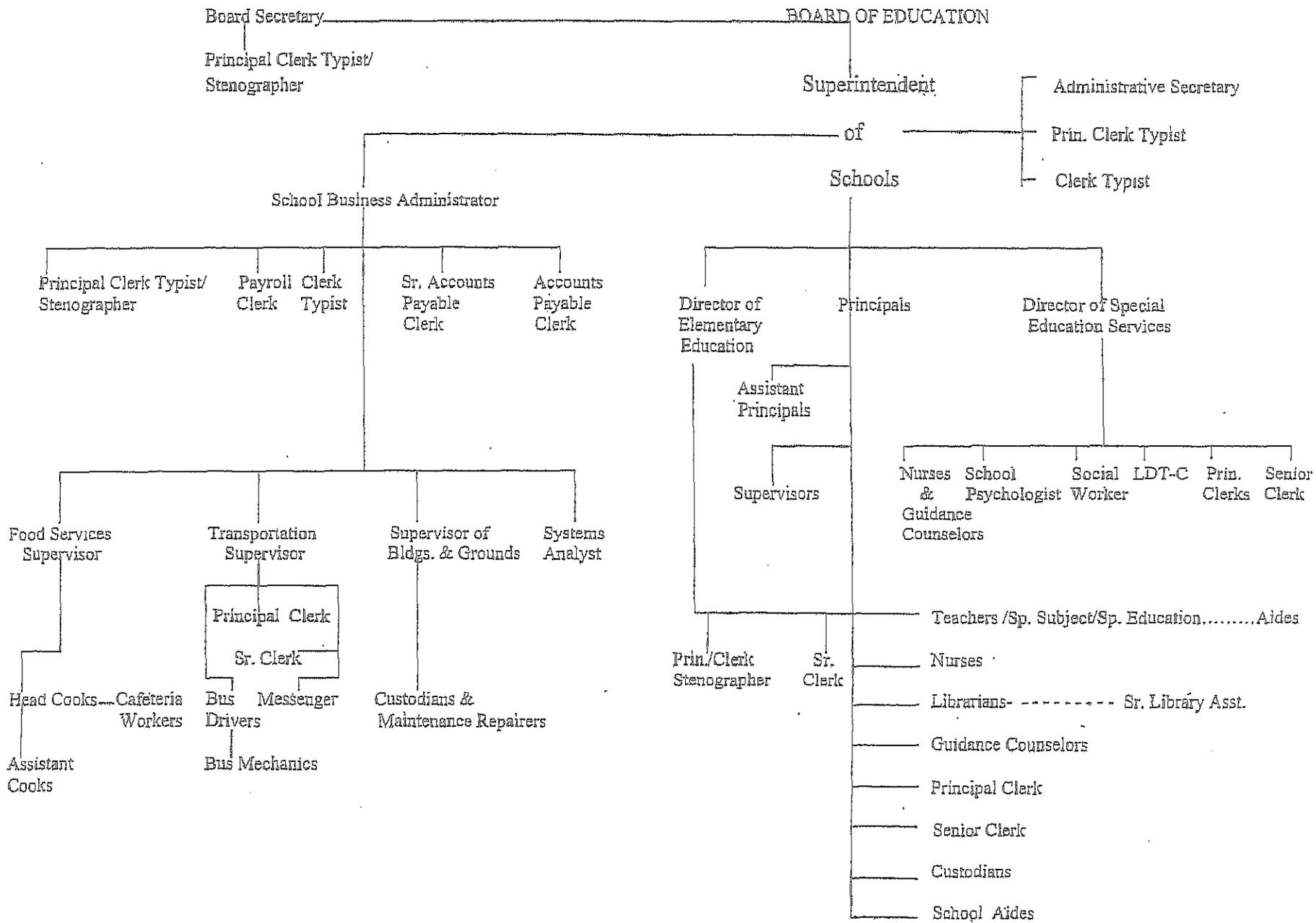
We would like to express our appreciation to the Business Office staff and Superintendent's staff and to those municipal, county and state personnel who contributed their time and respective expertise in providing statistical information for the compilation of this report and as can be found within this report. We further express our appreciation to the School District's auditing firm which provided guidance and advice during the preparation of this report.

Prepared by and Respectfully Submitted:



Laura Venter, CPA, RSBA
Business Administrator/Board Secretary

BERKELEY TOWNSHIP BOARD OF EDUCATION



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BERKELEY TOWNSHIP SCHOOL DISTRICT
53 CENTRAL PARKWAY
BAYVILLE, NEW JERSEY 08721-2496

ROSTER OF OFFICIALS
JUNE 30, 2011

MEMBERS OF THE BOARD OF EDUCATION	TERM EXPIRES
Mr. James J. Byrnes, President	2012
Mr. John A. Bacchione, Vice President	2012
Mr. Sal Ferlise	2014
Mr. Jim Fulcomer	2014
Ms. Sophia Gingrich	2013
Mr. Thomas Grosse	2012
Mrs. Noriko Kowalewski	2014
Mrs. Dawn Parks	2013
Mr. Steve Pellecchia	2013

OTHER OFFICIALS

Mr. Joseph H. Vicari, Interim Superintendent of Schools
Ms. Laura Venter, CPA, RSBA, Business Administrator/Board Secretary
Mr. Stephen J. Brennan, CPA, MBA, CIA, Treasurer of School Monies

BERKELEY TOWNSHIP SCHOOL DISTRICT
53 CENTRAL PARKWAY
BAYVILLE, NEW JERSEY 08721-2496

CONSULTANTS AND ADVISORS

ATTORNEY

John Sahradnik
Berry, Sahradnik, Kotzas, & Benson
212 Hooper Avenue
Toms River, New Jersey 08754

AUDIT FIRM

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

OFFICIAL DEPOSITORY

TD Bank/Shore, N.A.
430 Atlantic City Boulevard
Bayville, New Jersey 08721

Ocean First Bank
975 Hooper Avenue
Toms River, New Jersey 08753

FINANCIAL SECTION





Certified Public Accountants & Consultants

INDEPENDENT AUDITOR'S REPORT

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

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

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

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

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

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and budgetary comparison information on pages 10 through 13 and 49 through 61 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers

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

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

Respectfully Submitted,

HOLMAN & FRENIA, P. C.



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

Toms River, New Jersey
September 16, 2011

REQUIRED SUPPLEMENTARY INFORMATION – PART I

Management's Discussion and Analysis

BERKELEY TOWNSHIP SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS

YEAR ENDED JUNE 30, 2011

(UNAUDITED)

The Management's Discussion and Analysis (MD&A) of the Berkeley Township Board of Education provides an overview of the School Board's financial activities for the fiscal year ended June 30, 2011. It should be read in conjunction with the Comprehensive Annual Financial Report's (CAFR) Letter of Transmittal, which is found in the Introductory Section, and the School Board's financial statements found in the Financial Section and the notes thereto.

The MD&A is an element of Required Supplementary Information specified in the Governmental Accounting Standards Board's (GASB) Statement No. 34 – "*Basic Financial Statement – and Management's Discussion and Analysis – for State and Local Governments*" issued in June 1999 that is now being required by the New Jersey State Department of Education. Comparative information between the current fiscal year (2010–2011) and the prior fiscal year (2009–2010) is required and is presented in the MD&A.

FINANCIAL HIGHLIGHTS

Key financial highlights for the 2010–2011 fiscal year include the following:

Total net assets increased \$1,936,730 for the year ended June 30, 2011 and increased \$705,820 for the year ended June 30, 2010. The net increases/(decreases) were composed of the following elements (Exhibit A-2):

	2010-2011	2009-2010
Revenues	\$ 32,580,455	\$ 30,604,548
Expenditures	<u>(30,643,725)</u>	<u>(29,898,728)</u>
Total	<u>\$ 1,936,730</u>	<u>\$ 705,820</u>

Expenditures increased compared to the year before by \$744,997 primarily due to the increases in employee salaries and benefits. Increases in tax levy created the major increase in revenues.

Total Governmental fund assets increased/(decreased) by \$513,450 and \$731,430 for the years ended June 30, 2011 and 2010 respectively.

	2010-2011	2009-2010
	Increase/ (Decrease)	Increase/ (Decrease)
Cash & Cash Equivalents	\$ 1,081,953	\$ (993,691)
Receivables	(80,369)	271,877
Capital Assets	<u>(488,134)</u>	<u>(9,616)</u>
Total	<u>\$ 513,450</u>	<u>\$ (731,430)</u>

Cash and cash equivalents increased due to a decrease in the budgeted expense for health benefits. Capital assets decrease was mainly due to annual depreciation expense.

Total Government Fund liabilities increased/(decreased) by (\$1,428,199) and (\$1,366,747) respectively, for the years ended June 30, 2011 and 2010, due to the following items:

	2010-2011	2009-2010
	Increase/ (Decrease)	Increase/ (Decrease)
Accrued Interest	\$ (11,373)	\$ (163,689)
Accounts Payable	48,601	29,042
Deferred Revenue	18,537	(33,018)
Other Liabilities	-	8,724
Non-current Liabilities	<u>(1,483,964)</u>	<u>(1,207,806)</u>
Total	<u>\$(1,428,199)</u>	<u>\$(1,366,747)</u>

Non-current liabilities decreased in 2010 – 2011 mainly due to bond principal payments.

USING THE ANNUAL REPORT

The School Board’s annual report consists of a series of financial statements that show information for the School Board as a whole, its funds and its fiduciary responsibilities. The Statement of Net Assets and the Statement of Activities provide information about the activities of the School Board as a whole and present a longer-term view of the School Board’s finances. The School Board’s fund financial statements start with Schedule C-1, “Budgetary Comparison Schedule.” For the School Board’s governmental activities, these statements tell how the School Board financed its services in the short-term as well as what remains for future spending. Fund statements also may give the reader some insights into the School Board’s overall financial health.

Fund financial statements also report the School Board’s operations in more detail than the government-wide financial statements by providing information about the School Board’s most significant funds, such as the School Board’s General Fund, Special Revenue Fund and Capital Project Fund. The remaining statement, Statement of Fiduciary Net Assets presents financial information about activities for which the School Board acts solely as an agent for the benefit of employees and students.

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

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

THE SCHOOL BOARD’S FUNDS

The School Board uses funds to control and manage money for particular purposes. The Fund’s basic financial statements allows the School Board to demonstrate its stewardship over and accountability for resources received from the Township of Berkeley, State of New Jersey and other entities. These

statements also allow the reader to obtain more insight into the financial workings of the School Board, and assess further the school Board's overall financial health.

As the School Board completed the fiscal years ending June 30, 2011 and 2010, it reported combined fund balances of \$4,745,092 and \$3,810,646 respectively, which is a current year increase of \$934,446. The reconciliation of the Statement of Revenue Expenditures and Changes in Fund Balances of Governmental Funds to the Statement of Activities (Schedule B-2) presents the reader with a detailed explanation of the increase in fund balance for the fiscal year.

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

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

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

CAPITAL ASSETS

At June 30, 2011 and 2010, the School Board had approximately \$34 million invested in a broad range of capital assets, including land, buildings, furniture, vehicles, computers, instruction equipment and other equipment. This amount is net of accumulated depreciation to date. Increases during the year represent additions to those categories, while decreases represent retirement of assets during the year and depreciation of depreciable assets for the year. The schedule below shows the net book value of capital assets at the end of each year:

Capital Assets at:	June 30, 2011	June 30, 2010
Site & Improvements	\$ 2,367,127	\$ 2,367,127
Building & Building Improvements	40,476,008	40,284,576
Machinery & Equipment	<u>3,985,638</u>	<u>3,617,050</u>
Total Capital Assets	46,828,773	46,268,753
Accumulated Depreciation	<u>(13,039,807)</u>	<u>(11,991,653)</u>
	<u>\$ 33,788,966</u>	<u>\$ 34,277,100</u>

During the current fiscal year \$771,802 of fixed assets were capitalized as additions and \$211,782 were deletions. Increases in capital assets was offset by depreciation expense of \$1,259,936 for the year.

ECONOMIC FACTORS AND NEXT YEAR'S BUDGET

For the 2010-2011 school year, the School Board was able to sustain its budget through the Township tax levy, state education aid and local revenue sources. Only 13% of the School Board's revenue is from federal, state and local aid (restricted and not restricted), while 87% of the total revenue is from the Township tax levy.

CONTACTING THE SCHOOL BOARD'S FINANCIAL MANAGEMENT

The School Board's financial report is designed to provide citizen groups, taxpayers, parents, students, other local officials, and investors and creditors with a general overview of the School Board's finances and to show the School Board's accountability for the money it receives. If you have questions about this report or wish to request additional financial information, contact Laura Venter, CPA, RSBA, School Business Administrator/Board Secretary, at the Berkeley Board of Education's office, 53 Central Parkway, Bayville, New Jersey 08721.

BASIC FINANCIAL STATEMENTS

A. District-Wide Financial Statements

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

ASSETS			TOTALS (MEMORANDUM ONLY)	
	GOVERNMENTAL ACTIVITIES	BUSINESS-TYPE ACTIVITIES	JUNE 30, 2011	JUNE 30, 2010
Cash & Cash Equivalents	\$4,230,635	71,495	4,302,130	3,164,243
Receivables - State	287,895	66,586	354,481	298,673
Receivables - Other Governments	300,436		300,436	455,402
Inventory		21,661	21,661	27,236
Due from Other Funds	108,098		108,098	108,098
Capital Assets, Net (Note 7)	33,788,966	101,192	33,890,158	34,389,401
Total Assets	38,716,030	260,934	38,976,964	38,443,053
LIABILITIES				
Accounts Payable	162,059	28,050	190,109	119,951
Accrued Interest Payable	196,094		196,094	207,467
Due to Other Funds		108,098	108,098	108,098
Deferred Revenue	19,913	3,823	23,736	1,376
Noncurrent Liabilities (Note 8):				
Due Within One Year	1,211,246		1,211,246	1,146,854
Due Beyond One Year	17,629,551		17,629,551	19,177,907
Total Liabilities	19,218,863	139,971	19,358,834	20,761,653
NET ASSETS				
Invested in Capital Assets, Net of Related Debt	15,736,503	101,192	15,837,695	15,190,637
Restricted For:				
Debt Service	(196,094)		(196,094)	(207,465)
Capital Projects				22,194
Other Purposes	4,182,774		4,182,774	3,196,263
Unrestricted	(226,016)	19,771	(206,245)	(520,229)
Total Net Assets	\$19,497,167	120,963	19,618,130	17,681,400

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

**BERKELEY TOWNSHIP BOARD OF EDUCATION
GOVERNMENTAL FUNDS
JUNE 30, 2011
(With Comparative Totals for June 30, 2010)**

FUNCTIONS/PROGRAMS	EXPENSES	PROGRAM REVENUES		NET (EXPENSE) REVENUE AND CHANGES IN NET ASSETS			
		CHARGES FOR SERVICES	OPERATING GRANTS & CONTRIBUTIONS	GOVERNMENTAL ACTIVITIES	BUSINESS-TYPE ACTIVITIES	TOTALS (MEMORANDUM ONLY)	
						JUNE 30, 2011	JUNE 30, 2010
Governmental Activities:							
Instruction:							
Regular Instruction	\$7,347,415			(7,347,415)		(7,347,415)	(7,406,861)
Special School Instruction	3,697,106		958,729	(2,738,377)		(2,738,377)	(2,794,969)
Other Special Instruction	940,783			(940,783)		(940,783)	(1,003,431)
Other Instruction	63,208			(63,208)		(63,208)	(60,988)
Support Services & Undistributed Costs:							
Tuition	534,653			(534,653)		(534,653)	(643,203)
Student & Instruction Related Services	2,668,515		216,840	(2,451,675)		(2,451,675)	(2,641,388)
General Administrative Services	575,794			(575,794)		(575,794)	(561,711)
School Administrative Services	1,092,882			(1,092,882)		(1,092,882)	(1,080,519)
Central Services	394,526			(394,526)		(394,526)	(353,551)
Administrative Information							
Technology	161,976			(161,976)		(161,976)	(155,865)
Plant Operations & Maintenance	3,627,788			(3,627,788)		(3,627,788)	(3,249,017)
Pupil Transportation	1,571,411			(1,571,411)		(1,571,411)	(1,567,145)
Unallocated Benefits	7,464,995			(7,464,995)		(7,464,995)	(6,724,875)
Unallocated Amortization of Bond Costs	(46,408)			46,408		46,408	11,602
Unallocated Change in Compensated Absence	(291,255)			291,255		291,255	136,473
Unallocated Depreciation Expense & Prior Year Fixed Asset Adjustments	1,259,936			(1,259,936)		(1,259,936)	(1,106,158)
Interest Expense	750,347			(750,347)		(750,347)	(706,185)

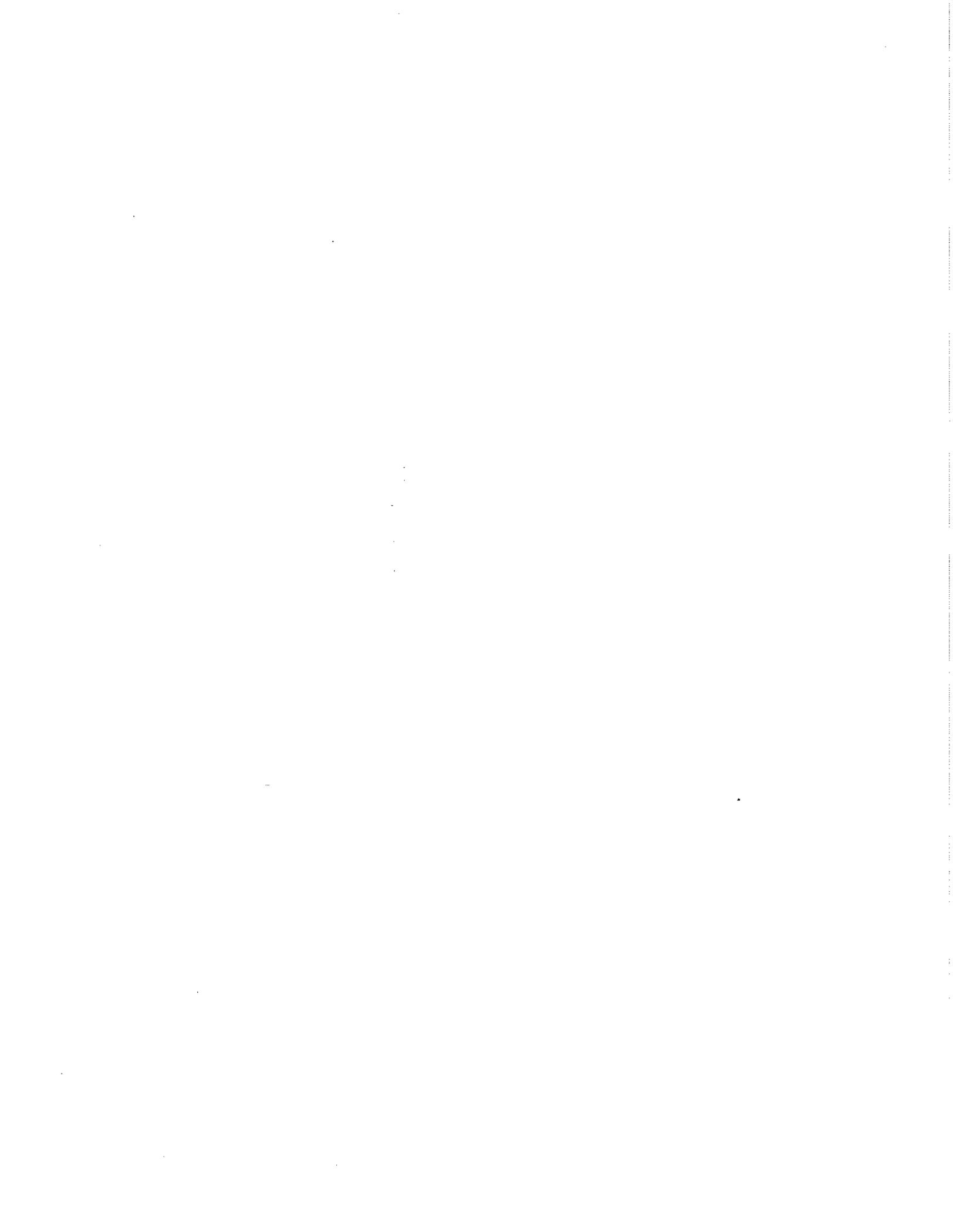
**BERKELEY TOWNSHIP BOARD OF EDUCATION
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2011
(With Comparative Totals for June 30, 2010)**

FUNCTIONS/PROGRAMS	PROGRAM REVENUES			NET (EXPENSE) REVENUE AND CHANGES IN NET ASSETS			
	EXPENSES	CHARGES FOR SERVICES	OPERATING GRANTS & CONTRIBUTIONS	GOVERNMENTAL ACTIVITIES	BUSINESS-TYPE ACTIVITIES	TOTALS (MEMORANDUM ONLY)	
						JUNE 30, 2011	JUNE 30, 2010
Total Governmental Activities	31,813,672		1,175,569	(30,638,103)		(30,638,103)	(29,907,791)
Business-Type Activities:							
Food Service	713,328	375,255	332,451		(5,622)	(5,622)	9,063
Total Business-Type Activities	713,328	375,255	332,451		(5,622)	(5,622)	9,063
Total Primary Government	<u>\$32,527,000</u>	<u>375,255</u>	<u>1,508,020</u>	<u>(30,638,103)</u>	<u>(5,622)</u>	<u>(30,643,725)</u>	<u>(29,898,728)</u>
General Revenues:							
Taxes:							
Property Taxes, Levied for General Purposes, Net				26,681,262		26,681,262	24,432,893
Taxes Levied for Debt Service				1,856,718		1,856,718	1,914,874
Federal & State Aid Not Restricted				3,620,614		3,620,614	3,993,955
Loss on Disposal of Asset							(2,170)
Contract Budget Guarantee							63,240
Services Provided Other LEA's				269,965		269,965	
Miscellaneous Income				107,722		107,722	159,017
Investment Earnings				43,471	703	44,174	42,739
Total General Revenues, Special Items, Extraordinary Items & Transfers				<u>32,579,752</u>	<u>703</u>	<u>32,580,455</u>	<u>30,604,548</u>
Change In Net Assets				1,941,649	(4,919)	1,936,730	705,820
Net Assets - Beginning				<u>17,555,518</u>	<u>125,882</u>	<u>17,681,400</u>	<u>16,975,580</u>
Net Assets - Ending				<u>\$19,497,167</u>	<u>120,963</u>	<u>19,618,130</u>	<u>17,681,400</u>

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

B. Fund Financial Statements

Governmental Funds



**BERKELEY TOWNSHIP BOARD OF EDUCATION
GOVERNMENTAL FUNDS
BALANCE SHEET
JUNE 30, 2011
(With Comparative Totals for June 30, 2010)**

ASSETS	GENERAL FUND	SPECIAL REVENUE FUND	CAPITAL PROJECTS FUND	DEBT SERVICE FUND	TOTALS (MEMORANDUM ONLY)	
					JUNE 30, 2011	JUNE 30, 2010
Cash & Cash Equivalents	\$2,912,294				2,912,294	2,037,377
Due from Other Funds	108,098				108,098	108,098
Receivables from Other Governments	205,959	300,436	81,936		588,331	668,700
Reserved Cash & Cash Equivalents:						
Capital Reserve	768,450				768,450	664,239
Maintenance Reserve	650,024				650,024	663,208
Emergency Reserve	259,491				259,491	257,857
Total Assets	\$4,904,316	300,436	81,936		5,286,688	4,399,479
LIABILITIES & FUND BALANCES						
Liabilities:						
Cash Deficit		277,688	81,936		359,624	473,999
Accounts Payable	\$159,224	2,835			162,059	113,458
Deferred Revenue		19,913			19,913	1,376
Total Liabilities	159,224	300,436	81,936		541,596	588,833
Fund Balances:						
Restricted for:						
Capital Reserve Account	768,450				768,450	664,239
Maintenance Reserve Account	650,024				650,024	663,208
Emergency Reserve Account	259,491				259,491	257,857
Excess Surplus	843,996				843,996	259,819
Excess Surplus Designated for Subsequent Year's Expenditures						316,193
Assigned for:						
Designated for Subsequent Year's Expenditures	450,000				450,000	304,059
Other Purposes	1,210,813				1,210,813	1,057,141
Unassigned:						
General Fund	562,318				562,318	288,130
Total Fund Balances	4,745,092				4,745,092	3,810,646
Total Liabilities & Fund Balances	\$4,904,316	300,436	81,936	-		

Amounts reported for *governmental activities* in the statement of net assets 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 \$46,828,773 and the accumulated depreciation is \$13,039,807.

33,788,966 34,277,100

Accrual of bond and lease interest are not due and payable in the current period and therefore are not reported as liabilities in the funds.

(196,094) (207,467)

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 Illustrative Note 8)

(18,840,797) (20,324,761)

Net assets of Governmental Activities

\$19,497,167 17,555,518

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

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

	GENERAL FUND	SPECIAL REVENUE FUND	CAPITAL PROJECTS FUND	DEBT SERVICE FUND	TOTALS (MEMORANDUM ONLY)	
					JUNE 30, 2011	JUNE 30, 2010
Revenues:						
Local Tax Levy	\$26,681,262			1,856,718	28,537,980	26,347,767
Interest on Investments	43,471				43,471	42,369
Services Provided Other LEA's	269,965				269,965	
Miscellaneous	52,650	55,072			107,722	159,017
Total Local Sources	27,047,348	55,072		1,856,718	28,959,138	26,549,153
State Sources	3,604,441				3,604,441	4,018,217
Federal Sources	71,245	1,120,497			1,191,742	924,450
Total Revenues	30,723,034	1,175,569		1,856,718	33,755,321	31,491,820
Expenditures:						
Current:						
Regular Instruction	7,347,415				7,347,415	7,406,861
Special Education Instruction	2,738,377	958,729			3,697,106	3,541,021
Other Special Instruction	940,783				940,783	1,003,431
Other Instructional Programs	63,208				63,208	60,988
Support Services & Undistributed Costs:						
Tuition	534,653				534,653	643,203
Student & Instruction Related Services	2,502,976	216,840			2,719,816	2,850,055
General Administrative	575,794				575,794	561,711
School Administrative Services	1,092,882				1,092,882	1,080,519
Central Services	394,526				394,526	353,551
Administrative Information Technology	161,976				161,976	155,865
Plant Operations & Maintenance	3,236,095				3,236,095	3,249,017
Pupil Transportation	1,571,411				1,571,411	1,567,145
Unallocated Benefits	5,696,579				5,696,579	4,982,445
Nonbudgeted Expenditures	1,768,416				1,768,416	1,742,430
Debt Service:						
Principal				1,095,000	1,095,000	1,045,000
Interest				761,720	761,720	869,874
Capital Outlay	1,141,301		22,194		1,163,495	1,096,542
Total Expenditures	29,766,392	1,175,569	22,194	1,856,720	32,820,875	32,209,658
Excess/(Deficiency) of Revenues Over/(Under) Expenditures	956,642		(22,194)	(2)	934,446	(717,838)
Fund Balance - July 1	3,788,450		22,194	2	3,810,646	4,528,484
Fund Balance - June 30	\$4,745,092	-	-	-	4,745,092	3,810,646

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

**BERKELEY TOWNSHIP BOARD OF EDUCATION
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES,
GOVERNMENTAL FUNDS
JUNE 30, 2011**

Total Net Change in Fund Balances - Governmental Funds (From B-2) \$934,446

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	(\$1,259,936)	
Capital Outlays & Capital Lease Additions	1,163,495	
Adjustment in Capital Assets	(391,693)	(488,134)

Repayment of bond principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net assets and is not reported in the statement of activities. 1,095,000

Loss on the early extinguishments of debt, cost of issuance on refunding, and original issue premiums are recorded when incurred in the governmental funds but are deferred and recognized in the statement of activities over the life of the refunding:

Amortization of Loss on Refunding	(80,380)	
Amortization of Cost of Issuance	(10,912)	
Amortization of Original Issue Premiums	137,700	46,408

Repayment of capital lease principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net assets and is not reported in the statement of activities. 51,301

Accrual of interest of capital leases and bonds is not an expenditure in the governmental funds, but the adjustment is charged to expense and is reported in the statement of activities.

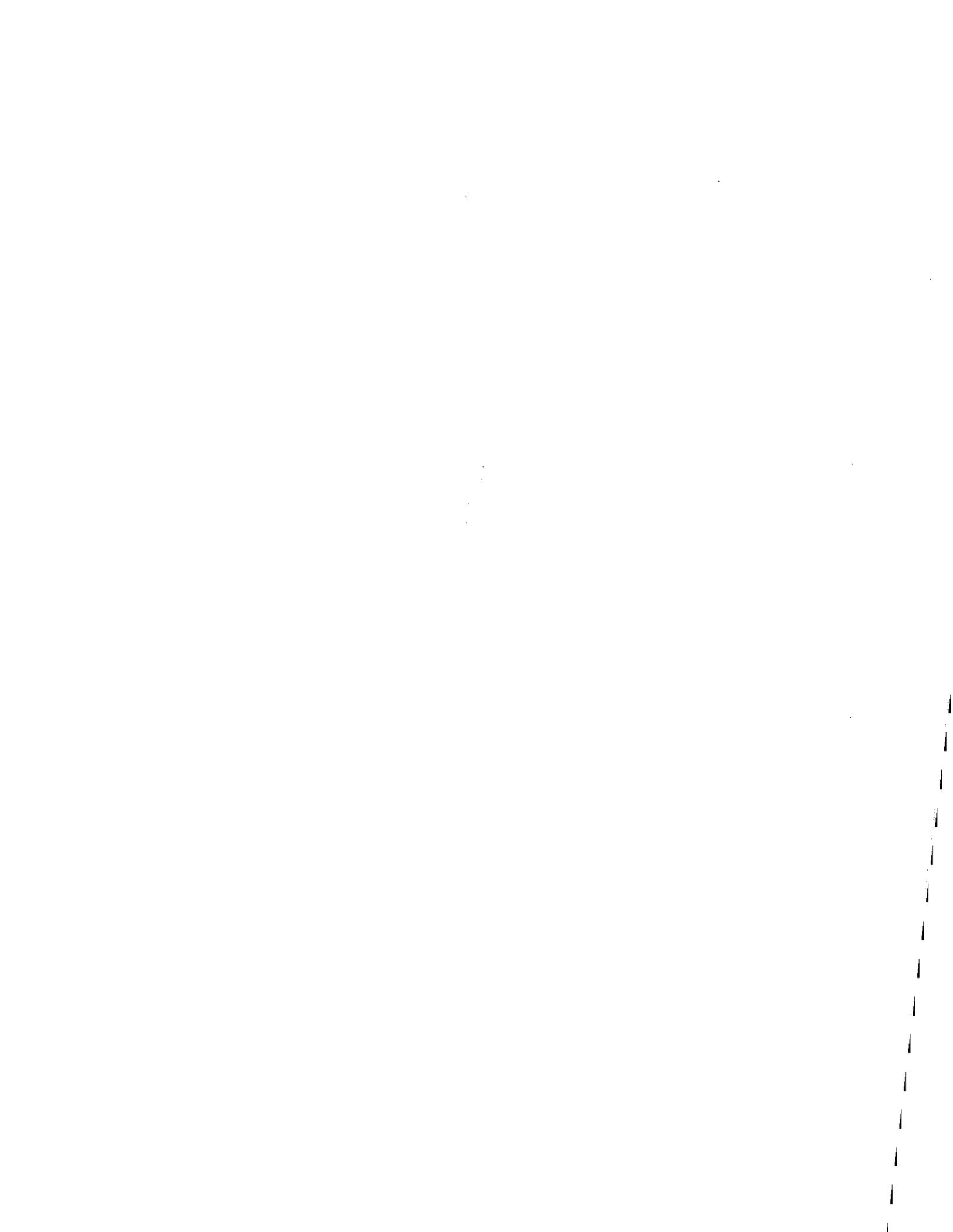
Prior Year	207,467	
Current Year	(196,094)	11,373

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

Prior Year	557,499	
Current Year	(266,244)	291,255

Change in Net Assets of Governmental Activities \$1,941,649

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



Proprietary Funds

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

ASSETS	BUSINESS-TYPE ACTIVITIES - ENTERPRISE FUNDS FOOD SERVICE	TOTALS (MEMORANDUM ONLY) JUNE 30, JUNE 30, 2011 2010	
Current Assets:			
Cash & Cash Equivalents	\$71,495	71,495	15,561
Account Receivable	66,586	66,586	85,375
Inventories	21,661	21,661	27,236
Total Current Assets	159,742	159,742	128,172
Noncurrent Assets:			
Furniture, Machinery & Equipment	265,240	265,240	265,240
Less: Accumulated Depreciation	(164,048)	(164,048)	(152,939)
Total Noncurrent Assets	101,192	101,192	112,301
Total Assets	260,934	260,934	240,473
LIABILITIES			
Accounts Payable	28,050	28,050	6,493
Deferred Revenue	3,823	3,823	
Interfunds Payable	108,098	108,098	108,098
Total Liabilities	139,971	139,971	114,591
NET ASSETS			
Invested in Capital Assets Net of Related Debt	101,192	101,192	112,301
Unrestricted	19,771	19,771	13,581
Total Net Assets	120,963	120,963	125,882

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

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

	BUSINESS-TYPE ACTIVITIES - <u>ENTERPRISE FUNDS</u> FOOD SERVICE	TOTALS (MEMORANDUM ONLY)	
		JUNE 30, 2011	JUNE 30, 2010
Operating Revenues:			
Charges for Services:			
Daily Sales - Reimbursable Programs	\$237,530	237,530	246,515
Daily Sales - Nonreimbursable Programs	137,725	137,725	126,309
Total Operating Revenues	375,255	375,255	372,824
Operating Expenses:			
Cost of Sales	486,421	486,421	448,943
Salaries & Benefits	207,855	207,855	206,082
Miscellaneous	311	311	3,016
General Supplies	7,632	7,632	4,550
Depreciation	11,109	11,109	10,966
Total Operating Expenses	713,328	713,328	673,557
Operating Income/(loss)	(338,073)	(338,073)	(300,733)
Nonoperating Revenues (Expenses):			
State Sources:			
State School Lunch Program	8,397	8,397	11,832
State School Breakfast Program			4,130
Federal Sources:			
National School Lunch Program	238,352	238,352	214,819
National School Breakfast Program	47,940	47,940	41,528
U.S.D.A. Commodities	37,762	37,762	37,487
Interest & Investment Revenue	703	703	370
Total Nonoperating Revenues/(Expenses)	333,154	333,154	310,166
Other Financing Sources:			
Loss on Disposal of Asset			(2,170)
Contract Budget Guarantee			63,240
Total Other Financing Sources			61,070
Change in Net Assets	(4,919)	(4,919)	70,503
Total Net Assets - Beginning	125,882	125,882	55,379
Total Net Assets - Ending	\$120,963	120,963	125,882

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

**BERKELEY TOWNSHIP BOARD OF EDUCATION
 PROPRIETARY FUNDS
 STATEMENT OF CASH FLOWS
 JUNE 30, 2011
 (With Comparative Totals for June 30, 2010)**

	BUSINESS-TYPE ACTIVITIES - ENTERPRISE FUNDS FOOD SERVICE	TOTALS (MEMORANDUM ONLY) JUNE 30, JUNE 30, 2011 2010	
	Cash Flows From Operating Activities:		
Receipts from Customers	\$422,851	422,851	318,996
Payments to Employees & Benefits	(204,032)	(204,032)	(206,082)
Payments to Suppliers	(429,470)	(429,470)	(487,401)
Net Cash Provided/(Used) by Operating Activities	(210,651)	(210,651)	(374,487)
Cash Flows From Noncapital Financing Activities:			
Cash Received From Budget Guarantee			63,240
State Sources	8,365	8,365	17,595
Federal Sources	257,517	257,517	279,794
Net Cash Provided/(Used) by Noncapital Financing Activities	265,882	265,882	360,629
Cash Flows From Financing Activities:			
Loss from Sale of Asset			(2,170)
Purchases of Fixed Assets			(52,070)
Net Cash Provided/(Used) by Financing Activities			(54,240)
Cash Flows From Investing Activities:			
Interest & Dividends	703	703	370
Net Cash Provided/(Used) by Investing Activities	703	703	370
Net Increase/(Decrease) in Cash & Cash Equivalents	55,934	55,934	(67,728)
Balances - Beginning of Year	15,561	15,561	83,289
Balances - End of Year	\$71,495	71,495	15,561

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

Operating Income/(Loss)	(\$338,073)	(338,073)	(300,733)
Adjustments to Reconcile Operating Income/(Loss) to Net Cash Provided/(Used) by Operating Activities:			
U.S.D.A. Commodities	37,762	37,762	37,487
Depreciation & Net Amortization	11,109	11,109	10,966
(Increase) Decrease in Inventories	5,575	5,575	(7,616)
(Increase)/Decrease in Accounts Receivable	47,596	47,596	(53,828)
Increase (Decrease) in Accounts Payable	21,557	21,557	(60,763)
Increase (Decrease) Deferred Revenue	3,823	3,823	
Total Adjustments	127,422	127,422	(73,754)
Net Cash Provided/(Used) by Operating Activities	(\$210,651)	(210,651)	(374,487)

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

Fiduciary Fund

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

	PRIVATE PURPOSE		TOTALS	
	UNEMPLOYMENT COMPENSATION TRUST	AGENCY PAYROLL FUND	(MEMORANDUM ONLY) JUNE 30, 2011	JUNE 30, 2010
ASSETS				
Cash & Cash Equivalents	\$531,307	78,930	610,237	109,396
Total Assets	531,307	78,930	610,237	109,396
LIABILITIES				
Payroll Deductions & Withholdings		78,930	78,930	13,926
Total Liabilities		78,930	78,930	13,926
NET ASSETS				
Held in Trust for Unemployment Claims & Other Purposes	531,307		531,307	95,470
Total Net Assets	\$531,307		531,307	95,470

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

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

	PRIVATE PURPOSE	TOTALS	
	UNEMPLOYMENT COMPENSATION TRUST	(MEMORANDUM ONLY) JUNE 30, 2011	JUNE 30, 2010
ADDITIONS			
Contributions:			
Plan Members	\$527,960	527,960	45,212
Total Contributions	527,960	527,960	45,212
Investment Earnings:			
Interest	587	587	727
Net Investment Earnings	587	587	727
Total Additions	528,547	528,547	45,939
DEDUCTIONS			
Unemployment Claims	92,710	92,710	56,174
Total Deductions	92,710	92,710	56,174
Change in Net Assets	435,837	435,837	(10,235)
Net Assets - Beginning of the Year	95,470	95,470	105,705
Net Assets - End of the Year	\$531,307	531,307	95,470

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

**BERKELEY TOWNSHIP
BOARD OF EDUCATION**

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



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

Note 1. Summary of Significant Accounting Policies

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

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

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

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

A. Reporting Entity:

The Berkeley Township Board of Education is a Type II district located in the County of Ocean, State of New Jersey. As a Type II district, the School District functions independently through a Board of Education. The Board is comprised of nine members appointed to three-year terms. These terms are staggered so that three members’ terms expire each year. The District provides a full range of educational services appropriate to grade levels PK through 6. These include regular, as well as special education for handicapped youngsters. The Berkeley Township Board of Education has an approximate enrollment at June 30, 2011 of 2,017 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

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

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

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

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

B. District-Wide and Fund Financial Statements

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

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

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

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

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

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

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

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

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

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

D. Fund Accounting:

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

Governmental Funds

General Fund - The general fund is the general operating fund of the Berkeley Township Board of Education and is used to account for all financial resources except those required to be accounted for in another fund. Included are certain expenditures for vehicles and movable instructional or non-instructional equipment which are classified in the Capital Outlay sub-fund.

As required by the New Jersey Department of Education Berkeley Township Board of Education includes budgeted Capital Outlay in this fund. Generally accepted accounting principles (GAAP) as they pertain to governmental entities state that General Fund resources may be used to directly finance capital outlays for long-lived improvements as long as the resources in such cases are derived exclusively from unrestricted revenues.

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

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

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

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

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

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

Proprietary Fund

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

Enterprise - The enterprise fund is used to account for the operations that are financed and operated in a manner similar to a private business enterprise. The costs of providing goods or services are financed primarily through user charges; or, where the District has decided that periodic determination of revenues earned, expenses incurred, and/or net income is appropriate for capital maintenance, public policy, management control, accountability or other purposes.

The District's Enterprise Fund is comprised of the Food Service Fund.

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

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

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

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

Depreciation of all exhaustive fixed assets used by proprietary funds is charged as an expense against their operations. Accumulated depreciation is reported on proprietary fund balance sheets. Depreciation has been provided over the estimated useful lives using the straight-line-method. The estimated useful lives are as follows:

Food Service Fund:	
Equipment	15 Years

Fiduciary Fund

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

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

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

E. Basis of Accounting:

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

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

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

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

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

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

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

F. Budgets/Budgetary Control:

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

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

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

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

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

GAAP basis does not. Sufficient supplemental records are maintained to allow for the presentation of GAAP basis financial reports.

The budget, as detailed on Exhibit C-1, includes all amendments to the adopted budget, if any.

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

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

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

	General Fund	Special Revenue Fund
Sources/Inflows of Resources		
Actual amounts (budgetary) “revenues” from the budgetary comparison schedules	\$30,583,924	\$1,207,082
Difference – Budget to GAAP:		
Grant accounting budgetary basis differs from GAAP in that encumbrances are recognized as expenditures and the related revenue is recognized		(31,513)
State aid payment recognized for GAAP statements in the current year, previously recognized for budgetary purposes	285,589	
State aid payment recognized for budgetary purposes, not recognized for GAAP Statements until the subsequent year	<u>(146,479)</u>	
Total revenue as reported on the statement of revenues, expenditures and changes in fund balances - governmental funds	<u>\$30,723,034</u>	<u>\$1,175,569</u>
Uses/Outflows of Resources		
Actual amounts (budgetary basis) “total outflows” from the budgetary comparison schedule	\$29,766,392	\$1,207,082

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

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

	General Fund	Special Revenue Fund
Differences – budget to GAAP:		
Encumbrances for supplies and equipment ordered but not received are reported in the year the order is placed for budgetary purposes, but in the year the supplies are received for financial reporting purposes	_____	_____(31,513)
Total expenditures as reported on the statement of revenues, expenditures and changes in fund balances – governmental funds	<u>\$29,766,392</u>	<u>\$1,175,569</u>

G. Encumbrances:

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

Open encumbrances in the special revenue fund for which the Berkeley Township Board of Education has received advances are reflected in the balance sheet as deferred revenues at fiscal year-end.

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

H. Cash, Cash Equivalents and Investments:

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

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

Additionally, the District has adopted a cash management plan that requires it to deposit public funds in public depositories protected from loss under the provisions of the Governmental Unit Deposit Protection Act (“GUDPA”). GUDPA was enacted in 1970 to protect Governmental Units from loss of funds on deposit with a failed banking institution in New Jersey.

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

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

N.J.S.A.17:9-41 et. Seq. establishes the requirements for the security of deposits of governmental units. The statute requires that no governmental unit shall deposit public funds in a public depository unless such funds are secured in accordance with the Act. Public depositories include Savings and Loan institutions, banks (both state and national banks) and savings banks the deposits of which are federally insured. All public depositories must pledge collateral, having a market value at least equal to five percent of the average daily balance of collected public funds, to secure the deposits of Governmental Units. If a public depository fails, the collateral it has pledged, plus the collateral of all other public depositories, is available to pay the full amount of their deposits to the Governmental Units.

I. Tuition Receivable/Payable

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

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

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

J. Inventories & Prepaid Expenses

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

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

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

K. Short-Term Interfund Receivables/Payables

Short-term interfund receivables/payables represent amounts that are owed, other than charges for goods or services rendered to/from a particular fund in the Berkeley Township Board of Education and that are due within one year.

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

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

L. Fixed Assets:

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

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

Machinery and Equipment	5 – 20 Years
Building & Other Improvements	10 – 50 Years

M. Compensated Absences

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

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

N. Deferred Revenue

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

O. Long-term Obligations

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

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

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

P. Fund Equity

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

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

Q. Subsequent Events

The District has evaluated subsequent events occurring after June 30, 2011 through September 16, 2011, which is the date the financial statements were available to be issued.

Note 2. Cash and Cash Equivalents and Investments

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

Type	Carrying Value
Deposits:	
Demand Deposits	<u>\$4,912,367</u>
Total Deposits	<u>\$4,912,367</u>
Reconciliation of Statements of Net Assets:	
Governmental Activities	\$4,230,635
Business-Type Activities	71,495
Fiduciary Funds	<u>610,237</u>
Total Cash and Cash Equivalents	<u>\$4,912,367</u>

Custodial Credit Risk – Deposits in financial institutions, reported as components of cash, cash equivalents and investments had a bank balance of \$5,794,073 at June 30, 2011. Of the bank balance \$500,000 was fully insured by the FDIC (Federal Depository Insurance Corporation) and \$5,294,073 was secured by a collateral pool held by the bank, but not in the District's name, as required by New Jersey's Governmental Unit Deposit Protection Act (GUDPA). The Governmental Unit Deposit Protection Act is more fully described in Note 3 of these financial statements.

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

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

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

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

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

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

Note 3. Governmental Unit Deposit Protection Act (GUDPA)

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

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

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

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

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

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

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

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

Upon review and approval of the Certification Statement that the public depository complies with statutory requirements, the Commissioner issues forms approving the bank as a municipal depository.

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

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

The District should request copies of these approval forms semiannually to assure that all depositories are complying with requirements.

Note 4. Capital Reserve Account

A capital reserve account was established by the Berkeley Township Board of Education by inclusion of \$1,000 on June 30, 1994 for the accumulation of funds for use as capital outlay expenditures in subsequent fiscal years. The capital reserve account is maintained in the general fund and its activity is included in the general fund annual budget.

Funds placed in the capital reserve account are restricted to capital projects in the district's approved Long Range Facilities Plan (LRFP). Upon submission of the LRFP to the department, a district may increase the balance in the capital reserve by appropriating funds in the annual general fund budget certified for taxes or by transfer by Board resolution at year-end of any unanticipated revenue or unexpended line-item appropriation amounts, or both. A district may also 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.6:23A-14.1(g)*, the balance in the account cannot at any time exceed the local support costs of uncompleted capital projects in its approved LRFP.

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

Beginning Balance, July 1, 2010	\$664,239
Deposit:	
Resolution dated June 9, 2011	100,000
Interest Earnings	<u>4,211</u>
Ending Balance, June 30, 2011	<u>\$768,450</u>

The June 30, 2011 LRFP balance of local support costs of uncompleted capital projects at June 30, 2011 is \$33,367,800.

Note 5. Maintenance Reserve Account

A maintenance reserve account was established by the Berkeley Township Board of Education by inclusion of \$300,000 on June 17, 2008 for the accumulation of funds for use as maintenance expenditures in subsequent fiscal years. The maintenance reserve account is maintained in the general fund and its activity is included in the general fund annual budget.

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

Note 5. Maintenance Reserve Account (continued):

The maintenance reserve account is used to accumulate funds for the required maintenance of a facility in accordance with the EFCFA (*N.J.S.A.18A:7G-9*) as amended by P.L. 2004, c. 73 (S1701). Districts may only increase the balance in the maintenance reserve account by appropriating funds in the annual general fund budget certified for taxes (*N.J.A.C. 6A:23A-14.2*) or by deposit of any unanticipated revenue or unexpended line-item appropriation by board resolution at year end. The board resolution for deposit at year end into a maintenance reserve account must be made between June 1 and June 20 of the budget year. EFCFA requires that upon District completion of a school facilities project, the district must submit a plan for the maintenance of that facility. Auditors and District staff should refer to the regulations, *N.J.A.C.6A:26A*, for further guidance. A separate line is provided in the Audsum for this reserve account.

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

Beginning Balance, July 1, 2010	\$663,208
Withdrawals:	
Budget Appropriation	(500,000)
Resolution dated July 15, 2010	(50,000)
Resolution dated January 6, 2011	(114,147)
Deposit:	
Resolution dated June 9, 2011	650,000
Interest Earnings	<u>963</u>
Ending Balance, June 30, 2011	<u>\$650,024</u>

Note 6. Emergency Reserve Account

An emergency reserve account was established by the Berkeley Township Board of Education by inclusion of \$250,000 on June 17, 2008 for the accumulation of funds for use as maintenance expenditures in subsequent fiscal years. The maintenance reserve account is maintained in the general fund and its activity is included in the general fund annual budget.

The emergency reserve account is used to accumulate funds in accordance with *N.J.S.A. 18A:7F-41c(1)* to finance unanticipated general fund expenditures required for a thorough and efficient education. Unanticipated means reasonably unforeseeable and shall not include additional costs caused by poor

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

Note 6. Emergency Reserve Account (continued):

planning. The maximum balance permitted at any time in this reserve is the greater of \$250,000 or 1 percent of the general fund budget not to exceed \$1 million. Deposits may be made to the emergency reserve account by board resolution at year end of any unanticipated revenue or unexpended line item appropriation or both. The department has defined year end for the purpose of depositing surplus into reserve accounts as an amount approved by the district board of education between June 1 and June 30. Withdrawals from the reserve require the approval of the Commissioner unless the withdrawal is necessary to meet an increase in total health care costs in excess of 4 percent.

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

Beginning Balance, July 1, 2010	\$ 257,857
Interest Earnings	<u>1,634</u>
Ending Balance, June 30, 2011	<u>\$ 259,491</u>

Note 7. Fixed Assets

American Appraisal Associates conducted an inventory of the fixed assets of the District, for year ended June 30, 2011.

The following schedule is a summarization of the general fixed assets for the fiscal year ended June 30, 2011:

	June 30, 2010	Additions	Deletions	June 30, 2011
Site & Improvements	\$ 2,367,127			\$ 2,367,127
Building & Building Improvements	40,284,576	\$ 191,432		40,476,008
Machinery & Equipment	3,617,050	580,370	\$(211,782)	<u>3,985,638</u>
Subtotal	46,268,753	771,802	(211,782)	46,828,773
Accumulated Depreciation	<u>(11,991,653)</u>	<u>(1,259,936)</u>	<u>211,782</u>	<u>(13,039,807)</u>
Total	<u>\$34,277,100</u>	<u>\$ (488,134)</u>	<u>\$ -</u>	<u>\$33,788,966</u>

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

Note 7. Fixed Assets (continued):

The following is a summary of proprietary fund type fixed assets at June 30, 2011:

	June 30, 2010	Additions	Deletions	June 30, 2011
Machinery & Equipment	\$265,240		\$ -	\$265,240
Less: Accumulated Depreciation	(152,939)	\$(11,109)		(164,048)
Net Fixed Assets	<u>\$112,301</u>	<u>\$(11,109)</u>	<u>\$ -</u>	<u>\$101,192</u>

Note 8. Long-Term Debt

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

Governmental Activities:	Balance 6/30/10	Retired/ Adjustments	Balance 6/30/11	Due Within One Year
Compensated Absences Payable	\$ 557,499	\$ (291,255)	\$ 266,244	
Bonds Payable	19,010,000	(1,095,000)	17,915,000	\$1,155,000
Obligation Under Capital Leases	188,764	(51,301)	137,463	56,246
Cost of Issuance	(133,672)	10,912	(122,760)	
Loss on Refunding	(984,653)	80,380	(904,273)	
Bond Premium	1,686,823	(137,700)	1,549,123	
Total	<u>\$20,324,761</u>	<u>\$(1,483,964)</u>	<u>\$18,840,797</u>	<u>\$1,211,246</u>

A. Bonds Payable

The voters of the municipality through referendums authorize bonds in accordance with state law. All bonds are retired in serial installments within the statutory period of usefulness.

2002 Bonds

Description

On August 1, 2002, Berkeley Township Board of Education issued bonds in the amount of \$41,190,100 for the purpose of providing funds to finance a portion of a capital project and pay certain expenses incidental to the issuance and delivery of the bonds.

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

Note 8. Long-Term Debt (continued):

2010 Bonds
Description

The Board of Education issued Revenue Refunding Bonds, Series 2010, dated April 8, 2010 in the amount of \$16,760,000. The proceeds of this bond issue were used to advance refund certain callable maturities of the Board of Education's outstanding Series 2002 Bonds dated August 1, 2002. The Series 2002 Bonds were redeemed on April 8, 2010 at a redemption price of 100% of the principal amount thereof. The bonds included premiums of \$1,721,248 and expenses of \$136,400 resulting in a long term loss on the refunding \$1,004,748. The results of the refunding created an economic gain on the transaction with a net present value savings on interest expense of \$754,972.

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

Fiscal Year Ending June 30,	Principal	Interest	Total
2012	\$ 1,155,000	\$ 730,475	\$ 1,885,475
2013	1,195,000	695,425	1,890,425
2014	1,240,000	658,675	1,898,675
2015	1,300,000	609,438	1,909,438
2016	1,360,000	564,600	1,924,600
2017-2021	7,890,000	1,876,175	9,766,175
2022-2023	<u>3,775,000</u>	<u>191,375</u>	<u>3,966,375</u>
Total	<u>\$17,915,000</u>	<u>\$5,326,163</u>	<u>\$23,241,163</u>

B. Obligations Under Capital Leases

The District is leasing capital items and equipment under capital leases. All capital leases are for terms of varying years. The following is a schedule of the remaining future minimum lease payments under these capital leases and the present value of the net minimum lease payments at June 30, 2011:

Year-ending June 30,	Amount
2012	\$ 67,757
2013	58,619
2014	29,165
2015	<u>18,025</u>
Total Minimum Lease Payments	173,566
Less: Amount Representing Interest	<u>(36,103)</u>
Present Value of Lease Payments	<u>\$137,463</u>

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

Note 9. Pension Plans

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

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

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

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

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

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

Note 9. Pension Plans (continued):

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

New Legislation signed by the Acting Governor (Chapter 133, Public Laws 2001) changed the formula for calculating retirement benefits for all current and future non-veteran retirees from N/60 to N/55 (a 9.09% increase). This legislation, signed June 29, 2001, provides that all members of the TPAF and the PERS will have their pensions calculated on the basis of years of credit divided by 55. It also provides that all current retirees will have their original pension recalculated under the N/55 formula. Starting February 1, 2002, pension cost of living adjustments will be based on the new original pension.

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

Three-Year Trend Information for PERS

Year Funding	Annual Pension Cost (APC)	Percentage of APC Contributed	Net Pension Obligation
6/30/11	\$379,523	100%	\$ -0-
6/30/10	309,111	100%	-0-
6/30/09	288,205	100%	-0-

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

Note 9. Pension Plans (continued):

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

Year Funding	Annual Pension Cost (APC)	Percentage of APC Contributed	Net Pension Obligation
6/30/11	\$844,370	100%	\$ -0-
6/30/10	831,338	100%	-0-
6/30/09	793,706	100%	-0-

During the year ended June 30, 2011 the State of New Jersey contributed \$844,370 to the TPAF for normal post-retirement benefits on behalf of the District. Also in accordance with *N.J.S.A. 18A:66-66* the State of New Jersey reimbursed the District \$924,046 for the year ended June 30, 2011 for the employer's share of social security contributions for TPAF members as calculated on their base salaries. This amount has been included in the basic financial statements, and the combining and individual fund and account group statements and schedules as a revenue and expenditure in accordance with GASB 27.

Note 10. Post-Retirement Benefits

Chapter 384 of Public Laws 1987 and Chapter 6 of Public Laws 1990 required Teachers' Pensions and Annuity Fund (TPAF) and the Public Employees' Retirement System (PERS), respectively, to fund post-retirement medical benefits for those State Employees who retire after accumulating 25 years of credited service or on a disability retirement. P.L. 2007, c.103 amended the law to eliminate the funding of post-retirement medical benefits through the TPAF and PERS. It created separate funds outside of the pension plans for the funding and payment of post-retirement medical benefits for retired State employees and retired educational employees. As of June 30, 2010, there were 87,288 retirees eligible for post-retirement medical benefits. The cost of these benefits is funded through contributions by the State in accordance with P.L. 1994, c.62. Funding of post-retirement medical premiums changed from a prefunding basis to a pay-as-you-go basis beginning in Fiscal Year 1994.

The State is also responsible for the cost attributable to P.L. 1992, c.126, which provides free health benefits to members of PERS and the Alternate Benefit Program who retired from a board of education or county college with 25 years of service. The State paid \$126.3 million toward Chapter 126 benefits for 14,050 eligible retired members in Fiscal Year 2010.

Note 11. Risk Management

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

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

Note 11. Risk Management (continued):

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

New Jersey Unemployment Compensation Insurance – The District has elected to fund their New Jersey Unemployment Compensation Insurance under the “Benefit Reimbursement Method”. Under this plan the District is required to reimburse the New Jersey Unemployment Trust Fund for benefits paid to its former employees and charged to its account with the State. The District is billed quarterly for amounts due to the State. The following is a summary of School District contributions, reimbursements to the State for benefits paid and the ending balance of the School District’s expendable trust fund for the current and previous two years:

Fiscal Year	Employee Contributions	Board Transfer	Interest Earned	Amount Reimbursed	Ending Balance
2010-2011	\$27,960	\$500,000	\$ 587	\$92,710	\$531,307
2009-2010	45,212	-0-	727	56,174	95,470
2008-2009	39,424	-0-	1,237	22,003	105,705

Note 12. Contingent Liabilities

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

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

Note 13. Economic Dependency

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

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

Note 14. Interfund Receivables and Payables

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

Fund	Interfund Receivable	Interfund Payable
General Fund	\$108,098	
Enterprise Fund	_____	<u>\$108,098</u>
Total	<u>\$108,098</u>	<u>\$108,098</u>

Note 15. Fund Balance Appropriated

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

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

General Fund – Of the \$4,745,092 General Fund fund balance at June 30, 2011, \$768,450 has been restricted for the capital reserve account; \$650,024 has been restricted for the maintenance reserve account; \$259,491 has been restricted for the emergency reserve account; \$843,996 has been restricted for the excess surplus; \$450,000 has been assigned to be designated for subsequent year expenditures; \$1,210,813 has been assigned for other purposes and \$562,318 is unassigned.

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

Debt Service Fund – The Debt Service Fund had a zero fund balance at June 30, 2011.

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

Note 16. Deferred Compensation

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

Lincoln Investment	AXA Equitable
Valic	MetLife

Note 17. Compensated Absences

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

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

The liability for vested compensated absences of the governmental fund types is recorded in the statement of net assets under governmental activities. The current portion of the compensated absence balance is not considered material to the applicable funds total liabilities, and is therefore not shown separately from the long-term liability balance of compensated absences. The amount at June 30, 2011 is \$266,244.

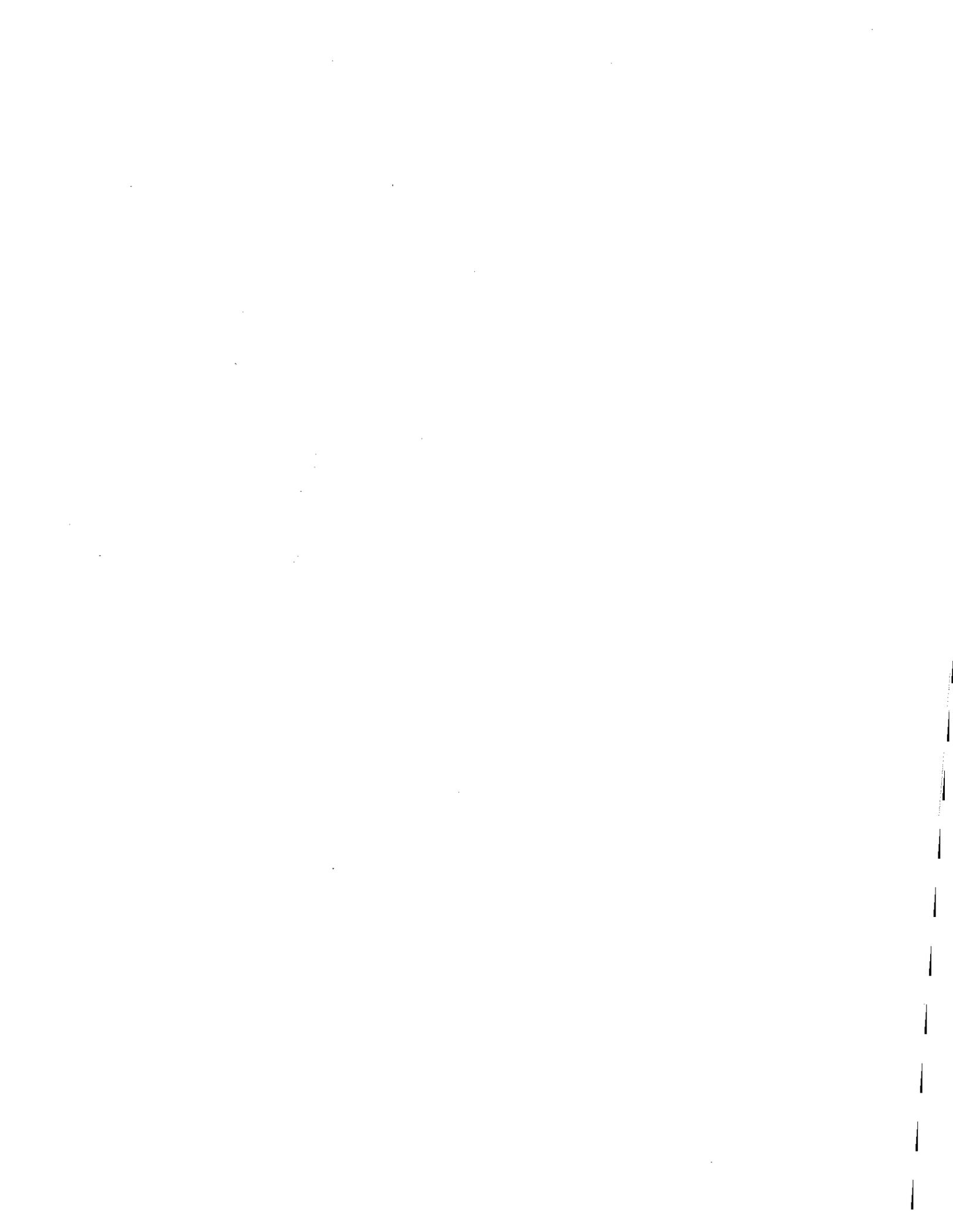
The liability for vested compensated absences of the proprietary fund types is recorded within those funds as the benefits accrue to employees. As of June 30, 2011 no liability existed for compensated absences in the proprietary fund types.

Note 18. Calculation of Excess Surplus

In accordance with N.J.S.A.18A:7F-7, as amended by P.L. 2004, c.73 (S1701), the designation for Reserved Fund Balance – Excess Surplus is a required calculation pursuant to the New Jersey Comprehensive Educational Improvement and Financing Act of 1996 (CEIFA). New Jersey school districts are required to reserve General Fund fund balance at the fiscal year-end of June 30 if they did not appropriate a required minimum amount as budgeted fund balance in their subsequent years' budget. The District has excess fund balance of \$843,996 at June 30, 2011.

REQUIRED SUPPLEMENTARY INFORMATION

C. Budgetary Comparison Schedules



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

ACCOUNT NUMBERS	JUNE 30, 2011				POSITIVE/ (NEGATIVE) FINAL TO ACTUAL	JUNE 30, 2010				POSITIVE/ (NEGATIVE) FINAL TO ACTUAL	
	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL		ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL		
Revenues:											
Local Sources:											
Local Tax Levy	10-1210	\$26,681,262		26,681,262	26,681,262		24,432,893		24,432,893	24,432,893	
Interest	10-1500				36,664	36,664				26,079	26,079
Interest Earned on Emergency Reserve	10-1XXX	250		250	1,634	1,384	2,500		2,500	2,650	150
Interest Earned on Maintenance Reserve	10-1XXX	100		100	962	862	3,000		3,000	6,815	3,815
Interest Earned on Capital Reserve	10-1XXX	600		600	4,211	3,611	3,000		3,000	6,825	3,825
Services Provided Other LEA's	10-1950				269,965	269,965					
Miscellaneous	10-1990	49,818		49,818	52,650	2,832	45,745		45,745	123,606	77,861
Total Local Sources		26,732,030		26,732,030	27,047,348	315,318	24,487,138		24,487,138	24,598,868	111,730
State Sources:											
Categorical Transportation Aid	10-3121	228,810		228,810	228,810		803,821		803,821	522,484	(281,337)
Categorical Special Education Aid	10-3132	1,043,642		1,043,642	1,043,642		1,018,878		1,018,878	994,321	(24,557)
Categorical Security Aid	10-3177	275,626		275,626	275,626		246,521		246,521	160,239	(86,282)
Adjustment Aid	10-3178						899,911		899,911	584,942	(314,969)
Extraordinary Aid	10-3131				140,137	140,137	50,000		50,000	65,715	15,715
Nonpublic Transportation	10-3190				8,700	8,700				9,725	9,725
Nonbudgeted:											
On-Behalf TPAF Pension Contribution					844,370	844,370				831,338	831,338
Reimbursed TPAF Social Security					924,046	924,046				911,092	911,092
Total State Sources		1,548,078		1,548,078	3,465,331	1,917,253	3,019,131		3,019,131	4,079,856	1,060,725
Federal Sources:											
Medicaid Reimbursement	10-4200	33,940		33,940	35,342	1,402	28,929		28,929	11,149	(17,780)
Education Jobs Fund Program	10-4522		98,400	98,400	35,903	(62,497)					
Total Federal Sources:		33,940	98,400	132,340	71,245	(61,095)	28,929		28,929	11,149	(17,780)
Total Revenues		28,314,048	98,400	28,412,448	30,583,924	2,171,476	27,535,198		27,535,198	28,689,873	1,154,675
Expenditures:											
Current Expense:											
Instruction - Regular Programs:											
Salaries of Teachers:											
Preschool	11-105-100-101	13,809	89,705	103,514	101,354	2,160	95,704	50,261	145,965	145,960	5
Kindergarten	11-110-100-101	942,089	20,837	962,926	953,472	9,454	971,237	9,540	980,777	979,141	1,636
Grades 1 - 5	11-120-100-101	4,660,389	(92,837)	4,567,552	4,551,147	16,405	4,466,911	33,590	4,500,501	4,476,104	24,397
Grades 6 - 8	11-130-100-101	1,085,921	(68,799)	1,017,122	1,001,563	15,559	1,056,643	15,582	1,072,225	1,072,225	

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

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ACCOUNT NUMBERS	JUNE 30, 2011				POSITIVE/ (NEGATIVE) FINAL TO ACTUAL	JUNE 30, 2010				POSITIVE/ (NEGATIVE) FINAL TO ACTUAL	
	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL		ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL		
Regular Programs - Home Instruction:											
Salaries of Teachers	11-150-100-101	12,500	2,897	15,397	15,397	12,500	(1,866)	10,634	10,634		
Regular Programs - Undistributed Instruction:											
Purchased Professional - Educational Services	11-190-100-320		10,000	10,000	2,293	7,707	3,900	3,900	3,841	59	
Purchased Professional - Technical Services	11-190-100-340	6,000	680	6,680	5,068	1,612	6,500	2,039	8,539	8,539	
Other Purchased Services	11-190-100-500	15,790	(475)	15,315	2,769	12,546	16,900	(2,000)	14,900	3,182	
General Supplies	11-190-100-610	734,514	84,394	818,908	634,694	184,214	591,698	26,530	618,228	541,231	
Textbooks	11-190-100-640	113,183	(66,299)	46,884	38,087	8,797	163,188	(15,805)	147,383	125,766	
Other Objects	11-190-100-890	53,130		53,130	41,571	11,559	54,130	178	54,308	40,238	
Total Regular Programs - Instruction		7,637,325	(19,897)	7,617,428	7,347,415	270,013	7,435,411	121,949	7,557,360	7,406,861	150,499
Special Education:											
Learning and/or Language Disabilities:											
Salaries of Teachers	11-204-100-101	556,536	26,179	582,715	579,650	3,065	587,596	8,234	595,830	595,294	536
Other Salaries for Instruction	11-204-100-106	343,998	(89,183)	254,815	244,814	10,001	303,089	(635)	302,454	302,454	
General Supplies	11-204-100-610	9,866		9,866	1,626	8,240	9,866		9,866	6,669	3,197
Textbooks	11-204-100-640	1,060		1,060		1,060	2,500		2,500	2,500	
Total Learning and/or Language Disabilities		911,460	(63,004)	848,456	826,090	22,366	903,051	7,599	910,650	906,917	3,733
Multiple Disabilities:											
Salaries of Teachers	11-212-100-101	48,708	15,101	63,809	63,809		113,130	(66,171)	46,959	46,959	
Other Salaries for Instruction	11-212-100-106	32,936	58,852	91,788	83,514	8,274	52,125	1,060	53,185	53,185	
General Supplies	11-212-100-610	5,200	1,060	6,260	566	5,694	5,375	(348)	5,027	266	4,761
Textbooks	11-212-100-640	1,060	(895)	165	160	5	1,060		1,060	1,060	
Total Multiple Disabilities		87,904	74,118	162,022	148,049	13,973	171,690	(65,459)	106,231	101,470	4,761

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

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ACCOUNT NUMBERS	JUNE 30, 2011				POSITIVE/ (NEGATIVE) FINAL TO ACTUAL	JUNE 30, 2010				POSITIVE/ (NEGATIVE) FINAL TO ACTUAL	
	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL		ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL		
Resource Room/Resource Center:											
Salaries of Teachers	11-213-100-101	1,258,928	(10,425)	1,248,503	1,243,241	5,262	1,119,720	65,918	1,185,638	1,185,096	542
Other Salaries for Instruction	11-213-100-106	35,565	25,702	61,267	51,843	9,424	24,603	39,859	64,462	64,462	
General Supplies	11-213-100-610	7,120		7,120	504	6,616	7,205	(590)	6,615	2,970	3,645
Textbooks	11-213-100-640	800		800		800	800		800	800	
Total Resource Room		1,302,413	15,277	1,317,690	1,295,588	22,102	1,152,328	105,187	1,257,515	1,253,328	4,187
Autism:											
Salaries of Teachers	11-214-100-101	156,652	69,879	226,531	152,558	73,973	152,606	18,453	171,059	171,059	
Other Salaries for Instruction	11-214-100-106	166,486	24,780	191,266	187,914	3,352	186,838	(27,541)	159,297	159,266	31
Purchased Professional- Services	11-214-100-320	23,000		23,000	1,895	21,105	23,186		23,186	19,905	3,281
General Supplies	11-214-100-610	4,027	(512)	3,515	38	3,477	4,027		4,027	1,613	2,414
Other Objects	11-214-100-800		346	346	346						
Total Autism		350,165	94,493	444,658	342,751	101,907	366,657	(9,088)	357,569	351,843	5,726
Preschool Disabilities - Part Time:											
Salaries of Teachers	11-215-100-101	50,283	1,228	51,511	51,511		98,077	(48,239)	49,838	49,838	
Other Salaries for Instruction	11-215-100-106	106,568	(31,269)	75,299	74,388	911	142,126	(5,536)	136,590	131,571	5,019
General Supplies	11-215-100-610	1,097		1,097		1,097	1,096		1,096	2	1,094
Total Preschool Disabilities - Part-Time		157,948	(30,041)	127,907	125,899	2,008	241,299	(53,775)	187,524	181,411	6,113
Total Special Education		2,809,890	90,843	2,900,733	2,738,377	162,356	2,835,025	(15,536)	2,819,489	2,794,969	24,520
Basic Skills/Remedial:											
Salaries of Teachers	11-230-100-101	918,407	(478)	917,929	882,159	35,770	980,358	(25,940)	954,418	947,898	6,520
General Supplies	11-230-100-610	1,200		1,200	924	276	1,600		1,600	292	1,308
Total Basic Skills/Remedial		919,607	(478)	919,129	883,083	36,046	981,958	(25,940)	956,018	948,190	7,828
Bilingual Education - Instruction:											
Salaries	11-240-100-101	57,942	478	58,420	57,700	720	46,835	9,426	56,261	55,241	1,020
Supplies and Materials	11-240-100-610						300		300	300	
Total Bilingual Education - Instruction		57,942	478	58,420	57,700	720	47,135	9,426	56,561	55,241	1,320

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

ACCOUNT NUMBERS	JUNE 30, 2011				POSITIVE/ (NEGATIVE) FINAL TO ACTUAL	JUNE 30, 2010				POSITIVE/ (NEGATIVE) FINAL TO ACTUAL	
	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL		ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL		
School Sponsored Cocurricular Activities:											
Salaries	11-401-100-100	17,500	18,000	35,500	32,590	2,910	8,952		8,952	7,515	1,437
Supplies & Materials	11-401-100-600	3,600		3,600	2,086	1,514					
Total School Sponsored Cocurricular Activities		21,100	18,000	39,100	34,676	4,424	8,952		8,952	7,515	1,437
Other Instructional Programs - Instruction:											
Salaries	11-4XX-100-100	17,150	3,200	20,350	19,486	864	29,100	16,141	45,241	45,241	
Purchased Services	11-4XX-100-300	6,160		6,160	5,810	350	8,660	(1,864)	6,796	5,906	890
Supplies and Materials	11-4XX-100-600	895		895	736	159	3,900	675	4,575	2,326	2,249
Other Objects	11-4XX-100-800	2,500		2,500	2,500		2,500		2,500		2,500
Total Instructional Programs - Instruction		26,705	3,200	29,905	28,532	1,373	44,160	14,952	59,112	53,473	5,639
Total - Instruction		11,472,569	92,146	11,564,715	11,089,783	474,932	11,352,641	104,851	11,457,492	11,266,249	191,243
Undistributed Expenditures:											
Instruction:											
Tuition to Other LEA's -State Special	11-000-100-562		60,858	60,858	60,858			32,000	32,000		32,000
Tuition to CSSD & Reg. Day Schools	11-000-100-565	260,552	(99,858)	160,694	149,632	11,062	204,778	(53,205)	151,573	146,621	4,952
Tuition to Private Schools for the Handicapped - State	11-000-100-566	416,059	(116,714)	299,345	299,345		635,160	(93,031)	542,129	439,831	102,298
Tuition - State Facilities	11-000-100-568		39,000	39,000	24,818	14,182	30,750	39,001	69,751	56,751	13,000
Tuition - Other	11-000-100-569						12,240	(12,240)			
Total Undistributed Expenditures - Instruction		676,611	(116,714)	559,897	534,653	25,244	882,928	(87,475)	795,453	643,203	152,250
Attendance & Social Work Services:											
Salaries	11-000-211-100	2,300		2,300	2,300			2,300	2,300	2,300	
Total Attendance & Social Work Services		2,300		2,300	2,300			2,300	2,300	2,300	

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

ACCOUNT NUMBERS	JUNE 30, 2011				POSITIVE/ (NEGATIVE) FINAL TO ACTUAL	JUNE 30, 2010				POSITIVE/ (NEGATIVE) FINAL TO ACTUAL	
	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL		ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL		
Health Services:											
Salaries	11-000-213-100	238,083	6,000	244,083	241,189	2,894	233,629	2,837	236,466	236,317	149
Purchased Professional & Technical Services	11-000-213-300	22,436		22,436	7,260	15,176	28,000	(4,914)	23,086	9,726	13,360
Supplies and Materials	11-000-213-600	6,228	(4)	6,224	5,735	489	6,233	1,233	7,466	6,175	1,291
Total Health Services		266,747	5,996	272,743	254,184	18,559	267,862	(844)	267,018	252,218	14,800
Other Support Services - Speech, OT, PT & Related											
Salaries	11-000-216-100	524,982	(43,429)	481,553	481,553		541,506	2,700	544,206	544,206	
General Supplies	11-000-216-600	7,741	1,273	9,014	1,863	7,151	7,741		7,741	7,738	3
Purchased Prof. Ed. Services	11-000-216-320			7,723	710	7,013					
Total Other Support Services - Students - Related Services		532,723	(42,156)	498,290	484,126	14,164	549,247	2,700	551,947	551,944	3
Other Support Services - Students - Extraordinary:											
Salaries	11-000-217-110	203,337	48,101	251,438	251,438		210,886	(15,366)	195,520	195,520	
Purchased Professional Services	11-000-217-320	49,800		49,800	23,931	25,869	49,800	13,959	63,759	45,954	17,805
Total Other Support Services - Students - Extraordinary		253,137	48,101	301,238	275,369	25,869	260,686	(1,407)	259,279	241,474	17,805
Other Support Services - Students - Regular:											
Salaries of Other Professional Staff	11-000-218-104	276,373	3,919	280,292	280,292		269,463	6,004	275,467	275,467	
Supplies & Materials	11-000-218-600	418	18	436	74	362	418		418	73	345
Total Other Support Services - Students - Regular		276,791	3,937	280,728	280,366	362	269,881	6,004	275,885	275,540	345
Other Support Services - Students - Special Services:											
Salaries of Other Professional Staff	11-000-219-104	668,813	(124,473)	544,340	544,340		646,316	(12,078)	634,238	634,238	
Salaries of Secretarial & Clerical Assistants	11-000-219-105	94,637	(213)	94,424	94,424		90,321	37	90,358	90,358	
Supplies & Materials	11-000-219-600	12,470		12,470	5,096	7,374	12,470	523	12,993	7,570	5,423
Other Objects	11-000-219-800	725		725	340	385	700	240	940	940	
Total Other Support Services - Students - Special Services		776,645	(124,686)	651,959	644,200	7,759	749,807	(11,278)	738,529	733,106	5,423

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

ACCOUNT NUMBERS	JUNE 30, 2011				POSITIVE/ (NEGATIVE) FINAL TO ACTUAL	JUNE 30, 2010				POSITIVE/ (NEGATIVE) FINAL TO ACTUAL	
	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL		ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL		
Improvement of Instruction Services/Other											
Support Services - Instruction Staff:											
Salaries of Supervisors of Instruction	11-000-221-102	126,000		126,000	126,000		121,500		121,500	121,500	
Salaries of Secretarial & Clerical Assistants	11-000-221-105	44,379	213	44,592	44,592		42,488	66	42,554	42,554	
Supplies and Materials	11-000-221-600	1,900		1,900	1,589	311	1,900		1,900	1,789	111
Other Objects	11-000-221-800	500		500	308	192	800		800	221	579
Total Improvement of Instruction Services/Other Support Services - Instructional Staff											
		172,779	213	172,992	172,489	503	166,688	66	166,754	166,064	690
Educational Media Services/School Library:											
Salaries	11-000-222-100	384,829	(22,890)	361,939	359,907	2,032	343,327	27,597	370,924	370,924	
Purchased Professional & Technical Services	11-000-222-300	3,200		3,200	2,800	400	24,000		24,000	18,666	5,334
Supplies and Materials	11-000-222-600	20,000	7,188	27,188	22,011	5,177	20,000	6,227	26,227	24,910	1,317
Total Educational Media Services/School Library											
		408,029	(15,702)	392,327	384,718	7,609	387,327	33,824	421,151	414,500	6,651
Instructional Staff Training Services:											
Purchased Professional - Educational Staff	11-000-223-320	4,200		4,200	2,025	2,175	1,200	(39)	1,161	900	261
Other Purchased Services	11-000-223-500	16,750	(13)	16,737	3,199	13,538	13,250	677	13,927	9,349	4,578
Total Instructional Staff Training Services											
		20,950	(13)	20,937	5,224	15,713	14,450	638	15,088	10,249	4,839
Support Services General Administration:											
Salaries	11-000-230-100	232,398	(79,914)	152,484	141,616	10,868	205,789	3,196	208,985	118,985	90,000
Legal Services	11-000-230-331	70,000		70,000	59,959	10,041	70,000		70,000	63,534	6,466
Audit Fees	11-000-230-332	27,000	2,630	29,630	25,710	3,920	26,000	(500)	25,500	23,700	1,800
Architectural/Engineering Services	11-000-230-334	11,500	1,400	12,900	20,763	(7,863)	11,500	(2,000)	9,500	8,000	1,500
Other Purchased Professional Services	11-000-230-339		41,391	41,391	35,558	5,833	17,500	4,525	22,025	18,782	3,243
Purchased Technical Services	11-000-230-340		5,866	5,866	1,500	4,366					
Communications/Telephone	11-000-230-530	104,900	11,579	116,479	116,479		104,900	(5,750)	99,150	96,561	2,589
Other Purchased Services (400-500 Series)	11-000-230-585	15,250		15,250	725	14,525	15,250		15,250	4,763	10,487

**BERKELEY TOWNSHIP BOARD OF EDUCATION
GENERAL FUND
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FOR THE FISCAL YEARS ENDED JUNE 30, 2011 AND 2010**

ACCOUNT NUMBERS	JUNE 30, 2011				POSITIVE/ (NEGATIVE) FINAL TO ACTUAL	JUNE 30, 2010				POSITIVE/ (NEGATIVE) FINAL TO ACTUAL	
	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL		ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL		
Support Services General Administration (continued):											
Other Purchasing Services	11-000-230-590	233,000	(57,277)	175,723	152,574	23,149	246,200	(18,762)	227,438	184,964	42,474
General Supplies	11-000-230-610	4,700	(180)	4,520	3,813	707	4,700	13,913	18,613	18,595	18
BOE In-House Training - Meeting Supplies	11-000-230-630	1,800	230	2,030	2,023	7	1,800	6,000	7,800	6,662	1,138
Judgments Against School District	11-000-230-820	10,000		10,000		10,000	10,000		10,000		10,000
Miscellaneous Expenditures	11-000-230-890	7,500	266	7,766	1,870	5,896	7,500		7,500	3,605	3,895
BOE Membership Dues & Fees	11-000-230-895	14,000		14,000	13,204	796	13,760		13,760	13,560	200
Total Support Services General Administration		732,048	(74,009)	658,039	575,794	82,245	734,899	622	735,521	561,711	173,810
Support Services School Administration:											
Salaries of Principals & Assistant Principals	11-000-240-103	784,832	(1,916)	782,916	770,807	12,109	754,971	(1,358)	753,613	753,613	
Salaries of Secretarial & Clerical Assistants	11-000-240-105	244,734	7,594	252,328	252,328		246,939	(2,241)	244,698	244,698	
Other Salaries	11-000-240-110	6,480	(2,442)	4,038	4,038		4,032	(356)	3,676	3,676	
Purchased Professional & Technical Services	11-000-240-300	35,690	(538)	35,152	35,152		35,690		35,690	33,363	2,327
Supplies & Materials	11-000-240-600	33,815	2,355	36,170	29,543	6,627	35,172	18,492	53,664	44,191	9,473
Other Objects	11-000-240-800	1,000	14	1,014	1,014		800	710	1,510	978	532
Total Support Services School Administration		1,106,551	5,067	1,111,618	1,092,882	18,736	1,077,604	15,247	1,092,851	1,080,519	12,332
Central Services:											
Salaries	11-000-251-100	348,309	3,324	351,633	351,633		327,278	4,022	331,300	331,300	
Purchased Professional Services	11-000-251-330	22,700	9,856	32,556	31,125	1,431	6,800	20	6,820	6,820	
Miscellaneous Purchased Services	11-000-251-592	5,200	(454)	4,746	3,371	1,375	5,200		5,200	2,170	3,030
Supplies & Materials	11-000-251-600	8,630	4,454	13,084	6,236	6,848	8,647	2,919	11,566	11,466	100
Miscellaneous Expenditures	11-000-251-890	3,015		3,015	2,161	854	2,985		2,985	1,795	1,190
Total Central Services		387,854	17,180	405,034	394,526	10,508	350,910	6,961	357,871	353,551	4,320
Administrative Information Technology:											
Salaries	11-000-252-100	91,164	(2,318)	88,846	88,846		82,843	3,407	86,250	86,250	
Purchased Technical Services	11-000-252-340	65,950	(3,559)	62,391	51,155	11,236	45,270	(750)	44,520	43,230	1,290
Other Purchased Services	11-000-252-500	750		750	461	289		750	750	451	299
Supplies and Materials	11-000-252-600	20,000	4,587	24,587	21,514	3,073	45,500	(11,730)	33,770	25,934	7,836
Total Administrative Information Technology		177,864	(1,290)	176,574	161,976	14,598	173,613	(8,323)	165,290	155,865	9,425

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

	ACCOUNT NUMBERS	JUNE 30, 2011				POSITIVE/ (NEGATIVE) FINAL TO ACTUAL	JUNE 30, 2010				POSITIVE/ (NEGATIVE) FINAL TO ACTUAL
		ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL		ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL	
Required Maintenance for School Facilities:											
Salaries	11-000-261-100	294,147	11,239	305,386	302,958	2,428	277,420	16,011	293,431	293,431	
Cleaning, Repair & Maintenance Services	11-000-261-420	253,300	766,211	1,019,511	482,181	537,330	256,400	686,191	942,591	689,636	252,955
Travel	11-000-261-580		1,500	1,500	1,310	190		2,100	2,100	1,668	432
General Supplies	11-000-261-610	187,550	(3,144)	184,406	148,506	35,900	159,400	(2,925)	156,475	141,677	14,798
Other Objects	11-000-261-800	6,350	1,360	7,710	7,710		9,900	3,900	13,800	11,672	2,128
Total Allowable Maintenance For School Facilities		741,347	777,166	1,518,513	942,665	575,848	703,120	705,277	1,408,397	1,138,084	270,313
Other Operation & Maintenance of Plant Services:											
Salaries	11-000-262-100	762,306	42,962	805,268	797,969	7,299	846,471	(104,512)	741,959	734,879	7,080
Cleaning, Repair & Maintenance Services	11-000-262-420	111,500	16,545	128,045	117,091	10,954	105,500	86,571	192,071	186,668	5,403
Other Purchased Property Services	11-000-262-490	60,000	(20,016)	39,984	39,984		60,000	(19,400)	40,600	40,113	487
Insurance	11-000-262-520	179,396	(13,861)	165,535	165,535		212,000	(56,221)	155,779	155,779	
Travel	11-000-262-580		250	250	146	104		500	500	272	228
General Supplies	11-000-262-610	75,348	11,914	87,262	87,262		77,132	14,119	91,251	89,693	1,558
Energy (Natural Gas)	11-000-262-621	314,000	(111,374)	202,626	202,626		312,000	(91,601)	220,399	206,464	13,935
Energy (Electricity)	11-000-262-622	555,000	(27,204)	527,796	527,796		580,000	(32,000)	548,000	518,439	29,561
Other Objects	11-000-262-800						500	(500)			
Total Operation & Maintenance of Plant Services		2,057,550	(100,784)	1,956,766	1,938,409	18,357	2,193,603	(203,044)	1,990,559	1,932,307	58,252
Undistributed Expenditures - Care & Upkeep of Grounds:											
Purchased Professional and Technical Services	11-000-263-300	125,644	45,480	171,124	92,993	78,131	71,000	8,205	79,205	72,386	6,819
General Supplies	11-000-263-610	32,500	(4,266)	28,234	25,453	2,781	8,500	5,834	14,334	14,058	276
Total Undistributed Expenditures - Care & Upkeep of Grounds		158,144	41,214	199,358	118,446	80,912	79,500	14,039	93,539	86,444	7,095
Security:											
Salaries	11-000-266-100	94,516	10,443	104,959	98,070	6,889		92,182	92,182	92,182	
Cleaning, Repair, & Maintenance Services	11-000-266-420	1,000		1,000		1,000		1,000	1,000		1,000
General Supplies	11-000-266-610	17,500	135,904	153,404	138,505	14,899		120,000	120,000		120,000
Total Security		113,016	146,347	259,363	236,575	22,788		213,182	213,182	92,182	121,000
Student Transportation Services:											
Salaries of Non-Instructional Aides	11-000-270-107	145,621	(4,529)	141,092	122,161	18,931	161,182	(25,614)	135,568	130,885	4,683
Salaries for Pupil Transportation (Between Home & School) - Regular	11-000-270-160	666,352	34,052	700,404	700,404		684,884	4,129	689,013	668,887	20,126

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GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE FISCAL YEARS ENDED JUNE 30, 2011 AND 2010**

	ACCOUNT NUMBERS	JUNE 30, 2011				POSITIVE/ (NEGATIVE) FINAL TO ACTUAL	JUNE 30, 2010				POSITIVE/ (NEGATIVE) FINAL TO ACTUAL
		ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL		ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL	
Student Transportation Services (continued):											
Salaries for Pupil Transportation (Between Home & School) - Special	11-000-270-161	227,928	20,929	248,857	209,007	39,850	217,754	(14,705)	203,049	201,393	1,656
Salaries for Pupil Transportation (Other than Between Home & School)	11-000-270-162	13,000		13,000		13,000	17,000	(17,000)			
Other Purchased Professional & Technical Services	11-000-270-390	5,500	27,923	33,423	28,699	4,724	2,025	27,000	29,025	2,340	26,685
Cleaning, Repair & Maintenance Services	11-000-270-420	7,500	20,000	27,500	7,065	20,435	7,500	5,600	13,100	11,688	1,412
Lease Purchase Payments - Buses	11-000-270-443						32,202		32,202	32,201	1
Contracted Services - ESC's & CTSA's - (Special Education Students)	11-000-270-518	200,000		200,000	186,669	13,331	360,000		360,000	181,697	178,303
Contracted Services - Aid in Lieu	11-000-270-503	87,305	(41,337)	45,968	45,806	162	91,400	(27,000)	64,400	54,366	10,034
Travel	11-000-270-580		1,000	1,000		1,000		1,000	1,000	500	500
Miscellaneous Purchased Services - Transportation	11-000-270-593	72,146		72,146	70,923	1,223	60,000	7,265	67,265	66,839	426
Supplies & Materials	11-000-270-600						13,055	(547)	12,508	11,959	549
General Supplies	11-000-270-610	6,780	1,475	8,255	7,678	577					
Transportation Supplies	11-000-270-615	286,500	(20,000)	266,500	186,077	80,423	249,000	(3,785)	245,215	199,415	45,800
Miscellaneous Expenditures	11-000-270-800	7,300	25	7,325	6,922	403	9,355	(1,300)	8,055	4,975	3,080
Total Student Transportation Services		1,725,932	39,538	1,765,470	1,571,411	194,059	1,905,357	(44,957)	1,860,400	1,567,145	293,255
Unallocated Benefits Employee Benefits:											
Group Insurance	11-000-291-210	900	(79)	821	821			815	815	815	
Social Security Contributions	11-000-291-220	390,000	(38,678)	351,322	349,498	1,824	390,840		390,840	377,652	13,188
Other Retirement Contributions - PERS	11-000-291-241	340,000	39,523	379,523	379,523		330,000		330,000	309,111	20,889
Other Retirement Contributions - Regular	11-000-291-249		409	409	409						
Unemployment Compensation	11-000-291-250	36,064	526,505	562,569	558,807	3,762					
Workman's Compensation	11-000-291-260	315,000	(89,126)	225,874	225,874		315,000		315,000	262,951	52,049
Health Benefits	11-000-291-270	5,095,000	(469,364)	4,625,636	3,998,141	627,495	3,975,135	(100,486)	3,874,649	3,808,661	65,988
Tuition Reimbursement	11-000-291-280	30,000	(4,421)	25,579	25,579		25,000	6,399	31,399	28,852	2,547
Other Employee Benefits	11-000-291-290	330,000	(95,510)	234,490	157,927	76,563	315,000	(7,213)	307,787	194,403	113,384
Total Unallocated Benefits - Employee Benefits		6,536,964	(130,741)	6,406,223	5,696,579	709,644	5,350,975	(100,485)	5,250,490	4,982,445	268,045
Nonbudgeted:											
On-Behalf TPAF Pension Contributions					844,370	(844,370)				831,338	(831,338)
Reimbursed TPAF Social Security					924,046	(924,046)				911,092	(911,092)

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**BERKELEY TOWNSHIP BOARD OF EDUCATION
GENERAL FUND
FOR THE FISCAL YEARS ENDED JUNE 30, 2011 AND 2010**

ACCOUNT NUMBERS	JUNE 30, 2011				POSITIVE/ (NEGATIVE) FINAL TO ACTUAL	JUNE 30, 2010				POSITIVE/ (NEGATIVE) FINAL TO ACTUAL
	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL		ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL	
Total Undistributed Expenditures	17,123,982	486,387	17,610,369	17,535,308	75,061	16,118,457	543,047	16,661,504	16,983,281	(321,777)
Total Expenditures - Current Expense	28,596,551	578,533	29,175,084	28,625,091	549,993	27,471,098	647,898	28,118,996	28,249,530	(130,534)
Capital Outlay:										
Equipment:										
58 Undistributed Expenditures:										
Instruction 12-000-100-730		22,662	22,662		22,662		8,690	8,690	8,690	
Required Maintenance for School Facilities 12-000-261-730	407,000	174,202	581,202	305,304	275,898	170,000	153,407	323,407	163,748	159,659
Custodial Services 12-000-262-730	15,200	(8,893)	6,307	6,307		14,800	(7,606)	7,194	7,194	
Care & Upkeep of Grounds Security 12-000-263-730	100,000	218,724	318,724	283,724	35,000	425,000	(143,901)	281,099	114,150	166,949
12-000-266-730						100,000	(100,000)			
Student Transportation - Non-Instructional Equipment 12-000-270-732		22,098	22,098	22,098		2,100	188,680	190,780	188,680	2,100
School Buses - Regular 12-000-270-733						202,350	(8,150)	194,200	194,200	
School Buses - Special 12-000-270-734	211,486	(30,665)	180,821	180,821		61,350		61,350	61,350	
Total Equipment	733,686	398,128	1,131,814	798,254	333,560	975,600	91,120	1,066,720	738,012	328,708
Facilities Acquisition & Construction Services:										
Construction Services 12-000-400-450		320,833	320,833	239,936	80,897		455,666	455,666	168,824	286,842
Other Objects 12-000-400-800	103,111		103,111	103,111						
Total Facilities Acquisition & Construction Services	103,111	320,833	423,944	343,047	80,897		455,666	455,666	168,824	286,842
Total Capital Outlay	836,797	718,961	1,555,758	1,141,301	414,457	975,600	546,786	1,522,386	906,836	615,550
Total Expenditures	29,433,348	1,297,494	30,730,842	29,766,392	964,450	28,446,698	1,194,684	29,641,382	29,156,366	485,016

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

	JUNE 30, 2011				POSITIVE/ (NEGATIVE)	JUNE 30, 2010				POSITIVE/ (NEGATIVE)
	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL	FINAL TO ACTUAL	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL	FINAL TO ACTUAL
Excess/(Deficiency) of Revenues Over/(Under) Expenditures	(1,119,300)	(1,199,094)	(2,318,394)	817,532	3,135,926	(911,500)	(1,194,684)	(2,106,184)	(466,493)	1,639,691
Other Financing Sources/(Uses):										
Interest Earned on Capital Reserve	250	(250)				(3,000)		(3,000)		3,000
Interest Earned on Maintenance Reserve	100	(100)				(3,000)		(3,000)		3,000
Interest Earned on Emergency Reserve	600	(600)				(2,500)		(2,500)		2,500
Total Other Financing Sources/(Uses)	950	(950)				(8,500)		(8,500)		8,500
Excess/(Deficiency) of Revenues & Other Financing Sources Over/(Under) Expenditures & Other Financing Uses	(1,118,350)	(1,200,044)	(2,318,394)	817,532	3,135,926	(920,000)	(1,194,684)	(2,114,684)	(466,493)	1,648,191
Fund Balances, July 1	4,074,039		4,074,039	4,074,039		4,540,532		4,540,532	4,540,532	
Fund Balances, June 30	\$2,955,689	(1,200,044)	1,755,645	4,891,571	3,135,926	3,620,532	(1,194,684)	2,425,848	4,074,039	1,648,191

RECAPITULATION OF FUND BALANCE

Restricted Fund Balance:	
Capital Reserve	\$768,450
Maintenance Reserve	650,024
Emergency Reserve	259,491
Excess Surplus Designated for Subsequent Year's Expenditures	
Reserve for Excess Surplus	843,996
Assigned Fund Balance:	
Year-end Encumbrances	1,210,813
Designated for Subsequent Year's Expenditures	450,000
Unassigned Fund Balance	708,797
Subtotal	4,891,571
Reconciliation to Governmental Fund Statements (GAAP):	
Last State Aid Payment Not Recognized on GAAP Basis	(146,479)
Fund Balance per Governmental Funds (GAAP)	\$4,745,092

**BERKELEY TOWNSHIP BOARD OF EDUCATION
EDUCATION JOBS FUND PROGRAM -
BUDGETARY COMPARISON SCHEDULE
FOR THE FISCAL YEAR ENDED JUNE 30, 2011**

	ACCOUNT NUMBER	JUNE 30, 2010			VARIANCE POSITIVE/ (NEGATIVE) FINAL TO ACTUAL	
		ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET		ACTUAL
Revenues:						
Federal Sources:						
Education Jobs Fund Program	18-4522	\$ -	98,400	98,400	35,903	(62,497)
Total Federal Sources			98,400	98,400	35,903	(62,497)
Total Revenues			98,400	98,400	35,903	(62,497)
Expenditures:						
Education Jobs Fund Program:						
Salaries - Autism	18-214-100-101		81,220	81,220	30,698	50,522
Social Security Contributions	18-214-291-220		4,173	4,173	2,349	1,824
Unemployment Compensation	18-214-291-250		569	569		569
Health Benefits	18-214-291-270		12,438	12,438	2,856	9,582
Total Education Jobs Fund Expenditures			98,400	98,400	35,903	62,497
Total Expenditures			98,400	98,400	35,903	62,497
Excess/(Deficiency) of Revenues Over/(Under) Expenditures		\$ -	-	-	-	-

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

	JUNE 30, 2011				VARIANCE POSITIVE/ (NEGATIVE) FINAL TO ACTUAL	JUNE 30, 2010				VARIANCE POSITIVE/ (NEGATIVE) FINAL TO ACTUAL
	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL		ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL	
REVENUES										
Local Sources		57,670	57,670	55,072	(2,598)		37,767	37,767	35,411	(2,356)
State Sources										
Federal Sources	\$693,644	527,875	1,221,519	1,152,010	(69,509)	645,123	727,882	1,373,005	924,762	(448,243)
Total Revenues	693,644	585,545	1,279,189	1,207,082	(72,107)	645,123	765,649	1,410,772	960,173	(450,599)
EXPENDITURES:										
Instruction:										
Salaries of Teachers	239,798	243,774	483,572	435,472	48,100	150,000	367,967	517,967	284,587	233,380
Purchased Professional Services (300 Series)	44,550	72,841	117,391	111,694	5,697	25,400	(2,408)	22,992	5,787	17,205
Tuition	300,193	43,606	343,799	343,799		345,944	13,056	359,000	359,000	
Travel		438	438	438						
Miscellaneous		22,769	22,769	21,912	857		7,450	7,450	5,826	1,624
General Supplies	21,710	65,065	86,775	76,927	9,848	7,200	150,176	157,376	102,313	55,063
Total Instruction	606,251	448,493	1,054,744	990,242	64,502	528,544	536,241	1,064,785	757,513	307,272
Support Services:										
Salaries of Program Director	34,456	6,384	40,840	36,577	4,263		95,400	95,400	46,877	48,523
Personal Services - Employee Benefits	29,443	60,057	89,500	89,500		52,000	32,984	84,984	42,512	42,472
Purchased Professional - Educational Services	3,400	27,072	30,472	30,319	153	5,000	14,991	19,991	9,515	10,476
Other Purchased Professional Services		2,664	2,664	2,664		38,579	(18,579)	20,000	8,094	11,906
Travel	19,074	(5,246)	13,828	11,958	1,870	21,000	14,574	35,574	35,044	530
Miscellaneous Expenditures	170	(170)					200	200	200	
Supplies & Materials	850	46,291	47,141	45,822	1,319		89,838	89,838	60,418	29,420
Total Support Services	87,393	137,052	224,445	216,840	7,605	116,579	229,408	345,987	202,660	143,327
Total Expenditures	693,644	585,545	1,279,189	1,207,082	72,107	645,123	765,649	1,410,772	960,173	450,599
Total Outflows	693,644	585,545	1,279,189	1,207,082	72,107	645,123	765,649	1,410,772	960,173	450,599
Excess/(Deficiency) of Revenues Over/(Under) Expenditures & Other Financing Sources/(Uses)	\$	-	-	-	-	-	-	-	-	-

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NOTES TO REQUIRED SUPPLEMENTARY INFORMATION

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

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

	GENERAL FUND	SPECIAL REVENUE FUND
Sources/Inflows of Resources:		
Actual Amounts (Budgetary Basis) "Revenue"		
From the Budgetary Comparison Schedule (C-Series)	\$30,583,924	1,207,082
Difference - Budget to GAAP:		
State aid payment recognized for GAAP statements in the current year, previously recognized for budgetary purposes.	285,589	
State aid payment recognized for budgetary purposes, not recognized for GAAP statements until the subsequent year.	(146,479)	
Grant accounting budgetary basis differs from GAAP in that encumbrances are recognized as expenditures, and the related revenue is recognized.		
Prior Year		33,447
Current Year		(64,960)
		(31,513)
Total Revenues as Reported on the Statement of Revenues, Expenditures, and Changes in Fund Balances - Governmental Funds. (B-2)	\$30,723,034	1,175,569
Uses/outflows of resources:		
Actual amounts (budgetary basis) "total expenditures" from the budgetary comparison schedule	\$29,766,392	1,207,082
Differences - budget to GAAP		
Encumbrances for supplies and equipment ordered but not received is reported in the year the order is placed for <i>budgetary</i> purposes, but in the year the supplies are received for <i>financial reporting</i> purposes.		
Prior Year		33,447
Current Year		(64,960)
		(31,513)
Total Expenditures as Reported on the Statement of Revenues, Expenditures, and Changes in Fund Balances - Governmental Funds (B-2)	\$29,766,392	1,175,569

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



OTHER SUPPLEMENTARY INFORMATION

D. School Based Budget Schedules

Not Applicable

E. Special Revenue Fund

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

	NO CHILD LEFT BEHIND					RECOVERY ACT		
	TITLE I 2010-11	TITLE IIA 2010-11	TITLE IID 2010-11	TITLE III 2010-11	TITLE IV 2010-11	TITLE I 2010-11	IDEA-B BASIC 2010-11	IDEA-B PRESCHOOL 2010-11
Revenues:								
Local Sources								
Federal Sources	\$254,586	70,515	438	3,200	118	79,601	228,831	9,210
Total Revenues	\$254,586	70,515	438	3,200	118	79,601	228,831	9,210
Expenditures:								
Instruction:								
Salaries of Teachers	\$209,882	41,503		849		54,838	126,162	
Purchased Professional Services (300 Series)	3,500						2,008	
Travel			438					
General Supplies	2,477	476		2,351	118	13,971	9,802	2,878
Tuition								
Miscellaneous						2,500		
Total Instruction	215,859	41,979	438	3,200	118	71,309	137,972	2,878
Support Services:								
Other Professional Staff Salaries						8,092	28,485	
Purchased Professional Services		7,697						6,332
Other Purchased Professional Services								
Employee Benefits	38,727	8,301					42,472	
Travel		11,758				200		
General Supplies		780					19,902	
Miscellaneous Expenses								
Total Support Services	38,727	28,536				8,292	90,859	6,332
Total Expenditures	\$254,586	70,515	438	3,200	118	79,601	228,831	9,210

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

	IDEA-B BASIC REGULAR 2010-11	IDEA-B PRESCHOOL REGULAR 2010-11	CAMP PAW	BARNEGAT BAY ESTUARY	SIGN
Revenues:					
Local Sources			1,375	4,936	17,300
Federal Sources	\$456,712	48,799			
Total Revenues	\$456,712	48,799	1,375	4,936	17,300
Expenditures:					
Instruction:					
Salaries of Teachers				2,238	
Purchased Professional Services (300 Series)	\$83,500				
Travel					
General Supplies	38,565	2,216	1,375	2,698	
Tuition	300,000	43,799			
Miscellaneous	1,174				17,300
Total Instruction	423,239	46,015	1,375	4,936	17,300
Support Services:					
Other Professional Staff Salaries					
Purchased Professional Services	16,290				
Other Purchased Professional Services	2,664				
Employee Benefits					
Travel					
General Supplies	14,519	2,784			
Miscellaneous Expenses					
Total Support Services	33,473	2,784			
Total Expenditures	\$456,712	48,799	1,375	4,936	17,300

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

	SAFETY GRANT	RECYCLING GRANT	GO GREEN GRANT	CLASSTRIP GRANT	BEAUTIFICATION GRANT	2011	2010
Revenues:							
Local Sources	\$22,686	4,338	2,500	938	999	55,072	35,411
Federal Sources						1,152,010	924,762
Total Revenues	\$22,686	4,338	2,500	938	999	1,207,082	960,173
Expenditures:							
Instruction:							
Salaries of Teachers						435,472	284,587
Purchased Professional Services (300 Series)	\$22,686					111,694	5,787
Travel						438	
General Supplies						76,927	102,313
Tuition						343,799	359,000
Miscellaneous				938		21,912	5,826
Total Instruction	22,686			938		990,242	757,513
Support Services:							
Other Professional Staff Salaries						36,577	46,877
Purchased Professional Services						30,319	9,515
Other Purchased Professional Services						2,664	8,094
Employee Benefits						89,500	42,512
Travel						11,958	35,044
General Supplies		4,338	2,500		999	45,822	60,418
Miscellaneous Expenses							200
Total Support Services		4,338	2,500		999	216,840	202,660
Total Expenditures	\$22,686	4,338	2,500	938	999	1,207,082	960,173

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F. Capital Projects Fund

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

PROJECT TITLE/ISSUE	DATE	ORIGINAL APPROPRIATIONS	EXPENDITURES TO DATE		UNEXPENDED
			PRIOR YEARS	CURRENT YEAR	BALANCE JUNE 30, 2011
Clara B. Worth Elementary School - Boiler Replacement - State Project # 0320-030-09-1002	2/26/2009	\$211,900	189,706	22,194	
Total		\$211,900	189,706	22,194	-

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

Expenditures & Other Financing Uses:	
Construction Services	<u>\$19,370</u>
Total Expenditures	<u>19,370</u>
Excess/(Deficiency) of Revenues Over/(Under) Expenditures	(19,370)
Other Financing Sources/(Uses):	
Cancellation of Receivable	<u>(2,824)</u>
Total Other Financing Sources/(Uses)	<u>(2,824)</u>
Net Change in Fund Balance	(22,194)
Fund Balance - Beginning	<u>22,194</u>
Fund Balance - Ending	<u><u>-</u></u>

**BERKELEY TOWNSHIP BOARD OF EDUCATION
CAPITAL PROJECTS FUND
SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCE, AND
PROJECT STATUS--BUDGETARY BASIS
CLARA B. WORTH ELEMENTARY SCHOOL - REPLACEMENT OF BOILERS
FROM INCEPTION AND FOR THE YEAR ENDED JUNE 30, 2011**

	PRIOR PERIODS	CURRENT YEAR	TOTALS	REVISED AUTHORIZED COST
Revenues & Other Financing Sources:				
State Sources - SCC Grant	\$84,760		84,760	84,760
Bond Proceeds & Transfers	127,140		127,140	127,140
Total Reserve	211,900		211,900	211,900
Expenditures & Other Financing Uses:				
Construction Services	189,706	25,018	214,724	211,900
Cancellation of Receivable		(2,824)	(2,824)	
Total Expenditures & Other Financing Uses	189,706	22,194	211,900	211,900
Excess/(Deficiency) of Revenues Over/ (Under) Expenditures	\$22,194	(22,194)	-	-

ADDITIONAL PROJECT INFORMATION

Project Number	#0320-030-09-1002
Grant Date	2/26/2009
Bond Authorization Date	N/A
Bonds Authorized	N/A
Bonds Issued	N/A
Original Authorized Cost	\$334,800
Additional Authorized Cost	N/A
Revised Authorized Cost	\$211,900
Percentage Increase Over Original Authorized Cost	N/A
Percentage Completion	100%
Original Target Completion Date	10/15/09
Revised Target Completion Date	05/01/10



G. Proprietary Funds

Enterprise Funds

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

ASSETS	BUSINESS-TYPE ACTIVITIES - ENTERPRISE FUNDS FOOD SERVICE	2011	2010
Current Assets:			
Cash & Cash Equivalents	\$71,495	71,495	15,561
Accounts Receivable:			
State	1,717	1,717	1,685
Federal	55,328	55,328	26,553
Local	9,541	9,541	57,137
Inventories	21,661	21,661	27,236
Total Current Assets	159,742	159,742	128,172
Noncurrent Assets:			
Furniture, Machinery & Equipment	265,240	265,240	265,240
Less: Accumulated Depreciation	(164,048)	(164,048)	(152,939)
Total Noncurrent Assets	101,192	101,192	112,301
Total Assets	260,934	260,934	240,473
LIABILITIES			
Accounts Payable	28,050	28,050	6,493
Deferred Revenue	3,823	3,823	
Interfund Payable	108,098	108,098	108,098
Total Liabilities	139,971	139,971	114,591
NET ASSETS			
Invested in Capital Assets, Net of Related Debt	101,192	101,192	112,301
Unrestricted	19,771	19,771	13,581
Total Net Assets	\$120,963	120,963	125,882

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

	BUSINESS-TYPE ACTIVITIES - ENTERPRISE FUNDS		
	FOOD SERVICE	2011	2010
Operating Revenues:			
Charges for Services:			
Daily Sales - Reimbursable Programs	\$237,530	237,530	246,515
Daily Sales - Nonreimbursable Programs	137,725	137,725	126,309
Total Operating Revenues	375,255	375,255	372,824
Operating Expenses:			
Cost of Sales	486,421	486,421	448,943
Salaries & Benefits	207,855	207,855	206,082
Miscellaneous	311	311	3,016
General Supplies	7,632	7,632	4,550
Depreciation	11,109	11,109	10,966
Total Operating Expenses	713,328	713,328	673,557
Operating Income/(Loss)	(338,073)	(338,073)	(300,733)
Nonoperating Revenues (Expenses):			
State Sources:			
State School Lunch Program	8,397	8,397	11,832
State School Breakfast Program			4,130
Federal Sources:			
National School Lunch Program	238,352	238,352	214,819
National School Breakfast Program	47,940	47,940	41,528
U.S.D.A. Commodities	37,762	37,762	37,487
Interest & Investment Revenue	703	703	370
Total Nonoperating Revenues/(Expenses)	333,154	333,154	310,166
Other Financing Sources:			
Loss on Disposal of Asset			(2,170)
Contract Budget Guarantee			63,240
Total Other Financing Sources			61,070
Change in Net Assets	(4,919)	(4,919)	70,503
Total Net Assets - Beginning	125,882	125,882	55,379
Total Net Assets - Ending	\$120,963	120,963	125,882

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

	BUSINESS-TYPE ACTIVITIES - ENTERPRISE FUNDS		
	FOOD SERVICE	2011	2010
Cash Flows From Operating Activities:			
Receipts from Customers	\$422,851	422,851	318,996
Payments to Employees & Benefits	(204,032)	(204,032)	(206,082)
Payments to Suppliers	(429,470)	(429,470)	(487,401)
Net Cash Provided/(Used) by Operating Activities	<u>(210,651)</u>	<u>(210,651)</u>	<u>(374,487)</u>
Cash Flows From Noncapital Financing Activities:			
Cash Received From Budget Guarantee			63,240
State Sources	8,365	8,365	17,595
Federal Sources	257,517	257,517	279,794
Net Cash Provided/(Used) by Noncapital Financing Activities	<u>265,882</u>	<u>265,882</u>	<u>360,629</u>
Cash Flows From Financing Activities:			
Loss from Sale of Asset			(2,170)
Purchases of Fixed Assets			(52,070)
Net Cash Provided/(Used) by Financing Activities			<u>(54,240)</u>
Cash Flows From Investing Activities:			
Interest & Dividends	703	703	370
Net Cash Provided/(Used) by Investing Activities	<u>703</u>	<u>703</u>	<u>370</u>
Net Increase/(Decrease) in Cash & Cash			
Equivalents	55,934	55,934	(67,728)
Balances - Beginning of Year	15,561	15,561	83,289
Balances - End of Year	<u>\$71,495</u>	<u>71,495</u>	<u>15,561</u>

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

Operating Income/(Loss)	(\$338,073)	(338,073)	(300,733)
Adjustments to Reconcile Operating Income/ (Loss) to Net Cash Provided/(Used) by Operating Activities:			
U.S.D.A. Commodities	37,762	37,762	37,487
Depreciation Expense	11,109	11,109	10,966
(Increase)/Decrease in Inventories	5,575	5,575	(7,616)
(Increase)/Decrease in Accounts Receivable	47,596	47,596	(53,828)
Increase/(Decrease) in Accounts Payable	21,557	21,557	(60,763)
Increase/(Decrease) in Deferred Revenue	3,823	3,823	
Total Adjustments	<u>127,422</u>	<u>127,422</u>	<u>(73,754)</u>
Net Cash Provided/(Used) by Operating Activities	<u>(\$210,651)</u>	<u>(210,651)</u>	<u>(374,487)</u>

Internal Service Fund

Not Applicable

H. Fiduciary Fund



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

ASSETS	PRIVATE PURPOSE <u>UNEMPLOYMENT</u> COMPENSATION TRUST	<u>AGENCY</u> PAYROLL FUND	2011	2010
Cash & Cash Equivalents	\$531,307	78,930	610,237	109,392
Total Assets	531,307	78,930	610,237	109,392
LIABILITIES				
Payroll Deductions & Withholdings		78,930	78,930	13,922
Total Liabilities		78,930	78,930	13,922
NET ASSETS				
Held in Trust for Unemployment Claims & Other Purposes	531,307		531,307	95,470
Total Net Assets	\$531,307		531,307	95,470

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

ADDITIONS	PRIVATE PURPOSE UNEMPLOYMENT COMPENSATION TRUST	2011	2010
Contributions:			
Plan Member	\$527,960	527,960	45,212
Total Contributions	<u>527,960</u>	<u>527,960</u>	<u>45,212</u>
Investment Earnings:			
Interest	587	587	727
Net Investment Earnings	<u>587</u>	<u>587</u>	<u>727</u>
Total Additions	<u>528,547</u>	<u>528,547</u>	<u>45,939</u>
DEDUCTIONS			
Unemployment Claims	92,710	92,710	56,174
Total Deductions	<u>92,710</u>	<u>92,710</u>	<u>56,174</u>
Change in Net Assets	435,837	435,837	(10,235)
Net Assets - Beginning of the Year	<u>95,470</u>	<u>95,470</u>	<u>105,705</u>
Net Assets - End of the Year	<u>\$531,307</u>	<u>531,307</u>	<u>95,470</u>

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

ASSETS	BALANCE JULY 1, 2010	ADDITIONS	DELETIONS	BALANCE JUNE 30, 2011
Cash & Cash Equivalents	\$13,922	19,927,125	19,862,117	78,930
Total Assets	<u>\$13,922</u>	<u>19,927,125</u>	<u>19,862,117</u>	<u>78,930</u>
 LIABILITIES				
Payroll Deductions & Withholdings	\$13,922	19,927,125	19,862,117	78,930
Total Liabilities	<u>\$13,922</u>	<u>19,927,125</u>	<u>19,862,117</u>	<u>78,930</u>

I. Long-Term Debt

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

ISSUE	DATE OF ISSUE	AMOUNT OF ISSUE	ANNUAL PAYMENTS		INTEREST RATE	AMOUNT OUTSTANDING JUNE 30, 2010	ISSUED	RETIRED	AMOUNT OUTSTANDING JUNE 30, 2011
			DATE	AMOUNT					
Building, Alterations & Renovations	8/1/2002	\$24,430,100	8/1/2011	\$1,155,000	4.000%	\$2,250,000		1,095,000	1,155,000
2002 Refunding Issue	3/25/2010	16,760,000	10/1/2012	1,195,000	2.000%	16,760,000			16,760,000
			10/1/2013	1,240,000	4.000%				
			10/1/2014	1,300,000	3.760%				
			10/1/2015	1,360,000	3.000%				
			10/1/2016	1,415,000	4.000%				
			10/1/2017	1,495,000	5.000%				
			10/1/2018	1,575,000	4.500%				
			10/1/2019	1,660,000	4.500%				
			10/1/2020	1,745,000	4.500%				
			10/1/2021	1,835,000	5.000%				
			10/1/2022	1,940,000	5.000%				
			Total				\$19,010,000	- 1,095,000	17,915,000

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

SERIES	INTEREST RATE	AMOUNT OF ORIGINAL ISSUE	AMOUNT OUTSTANDING JUNE 30, 2010	ISSUED	RETIRED CURRENT YEAR	AMOUNT OUTSTANDING JUNE 30, 2011
5 - Xerox Copiers	9.31%	145,795	\$88,458		29,585	58,873
6- Xerox Copiers	11.00%	74,185	72,311		11,937	60,374
Savin Copier	6.32%	16,214	14,813		2,939	11,874
Savin Copier	7.00%	33,779	13,182		6,840	6,342
		Total	\$188,764	-	51,301	137,463

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

	JUNE 30, 2011				VARIANCE POSITIVE/ (NEGATIVE) FINAL TO ACTUAL	JUNE 30, 2010				VARIANCE POSITIVE/ (NEGATIVE) FINAL TO ACTUAL
	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL		ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL	
Revenues:										
Local Sources:										
Local Tax Levy	\$1,856,718		1,856,718	1,856,718		1,914,874		1,914,874	1,914,874	
Total Revenues	1,856,718		1,856,718	1,856,718		1,914,874		1,914,874	1,914,874	
Expenditures:										
Regular Debt Service:										
Interest	761,720		761,720	761,720		869,874		869,874	869,874	
Redemption of Principal	1,095,000		1,095,000	1,095,000		1,045,000		1,045,000	1,045,000	
Total Regular Debt Service	1,856,720		1,856,720	1,856,720		1,914,874		1,914,874	1,914,874	
Total Expenditures	1,856,720		1,856,720	1,856,720		1,914,874		1,914,874	1,914,874	
Excess/(Deficiency) of Revenues Over/(Under) Expenditures	(2)		(2)	(2)						
Fund Balance, July 1	2		2	2		2		2	2	
Fund Balance, June 30	-		-	-		2		2	2	

STATISTICAL SECTION (Unaudited)

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

	FISCAL YEAR ENDING JUNE 30,								
	2011	2010	2009	2008	2007	2006	2005	2004	2003
Governmental Activities:									
Invested in Capital Assets, Net of									
Related Debt	\$15,736,503	15,078,336	13,456,845	12,495,827	12,253,762	11,800,787	10,805,939	(3,857,332)	(19,860,321)
Restricted	3,986,680	3,010,992	3,329,751	3,017,264	1,463,992	1,295,610	2,684,154	18,375,626	32,590,339
Unrestricted	(226,016)	(533,810)	133,605	(45,784)	696,052	(294,542)	(517,184)	(56,639)	1,678,507
Total Governmental Activities									
Net Assets	<u>\$19,497,167</u>	<u>17,555,518</u>	<u>16,920,201</u>	<u>15,467,307</u>	<u>14,413,806</u>	<u>12,801,855</u>	<u>12,972,909</u>	<u>14,461,655</u>	<u>14,408,525</u>
Business-Type Activities:									
Invested in Capital Assets, Net of									
Related Debt	\$101,192	112,301	71,197	80,377	87,302				
Unrestricted	19,771	13,581	(15,818)	(60,572)	20,202	4,955	40,506	64,445	58,994
Total Business-Type Activities									
Net Assets	<u>\$120,963</u>	<u>125,882</u>	<u>55,379</u>	<u>19,805</u>	<u>107,504</u>	<u>4,955</u>	<u>40,506</u>	<u>64,445</u>	<u>58,994</u>
District-Wide:									
Invested in Capital Assets, Net of									
Related Debt	\$15,837,695	15,190,637	13,528,042	12,576,204	12,341,064	11,800,787	10,805,939	(3,857,332)	(19,860,321)
Restricted	3,986,680	3,010,992	3,329,751	3,017,264	1,463,992	1,295,610	2,684,154	18,375,626	32,590,339
Unrestricted	(206,245)	(520,229)	117,787	(106,356)	716,254	(289,587)	(476,678)	7,806	1,737,501
Total District Net Assets	<u>\$19,618,130</u>	<u>17,681,400</u>	<u>16,975,580</u>	<u>15,487,112</u>	<u>14,521,310</u>	<u>12,806,810</u>	<u>13,013,415</u>	<u>14,526,100</u>	<u>14,467,519</u>

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

	FISCAL YEAR ENDING JUNE 30,								
	2011	2010	2009	2008	2007	2006	2005	2004	2003
Expenses:									
Governmental Activities									
Instruction:									
Regular	\$7,347,415	7,406,861	6,930,715	7,919,773	7,532,797	7,267,436	7,532,391	6,553,027	6,354,232
Special Education	3,697,106	3,541,021	3,428,691	2,630,615	2,634,824	2,351,485	2,300,946	1,892,788	1,710,934
Other Special Education	940,783	1,003,431	1,066,476	699,749	799,949	655,633	623,890	504,693	389,934
Other Instruction	63,208	60,988	147,696	257,560	178,125	172,446	161,143	157,226	138,358
Support Services:									
Tuition	534,653	643,203	647,093	606,887	728,590	580,808	563,880	742,278	357,997
Student & Instruction Related Services	2,668,515	2,844,048	2,201,914	2,143,936	2,106,383	2,023,294	1,974,523	1,710,914	1,897,071
School Administrative Services	1,092,882	1,080,519	1,111,250	1,083,011	546,896	1,046,788	471,902	413,328	428,979
General & Business Administrative Services	1,132,296	1,071,127	1,226,545	858,718	1,401,337	1,309,965	1,199,363	921,595	808,712
Plant Operations & Maintenance	3,627,788	3,249,017	3,182,642	3,755,753	2,444,441	2,048,204	1,766,532	1,310,754	1,191,786
Pupil Transportation	1,571,411	1,567,145	1,674,803	1,738,099	1,289,267	1,346,240	1,252,111	1,126,621	983,255
Unallocated Benefits	7,464,995	6,724,875	6,120,153	4,944,642	6,689,637	5,579,484	5,078,884	4,198,744	3,584,685
Interest on Long-Term Debt	750,347	706,185	894,829	931,868	969,121	990,685	1,054,212	1,038,143	952,250
Unallocated Amortization of Bond Costs	(46,408)	(11,602)							
Unallocated Increase/(Decrease) in Compnsated Absences	(291,255)	(136,473)	298,566		(160,007)	(132,880)	51,829	169,690	
Reduction of Capital Leases, Net								(381,129)	(409,056)
Unallocated Depreciation	1,259,936	1,106,158	1,118,672		1,137,280	1,083,603	914,968	475,326	402,883
Total Governmental Activities Expenses	31,813,672	30,856,503	30,050,045	27,570,611	28,298,640	26,323,191	24,946,574	20,833,998	18,792,020
Business-Type Activities:									
Food Service	713,328	673,557	632,967	761,649	560,091	515,135	437,112	358,145	419,571
Total Business-Type Activities Expense	713,328	673,557	632,967	761,649	560,091	515,135	437,112	358,145	419,571
Total District Expenses	\$32,527,000	31,530,060	30,683,012	28,332,260	28,858,731	26,838,326	25,383,686	21,192,143	19,211,591

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

	FISCAL YEAR ENDING JUNE 30,								
	2011	2010	2009	2008	2007	2006	2005	2004	2003
Program Revenues:									
Governmental Activities:									
Grants & Contributions	\$1,175,569	948,712	788,781	2,719,058	908,529	912,901	931,777	904,294	980,703
Total Governmental Activities Program Revenues	1,175,569	948,712	788,781	2,719,058	908,529	912,901	931,777	904,294	980,703
Business-Type Activities:									
Charges for Services:									
Grants & Contributions	332,451	309,796	280,531	265,558	194,465	301,423	141,488	133,167	131,356
Food Service	375,255	372,824	387,102	406,904	380,381	177,034	270,552	229,235	227,299
Total Business Type Activities Program Revenues	707,706	682,620	667,633	672,462	574,846	478,457	412,040	362,402	358,655
Total District Program Revenues	\$1,883,275	1,631,332	1,456,414	3,391,520	1,483,375	1,391,358	1,343,817	1,266,696	1,339,358
Net (Expense)/Revenue:									
Governmental Activities	(\$30,638,103)	(29,907,791)	(29,261,264)	(24,851,553)	(27,390,111)	(25,410,290)	(24,014,797)	(19,929,704)	(17,811,317)
Business-Type Activities	(5,622)	9,063	34,666	(89,187)	14,755	(36,678)	(25,072)	4,257	(60,916)
Total District-Wide Net Expense	(\$30,643,725)	(29,898,728)	(29,226,598)	(24,940,740)	(27,375,356)	(25,446,968)	(24,039,869)	(19,925,447)	(17,872,233)

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

	FISCAL YEAR ENDING JUNE 30,								
	2011	2010	2009	2008	2007	2006	2005	2004	2003
General Revenues & Other Changes in Net Assets:									
Governmental Activities:									
Property Taxes Levied for General Purposes, Net	\$26,681,262	24,432,893	23,733,551	23,067,288	21,843,362	19,006,349	17,177,256	15,065,121	14,244,480
Taxes Levied for Debt Service	1,856,718	1,914,874	1,905,673	1,894,474	1,886,374	1,876,474	1,088,288	1,044,147	567,305
Unrestricted Grants & Contributions	3,620,614	3,993,955	4,576,501	2,665,462	5,175,958	4,253,953	4,031,259	3,664,334	12,587,648
Restricted State Aid				1,195,474					
Tuition Received				135,557		1,946	43,017	24,285	8,655
Miscellaneous Income	421,158	201,386	551,189	75,692	96,368	120,325	186,231	238,947	333,335
Reduction in Compensated Absences									71,899
Revaluation of Capital Assets			(52,756)			(19,811)			
Total Governmental Activities	32,579,752	30,543,108	30,714,158	29,033,947	29,002,062	25,239,236	22,526,051	20,036,834	27,813,322
Business-Type Activities:									
Loss on Disposal of Asset		(2,170)							
Contract Budget Guarantee		63,240							
Investment Earnings	703	370	908	1,488	492	1,127	1,133	1,194	2,770
Total Business-Type Activities	703	61,440	908	1,488	492	1,127	1,133	1,194	2,770
Total District-Wide	\$32,580,455	30,604,548	30,715,066	29,035,435	29,002,554	25,240,363	22,527,184	20,038,028	27,816,092
Change in Net Assets:									
Governmental Activities	\$1,941,649	635,317	1,452,894	4,182,394	1,611,951	(171,054)	(1,488,746)	107,130	10,002,005
Business-Type Activities	(4,919)	70,503	35,574	(87,699)	15,247	(35,551)	(23,939)	5,451	(58,146)
Total District	\$1,936,730	705,820	1,488,468	4,094,695	1,627,198	(206,605)	(1,512,685)	112,581	9,943,859

Source: District CAFR, Schedule A-2

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

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

	FISCAL YEAR ENDING JUNE 30, 2011								
	2011	2010	2009	2008	2007	2006	2005	2004	2003
General Fund:									
Restricted	\$2,521,961	3,196,263	3,489,005	3,284,597	1,552,648	1,036,147	1,757,092	2,548,551	631,439
Assigned	1,660,813								
Unreserved	562,318	592,187	827,577	407,234	1,065,221	354,161	316,531	439,099	2,219,717
Total General Fund	\$4,745,092	3,788,450	4,316,582	3,691,831	2,617,869	1,390,308	2,073,623	2,987,650	2,851,156
All Other Governmental Funds:									
Reserved	-	22,194	211,900	79,388	315,948	404,423		14,127,023	15,443,753
Unreserved, Reported in:									
Special Revenue Fund				(17,335)	(12,596)	(12,596)	(12,598)	(12,598)	(12,965)
Capital Projects Fund						157,370	1,208,051	2,251,265	16,843,397
Debt Service Fund			2	2	2	2	1	1,286	48,713
Total All Other Governmental Funds	-	22,194	211,902	62,055	303,354	549,199	1,195,454	16,366,976	32,322,898

Source: District CAFR, Schedule B-1

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

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

	2011	2010	2009	2008	2007	2006	2005	2004	2003
Revenues:									
Tax Levy	\$28,537,980	26,347,767	25,639,224	24,961,762	23,729,736	20,882,823	18,265,544	16,109,268	14,811,785
Tuition Charges						1,946	43,017	24,285	8,655
Interest	43,471	42,369	85,980	135,557					
Miscellaneous	377,687	159,017	465,209	75,692	151,784	120,325	186,231	238,946	333,335
State Sources	3,604,441	4,018,217	4,642,124	5,889,489	5,428,591	4,511,979	4,288,188	3,923,652	12,922,161
Federal Sources	1,191,742	924,450	723,158	690,505	600,423	654,875	674,848	644,976	646,190
Total Revenue	33,755,321	31,491,820	31,555,695	31,753,005	29,910,534	26,171,948	23,457,828	20,941,127	28,722,126
Expenditures:									
Instruction:									
Regular Instruction	7,347,415	7,406,861	6,930,715	7,919,773	7,532,797	7,267,436	7,532,391	6,553,027	6,354,232
Special Education Instruction	3,697,106	3,541,021	3,428,691	2,630,615	2,634,824	2,351,485	2,300,946	1,892,788	1,710,934
Other Special Instruction	940,783	1,003,431	1,066,476	699,749	799,949	655,633	623,890	504,693	389,934
Other Instruction	63,208	60,988	147,696	257,560	178,125	172,446	161,143	157,226	138,358
Support Services:									
Student & Instruction Related Services	3,254,469	3,493,258	2,970,454	2,750,823	2,834,973	2,604,102	2,538,403	2,453,191	2,255,068
School Administrative Services	1,092,882	1,080,519	1,111,250	1,083,011	546,896	1,046,788	471,902	413,328	428,979
General & Business Administration Services	1,123,796	1,071,127	1,226,545	1,268,553	1,401,337	1,309,965	1,199,363	921,595	808,712
Plant Operations & Maintenance	3,236,095	3,249,017	3,507,333	3,103,143	2,444,441	2,048,204	1,766,532	1,310,754	1,191,786
Pupil Transportation	1,571,411	1,567,145	1,674,803	1,738,099	1,509,776	1,346,240	1,252,111	1,126,621	983,255
Unallocated Benefits	7,464,995	6,724,875	6,120,153	6,979,231	6,689,637	5,579,484	5,078,884	4,198,744	3,584,685
Capital Outlay	1,171,995	1,096,542	691,308	595,311	469,746	1,243,262	16,218,624	16,678,274	2,104,127
Debt Service:									
Principal	1,095,000	1,045,000	995,000	945,000	900,000	855,000	50,000	50,000	
Interest & Other Charges	761,720	869,874	910,673	949,474	986,374	1,021,473	1,039,573	1,041,574	521,287
Total Expenditures	32,820,875	32,209,658	30,781,097	30,920,342	28,928,875	27,501,518	40,233,762	37,301,815	20,471,357

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

	2011	2010	2009	2008	2007	2006	2005	2004	2003
Excess (Deficiency) of Revenues Over/(Under) Expenditures	934,446	(717,838)	774,598	832,663	981,659	(1,329,570)	(16,775,934)	(16,360,688)	8,250,769
Other Financing Sources/(Uses):									
Proceeds from Borrowing							690,385	541,260	24,543,285
Transfers in					57	16,153	135,326	197,457	268,589
Transfers Out						(16,153)	(135,326)	(197,457)	(268,589)
Total Other Financing Sources/ (Uses)					57		690,385	541,260	24,543,285
Net Change in Fund Balances	\$934,446	(717,838)	774,598	832,663	981,716	(1,329,570)	(16,085,549)	(15,819,428)	32,794,054
Debt Service as a Percentage of Noncapital Expenditures	5.9%	6.2%	6.3%	6.2%	6.6%	7.1%	4.5%	5.3%	2.8%

Source: District CAFR, Schedule B-2

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

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

FISCAL YEAR ENDING JUNE 30,	INTEREST ON INVESTMENTS	TUITION	INTERLOCAL SERVICES	PRIOR YEAR REFUNDS	MISCELLANEOUS	TOTAL
2011	\$43,471		269,965		52,650	366,086
2010	26,079			55,672	67,934	149,685
2009	81,016	4,964			289,781	375,761
2008	135,557			5,643	17,729	158,929
2007	90,014			4,197	2,100	96,311
2006	75,157			43,415	1,753	120,325
2005	32,465	43,017			18,440	93,922
2004	20,466	24,285			21,024	65,775
2003	28,166	8,655			36,580	73,401
2002	50,294	9,717			18,602	78,613
Total	<u>\$582,685</u>	<u>90,638</u>	<u>269,965</u>	<u>108,927</u>	<u>526,593</u>	<u>1,578,808</u>

Source: District records

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

FISCAL YEAR ENDED JUNE 30,	VACANT LAND	RESIDENTIAL	FARM REG.	QFARM	COMMERCIAL	INDUSTRIAL	APARTMENT	COMMUNICATION EQUIPMENT	NET VALUATION TAXABLE	TAX EXEMPT PROPERTY	TOTAL ASSESSED VALUE	TOTAL DIRECT SCHOOL TAX RATE
2011®	\$142,705,500	4,597,514,300	688,600	22,700	344,374,200	28,114,500	59,170,800	8,476,005	5,181,066,605	1,269,044,700	3,912,021,905	0.551
2010	46,338,500	2,488,096,590	270,800	22,700	128,273,700	11,119,200	24,630,200	3,574,672	2,702,326,362	813,157,300	1,889,169,062	0.975
2009	49,607,700	2,469,451,190	270,800	22,700	122,003,200	10,646,400	24,630,200	3,292,475	2,679,924,665	811,068,500	1,868,856,165	0.939
2008	49,339,700	2,447,836,590	270,800	22,700	119,958,300	11,321,600	24,756,300	3,462,676	2,656,968,666	809,607,400	1,847,361,266	0.902
2007	50,968,900	2,421,249,640	270,800	21,500	116,946,700	11,358,700	24,746,400	3,923,144	2,629,485,784	806,116,550	1,823,369,234	0.801
2006	50,153,250	2,396,731,790	270,800	20,800	118,269,500	11,358,700	24,746,400	4,837,667	2,606,388,907	786,616,600	1,819,772,307	0.712
2005	53,657,050	2,360,530,990	270,800	20,100	109,369,500	11,358,700	24,746,400	5,637,528	2,565,591,068	785,278,700	1,780,312,368	0.633
2004	54,264,350	2,333,681,590	419,900	71,149	112,297,000	12,318,000	24,746,400	6,886,920	2,544,685,309	782,802,200	1,761,883,109	0.594
2003	61,295,150	2,273,689,290	453,900	71,149	112,110,335	12,412,900	24,729,950	7,572,633	2,492,335,307	781,137,200	1,711,198,107	0.551
2002	77,382,200	2,202,710,290	453,900	82,708	110,459,835	12,412,900	20,781,950	7,921,687	2,432,205,470	778,340,800	1,653,864,670	0.561

Source: Abstract of Ratables "Assessed Value by Classification"

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

® = Revaluation

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

FISCAL YEAR ENDED JUNE 30,	SCHOOL DISTRICT DIRECT RATE			OVERLAPPING RATES				TOTAL DIRECT AND OVERLAPPING TAX RATE
	LOCAL	REGIONAL	TOTAL	TOWNSHIP	OCEAN	COUNTY	COUNTY	
	SCHOOL	SCHOOL	DIRECT	OF BERKELEY	COUNTY	LIBRARY	OPEN SPACE	
2010	0.551	0.370	0.921	0.505	0.341	0.038	0.014	1.819
2009	0.975	0.667	1.642	0.969	0.636	0.071	0.029	3.347
2008	0.957	0.657	1.614	0.916	0.638	0.071	0.029	3.268
2007	0.939	0.638	1.577	0.841	0.603	0.069	0.027	3.117
2006	0.902	0.650	1.552	0.746	0.577	0.060	0.023	2.958
2005	0.801	0.699	1.500	0.675	0.576	0.058	0.021	2.830
2004	0.712	0.697	1.409	0.645	0.564	0.058	0.018	2.694
2003	0.633	0.677	1.310	0.579	0.555	0.056	0.016	2.516
2002	0.594	0.623	1.217	0.570	0.551	0.054	0.015	2.407
2001	0.551	0.560	1.111	0.499	0.545	0.052	0.014	2.221

Source: Abstract of Ratables, Breakdown of General Tax Rate

**BERKELEY TOWNSHIP BOARD OF EDUCATION
PRINCIPAL PROPERTY TAX PAYERS,
CURRENT YEAR AND TEN YEARS AGO**

TAXPAYER	FOR YEAR ENDED DECEMBER 31, 2010		
	TAXABLE ASSESSED VALUE	RANK	% OF TOTAL DISTRICT NET ASSESSED VALUE
Hovchild Partnership LLC	\$34,976,300	1	0.68%
RK Creek LLC	28,289,800	2	0.55%
Baywick Plaza LLC	23,404,000	3	0.45%
Quaker Malls	17,721,200	4	0.34%
Berkeley Healthcare Assoc	13,500,000	5	0.26%
NJ Pulverizing Co.	11,500,000	6	0.22%
Barnegat Pier Co	9,338,800	7	0.18%
Shar-A-Dee Apartments	8,759,600	8	0.17%
Bay HSE c/o Bank NJ?NY Corp Trust	8,691,700	9	0.17%
Millers Camp Inc	8,521,400	10	0.16%
Total	<u>\$164,702,800</u>		<u>3.18%</u>

TAXPAYER	FOR YEAR ENDED DECEMBER 31, 2000		
	TAXABLE ASSESSED VALUE	RANK	% OF TOTAL DISTRICT NET ASSESSED VALUE
Hovson's/Hovchild, Sr Citizen Complex	\$14,397,600	1	0.61%
Midway East, Inc. & Citta at Midway	8,059,300	2	0.34%
Verizon	7,921,687	3	0.33%
Baywick Plaza	6,660,400	4	0.28%
NJ Pulverizing	6,142,200	5	0.26%
Quaker Mills	5,530,900	6	0.23%
Bayville Housing	4,817,500	7	0.20%
Beachwood Malls	4,329,700	8	0.18%
US Homes	3,765,900	9	0.16%
K Hovnanian	2,827,000	10	0.12%
Total	<u>\$64,452,187</u>		<u>2.72%</u>

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

YEAR ENDED December 31,	TAXES LEVIED FOR THE YEAR	COLLECTED WITHIN THE FISCAL YEAR OF THE LEVY		COLLECTIONS IN SUBSEQUENT YEARS
		AMOUNT	PERCENTAGE OF LEVY	
2010	\$94,204,501	91,378,366	97.00%	1,646,000
2009	90,426,522	87,713,726	97.00%	1,582,000
2008	87,578,591	85,914,598	98.10%	1,335,000
2007	82,792,753	81,327,321	98.23%	1,300,000
2006	78,363,792	76,983,206	98.24%	1,125,000
2005	74,193,873	72,999,611	98.39%	1,046,150
2004	69,858,340	68,770,246	98.44%	1,025,000
2003	64,452,334	63,363,522	98.31%	1,088,000
2002	60,942,107	59,886,503	98.27%	1,215,000
2001	55,079,058	53,849,543	97.77%	1,300,000

Source: Municipal Tax Collector, Abstract of Ratables "Receipted from Delinquent Taxes"

**RATIOS OF OUTSTANDING DEBT BY TYPE
LAST TEN FISCAL YEARS
(Dollars in Thousands, Except per Capita)**

FISCAL YEAR ENDED JUNE 30,	<u>GOVERNMENTAL ACTIVITIES</u>			PER CAPITA
	GENERAL OBLIGATION BONDS	CAPITAL LEASES *	TOTAL DISTRICT	
2011	\$17,915,000	137,463	18,052,463	N/A
2010	19,010,000	188,764	19,198,764	N/A
2009	20,635,100	194,771	20,829,871	39,677
2008	21,630,100	316,218	21,946,318	40,201
2007	22,575,100	265,893	22,840,993	38,816
2006	23,475,100	486,402	23,961,502	36,742
2005	24,330,100	850,676	25,180,776	34,463
2004	24,380,100	781,954	25,162,054	33,537
2003	24,430,100	591,834	25,021,934	33,009
2002	-	774,520	774,520	32,547

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

* Exhibit I-2, CAFR

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

FISCAL YEAR ENDED JUNE 30,	GENERAL BONDED DEBT OUTSTANDING		NET GENERAL BONDED DEBT OUTSTANDING	PERCENTAGE OF ACTUAL TAXABLE VALUE OF PROPERTY	PER CAPITA
	GENERAL OBLIGATION BONDS	DEDUCTIONS			
2011	\$17,915,000	N/A	17,915,000	N/A	N/A
2010	19,010,000	N/A	19,010,000	N/A	N/A
2009	20,635,100	N/A	20,635,100	N/A	39,677
2008	21,630,100	N/A	21,630,100	N/A	40,201
2007	22,575,100	N/A	22,575,100	N/A	38,816
2006	23,475,100	N/A	23,475,100	N/A	36,742
2005	24,330,100	N/A	24,330,100	N/A	34,463
2004	24,380,100	N/A	24,380,100	N/A	33,537
2003	24,430,100	N/A	24,430,100	N/A	33,009
2002	N/A	N/A	N/A	N/A	32,547

**BERKELEY TOWNSHIP BOARD OF EDUCATION
RATIOS OF OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT
AS OF JUNE 30, 2011**

GOVERNMENTAL UNIT	ESTIMATED PERCENTAGE APPLICABLE	DEBT OUTSTANDING
Overlapping Debts:		
Berkeley Township	100.000%	\$31,959,161
Berkeley Township Sewerage Authority	100.000%	12,427,049
Berkeley Township Municipal Utilities Authority	100.000%	11,896,688
Ocean County Utilities Authority	5.676%	14,897,697
County of Ocean	5.765%	<u>24,619,354</u>
Subtotal, Overlapping Debt		95,799,949
Berkeley Township Board of Education Direct Debt		<u>17,915,000</u>
Total Direct & Overlapping Debt		<u>\$113,714,949</u>

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

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

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

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

	2011	2010	2009	2008	2007	2006	2005	2004	2003	2002
Debt Limit	\$153,818,595	157,612,361	155,095,981	102,000,841	127,891,047	153,013,543	151,565,881	126,279,120	110,533,481	92,545,529
Total Net Debt Applicable to Limit	17,915,000	19,010,000	20,635,100	21,630,100	22,575,100	23,475,100	24,330,100	24,380,100	24,430,100	-
Legal Debt Margin	<u>\$135,903,595</u>	<u>138,602,361</u>	<u>134,460,881</u>	<u>80,370,741</u>	<u>105,315,947</u>	<u>129,538,443</u>	<u>127,235,781</u>	<u>101,899,020</u>	<u>86,103,381</u>	<u>92,545,529</u>
Total Net Debt Applicable to the Limit as a % of Debt Limit	11.65%	12.06%	13.30%	21.21%	17.65%	15.34%	16.05%	19.31%	22.10%	

Legal Debt Margin Calculation for Fiscal Year 2010

	Equalized Valuation Basis	
	2010	\$5,891,333,257
	2009	6,195,481,382
	2008	<u>6,371,416,782</u>
		<u>\$18,458,231,421</u>
Average Equalized Valuation of Taxable Property		<u>\$6,152,743,807</u> A-3
Debt Limit (2.5 % of A-3)		\$153,818,595
Net Bonded School Debt		<u>17,915,000</u>
Legal Debt Margin		<u>\$135,903,595</u>

Source: Equalized valuation bases were obtained from the Annual Debt Statement, Township of Berkeley

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

YEAR	POPULATION (a)	PER CAPITA PERSONAL INCOME (b)	UNEMPLOYMENT RATE (c)
2010	N/A	N/A	14.2%
2009	42,975	39,677	14.0%
2008	42,783	40,201	6.8%
2007	42,656	38,816	5.3%
2006	42,493	36,742	6.0%
2005	42,345	34,463	5.5%
2004	42,401	33,537	6.2%
2003	42,280	33,009	7.1%
2002	41,950	32,547	6.7%
2001	41,158	32,099	4.1%

Source:

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

b Per Capita Personal income - NJ Dept of Labor

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

**PRINCIPAL EMPLOYERS
CURRENT YEAR AND TEN YEARS AGO**

	2011		PERCENTAGE OF TOTAL EMPLOYMENT
	EMPLOYEES	RANK	
Berkeley Township Board of Education	347	1	14.32%
Township of Berkeley	327	2	13.50%
Central Regional Board of Education	325	3	13.41%
Ocean County Utilities Authority	275	4	11.35%
Hovnanian	250	5	10.32%
Perlmart	240	6	9.91%
Crystal Lake	220	7	9.08%
Tallwoods	200	8	8.25%
Ocean Mental Health	149	9	6.15%
Foodtown	90	10	3.71%
Total	<u>2,423</u>		<u>100.00%</u>

2002 DATA NOT AVAILABLE

Source: Ocean County Department of Economic Development and Tourism;
The Township of Toms River, Official Statements

EXHIBIT J-16 DATA NOT AVAILABLE

**BERKELEY TOWNSHIP BOARD OF EDUCATION
OPERATING STATISTICS
LAST SEVEN FISCAL YEARS**

SCHOOL YEAR	ENROLLMENT	OPERATING EXPENDITURES (a)	COST PER PUPIL	PERCENTAGE CHANGE	TEACHING STAFF (b)	PUPIL TEACHER RATIO	AVERAGE DAILY ENROLLMENT (ADE) (c)	AVERAGE DAILY ATTENDANCE (ADA) (c)	% CHANGE IN AVERAGE DAILY ENROLLMENT	STUDENT ATTENDANCE PERCENTAGE
2011	2,017	29,766,392	14,758	4.07%	180	N/A	2,036	1,925.8	0.03	94.6%
2010	2,016	29,177,946	14,473	2.18%	170	10.3	2,015	1,907.0	0.02	94.7%
2009	2,010	30,781,097	15,314	12.00%	170	10.3	1,974	1,874.6	0.02	94.9%
2008	1,945	27,536,776	14,158	4.81%	165	10.1	1,948	1,845.6	0.02	94.7%
2007	1,921	25,888,127	13,476	6.75%	156	10.1	1,908	1,807.0	(0.00)	94.7%
2006	1,915	24,065,888	12,567	4.10%	156	10.1	1,909	1,810.2		94.8%
2005	1,912	23,042,175	12,051	N/A	156	10.1	1,906	1,809.6	N/A	95.0%

Sources: District records

Note: Enrollment based on annual October District count.

- a. Operating expenditures equal total expenditures less debt service and capital outlay.(Sch B-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).

**BERKELEY TOWNSHIP BOARD OF EDUCATION
SCHOOL BUILDING INFORMATION
LAST SIX FISCAL YEARS**

DISTRICT BUILDINGS	2011	2010	2009	2008	2007	2006
Bayville Elementary (Org. 1926 Add: 1951,1959,1969,2003):						
Square Feet	73,369	73,369	73,369	73,369	73,369	73,369
Capacity (Students)	600	600	600	600	600	600
Enrollment	408	430	434	457	449	449
Berkeley Twp. Elementary (2003):						
Square Feet	102,830	102,830	102,830	102,830	102,830	102,830
Capacity (Students)	800	800	800	800	800	800
Enrollment	545	536	535	529	550	550
Clara B. Worth Elementary (Org. 1962 Add: 1984&2003):						
Square Feet	81,258	81,258	81,258	81,258	81,258	81,258
Capacity (Students)	845	845	845	845	845	845
Enrollment	580	587	583	489	495	495
H&M Potter Elementary (Org. 1974 Add: 1984&2003):						
Square Feet	88,424	88,424	88,424	88,424	88,424	88,424
Capacity (Students)	725	725	725	725	725	725
Enrollment	484	461	458	433	427	427

Number of Schools at June 30, 2011:
Elementary = 4

Source: District Facilities Office

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

**BERKELEY TOWNSHIP BOARD OF EDUCATION
SCHEDULE OF REQUIRED MAINTENANCE
LAST NINE FISCAL YEARS**

UNDISTRIBUTED EXPENDITURES - REQUIRED
MAINTENANCE FOR SCHOOL FACILITIES

	BAYVILLE ELEMENTARY	CLARA B. WORTH ELEMENTARY	H & M POTTER ELEMENTARY 0570-030-R01	BERKELEY TOWNSHIP ELEMENTARY SCHOOL	OTHER	TOTAL
2011	195,154	216,138	235,199	273,517	22,657	942,665
2010	235,610	260,944	283,957	330,219	27,354	1,138,084
2009	277,594	307,442	334,555	389,061	8,606	1,317,258
2008	148,992	165,013	179,565	208,820	17,298	719,688
2007	118,426	131,160	142,727	165,980		558,293
2006	99,151	109,812	119,496	138,965		467,424
2005	125,966	139,511	151,814	176,547		593,838
2004	203,904	322,526	315,591	N/A		842,021
2003	168,739	186,883	203,364	N/A		558,986
Total School Facilities	1,573,536	1,839,429	1,966,268	1,683,109	75,915	7,138,257

Source: District records, M-1

**INSURANCE SCHEDULE
JUNE 30, 2011**

	LIMITS	DEDUCTIBLE
School Package Policy (1):		
Real and Personal Property	300,000,000	5,000
Extra Expense	50,000,000	5,000
Valuable Papers/Records	10,000,000	5,000
Demolition, Inc Cost of Construction	10,000,000	N/A
Pollutant Clean Up	250,000	5,000
Flood Zone A & V	10,000,000	500,000
Terrorism	1,000,000	
Earthquake	50,000,000	
Theft, Disappearance, Destruction	25,000	500
General Liability	31,000,000	1,000
Automobile Liability	31,000,000	1,000
School Board Legal Liability	11,000,000	5,000
Workers' Compensation	2,000,000	N/A
Board Accident Policy	5,000 Medical/10,000 Death	
Student Accident Insurance (2)		
Surety Bonds (3)		
Treasurer	250,000	1,000
Board Secretary	25,000	500

Source: District records

SINGLE AUDIT SECTION



Certified Public Accountants & Consultants

EXHIBIT K-1

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

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

We have audited the financial statements of the Board of Education of the Berkeley Township School District, County of Ocean, State of New Jersey, as of and for the fiscal year ended June 30, 2011, and have issued our report thereon dated September 16, 2011. We conducted our audit in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and audit requirements as prescribed by the Division of Finance, Department of Education, State of New Jersey.

Internal Control Over Financial Reporting

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

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

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

Compliance and Other Matters

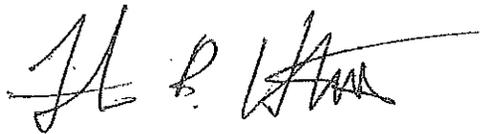
As part of obtaining reasonable assurance about whether the Board of Education of the Berkeley Township School District's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements,

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

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

Respectfully Submitted,

HOLMAN & FRENIA, P. C.

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

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

Toms River, New Jersey
September 16, 2011



Certified Public Accountants & Consultants

EXHIBIT K-2

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

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

Compliance

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

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

In our opinion, the Board of Education of the Berkeley Township School District, County of Ocean, State of New Jersey, complied, in all material respects, with the requirements referred to above that are applicable to each of its major federal or state programs for the year ended June 30, 2011. The results of our auditing procedures disclosed no instances of noncompliance with those requirements, which are required to be reported in accordance with OMB Circular A-133 or New Jersey OMB's Circular 04-04.

Internal Control Over Compliance

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

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

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

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

Respectfully Submitted,

HOLMAN & FRENIA, P. C.



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

Toms River, New Jersey
September 16, 2011

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

FEDERAL GRANTOR PASS-THROUGH GRANTOR PROGRAM TITLE	FEDERAL CFDA NUMBER	GRANT OR STATE PROJECT NUMBER	AWARD AMOUNT	GRANT PERIOD	BALANCE AT JUNE 30, 2010	CASH RECEIVED	BUDGETARY EXPENDITURES	(ACCOUNTS RECEIVABLE) JUNE 30, 2011	DEFERRED REVENUE JUNE 30, 2011
U.S. DEPARTMENT OF AGRICULTURE PASSED- THROUGH STATE DEPARTMENT OF EDUCATION:									
Food Distribution Program	10.550	N/A	\$37,762	7/1/10-6/30/11		37,762	(37,762)		
National School Lunch Program	10.555	5120-201-372573-63	238,352	7/1/10-6/30/11		192,537	(238,352)	(45,815)	
National School Lunch Program	10.555	5120-201-372573-63	214,819	7/1/09-6/30/10	(\$21,893)	21,893			
National School Breakfast Program	10.553	5120-201-372573-63	47,940	7/1/10-6/30/11		38,427	(47,940)	(9,513)	
National School Breakfast Program	10.553	5120-201-372573-63	41,528	7/1/09-6/30/10	(4,660)	4,660			
Total U.S. Department of Agriculture					(26,553)	295,279	(324,054)	(55,328)	
U.S. DEPARTMENT OF LABOR PASSED-THROUGH STATE DEPARTMENT OF EDUCATION:									
General Fund:									
Medical Assistance Program (SEMI)	93.778		11,149	9/1/09-8/31/10	(6,193)	37,330	(35,342)	(4,205)	
Education Jobs Fund	84.410		98,400	9/1/09-8/31/10			(35,903)	(35,903)	
Total U.S. Department of Labor					(6,193)	37,330	(71,245)	(40,108)	
U.S. DEPARTMENT OF EDUCATION PASSED- THROUGH STATE DEPARTMENT OF EDUCATION:									
Title I	84.010A	NCLB-0320-07	255,377	9/1/10-8/31/11		176,967	(248,996)	(72,029)	
Title I	84.010A	NCLB-0320-07	199,844	9/1/09-8/31/10	(90,750)	96,340	(5,590)		
Title I, Recovery Act	84.389	N/A	149,736	9/1/09-8/31/10	(68,688)	102,708	(79,601)	(45,581)	
Title II A	84.367A	NCLB-0320-07	72,804	9/1/10-8/31/11	(36,978)	86,904	(70,515)	(20,589)	
Title II D	84.318X	NCLB-0320-07	438	9/1/10-8/31/11	(138)	138	(438)	(438)	
Title III	84.365	NCLB-0320-07	3,200	9/1/10-8/31/11		1,975	(3,200)	(1,225)	
Title IV	84.184G	NCLB-0320-07		9/1/10-8/31/11	(3,203)	3,321	(118)		
I.D.E.A. Part B, Basic Regular	84.027A	FT316007	416,664	9/1/10-8/31/11		323,598	(416,665)	(93,067)	
I.D.E.A. Part B, Basic Regular, Carryover	84.027A	FT316006	402,580	9/1/09-8/31/10	(156,360)	156,366	(40,047)	(40,041)	
I.D.E.A. Part B, Basic Regular - Recovery Act	84.391	N/A	452,149	9/1/09-8/31/11	(107,822)	287,600	(228,831)	(49,053)	
I.D.E.A. Preschool	84.173A	PS316007	24,808	9/1/10-8/31/11	(23,980)	55,849	(48,799)	(16,930)	
I.D.E.A. Preschool, Recovery Act	84.392	N/A	16,312	9/1/09-8/31/11		83	(9,210)	(9,127)	
Total U.S. Department of Education					(487,919)	1,291,849	(1,152,010)	(348,080)	
Total Federal Financial Assistance					(\$520,665)	1,624,458	(1,547,309)	(443,516)	-

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

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STATE GRANTOR/ PROGRAM TITLE	GRANT OR STATE PROJECT NUMBER	AWARD AMOUNT	GRANT PERIOD	BALANCE			ADJUSTMENTS/ CANCELED	(ACCOUNTS	MEMO ONLY		
				AT JUNE 30, 2010	CASH RECEIVED	BUDGETARY EXPENDITURES		RECEIVABLE) JUNE 30, 2011	BUDGETARY RECEIVABLE	CUMULATIVE TOTAL EXPENDITURES	
State Department of Education:											
General Fund:											
Transportation Aid	11-495-034-5120-014	\$228,810	7/1/09-6/30/10		228,810	(228,810)			(21,650)	228,810	
Special Education Categorical Aid	11-495-034-5120-089	1,043,642	7/1/09-6/30/10		1,043,642	(1,043,642)			(98,749)	1,043,642	
Security Aid	11-495-034-5120-084	275,626	7/1/09-6/30/10		275,626	(275,626)			(26,080)	275,626	
Extraordinary Aid	11-495-034-5120-473	140,137	7/1/09-6/30/10			(140,137)		(140,137)		140,137	
Extraordinary Aid	10-495-034-5120-473	101,738	7/1/08-6/30/09	(\$65,715)	65,715						
Transportation Aid - Non-Public School Costs	10-495-034-5120-014	8,700	7/1/10-6/30/11			(8,700)		(8,700)	(8,700)	8,700	
Transportation Aid - Non-Public School Costs	10-495-034-5120-014	9,725	7/1/09-6/30/10	(9,725)	9,725						
On-Behalf Teacher Pension and Annuity Fund	11-100-034-5095-116	844,370	7/1/10-6/30/11		844,370	(844,370)				844,370	
Reimbursed TPAF Social Security Contributions (Nonbudgeted)	11-100-034-5095-002	924,046	7/1/10-6/30/11		924,046	(924,046)				924,046	
Reimbursed TPAF Social Security Contributions (Nonbudgeted)	10-100-034-5095-002	905,623	7/1/08-6/30/09	(46,905)	46,905						
Enterprise Fund:											
National School Lunch Program (State Share)	10-100-010-3350-021	8,398	7/1/10-6/30/11		6,681	(8,398)		(1,717)		8,398	
National School Lunch Program (State Share)	09-100-010-3350-021	11,832	7/1/09-6/30/10	(1,224)	1,224						
National School Breakfast Program (State Share)	09-100-010-3350-021	4,130	7/1/09-6/30/10	(461)	461						
Capital Projects Fund:											
Educational Facilities Construction & Finance Act	0320-030-09-1002	84,760	Until Completion	(84,760)	81,936		2,824				
Total State Financial Assistance					<u>(\$208,790)</u>	<u>3,529,141</u>	<u>(3,473,729)</u>	<u>2,824</u>	<u>(150,554)</u>	<u>(295,316)</u>	<u>3,473,729</u>

BERKELEY TOWNSHIP BOARD OF EDUCATION
NOTES TO THE SCHEDULES OF FINANCIAL ASSISTANCE
JUNE 30, 2011

Note 1. General

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

Note 2. Basis of Accounting

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

Note 3. Relationship to Basic Financial Statements

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

The general fund is presented in the accompanying schedules on the modified accrual basis with the exception of the revenue recognition of the last state aid payment in the current budget year, which is mandated pursuant to *N.J.S.A.18A:22-44.2*. For GAAP purposes, that payment is not recognized until the subsequent budget year due to the state deferral and recording of the last state aid payment in the subsequent year. The special revenue fund is presented in the accompanying schedules on the grant accounting budgetary basis, which recognizes encumbrances as expenditures and also recognizes the related revenues, whereas the GAAP basis does not. The special revenue fund also recognizes the last state aid payment in the current budget year, consistent with *N.J.S.A.18A:22-4.2*.

The net adjustment to reconcile from the budgetary basis to the GAAP basis is \$139,110 for the general fund and \$(31,513) for the special revenue fund. See Note 1 for a reconciliation of the budgetary basis to the modified accrual basis of accounting for the general and special revenue funds. Awards and financial assistance revenues are reported in the Board's basic financial statements on a GAAP basis as presented as follows:

**BERKELEY TOWNSHIP BOARD OF EDUCATION
NOTES TO THE SCHEDULES OF FINANCIAL ASSISTANCE
JUNE 30, 2011**

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

	Federal	State	Total
General Fund	\$ 71,245	\$3,604,441	\$3,675,686
Special Revenue Fund	1,120,497		1,120,497
Enterprise Fund	<u>324,054</u>	<u>8,397</u>	<u>332,451</u>
Total Financial Assistance	<u>\$1,515,796</u>	<u>\$3,612,838</u>	<u>\$5,128,634</u>

Note 4. Relationship to Federal and State Financial Reports

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

Note 5. Other

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

Note 6. Federal and State Loans Outstanding

Berkeley Township Board of Education had no loan balances outstanding at June 30, 2011.

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

Section I – Summary of Auditors’ Results

Financial Statements

Type of auditors’ report issued:	<u>Unqualified</u>
Internal control over financial reporting:	
1) Material weakness(es) identified?	No
2) Deficiencies in internal control identified that are not considered to be material weaknesses?	No
Noncompliance material to basic financial statements noted?	No

Federal Awards

Internal Control over major programs:	
1) Material weakness(es) identified?	No
2) Deficiencies in internal control identified that are not considered to be material weaknesses?	No
Type of auditors’ report issued on compliance for major programs	<u>Unqualified</u>
Any audit findings disclosed that are required to be reported in accordance with Section .510(a) of Circular A-133	No

Identification of major programs:

CFDA Number(s)	Name of Federal Program or Cluster
10.555	National School Lunch Program
10.553	National School Breakfast Program
84.027	I.D.E.A., Part B
84.391	I.D.E.A., Part B – Recovery Act
84.173A	I.D.E.A., Preschool
84.392	I.D.E.A., Preschool – Recovery Act
84.010A	Title I
84.389	Title I – Recovery Act

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

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

State Awards

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

Identification of major programs:

GMIS Number(s)	Name of State Program
11-495-034-5120-089	Categorical Special Education Aid
11-495-034-5120-084	Categorical Security Aid
11-495-034-5120-473	Extraordinary Aid

Section II – Financial Statement Findings

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

No Current Year Findings

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

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

No Current Year Findings

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

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

No Prior Year Findings

