BOARD OF EDUCATION
OF THE
TOWNSHIP OF EVESHAM
SCHOOL DISTRICT
MARLTON, NEW JERSEY

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

EVESHAM TOWNSHIP SCHOOL DISTRICT
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INTRODUCTORY SECTION

Evesham Township School District

Meland Administration Building, 25 South Maple Avenue, Marlton, NJ 08053
www.evesham.k12.nj.us · (856) 983-1800 · Fax # (856) 983-2939

John Scavelli, Jr., Superintendent
Dennis J. Nettleton, CPA, School Business Administrator/Board Secretary
Danielle T. Magulick, Director of Curriculum & Instruction
Tina L. Briscione, Personnel Administrator

November 4, 2011

Honorable President and Members of the
Board of Education and Citizens of Evesham Township
25 South Maple Avenue
Marlton, New Jersey 08053-2096

Dear Board Members:

The comprehensive annual financial report of the Evesham Township School District for the fiscal year ending 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 Evesham Township Board of Education. To the best of our knowledge and belief, the data presented in this report is accurate in all material aspects 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 Evesham Township School District. All disclosures necessary to enable the reader to gain an understanding of the district's financial activities have been included.

The comprehensive annual financial report is presented in four sections: introductory, financial, statistical and single audit. The introductory section includes this transmittal letter, the district's organizational chart and a list of principal officials. The financial section includes the 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 Evesham Township School District is required to undergo an annual single audit in conformity with the provisions of the OMB Circular A-133 "Audits of States, Local Governments and Non-Profit Organizations" and the state Treasury Circular Letter 04-04 OMB, "Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid". Information related to this single audit, including the auditor's report on 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 Evesham Township School District is an independent reporting entity within the criteria adopted by the GASB as established by NCGA Statement No. 3. All funds and account groups of the district are included in this report. The Evesham Township Board of Education and all its schools constitute the district's reporting entity. The Evesham Township School District provides a full range of educational services appropriate to Grade Levels Pre-K through 8. These include general as well as special education for handicapped students. The Evesham Township School District completed the 2010-2011 fiscal year with an enrollment of 4,786 students, which is 93 students below the previous year's enrollment. The following details the changes in the student enrollment of the district over the last ten years.

Average Daily Enrollment

Fiscal Year	Student Enrollment	Percent Change
2001-2002	5,396	2.02%
2002-2003	5,448	.96%
2003-2004	5,352	-1.76%
2004-2005	5,300	- .97%
2005-2006	5,171	-2.49%
2006-2007	5,058	-2.18%
2007-2008	4,940	-2.33%
2008-2009	4,924	- .32%
2009-2010	4,879	-.91%
2010-2011	4,786	-1.9%

2) **ECONOMIC CONDITION AND OUTLOOK:** The Evesham Township School District reflects the overall demographic in the community. The current economic condition has been difficult for many local businesses and families within the community. The school district is very sensitive to increasing taxes and the impact it has on the local residents. In addition, several years of defeated budgets and dramatic declines in State Aid present a bleak picture when looking forward. The next few budget years will likely be extremely difficult to manage. It should be noted that Evesham Township has also experienced a decline in taxable property which is expected to continue at least into the next fiscal year.

3) **MAJOR INITIATIVES:** The Evesham Township School District is committed to educational excellence. To achieve our district mission statement, and begin aligning to the 2009 revised NJCCCS, curriculum updates were completed in the area of Language Arts Literacy. In addition, Mathematics curriculum revisions were initiated. The district values ongoing professional development of staff. A staff development calendar of workshops and seminars provides in-district opportunities in a variety of areas including Technology, Language Arts Literacy, Math, Science, differentiating instruction and process approaches to instruction in all major content areas of the New Jersey Core Curriculum Content Standards. The Evesham Township School District also participated in Reading Recovery, an early intervention program for at-risk first grade students.

The Evesham Township School District continues to maintain and upgrade all facilities.
Some of the projects completed are as follows:

1. Grounds Garage – Continued with gas contamination clean up
2. Helen Beeler School – Replaced APR Asbestos tile floor with vinyl tile
3. Helen Beeler School – Installed roll down gate in cafeteria for bio-security
4. Helen Beeler School – Installed new AERCO boiler for energy efficiency
5. Frances S. DeMasi School – Replaced cafeteria lighting for energy efficiency
6. Florence V. Evans School – Added additional asphalt parking
7. Florence V. Evans School – Partial roof replacement of 1966 section
8. Robert B. Jaggard School – Partial roof replacement of 1972 section
9. Marlton Elementary School – Replaced fire alarm system
10. Marlton Elementary School – Installed lighting control system for energy efficiency
11. Marlton Middle School – Installed lighting control system for energy efficiency
12. Marlton Middle School – Upgraded HVAC system for energy efficiency
13. Richard L. Rice School – Partial roof replacement of 1989 section
14. Operations Building – Installed a new emergency generator to keep communications powered in event of emergency
15. Transportation Building – Replace bay lighting for energy efficiency

The Evesham Township School District is in compliance with all State and Federal mandated programs.

The Evesham Township School District recognizes the need for community involvement and has individual 3)

MAJOR INITIATIVES (CONT'D): school level planning committees. The district also offers parent informational workshops and family night activities. Parent members also serve on curriculum committees in order to be able to provide valuable input. There is a very active PTA/PTO in each school. PTA presidents meet monthly with the Superintendent and Director of Curriculum and Instruction to receive updates and share ideas

The Evesham Township School District is committed to technology integration advances. In addition to computer labs in every building, at least three multimedia computers are in every classroom. All classrooms have Internet access and email. Meaningful technology integration is incorporated into the instructional program beginning in the elementary grades. ActivBoards as well as student response systems are utilized in several of the classrooms, in each building. The district has continued the implementation of a student data base software program to enhance communication and evaluation of student information and progress. Report cards, attendance and registration data from the software program are utilized in all schools. Schoolwires, a web-based technology is utilized to increase parent and community communication on our district and school websites.

4) **INTERNAL ACCOUNTING CONTROLS:** Management of the Evesham Township School 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 (GAAP) accounting principles generally accepted in the United States of America. 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 Evesham Township School District is also responsible for ensuring that an adequate internal control structure is in place to ensure compliance with applicable laws and regulations related to those programs. This internal control structure is also subject to periodic evaluation by the district management.

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

5) **BUDGETARY CONTROLS:** In addition to internal accounting controls, the Evesham Township School 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 re-appropriations of fund balance in the subsequent year. Those amounts to be re-appropriated are reported as restrictions of fund balance as of June 30, 2011.

6) **ACCOUNTING SYSTEM AND REPORTS:** The Evesham Township School District's accounting records reflect generally accepted accounting principles in the United States of America, as promulgated by the Government Accounting Standards Board (GASB).

The accounting system of the district is organized on the basis of funds and account groups. These funds and account groups are explained in "Notes to the Financial Statements", Note 1.

7) **FINANCIAL INFORMATION AT FISCAL YEAR-END:** As demonstrated by the various statements and schedules included in the basic financial statements, the Evesham Township School District continues to meet its responsibility for sound financial management.

8) **CASH MANAGEMENT:** The investment policy of the Evesham Township School District is guided in large part by state statute as detailed in "Notes to the statements", Note 2. The district requires all deposits of public funds in public depositories protected from loss under the provision of the Governmental Unit Deposit Protection Act ("GUDPA"). GUDPA was enacted in 1970 to protect Governmental Units from a loss of funds on deposit with a failed banking institution in New Jersey. The law requires governmental units to deposit public funds only in public depositories located in New Jersey, where the funds are secured in accordance with the Act.

9) **RISK MANAGEMENT:** The Board carries various forms of insurance, including but not limited to general liability, automobile liability and comprehensive/collision, workers compensation, professional liability, hazard and theft insurance on property and contents, and fidelity bonds.

10) **OTHER INFORMATION:** - State statutes require an annual audit by independent certified public accountants or registered municipal accountants. The accounting firm of Bowman & Company LLP, CPAs, was approved by the Board to complete this audit. In addition to meeting the requirements set forth in state statutes, the audit also was designed to meet the requirements of OMB Circular A-133 "Audits of States, Local Governments and Non-Profit Organizations" and the state Treasury Circular Letter 04-04 OMB, "Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid". The auditor's report on the general purpose financial statements and combined and individual fund statements and schedules are included in the financial section of this report. The auditor's reports related specifically to the single audit are included in the single audit section of this report.

11) ACKNOWLEDGMENTS:

We would like to express our appreciation to the members of the Evesham Township Board of Education for their concern in providing fiscal accountability to the citizens and taxpayers of the school district and thereby contributing their full support to the development and maintenance of our financial operation. The preparation of this report could not have been accomplished without the efficient and dedicated services of our Business Office staff.

Respectfully submitted,

John Scavelli, Jr.
Superintendent of Schools

Dennis J. Nettleton, CPA, RSBA
Business Administrator/Board Secretary

2010-2011 Professional Staff Organizational Chart

BOARD OF EDUCATION

BOARD SECRETARY

SUPERINTENDENT
Director of Curriculum & Instruction - School Business Administrator

DIRECTOR OF
CURRICULUM & INSTRUCTION
Elementary Subject Area Supervisors
Director of Special Services
Substance Awareness Coordinator
As delegated by Superintendent (A)

SCHOOL BUSINESS ADMIN.
AND BOARD SECRETARY

DIRECTOR OF PERSONNEL

ELEMENTARY SUPERVISORS

DIRECTOR OF SPECIAL EDUCATION
Social Workers
Psychologists
LDTC
Special Education Teachers (A)
Speech Teachers (A)
School Physician
Behavioral Specialist

SPECIAL EDUCATION SUPERVISOR
Special Education Teachers (A)

PRINCIPALS
Elem. Asst. Principals
Vice Principals
Classroom Teachers (B)
Special Education Teachers (B)
Speech Teachers (B)
Guidance (B)
Nurse (B)
Media Specialist (B)
Basic Skills Teacher (A)
Special Area Teachers
Long Term Substitute (B)

VICE PRINCIPALS
As delegated by Principal (A)

ASSISTANT PRINCIPALS
As delegated by Principal (A)

Math, Middle School Health,
Physical Education, Technologies
ELEMENTARY SUPERVISOR
Classroom Teachers (A)
Computer Teachers (B)
Teacher Assistants (B)
Physical Education Teachers (A)
Home Economics Teachers (A)
Applied Design/Technology Teachers (A)
Long Term Substitutes (A)

Science, Social Studies,
Literacy 3-5, Art
ELEMENTARY SUPERVISOR
Classroom Teachers (A)
Art Teachers (A)
Art Teachers (B)
Reading Specialists (A)
Reading Specialists (B)
Reading Recovery Teachers (B)
Long Term Substitutes (A)

Literacy 6-8, Social Studies, Science 6-8,
Music, Guidance
ELEMENTARY SUPERVISOR
Classroom Teachers (A)
Language Arts/Literacy Teachers (A)
Music Teachers (A)
Instrumental/Strings Teachers (B)
Media Specialists (A)
Guidance Counselors (A)
Social Studies Teachers (A)
Long Term Substitutes (A)

Literacy, Social Studies, Math
Science, K-2, World Language
ELEMENTARY SUPERVISOR
Classroom Teachers (A)
Spanish Teachers (B)
Long Term Substitutes (A)

(A) Assists with required formal performance appraisal and provides input into annual performance report and PIP.
(B) Both direct responsibility for and assists (A) with evaluation.

EVESHAM TOWNSHIP BOARD OF EDUCATION
MARLTON, NEW JERSEY
ROSTER OF OFFICIALS
JUNE 30, 2011

Members of the Board of Education

Sandy Student, President	2014
Joseph M. DeJulius, Vice President	2013
Rosemary Bernardi	2014
Jay Levenson	2013
Trish Everhart	2012
Eileen Lenihan	2012
David Silver	2014
Louise Sprouse	2012
Lisa Mansfield	2013

Other Officials

John Scavelli, Jr., Superintendent

Danielle Magulick, Director of Curriculum & Instruction

Dennis J. Nettleton, CPA, RSBA, School Business Administrator/Bd Sec'y

Tina Briscione, Personnel Administrator

EVESHAM TOWNSHIP BOARD OF EDUCATION
MARLTON, NEW JERSEY

CONSULTANTS AND ADVISORS

ARCHITECT

Wayne A. Neville, AIA
430 Commerce Lane - Suite C
West Berlin, New Jersey 08091

AUDIT FIRM

Bowman & Company LLP
601 White Horse Road
Voorhees, New Jersey 08043-2493

ATTORNEY

Cooper Levinson April Niedman & Wagenheim, P.A.
1125 Atlantic Avenue
Atlantic City, NJ 08401

TREASURER

Mary Bakey
332 Roberts Drive
Somerdale, NJ 08083

OFFICIAL DEPOSITORIES

Beneficial Bank
4522 Church Road
Mount Laurel, NJ 08054

TD Bank, NA
1701 Route 70 East
Cherry Hill, New Jersey 08034-5400

Susquehanna Bank, NA
8000 Sagemore Drive
Marlton, New Jersey 08053

FINANCIAL SECTION

INDEPENDENT AUDITOR'S REPORT

The Honorable President and
Members of the Board of Education
Township of Evesham
Marlton, New Jersey 08053

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 Township of Evesham School District, in the County of Burlington, State of New Jersey, as of and for the fiscal year ended June 30, 2011, which collectively comprise the School District's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the Township of Evesham School District's management. Our responsibility is to express opinions on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States; and in compliance with 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 consideration of internal control over financial reporting as a basis for designing audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the School District's internal control over financial reporting. Accordingly, we express no such opinion. 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 the significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinions.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund and the aggregate remaining fund information of the Township of Evesham School District in the County of Burlington, State of New Jersey as of June 30, 2011, and the respective changes in financial position and, where applicable, cash flows thereof for the fiscal 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 November 3, 2011 on our consideration of the Township of Evesham School District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with Government Auditing Standards and should be considered in assessing the results of our audit.

The accompanying management's discussion and analysis and budgetary comparison information as listed in the table of contents are not a required part of the basic financial statements but are supplementary information required by accounting principles generally accepted in the United States of America. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Township of Evesham School District's basic financial statements. The accompanying Schedules of Expenditures of Federal Awards and State Financial Assistance are presented for purposes of additional analysis as required by U.S. Office of Management and Budget Circular A-133, Audits of States, Local Governments, and Non-Profit Organizations and State of New Jersey Circular 04-04-OMB, Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid, and are not a required part of the basic financial statements. In addition, the introductory section, combining statements and related major fund supporting statements and schedules, and statistical section listed in the table of contents are also presented for purposes of additional analysis and are not a required part of the basic financial statements. The Schedules of Expenditures of Federal Awards and State Financial Assistance, combining statements and related major fund supporting statements and schedules have been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, are fairly stated in all material respects in relation to the basic financial statements taken as a whole. The introductory and statistical sections 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,

Bowman & Company LLP

BOWMAN & COMPANY LLP
Certified Public Accountants
& Consultants

Joseph J. Hoffmann
Certified Public Accountant
Public School Accountant No. CS 00759

Voorhees, New Jersey
November 3, 2011

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

The Honorable President and
Members of the Board of Education
Township of Evesham
Marlton, New Jersey 08053

We have audited the financial statements of the governmental activities, the business-type activities, each major fund and the aggregate remaining fund information of the Township of Evesham School District, in the County of Burlington, State of New Jersey, as of and for the fiscal year ended June 30, 2011, and have issued our report thereon dated November 3, 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 in compliance with audit requirements as prescribed by the Division of Finance, Department of Education, State of New Jersey.

Internal Control Over Financial Reporting

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

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct misstatements on a timely basis. A *material weakness* is a deficiency, or combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the school district'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 Township of Evesham 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 and use of the management of the School District, the Division of Finance of the New Jersey Department of Education, and federal and state awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties.

Respectfully submitted,

Bowman & Company LLP

BOWMAN & COMPANY LLP
Certified Public Accountants
& Consultants

Joseph J. Hoffmann
Certified Public Accountant
Public School Accountant No. CS 00759

Voorhees, New Jersey
November 3, 2011

REQUIRED SUPPLEMENTARY INFORMATION
PART I

TOWNSHIP OF EVESHAM SCHOOL DISTRICT
MARLTON, NEW JERSEY

MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2011
(Unaudited)

The discussion and analysis of The Township of Evesham School District's financial performance provides an overall review of the School District's financial activities for the fiscal year ended June 30, 2011. The intent of this discussion and analysis is to look at the School District's financial performance as a whole. Readers should also review the notes to the basic financial statements and financial statements to enhance their understanding of the School District's financial performance.

The Management's Discussion and Analysis (MD&A) is a new element of Required Supplementary Information specified in the Governmental Accounting Standard Board's (GASB) Statement No. 34 - basic Financial Statements - and Management's Discussion and Analysis – for State and Local Governments issued in June 1999. Certain comparative information between the current year (2009-10) and the prior year (2010-11) is required to be presented in the MD&A.

FINANCIAL HIGHLIGHTS

Key financial highlights for the 2010-11 fiscal year include the following:

- Net Assets were $39,518,758 for Governmental Activities and $592,176 for Business-Type Activities.

- Net Assets increased by $1,136,799 from July 1, 2010 to June 30, 2011 for Governmental Activities and increased by $29,632 for Business-Type Activities.

- The General Fund balance at June 30, 2011 was $4,147,569, which includes $1,292,335 in the Capital Reserve.

OVERVIEW OF THE FINANCIAL STATEMENTS

The financial section of the annual report consists of four parts – Independent Auditor's Report, required supplementary information, which includes the management's discussion and analysis (this section), the basic financial statements, and supplemental information. The basic financial statements include two kinds of statements that present different views of the Evesham Township School District.

- The first two statements are district–wide financial statements that provide both short-term and long-term information about the Evesham Township School District's overall financial status.

- The remaining statements are fund financial statements that focus on individual parts of the Evesham Township School district, reporting the Evesham Township School District's operation in more detail than the district-wide statements.

- The governmental funds statements tell how basic services such as regular and special education were financed in short term as well as what remains for future spending.

- Proprietary funds statements offer short-term and long-term financial information about the activities that the Evesham Township School District operates like businesses.

- Fiduciary funds statements provide information about the financial relationships in which the District acts solely as a trustee or agent for the benefit of others to whom the resources belong.

The financial statements also include notes that explain some of the information in the statements and provide more detailed data. Table A-1 summarizes the major features of the Evesham Township School District's financial statements, including the portion of the District's activities they cover and the types of information they contain. The remainder of this overview section of management's discussion and analysis highlights the structure and contents of each of the statements.

Table A-1
Major Features of the District-Wide and Fund Financial Statements

	District-wide Statements	Fund Financial Statements	
		Governmental Funds	Proprietary Funds
Scope	Entire district (except fiduciary funds)	The activities of the district that is not proprietary or fiduciary, such as special education, building maintenance, and food service.	Activities the district operates similar to private businesses: Internal service fund
Required financial statements	Statements of net assets	Balance sheet	Statement of net assets
	Statement of activities	Statement of revenue expenditures and changes in fund balances	Statement of revenue, expenses, and changes in fund net assets
			Statement of cash flows
Accounting Basis and measurement focus	Accrual accounting and economic resources focus	Modified accrual accounting and current financial focus	Accrual accounting and economic resources focus
Type of asset/liability information	All assets and liabilities, both financial and capital, short-term and long-term	Generally assets expected to be used up and liabilities that come due during the year or soon there after: no capital assets or long-term liabilities included	All assets and liabilities, both financial and capital, and short-term and long-term
Type of inflow/out flow information	All revenues and expenses during year, regardless of when cash is received or paid	Revenues for which cash is received during or soon after the end of the year; expenditures when goods or services have been received and the related liability is due and payable	All revenues and expenses during the year, regardless of when cash is received or paid.

District-wide Statements

The district-wide statements report information about the Evesham Township School District as a whole using the accrual basis of accounting similar to those used by private-sector companies. The statement of assets includes all of the district's assets and liabilities. All of the current year's revenue and expenses are accounted for in the statement of activities regardless of when cash is received or paid.

Reporting the School District as a Whole

Statement of Net Assets and the Statement of Activities

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

In the Statement of Net Assets and the Statement of Activities, the School District reports governmental and business – type activities.

- *Governmental activities*- Most of the District's basic services are included here, such as regular and special education, transportation, administration, support services and operation and maintenance of the district. Aid from the State of New Jersey and from the Federal government along with local property taxes finances the majority of these activities.

- *Business-type activities*- The District charges fees to customers to help it cover the costs of certain services it provides. The District's Food Service Fund and Childcare are included here.

Reporting the School District's Most Significant Funds

Fund Financial Statements

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

Governmental Funds

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

The School District as a Whole

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

Table A-2 provides a summary of the School District's net assets for fiscal year end 2011 versus 2010.

Table A-2
Township of Evesham School District
Net Asstes

	2009-2010		2010-2011		Increase/(Decrease)	
	Governmental Activities	Business-Type Activities	Governmental Activities	Business-Type Activities	Governmental Activities	Business-Type Activities
Assets:						
Current and Other Assets	$7,165,703	$658,232	$7,514,715	$803,209	$349,012	$144,977
Capital Assets	75,034,044	176,642	72,021,518	152,200	(3,012,526)	(24,442)
Total Assets	*$82,199,747*	*$834,874*	*$79,536,233*	*$955,409*	*($2,663,514)*	*$120,535*
Liabilities:						
Long-Term Liabilities	$37,736,360	$246,166	$33,353,683	$15,615	($4,382,677)	($230,551)
Other Liabilities	6,081,428	26,164	6,663,792	347,619	582,364	321,455
Total Liabilities	*$43,817,788*	*$272,330*	*$40,017,475*	*$363,234*	*($3,800,313)*	*$90,904*
Net Assets:						
Invested in Cap. Assets, Net of Debt	$35,700,903	$176,642	$36,650,746	$152,200	$949,843	($24,442)
Restricted	5,055,452		4,645,528		(409,924)	-
Unrestricted	(2,374,396)	385,902	(1,777,516)	439,976	596,880	54,074
Total Net Assets	**$38,381,959**	**$562,544**	**$39,518,758**	**$592,176**	**$1,136,799**	**$29,632**

Table A-3 shows a summary of changes in net assets from fiscal year 2011 to fiscal year 2010.

Net Cost of Governmental Activities			
	2010-2011	2009-2010	Increase/ (Decrease)
Revenues			
General Revenue:			
Property Taxes	$55,369,559	$55,085,508	$284,051
Federal and State Aid	20,217,236	20,941,818	(724,582)
Miscellaneous Income	1,099,027	373,214	725,813
Donation of cap. assets & operating transfers net	2,348	28,536	(26,188)
Total Revenues	*$76,688,170*	*$76,429,076*	*$259,094*
Program Expenses			
Governmental Activities:			
Instruction	$30,532,142	$33,034,806	$ (2,502,664)
Support Services:			
Tuition	2,062,624	1,414,733	647,891
Student & Instruction Related Services	6,996,157	6,380,694	615,463
Administrative Services	4,713,128	4,939,316	(226,188)
Plant Operations & Maintenance	6,531,657	6,929,874	(398,217)
Pupil Transportation	3,932,716	4,167,854	(235,138)
Unallocated Benefits	16,968,067	17,941,422	(973,355)
Interest on Long-Term Debt	1,467,619	1,619,913	(152,294)
Unallocated depreciation	2,347,261	2,293,664	53,597
Subtotal Expenses, Governmental Activities	$75,551,371	$78,722,276	($3,170,905)
Business-Type Activities Net Expenses:			
Food Service	($47,307)	($43,154)	$4,153
Childcare Program	76,939	20,844	($56,095)
Subtotal Net (Income) Expenses, Business-Type Activities	$29,632	($22,310)	($51,942)
Total Expenses	*($75,521,739)*	*($78,744,586)*	*($3,222,847)*
Increase (Decrease) in Net Assets	**$1,166,431**	**($2,315,510)**	**$3,481,941**

Changes in net assets. Total revenues for the district were $76,688,170. Property taxes for general purposes and debt service are 72.2% of the district's revenues with the State of New Jersey and Federal Sources providing $20,217,236 in aid. The dependence upon local property taxes is apparent and is the primary support for the Township of Evesham School District. Growth of district ratables help to offset tax increases.

The District's expenses are predominantly related to instruction and support services. Instruction together with tuition totaled $32,594,766 (43.14%) of total expenditures. Student support services, exclusive of administration, totaled $6,996,157 (9.26%) of total expenditures.

Table A-4
Township of Evesham School District
Net Cost of Governmental Activities

Governmental Activities	*Source*	10-'11 Net Cost	09-'10 Net Cost	Increase/ (Decrease)
Instruction:				
Regular	A-2	$17,527,227	$19,791,140	($2,263,913)
Special	A-2	7,686,529	8,038,385	(351,856)
Other Instruction	A-2	3,916,793	3,496,759	420,034
Support Services:				
Tuition	A-2	2,062,624	1,414,733	647,891
Student & Instruction Related Services	A-2	6,443,279	5,752,347	690,932
School Administrative Services	A-2	2,347,018	2,361,111	(14,093)
General and Business Admin. Services	A-2	2,366,110	2,578,205	(212,095)
Plant Operations & Maintenance	A-2	6,531,657	6,929,874	(398,217)
Pupil Transportation	A-2	3,918,899	4,158,943	(240,044)
Unallocated Benefits	A-2	12,544,084	13,502,306	(958,222)
Reimbursed TPAF & Social Security	A-2			-
Interest on long-term debt	A-2	1,096,027	1,143,800	(47,773)
Unallocated depreciation	A-2	2,347,261	2,293,664	53,597
Total Governmental Activities		**$68,787,508**	**$71,461,267**	**($2,673,759)**

Instructional expenses include activities directly dealing with the teaching of pupils and the interaction between teacher and pupil.

Health and Attendance services include the activities designed to assess and improve the well being of students and to supplement the teaching process.

Administrative services include expenses associated with establishing and administering policy for the School District and include board of education services and executive administration services.

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

Pupil transportation includes activities involved with the conveyance of students to and from school activities.

Business/debt and other support services include activities for support not classified elsewhere, including support services for business activities and support services for central activities, the cost of benefits for the School District staff for social security, retirement contributions, workers' compensation, health benefits and other employee benefits.

The School District's Funds

The School District's major funds are accounted for using the modified accrual basis of accounting. All governmental funds had total revenues of $76,685,822, expenditures of $76,622,028.

General Fund Budgeting Highlights

The School District's budget is prepared in accordance with New Jersey law. The most significant budgeted fund is the General Fund.

The General Fund includes the primary operations of the district in providing educational services to students from Pre-Kindergarten through Grade 8 including pupil transportation and capital outlay projects.

The following schedule presents a summary of General Fund Revenues.

Table A-5			
Township of Evesham School District			
Summary of General Fund Revenues			
	2010-11	2009-10	Increase/ (Decrease)
Revenues			
Local Sources:			
Local Tax Levy	$51,186,102	$51,045,922	$140,180
Interest	163,030	168,917	(5,887)
Tuition	98,854	6,532	92,322
Rentals	115,506	47,949	67,557
Miscellaneous	721,637	143,998	577,639
Sub-total Local Sources	*$52,285,129*	*$51,413,318*	*$871,811*
Government Sources:			
State Sources	$16,606,116	$14,744,949	1,861,167
Federal Sources		1,819,207	(1,819,207)
Sub-total Government Sources	*$16,606,116*	*$16,564,156*	*$41,960*
Total Revenues	**$68,891,245**	**$67,977,474**	**$913,771**

The following schedule presents a summary of General Fund expenditures.

Table A-6
Township of Evesham School District
Summary of General Fund Expenditures

	2010-11	2009-10	Increase/ (Decrease)
Instruction:			
Regular Instruction	$17,371,170	$19,833,993	($2,462,823)
Special Education Instruction	7,645,653	7,962,998	(317,345)
Other Instruction	3,916,793	3,496,759	420,034
Support Services & Undistributed Costs:			
Tuition	2,062,624	1,414,733	647,891
Student & Instruction Related Services	6,439,574	5,748,643	690,931
School Administrative Services	2,347,018	2,361,112	(14,094)
General and Business Admin. Services	2,336,649	2,465,317	(128,668)
Plant Operations & Maintenance	5,801,154	6,146,948	(345,794)
Pupil Transportation	3,750,987	3,825,022	(74,035)
Unallocated Benefits	12,601,469	12,770,564	(169,095)
Reimbursed TPAF & Social Security	4,402,408	4,411,518	(9,110)
Capital Outlay	238,700	2,203,558	(1,964,858)
Total Expenditures	**$68,914,199**	**$72,641,165**	**($3,726,966)**

Total General Fund expenditures decreased $3,726,966 or 4.02% from the previous year. Special Education Instruction costs decreased $317,345 or 3.98% while unallocated benefits (State of NJ mandatory PERS pension contribution, social security contributions, health benefits and tuition reimbursements) decreased by $169,095 or 1.3%.

UNRESERVED FUND BALANCE

Current New Jersey State Statute allows school districts to maintain an unreserved fund balance equal to 2% of the overall budget appropriations. Any amounts that exceed this threshold are allocated as a funding source in the subsequent fiscal year.

Capital Assets

At the end of the fiscal year 2011, the School District had $72,021,518 invested in land, buildings, furniture and equipment, net of depreciation for governmental activities.

Table A-7 shows a summary of the fiscal year 2011 balances as compared to fiscal year 2010.

Table A-7
Township of Evesham School District
Capital Assets (Net of Depreciation)

	2010-2011	2009-2010	Increase/ (Decrease)
Land	$9,930,682	$9,902,366	$ (28,316)
Land Improvements	864,948	910,714	(45,766)
Construction in Progress	329,840		329,840
Buildings and Improvements	58,341,491	61,167,519	(2,826,028)
Furniture and Equipment	2,554,557	3,053,445	(498,888)
Totals	**$72,021,518**	**$75,034,044**	**($3,069,158)**

The capitalization threshold for classification of fixed assets is $2,000. Any equipment with a unit value under $2,000 is classified as a supply item.

Food Service Fund
This fund accounts for the financial transactions related to the food service operations of the School District. The Food Service Fund had Net Assets of $442,672 on June 30, 2011. This is a decrease of $47,307 from the previous year.

Childcare Program
The Childcare Program had net assets on June 30, 2011 of $149,503. This reflects an increase of $76,939 from the previous year primarily as a result of an increase in participation in the program. This fund accounts for the financial activity relating to before and after school day care services for the pupils of the Evesham Township School District.

DEBT SERVICE FUND

The current year obligations for payment of debt service principal and interest amounted to $5,385,184. Funding was provided by the local tax levy in the amount of $4,183,457 and $1,201,727 was received as aid from the state.

Construction Planning

The district continued with certain roof replacements and sheet metal work. In July 2011, roof replacement began at the Florence V. Evans, Robert B. Jaggard and Richard L. Rice Schools, as well as an HVAC controls upgrade at Marlton Middle School. Grants have been secured from the NJ School Development Authority, which will cover approximately 40% of the costs. To date all but the Florence V. Evans roofing project, and the HVAC controls upgrade at Marlton Middle School have been completed. Though there are no immediate projects currently planned, in the fall of 2011, the district will engage an architect to update a roofing analysis of Marlton Middle School. Additionally, the district is in the process of bidding two potential Power Purchase Agreement Solar projects for the Van Zant and Beeler Elementary Schools.

Long-term Obligations

The district also had a $905,018 liability for compensated absences. This liability represents the district's contractual obligation to compensate employees for accumulated unused sick leave entitlements upon retirement.

The district was also required to report obligations for "Other Post Employment Benefits" in accordance with GASB Statement 45. For the fiscal year ended June 30, 2011 the present value of these benefits to be paid over the next thirty years is $1,381,124.

Table A-8 shows the district's long-term obligations.

Table A-8
Township of Evesham School District
Long-Term Obligations

Governmental Activity	Balance at June 30, 2011	Balance at June 30, 2010	Increase/ (Decrease)	% Change
General Obligation Bonds Payable	$34,745,000	$38,465,000	($3,720,000)	-11.00%
Other Post Employment Benefits	1,381,124	1,438,508	(57,384)	-4.00%
Capital Leases	338,807	431,765	(92,958)	-27.00%
Compensated Absences	905,018	762,819	142,199	16.00%
Totals	**$37,369,949**	**$41,098,092**	**($3,728,143)**	**-10.00%**

Current Financial Issues and Concerns

The School District has a long record of financial stability. Over the last few years the district has experienced several reductions to the tax levy from the municipality through the defeated budget process, as well as decreases to State Aid. The 2011-12 budget vote yielded not only the largest turnout of voters in almost 25 years, but also the greatest margin of yes votes in support of the budget in that same period of time. Additionally, the district did receive additional State Aid for 2011-12.

If state aid is decreased and defeated budgets occur in the future, it will be difficult for the district to maintain the same level of excellent educational programs that it currently enjoys. In addition, the district has seen an almost 13% reduction in its enrollments since 2003. Future budget cycles will likely be very difficult, when considering the newly imposed 2% cap on tax levy growth. Special education costs have also continued to experience significant increases.

The School District is committed to providing the best education to every student in Evesham Township. We are also committed to providing excellent facilities and equipment. We believe that we have outstanding teaching staff and support personnel. Finally, we are committed to financial excellence and stability.

Contacting the School District's Financial Management

These financial reports are designed to provide our citizens, taxpayers and creditors with a general overview of the School District's finances and to demonstrate the district's accountability for money received from the state and local government. If you have questions about this report or need additional information, contact Dennis J. Nettleton, *CPA, RSBA*, Secretary to the Board of Education and School Business Administrator at:

Evesham Township School District
25 South Maple Avenue
Marlton, New Jersey 08053
(856) 983-1800

BASIC FINANCIAL STATEMENTS

DISTRICT-WIDE FINANCIAL STATEMENTS

TOWNSHIP OF EVESHAM SCHOOL DISTRICT
Statement of Net Assets
June 30, 2011

	Governmental Activities	Business-Type Activities	Total
ASSETS:			
Cash and Cash Equivalents	$ 3,113,277.05	$ 732,907.75	$ 3,846,184.80
Cash Held by Fiscal Agent	287,689.00		287,689.00
Receivables, net	2,437,853.45	29,939.79	2,467,793.24
Deferred Charge:			
Debt Issuance Costs (Net of Amortization)	366,381.66		366,381.66
Restricted Cash and Cash Equivalents	1,151,478.49		1,151,478.49
Inventory	158,035.32	40,361.62	198,396.94
Capital Assets, net (Note 6)	72,021,518.29	152,200.16	72,173,718.45
Total Assets	79,536,233.26	955,409.32	80,491,642.58
LIABILITIES:			
Accounts Payable	1,498,429.06	284,405.80	1,782,834.86
Payable to Other Governments	8,221.72		8,221.72
Accrued Interest	433,964.52		433,964.52
Deferred Revenue	53,563.42	53,260.98	106,824.40
Noncurrent Liabilities (Note 7):			
Due within One Year	4,669,613.86	9,952.24	4,679,566.10
Due beyond One Year	33,353,682.59	15,614.64	33,369,297.23
Total Liabilities	40,017,475.17	363,233.66	40,380,708.83
NET ASSETS:			
Invested in Capital Assets, Net of Related Debt	36,650,745.69	152,200.16	36,802,945.85
Restricted for:			
Debt Service	(428,428.78)		(428,428.78)
Capital Projects	1,440,549.60		1,440,549.60
Other Purposes	3,633,407.70		3,633,407.70
Unrestricted (Deficit)	(1,777,516.12)	439,975.50	(1,337,540.62)
Total Net Assets	$ 39,518,758.09	$ 592,175.66	$ 40,110,933.75

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

TOWNSHIP OF EVESHAM SCHOOL DISTRICT
Statement of Activities
For the Fiscal Year Ended June 30, 2011

Functions / Programs	Expenses	Program Revenues: Charges for Services	Program Revenues: Operating Grants and Contributions	Program Revenues: Capital Grants and Contributions	Net (Expense) Revenue and Changes in Net Assets: Governmental Activities	Net (Expense) Revenue and Changes in Net Assets: Business-Type Activities	Net (Expense) Revenue and Changes in Net Assets: Total
Governmental Activities:							
Instruction:							
Regular	$ 19,637,579.27	$ 47,728.00			$ (19,589,851.27)		$ (19,589,851.27)
Special Education	8,148,849.18	51,126.00	$ 411,194.39		(7,686,528.79)		(7,686,528.79)
Other Special Instruction	1,849,119.02				(1,849,119.02)		(1,849,119.02)
Other Instruction	2,959,218.68		891,544.59		(2,067,674.09)		(2,067,674.09)
Support Services:							
Student and Instruction Related Services	6,996,157.29		552,878.36		(6,443,278.93)		(6,443,278.93)
School Administrative Services	2,347,017.87				(2,347,017.87)		(2,347,017.87)
General and Business Administrative Services	2,366,110.15				(2,366,110.15)		(2,366,110.15)
Plant Operations and Maintenance	6,531,656.83				(6,531,656.83)		(6,531,656.83)
Pupil Transportation	3,932,715.78		13,816.52		(3,918,899.26)		(3,918,899.26)
Allocated and Unallocated Benefits	12,565,659.38		21,575.34		(12,544,084.04)		(12,544,084.04)
Reimbursed TPAF and Social Security	4,402,407.81		4,402,407.81				
Interest on Long-Term Debt	1,467,619.49		371,592.94		(1,096,026.55)		(1,096,026.55)
Unallocated Depreciation	2,347,261.24				(2,347,261.24)		(2,347,261.24)
Total Governmental Activities	75,551,371.99	98,854.00	6,665,009.95	-	(68,787,508.04)	-	(68,787,508.04)
Business-Type Activities:							
Food Service	1,451,083.01	1,137,054.88	255,581.27			$ (58,446.86)	(58,446.86)
Childcare Program	774,361.37	847,717.32				73,355.95	73,355.95
Total Business-Type Activities	2,225,444.38	1,984,772.20	255,581.27	-	-	14,909.09	14,909.09
Total Primary Government	$ 77,776,816.37	$ 2,083,626.20	$ 6,920,591.22	-	(68,787,508.04)	14,909.09	(68,772,598.95)
General Revenues:							
Taxes:							
Property Taxes, Levied for General Purposes, net					51,186,102.00		51,186,102.00
Taxes Levied for Debt Service					4,183,457.00		4,183,457.00
Federal and State Aid Not Restricted					12,203,708.45		12,203,708.45
Federal and State Aid Restricted					1,348,517.99	5,500.00	1,354,017.99
Miscellaneous Income					1,000,172.92	9,222.98	1,009,395.90
Change in Inventory					1,260.68		1,260.68
Operating Transfers In / Out					1,088.15		1,088.15
Total General Revenues, Special Items, Extraordinary Items and Transfers					69,924,307.19	14,722.98	69,939,030.17
Change in Net Assets					1,136,799.15	29,632.07	1,166,431.22
Net Assets -- July 1					38,381,958.94	562,543.59	38,944,502.53
Net Assets -- June 30					$ 39,518,758.09	$ 592,175.66	$ 40,110,933.75

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

FUND FINANCIAL STATEMENTS

TOWNSHIP OF EVESHAM SCHOOL DISTRICT
Balance Sheet
Governmental Funds
June 30, 2011

	General Fund	Special Revenue Fund	Capital Projects Fund	Debt Service Fund	Total Governmental Funds
ASSETS:					
Cash and Cash Equivalents	$ 3,113,277.05		$ 1,151,478.00	$ 0.49	$ 4,264,755.54
Cash Held by Fiscal Agent	287,689.00				287,689.00
Receivables, net:					
Interfunds Receivable:					
Enterprise Funds	283,257.64				283,257.64
Special Revenue Fund	472,621.08				472,621.08
Receivables from Other Governments:					
Federal		$ 511,996.66			511,996.66
State of NJ -- Extraordinary Aid	240,100.00				240,100.00
State of NJ -- FICA	113,824.20				113,824.20
State of NJ -- Transportation Aid	37,228.45				37,228.45
State of NJ -- Homeless Aid	41,254.00				41,254.00
State of NJ -- SDA Grants			618,911.60		618,911.60
Other Receivables	73,884.81	44,775.01			118,659.82
Inventory of Supplies	158,035.32				158,035.32
Total Assets	$ 4,821,171.55	$ 556,771.67	$ 1,770,389.60	$ 0.49	$ 7,148,333.31
LIABILITIES AND FUND BALANCES:					
Liabilities:					
Accounts Payable	$ 629,268.53	$ 54,165.45	$ 329,840.00		$ 1,013,273.98
Interfunds Payable:					
General Fund		472,621.08			472,621.08
Fiduciary Funds	12,534.00				12,534.00
Payable to State Government		8,214.47			8,214.47
Payable to Federal Government		7.25			7.25
Deferred Revenue	31,800.00	21,763.42			53,563.42
Total Liabilities	673,602.53	556,771.67	329,840.00	-	1,560,214.20
Fund Balances:					
Nonspendable -- Inventory of Supplies	158,035.32				158,035.32
Restricted:					
Capital Reserve	1,292,335.19				1,292,335.19
Emergency Reserve	610,113.75				610,113.75
Maintenance Reserve	383,286.97				383,286.97
Legally Restricted	11,574.71				11,574.71
Capital Projects			1,440,549.60		1,440,549.60
Debt Service				$ 0.49	0.49
Assigned:					
Reserve for Encumbrances	178,061.76				178,061.76
Subsequent Year's Expenditures	1,000,000.00				1,000,000.00
Unassigned	514,161.32				514,161.32
Total Fund Balances	4,147,569.02	-	1,440,549.60	0.49	5,588,119.11
Total Liabilities and Fund Balances	$ 4,821,171.55	$ 556,771.67	$ 1,770,389.60	$ 0.49	

Amounts reported for *governmental activities* in the statement of net assets (A-1) are different because:	
Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds. The cost of the assets is $112,396,597.67 and the accumulated depreciation is $40,375,079.38.	72,021,518.29
Long-term liabilities, including bonds payable, are not due and payable in the current period and are not reported as liabilities in the funds.	(38,023,296.45)
Governmental funds report the effect of issuance costs and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities. This amount is the net effect of the difference in the treatment of the long-term debt related items.	366,381.66
Interest on long term debt is accrued on the Statement of Net Assets regardless when due.	(433,964.52)
Net assets of governmental activities	$ 39,518,758.09

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

TOWNSHIP OF EVESHAM SCHOOL DISTRICT
Statement of Revenues, Expenditures, and Changes in Fund Balances
Governmental Funds
For the Fiscal Year Ended June 30, 2011

	General Fund	Special Revenue Fund	Capital Projects Fund	Debt Service Fund	Total Governmental Funds
REVENUES:					
Local Tax Levy	$ 51,186,102.00			$ 4,183,457.00	$ 55,369,559.00
Other Local Revenue	1,099,026.92	$ 83,538.17			1,182,565.09
State Sources	16,606,116.26	204,929.77	$ 416,587.60	1,201,727.00	18,429,360.63
Federal Sources		1,704,337.59			1,704,337.59
Total Revenues	68,891,245.18	1,992,805.53	416,587.60	5,385,184.00	76,685,822.31
EXPENDITURES:					
Regular Instruction	19,433,794.26				19,433,794.26
Special Education Instruction	7,645,652.99	411,194.39			8,056,847.38
Other Special Instruction	1,849,119.02				1,849,119.02
Other Instruction	2,067,674.09	891,544.59			2,959,218.68
Support Services and Undistributed Costs:					
Student and Instruction Related Services	6,439,574.05	552,878.36			6,992,452.41
School Administrative Services	2,347,017.87				2,347,017.87
Other Administrative Services	2,336,649.33				2,336,649.33
Plant Operations and Maintenance	5,801,154.19				5,801,154.19
Pupil Transportation	3,750,987.13	13,816.52			3,764,803.65
Allocated and Unallocated Benefits	12,601,468.58	21,575.34			12,623,043.92
Reimbursed TPAF Pension and Social Security	4,402,407.81				4,402,407.81
Debt Service:					
Principal				3,720,000.00	3,720,000.00
Interest				1,665,183.76	1,665,183.76
Capital Outlay	238,699.54	101,796.33	329,840.00		670,335.87
Total Expenditures	68,914,198.86	1,992,805.53	329,840.00	5,385,183.76	76,622,028.15
Excess (Deficiency) of Revenues over Expenditures	(22,953.68)	-	86,747.60	0.24	63,794.16
OTHER FINANCING SOURCES (USES):					
Cancellation of Grant Balances	1,088.15				1,088.15
Transfers To and From Capital Reserve	(792,701.00)		792,701.00		
Transfers To and From Capital Outlay	(135,666.00)		135,666.00		
Assets Acquired Under Capital Lease	157,475.12				157,475.12
Change in Year-end Inventory	1,260.68				1,260.68
Total Other Financing Sources and Uses	(768,543.05)	-	928,367.00	-	159,823.95
Net Change in Fund Balances	(791,496.73)		1,015,114.60	0.24	223,618.11
Fund Balance -- July 1	4,939,065.75	-	425,435.00	0.25	5,364,501.00
Fund Balance -- June 30	$ 4,147,569.02	-	$ 1,440,549.60	$ 0.49	$ 5,588,119.11

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

TOWNSHIP OF EVESHAM SCHOOL DISTRICT

Reconciliation of the Statement of Revenues, Expenditures,
and Changes in Fund Balances of Governmental Funds
to the Statement of Activities
For the Fiscal Year Ended June 30, 2011

Total Net Change in Fund Balances - Governmental Funds		$ 223,618.11
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	$ (3,525,386.82)	
Assets Less Than $2,000.00 Each Acquired by Capital Lease	(157,475.12)	
Acquisition of Capital Leases	(157,475.12)	
Capital Outlays	670,335.87	
		(3,170,001.19)
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.		3,720,000.00
Governmental funds report the effect of issuance costs, premiums, discounts, and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities. This amount is the net effect of the difference in the treatment of the long-term debt related items.		
Amortization of Debt Issuance Costs		(49,386.80)
Amortization of Loss on Refunding Bonds		20,358.27
Amortization of Bond Sale Premiums		178,439.33
Repayment of capital leases 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.		250,433.10
In the statement of activities, interest on long-term debt in the statement of activities is accrued, regardless of when due. In the governmental funds, interest is reported when due. The decrease in accrued interest is an addition in the reconciliation. (+)		48,153.47
In the statement of activities, post employment benefits other than pension are accrued regardless of when due. This accrued liability is not recorded In the governmental funds. The increase in accrued liability is an reduction in the reconciliation. (-)		57,384.54
In the statement of activities, certain operating expenses, e.g., compensated absences (vacations) are measured by the amounts earned during the year. In the governmental funds, however, expenditures for these items are reported in the amount of financial resources used (paid). When the earned amount exceeds the paid amount, the difference is reduction in the reconciliation (-);when the paid amount exceeds the earned amount the difference is an addition to the reconciliation (+).		(142,199.68)
Change in Net Assets of Governmental Activities		$ 1,136,799.15

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

TOWNSHIP OF EVESHAM SCHOOL DISTRICT
Enterprise Fund
Combining Statement of Net Assets
June 30, 2011

	Food Service	Child Care Program	Total
ASSETS:			
Current Assets:			
Cash and Cash Equivalents	$ 367,804.60	$ 365,103.15	$ 732,907.75
Accounts Receivable:			
State	1,355.36		1,355.36
Federal	10,428.08		10,428.08
Other	3,532.64	14,623.71	18,156.35
Inventories	40,361.62		40,361.62
Total Current Assets	423,482.30	379,726.86	803,209.16
Noncurrent Assets:			
Restricted Cash and Cash Equivalents			
Furniture, Machinery and Equipment	952,895.96		952,895.96
Less Accumulated Depreciation	(800,695.80)		(800,695.80)
Total Noncurrent Assets	152,200.16	-	152,200.16
Total Assets	575,682.46	379,726.86	955,409.32
LIABILITIES:			
Current Liabilities:			
Accounts Payable		1,148.16	1,148.16
Interfund Accounts Payable:			
Due General Fund	74,774.86	208,482.78	283,257.64
Compensated Absences Payable	9,952.24		9,952.24
Deferred Revenue	32,668.55	20,592.43	53,260.98
Total Current Liabilities	117,395.65	230,223.37	347,619.02
Noncurrent Liabilities:			
Compensated Absences Payable	15,614.64	-	15,614.64
Total Liabilities	133,010.29	230,223.37	363,233.66
NET ASSETS:			
Unrestricted	$ 442,672.17	$ 149,503.49	$ 592,175.66

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

TOWNSHIP OF EVESHAM SCHOOL DISTRICT
Enterprise Fund
Combining Statement of Revenues, Expenses and Changes in Fund Net Assets
For the Fiscal Year Ended June 30, 2011

	Food Service	Child Care Program	Total
OPERATING REVENUES:			
Charges for Services:			
Daily Sales - Reimbursable Programs:			
School Lunch Program	$ 486,639.04		$ 486,639.04
Daily Sales - Non-Reimbursable Programs	635,046.57		635,046.57
Child Care Fees -- Regular Program		$ 793,530.82	793,530.82
Child Care Fees -- Summer Program		54,186.50	54,186.50
Special Functions	15,369.27		15,369.27
Total Operating Revenues	1,137,054.88	847,717.32	1,984,772.20
OPERATING EXPENSES:			
Salaries	468,232.91	503,510.58	971,743.49
Employee Benefits	150,381.46	108,554.22	258,935.68
General Supplies	40,343.34	53,296.57	93,639.91
Depreciation	32,200.15		32,200.15
Rental of Property		52,800.00	52,800.00
Repairs and Maintenance	1,863.95		1,863.95
Utilities		47,200.00	47,200.00
Administration Fee	27,500.00		27,500.00
Purchased Professional Services	39,623.31	9,000.00	48,623.31
Cost of Sales	681,775.41		681,775.41
Miscellaneous	9,162.48		9,162.48
Total Operating Expenses	1,451,083.01	774,361.37	2,225,444.38
Operating Income / (Loss)	(314,028.13)	73,355.95	(240,672.18)
NONOPERATING REVENUES (EXPENSES):			
State Sources:			
State School Lunch Program	12,420.63		12,420.63
Federal Sources:			
National School Lunch Program	183,258.42		183,258.42
Food Distribution Program	59,902.22		59,902.22
ARRA Equipment Grant	5,500.00		5,500.00
Interest Revenue	5,639.80	3,583.18	9,222.98
Total Nonoperating Revenues (Expenses)	266,721.07	3,583.18	270,304.25
Income (Loss) before Contributions and Transfers	(47,307.06)	76,939.13	29,632.07
Capital Contributions	-	-	-
Change in Net Assets	(47,307.06)	76,939.13	29,632.07
Net Assets -- July 1	489,979.23	72,564.36	562,543.59
Net Assets -- June 30	$ 442,672.17	$ 149,503.49	$ 592,175.66

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

TOWNSHIP OF EVESHAM SCHOOL DISTRICT
Enterprise Fund
Combining Statement of Cash Flows
For the Fiscal Year Ended June 30, 2011

	Food Service	Child Care Program	Total
CASH FLOWS FROM OPERATING ACTIVITIES:			
Receipts from Customers	$ 1,140,055.83	$ 841,172.31	$ 1,981,228.14
Payments to Employees	(470,983.36)	(503,510.58)	(974,493.94)
Payments for Employee Benefits	(150,381.46)	(108,554.22)	(258,935.68)
Payments for Supplies and Services	(790,856.26)	(161,148.41)	(952,004.67)
Net Cash Provided by (used for) Operating Activities	(272,165.25)	67,959.10	(204,206.15)
CASH FLOWS FROM NON-CAPITAL FINANCING ACTIVITIES:			
State Sources	12,114.67		12,114.67
Federal Sources	251,293.32		251,293.32
Operating Subsidies and Transfers to Other Funds	9,742.44	88,723.15	98,465.59
Net Cash Provided by (used for) Non-Capital Financing Activities	273,150.43	88,723.15	361,873.58
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:			
Purchases of Capital Assets	(7,757.93)	-	(7,757.93)
CASH FLOWS FROM INVESTING ACTIVITIES:			
Interest Revenue	5,639.80	3,583.18	9,222.98
Net Increase (Decrease) in Cash and Cash Equivalents	(1,132.95)	160,265.43	159,132.48
Cash and Cash Equivalents -- July 1	368,937.55	204,837.72	573,775.27
Cash and Equivalents -- June 30	$ 367,804.60	$ 365,103.15	$ 732,907.75
Reconciliation of Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities:			
Operating Income (Loss)	$ (314,028.13)	$ 73,355.95	$ (240,672.18)
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided by (used for) Operating Activities:			
Depreciation and Net Amortization	32,200.15		32,200.15
(Increase) Decrease in Accounts Receivable	968.95	1,446.55	2,415.50
(Increase) Decrease in Inventories	9,412.23		9,412.23
Increase (Decrease) in Accounts Payable		1,148.16	1,148.16
Increase (Decrease) in Deferred Revenue	2,032.00	(7,991.56)	(5,959.56)
Increase (Decrease) in Accrued Salaries Benefits	(2,750.45)		(2,750.45)
Total Adjustments	41,862.88	(5,396.85)	36,466.03
Net Cash Provided by (used for) Operating Activities	$ (272,165.25)	$ 67,959.10	$ (204,206.15)

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

TOWNSHIP OF EVESHAM SCHOOL DISTRICT
Fiduciary Funds
Combining Statement of Fiduciary Net Assets
June 30, 2011

	Trust Fund	Agency Funds	
	Unemployment Compensation Trust	Student Activity	Payroll
ASSETS:			
Cash and Cash Equivalents	$ 635,154.84	$ 101,125.48	$ 99,649.45
Accounts Receivable:			
Interfund Accounts Receivable:			
Due Agency Fund -- General			12,534.00
Due Trust Fund -- Payroll	81,731.72		
Total Investments	81,731.72	-	12,534.00
Total Assets	716,886.56	$ 101,125.48	$ 112,183.45
LIABILITIES:			
Accounts Payable	9,822.13	$ 735.18	
Interfund Accounts Payable:			
Due Unemployment Fund			$ 81,731.72
Payable to Student Groups		100,390.30	
Payroll Deductions and Withholdings			30,451.73
Total Liabilities	9,822.13	$ 101,125.48	$ 112,183.45
NET ASSETS:			
Held in Trust for Unemployment Claims and Other Purposes	$ 707,064.43		

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

TOWNSHIP OF EVESHAM SCHOOL DISTRICT
Statement of Changes in Fiduciary Net Assets
Fiduciary Funds
For the Fiscal Year Ended June 30, 2011

	Unemployment Compensation Trust
ADDITIONS:	
Contributions and Donations from	
Payroll Deductions Withheld	$ 72,386.51
Investment Earnings:	
Interest	8,240.65
Total Additions	80,627.16
DEDUCTIONS:	
Unemployment Claims	122,619.04
Change in Net Assets	(41,991.88)
Net Assets -- July 1	749,056.31
Net Assets -- June 30	$ 707,064.43

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

TOWNSHIP OF EVESHAM SCHOOL DISTRICT
Notes to Financial Statements
For the Fiscal Year Ended June 30, 2011

Note 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Description of the Reporting Entity - The Township of Evesham School District (hereafter referred to as the "School District") is a Type II district located in the County of Burlington, State of New Jersey. As a Type II district, the School District functions independently through a Board of Education. The Board is comprised of nine members elected to three-year terms. These terms are staggered so that three member's terms expire each year. The purpose of the School District is to educate students in grades K-8 at its 9 schools. The School District has an approximate enrollment at June 30, 2011 of 4,786.

The primary criterion for including activities within the School District's reporting entity, as set forth in Section 2100 of the GASB Codification of Governmental Accounting and Financial Reporting Standards, is the degree of oversight responsibility maintained by the School District. Oversight responsibility includes financial interdependency, selection of governing authority, designation of management, ability to significantly influence operations and accountability for fiscal matters. The combined financial statements include all funds of the School District over which the Board exercises operating control. There were no additional entities required to be included in the reporting entity under the criteria as described above, in the current fiscal year. Furthermore, the School District is not includable in any other reporting entity on the basis of such criteria.

Component Units - GASB Statement No. 14, *The Financial Reporting Entity*, provides guidance that all entities associated with a primary government are potential component units and should be evaluated for inclusion in the financial reporting entity. A primary government is financially accountable not only for the organizations that make up its legal entity, but also for legally separate organizations that meet the criteria established by GASB Statement No. 14, as amended by GASB Statement No. 39, *Determining Whether Certain Organizations are Component Units*. The following organization is considered to be a component unit; however, the School District has determined that it is not significant and, therefore, has not been included in the basic financial statements:

Evesham Education Foundation
25 South Maple Avenue
Marlton, New Jersey 08053

Requests for financial information should be addressed to the organizations listed above.

Basis of Presentation - The financial statements of the School District have been prepared in conformity with accounting principles generally accepted in the United States of America (GAAP) as applied to governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The School District also applies Financial Accounting Standards Board (FASB) Statements and Interpretations issued on or before November 30, 1989, to its governmental and business-type activities, and to its proprietary funds, provided they do not conflict with or contradict GASB pronouncements. The more significant of the School District's accounting policies are described in this note.

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

Note 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

Basis of Presentation (Cont'd)

Government-wide Financial Statements - The statement of net assets and the statement of activities display information about the School District as a whole. These statements include the financial activities of the primary government, except for fiduciary funds. The statements distinguish between those activities of the School District that are governmental and those that are considered business-type activities. The statement of net assets presents the financial condition of the governmental and business-type activities of the School District at fiscal year end. The statement of activities presents a comparison between direct expenses and program revenues for each program or function of the School District's governmental activities and for the business-type activities of the School District. Direct expenses are those that are specifically associated with a service, program, or department and, therefore, clearly identifiable to a particular function. The policy of the School District is to not allocate indirect expenses to functions in the statement of activities. Program revenues include charges paid by the recipient of the goods or services offered by the program, grants, and contributions that are restricted to meeting the operational or capital requirements of a particular program, and interest earned on grants that is required to be used to support a particular program. Revenues, which are not classified as program revenues, are presented as general revenues of the School District, with certain limited exceptions. The comparison of direct expenses with program revenues identifies the extent to which each business segment or governmental function is self-financing or draws from the general revenues of the School District.

Fund Financial Statements - During the fiscal year, the School District segregates transactions related to certain School District functions or activities in separate funds in order to aid financial management and to demonstrate legal compliance. Fund financial statements are designed to present financial information of the School District at this more detailed level. The focus of governmental and enterprise fund financial statements is on major funds. Each major fund is presented in a single column. The fiduciary fund is reported by type. The School District uses funds to maintain its financial records during the fiscal year. A fund is defined as a fiscal and accounting entity with a self-balancing set of accounts. There are three categories of funds: governmental, proprietary, and fiduciary.

Governmental Funds - Governmental funds are those through which most governmental functions typically are financed. Governmental fund reporting focuses on the sources, uses, and balances of current financial resources. Expendable assets are assigned to the various governmental funds according to the purposes for which they may or must be used. Current liabilities are assigned to the fund from which they will be paid. The difference between governmental fund assets and liabilities is reported as fund balance. The following are the School District's major governmental funds:

General Fund - The general fund is the general operating fund of the School District. It 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 classified in the capital outlay sub-fund.

As required by the New Jersey State Department of Education, the School District includes budgeted capital outlay in this fund. Accounting principles generally accepted in the United States of America, as they pertain to governmental entities, state that general fund resources may be used to directly finance capital outlays for long-lived improvements as long as the resources in such cases are derived exclusively from unrestricted revenues.

Resources for budgeted capital outlay purposes are normally derived from State of New Jersey aid, district taxes, and appropriated fund balance. Expenditures are those which result in the acquisition of or additions to capital assets for land, existing buildings, improvements of grounds, construction of buildings, additions to, or remodeling of buildings, and the purchase of built-in equipment.

Note 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

Governmental Funds (Cont'd)

General Fund (Cont'd) - In addition to the capital outlay sub-fund, the School District is accountable for an additional sub-fund, the Education Jobs Fund ("Ed Jobs"), resulting from federal legislation signed into law on August 10, 2010. The Ed Jobs program was created to provide funding assistance to states in order to save or create education jobs for the 2010-2011 school year, through September 30, 2012. Jobs funded under this program include those that provide educational and related services for early childhood, elementary, and secondary education. Ed Jobs revenues and expenditures are recorded in the general fund (fund 18) on a reimbursement basis. As such, revenue is not included in the fiscal year surplus, and no portion of general fund balance at June 30, 2011 is considered to be attributable to Ed Jobs. Ed Jobs expenditures at June 30, 2011 are included as a component of overall general fund expenditures, and also are included in total general fund expenditures for purposes of the excess surplus calculation. The District did not participate in the Ed Jobs Program.

Special Revenue Fund - The special revenue fund is used to account for and report the proceeds of specific revenue sources that are restricted or committed to expenditure for specified purposes other than debt service or capital projects.

Capital Projects Fund - The capital projects fund is used to account for and report financial resources that are restricted, committed, or assigned to expenditure for capital outlays, including the acquisition or construction of capital facilities and other capital assets, other than those financed by proprietary funds. The financial resources are derived from New Jersey Economic Development Authority grants, temporary notes, or serial bonds which are specifically authorized by the voters as a separate question on the ballot either during the annual election or at a special election.

Debt Service Fund - The debt service fund is used to account for and report financial resources that are restricted, committed, or assigned to expenditure for principal and interest.

Proprietary Funds - Proprietary funds are used to account for the School District's ongoing activities, which are similar to those found in the private sector.

Enterprise Funds - The enterprise funds are used to account for operations

1. that are financed and operated in a manner similar to private business enterprises, where the intent of the School District is that the costs (expenses, including depreciation) of providing goods or services to the students on a continuing basis be financed or recovered primarily through user charges; or

2. where the School 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 School District's enterprise funds are:

Food Service Fund - This fund accounts for the financial transactions related to the food service operations of the School District.

Child Care Fund - This fund accounts for the financial activity related to providing day care services for School District students before and after school.

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 assets) is segregated into investment in capital assets, net of related debt, and unrestricted net assets, if applicable. Proprietary fund type operating statements present increases (revenues) and decreases (expenses) in net total assets.

Note 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

Proprietary Funds (Cont'd) - 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:

Equipment	12 Years
Light Trucks and Vehicles	4 Years
Heavy Trucks and Vehicles	6 Years

Fiduciary Funds - Fiduciary fund reporting focuses on net assets and changes in net assets. The fiduciary fund category is split into four classifications: pension trust funds, investment trust funds, private-purpose trust funds, and agency funds. Pension trust funds are used to account for resources held in trust for employees and their beneficiaries based on defined benefit pension agreements, defined contribution agreements, other postemployment benefit agreements, and other employee benefit arrangements. Investment trust funds are used to report the external portion of an investment pool as defined in GASB Statement No. 31, *Accounting and Financial Reporting for Certain Investments and for External Investment Pools*. Private-purpose trust funds are used to account for the principal and income for all other trust arrangements that benefit individuals, private organizations, or other governments. Agency funds are used to account for assets held by the School District in a trustee capacity or as an agent for individuals, private organizations, other governments, and / or other funds (i.e., payroll and student activities). They are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations.

The School District has three fiduciary funds, an unemployment compensation trust fund, a student activity fund and a payroll fund.

Measurement Focus

Government-wide Financial Statements - The government-wide financial statements are prepared using the economic resources measurement focus. All assets and all liabilities associated with the operation of the School District are included on the statement of net assets.

Fund Financial Statements - All governmental funds are accounted for using a flow of current financial resources measurement focus. With this measurement focus, only current assets and current liabilities generally are included on the balance sheet. The statement of revenues, expenditures and changes in fund balances reports on the sources (i.e., revenues and other financing sources) and uses (i.e., expenditures and other financing uses) of current financial resources. This approach differs from the manner in which the governmental activities of the government-wide financial statements are prepared. Governmental fund financial statements, therefore, include a reconciliation with brief explanations to better identify the relationship between the government-wide statements and the statements for governmental funds.

Like the government-wide statements, all proprietary fund types are accounted for on a flow of economic resources measurement focus. All assets and all liabilities associated with the operation of these funds are included on the statement of net assets. The statement of changes in fund net assets presents increases (i.e., revenues) and decreases (i.e., expenses) in net total assets. The statement of cash flows provides information about how the School District finances and meets the cash flow needs of its proprietary activities. Fiduciary funds are reported using the economic resources measurement focus.

Basis of Accounting

Basis of accounting determines when transactions are recorded in the financial records and reported on the financial statements. Government-wide financial statements are prepared using the accrual basis of accounting. Governmental funds use the modified accrual basis of accounting. Proprietary and fiduciary funds also use the accrual basis of accounting. Differences in the accrual and the modified accrual basis of accounting arise in the recognition of revenue, the recording of deferred revenue, and in the presentation of expenses versus expenditures.

Note 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

Basis of Accounting (Cont'd)

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

Non-exchange transactions, in which the School District receives value without directly giving equal value in return, include Ad Valorem (property) taxes, grants, entitlements, and donations. Ad Valorem (property) taxes are susceptible to accrual. As under New Jersey State Statute, a municipality is required to remit to its school district the entire balance of taxes in the amount voted upon or certified, prior to the end of the school year. The School District records the entire approved tax levy as revenue (accrued) at the start of the fiscal year since the revenue is both measurable and available. The School District is entitled to receive moneys under the established payment schedule and the unpaid amount is considered to be an "accounts receivable". With the exception of the restricted formula aids recorded in the special revenue fund, revenue from grants, entitlements, and donations is recognized in the fiscal year in which all eligibility requirements have been satisfied. Eligibility requirements include timing requirements, which specify the fiscal year when the resources are required to be used or the fiscal year when use is first permitted, matching requirements, in which the School District must provide local resources to be used for a specified purpose, and expenditure requirements, in which the resources are provided to the School District on a reimbursement basis. Restricted formula aids, if any, are recorded in the special revenue fund in accordance with *The Audit Program* promulgated by the New Jersey Department of Education, which requires that these grants be realized in an amount equal to program expenditures.

Under the modified accrual basis, the following revenue sources are considered to be both measurable and available at fiscal year end: tuition, grants, fees, and rentals.

Expenses / Expenditures - On the accrual basis of accounting, expenses are recognized at the time they are incurred. The fair value of donated commodities used during the fiscal year is reported in the operating statement as an expense. Unused donated commodities are reported as deferred revenue. The measurement focus of governmental fund accounting is on decreases in net financial resources (expenditures) rather than expenses. Expenditures are generally recognized in the accounting period in which the related fund liability is incurred, if measurable. Allocations of cost, such as depreciation and amortization, are not recognized in governmental funds.

Budgets / Budgetary Control - Annual appropriated budgets are prepared in the spring of each fiscal 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:23A-16.2(f)1. Transfers of appropriations may be made by school board resolution at any time during the fiscal year in accordance with N.J.A.C. 6A:23A-13.3.

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

Note 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

Budgets / Budgetary Control (Cont'd) - The accounting records of the special revenue fund are maintained on the budgetary basis. The budgetary basis differs from GAAP in that the budgetary basis recognizes encumbrances as expenditures and also recognizes the related revenues, whereas the GAAP basis does not. Sufficient supplemental records are maintained to allow for the presentation of GAAP basis financial reports.

The budget, as detailed on Exhibit C-1, Exhibit C-2, and Exhibit I-3 includes all amendments to the adopted budget, if any.

Exhibit C-3 presents a reconciliation of the general fund revenues and special revenue fund revenues and expenditures from the budgetary basis of accounting, as presented in the general fund budgetary comparison schedule and the special revenue fund budgetary comparison schedule, to the GAAP basis of accounting as presented in the statement of revenues, expenditures and changes in fund balances - governmental funds. Note that the School District does not report encumbrances outstanding at fiscal year end as expenditures in the general fund since the general fund budget follows modified accrual basis, with the exception of the revenue recognition policy for the one or more June state aid payments.

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. Encumbrances are a component of fund balance 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 governmental funds, other than the special revenue fund, which have not been previously restricted, committed, or assigned, should be included within committed or assigned fund balance, as appropriate.

Open encumbrances in the special revenue fund, however, for which the School District has received advances of grant awards, are reflected on 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.

Cash, Cash Equivalents and Investments - Cash and cash equivalents, for all funds, 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. Such is the definition of cash and cash equivalents used in the statement of cash flows for the proprietary funds. 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.A. 18A:20-37 provides a list of permissible investments that may be purchased by New Jersey school districts.

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 Governmental Unit Deposit Protection Act ("GUDPA"), a multiple financial institutional collateral pool, which was enacted in 1970 to protect governmental units from a loss of funds on deposit with a failed banking institution in New Jersey. Public depositories include State or federally chartered banks, savings banks or associations located in or having a branch office in the State of New Jersey, 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 amount of their deposits to the governmental units.

Note 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

Tuition Receivable - Tuition charges were established by the School District based on estimated costs. The charges are subject to adjustment when the final costs are determined.

Tuition Payable - Tuition charges for the fiscal years ended June 30, 2011 and 2010 were based on rates established by the receiving district. These rates are subject to change when the actual costs have been determined.

Inventories - 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.

Inventories recorded on the government-wide financial statements and in the proprietary fund types are recorded as expenditures when consumed rather than when purchased.

Prepaid Expenses - Prepaid expenses recorded on the government-wide financial statements and in the proprietary fund types represent payments made to vendors for services that will benefit periods beyond June 30, 2011.

In the governmental fund types, however, payments for prepaid items are fully recognized as an expenditure in the fiscal year of payment. No asset for the prepayment is created, and no expenditure allocation to future accounting periods is required (*non-allocation method*). This is consistent with the basic governmental concept that only expendable financial resources are reported by a specific fund.

Deferred Expenditures - Deferred expenditures are disbursements that are made in one period, but are more accurately reflected as an expenditure / expense in the next fiscal period. Unlike prepaid expenses, deferred expenditures are not regularly recurring costs of operations.

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 School District and that are due within one year. These amounts are eliminated in the governmental and business-type columns of the statement of net assets, except for the net residual amounts due between governmental and business-type activities, which are presented as interfunds receivable and / or interfunds payable.

Capital Assets - General capital assets are those assets not specifically related to activities reported in the proprietary funds. These assets generally result from expenditures in the governmental funds. These assets are reported in the governmental activities column of the government-wide statement of net assets but are not reported in the fund financial statements. Capital assets utilized by the proprietary funds are reported both in the business-type activities column of the government-wide statement of net assets and the proprietary fund statement of net assets.

All capital assets are capitalized at cost (or estimated historical cost) and updated for additions and retirements during the fiscal year. Donated fixed assets are recorded at their fair market value as of the date received. The School District maintains a capitalization threshold of $2,000.00. The School District does not possess any infrastructure. Improvements are capitalized; the cost of normal maintenance and repairs that do not add to the value of the asset or materially extend an asset's life are not. All reported capital assets, except land and construction in progress, are depreciated. Improvements are depreciated over the remaining useful lives of the related capital assets.

Note 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

Capital Assets (Cont'd) - Depreciation is computed using the straight-line method over the following useful lives:

Description	Governmental Activities Estimated Lives	Business-Type Activities Estimated Lives
Land Improvements	10-20 Years	N/A
Buildings and Improvements	10-50 Years	N/A
Furniture and Equipment	5-20 Years	12 Years
Vehicles	5-10 Years	4-6 Years

Accrued Salaries and Wages - Certain School District employees who provide services to the School District over the ten-month academic year have the option to have their salaries evenly disbursed during the entire twelve-month year. New Jersey statutes require that these earned but undisbursed amounts be retained in a separate bank account.

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 School 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 School District and its employees, are accounted for in the period in which such services are rendered or in which such events take place.

The entire compensated absence liability is reported on the government-wide financial statements.

For governmental funds, the current portion of unpaid compensated absences is the amount that is normally expected to be paid with expendable available financial resources. In proprietary funds, the entire amount of compensated absences is recorded as a fund liability.

Deferred Revenue - Deferred revenue arises when assets are recognized before revenue recognition criteria have been satisfied.

Accrued Liabilities and Long-Term Obligations - All payables, accrued liabilities, and long-term obligations are reported in the government-wide financial statements, and all payables, accrued liabilities, and long-term obligations payable from proprietary funds are reported on the proprietary fund financial statements. In general, governmental fund payables and accrued liabilities that, once incurred, are paid in a timely manner and in full from current financial resources are reported as obligations of the funds. However, claims and judgments, compensated absences, special termination benefits, and contractually required pension contributions that will be paid from governmental funds are reported as a liability in the fund financial statements only to the extent that they are normally expected to be paid with expendable available financial resources. Bonds are recognized as a liability on the fund financial statements when due.

Net Assets - Net assets represent the difference between assets and liabilities. Net assets invested in capital assets, net of related debt consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of any borrowings used for the acquisition, construction, or improvement of those assets. Net assets are reported as restricted when there are limitations imposed on their use either through the enabling legislation adopted by the School District or through external restrictions imposed by creditors, grantors or laws or regulations of other governments.

It is the School District's policy to apply restricted resources when an expense is incurred for purposes for which both restricted and unrestricted net assets are available.

Note 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

Fund Balance - The School District reports fund balance in classifications that comprise a hierarchy based primarily on the extent to which the School District is bound to honor constraints on the specific purposes for which amounts in those funds can be spent. The School District's classifications, and policies for determining such classifications, are as follows:

Nonspendable - The nonspenable fund balance classification includes amounts that cannot be spent because they are either not in spendable form or are legally or contractually required to be maintained intact. The "not in spendable form" criterion includes items that are not expected to be converted to cash, such as inventories and prepaid amounts.

Restricted - The restricted fund balance classification includes amounts that are restricted to specific purposes. Such restrictions, or constraints, are placed on the use of resources either by being (1) externally imposed by creditors, grantors, contributors, or laws or regulations of other governments; or (2) imposed by law through constitutional provisions or enabling legislation.

Committed - The committed fund balance classification includes amounts that can only be used for specific purposes pursuant to constraints imposed by formal action of the School District's highest level of decision-making authority, which, for the School District, is the Board of Education. Such formal action consists of an affirmative vote by the Board of Education, memorialized by the adoption of a resolution. Once committed, amounts cannot be used for any other purpose unless the Board of Education removes, or changes, the specified use by taking the same type of action (resolution) it employed to previously commit those amounts.

Assigned - The assigned fund balance classification includes amounts that are constrained by the School District's *intent* to be used for specific purposes, but are neither restricted nor committed. *Intent* is expressed by either the Board of Education or by the business administrator, to which the Board of Education has delegated the authority to assign amounts to be used for specific purposes. Such authority of the business administrator is established by way of a formal job description for the position, approved by the Board of Education.

Unassigned - The unassigned fund balance classification is the residual classification for the general fund. This classification represents fund balance that has not been assigned to other funds and that has not been restricted, committed, or assigned to specific purposes within the general fund. The general fund is the only fund that reports a positive unassigned fund balance amount. In other governmental funds, if expenditures incurred for specific purposes exceed the amounts restricted, committed, or assigned to those purposes, it may be necessary to report a negative unassigned fund balance.

When an expenditure is incurred for purposes for which both restricted and unrestricted fund balances are available, it is the policy of the School District to spend restricted fund balances first. Moreover, when an expenditure is incurred for purposes for which amounts in any of the unrestricted fund balance classifications can be used, it is the policy of the School District to spend fund balances, if appropriate, in the following order: committed, assigned, then unassigned.

Operating and Non-Operating Revenues and Expenses - Operating revenues are those revenues that are generated directly from the primary activity of the proprietary funds. For the School District, these revenues are sales for the food service program and tuition for the child care program. Non-operating revenues principally consist of interest income earned on various interest-bearing accounts.

Operating expenses are necessary costs incurred to provide the goods or services that are the primary activity of the fund. There are no non-operating expenses.

Note 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

Interfund Activity - Transfers between governmental and business-type activities on the government-wide statements are reported in the same manner as general revenues. Exchange transactions between funds are reported as revenues in the seller funds and as expenditures / expenses in the purchaser funds. Flows of cash or goods from one fund to another without a requirement for repayment are reported as interfund transfers. Interfund transfers are reported as other financing sources / uses in governmental funds and after non-operating revenues / expenses in proprietary funds. Reimbursements from funds responsible for particular expenditures / expenses to the funds that initially paid for them are not presented on the financial statements.

Estimates - The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the amounts reported in the financial statements and accompanying notes. Actual results may differ from those estimates.

Note 2: CASH AND CASH EQUIVALENTS

Custodial Credit Risk Related to Deposits - Custodial credit risk is the risk that, in the event of a bank failure, the School District's deposits might not be recovered. Although the School District does not have a formal policy regarding custodial credit risk, N.J.S.A. 17:9-41 et seq. requires that governmental units shall deposit public funds in public depositories protected from loss under the provisions of the Governmental Unit Deposit Protection Act (GUDPA). Under the Act, the first $250,000.00 of governmental deposits in each insured depository is protected by the Federal Deposit Insurance Corporation (FDIC). Public funds owned by the School District in excess of FDIC insured amounts are protected by GUDPA. However, GUDPA does not protect intermingled trust funds such as salary withholdings, athletic and student activity funds, or funds that may pass to the School District relative to the happening of a future condition.

Of the School District's bank balance of $8,115,234.72, as of June 30, 2011, $682,526.60 was uninsured and uncollateralized.

Note 3: CAPITAL RESERVE ACCOUNT

A capital reserve account was established by the School District by inclusion of $1.00 on October 10, 2000 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 School District's approved Long Range Facilities Plan (LRFP). Upon submission of the LRFP to the Department, a school 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 fiscal year-end (June 1 to June 30) of any unanticipated revenue or unexpended line-item appropriation amounts, or both. A school district may also appropriate additional amounts when the express approval of the voters has been obtained by either a separate proposal at budget time or by a special question at one of the four special elections authorized pursuant to N.J.S.A. 19:60-2. Pursuant to N.J.A.C. 6A: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.

Note 3: CAPITAL RESERVE ACCOUNT (CONT'D)

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		$ 1,321,661.75
Increased by:		
Interest Earnings	$ 13,374.44	
Deposits:		
Transferred by Board Resolution in June	750,000.00	
		763,374.44
		2,085,036.19
Decreased by:		
Withdrawals:		
Budgeted Transfer to Fund Capital Projects		792,701.00
Ending Balance June 30, 2011		$ 1,292,335.19

The June 30, 2011 LRFP balance of local support costs of uncompleted projects is $6,989,671.89. The withdrawals from the capital reserve were for use in a DOE approved facilities projects, consistent with the School District's LRFP.

Note 4: ACCOUNTS RECEIVABLE

Accounts receivable at June 30, 2011 consisted of accounts (fees) and intergovernmental grants. All receivables are considered collectible in full due to the stable condition of state programs and the current fiscal year guarantee of federal funds.

Accounts receivable as of fiscal year end for the School District's individual major and fiduciary funds, in the aggregate, are as follows:

	General Fund	Special Revenue Fund	Capital Projects Fund	Proprietary Funds	Total
Intergovernmental	$ 432,406.65	$ 511,996.66	$ 618,911.60	$ 11,783.44	$ 1,575,098.35
Other	73,884.81	44,775.01		18,156.35	136,816.17
Total	$ 506,291.46	$ 556,771.67	$ 618,911.60	$ 29,939.79	$ 1,711,914.52

Note 5: INVENTORY

Inventory in the general fund at June 30, 2011 consisted of the following:

Supplies	$ 158,035.32

Note 5: INVENTORY (CONT'D)

Inventory in the food service fund at June 30, 2011 consisted of the following:

Food	$ 28,694.54
Supplies	11,667.08
	$ 40,361.62

Note 6: CAPITAL ASSETS

Capital asset activity for the fiscal year ended June 30, 2011 was as follows:

	Balance July 1, 2010	Additions	Deletions	Balance June 30, 2011
Governmental Activities:				
Capital Assets, not being Depreciated:				
Land	$ 9,902,366.04	$ 28,315.69		$ 9,930,681.73
Construction in Progress		329,840.00		329,840.00
Total Capital Assets not being Depreciated	9,902,366.04	358,155.69	-	10,260,521.73
Capital Assets, being Depreciated:				
Land Improvements	2,079,758.88	40,777.61		2,120,536.49
Building and Improvements	89,161,795.88			89,161,795.88
Equipment	11,053,417.12	113,927.45	$ (313,601.00)	10,853,743.57
Total Capital Assets, being Depreciated	102,294,971.88	154,705.06	(313,601.00)	102,136,075.94
Less Accumulated Depreciation for:				
Land Improvements	(1,169,044.06)	(86,543.44)		(1,255,587.50)
Building and Improvements	(27,994,277.11)	(2,826,028.15)		(30,820,305.26)
Equipment	(7,999,972.39)	(612,815.23)	313,601.00	(8,299,186.62)
Total Accumulated Depreciation	(37,163,293.56)	(3,525,386.82) *	313,601.00	(40,375,079.38)
Total Capital Assets, being Depreciated, Net	65,131,678.32	(3,370,681.76)		61,760,996.56
Governmental Activities Capital Assets, Net	$ 75,034,044.36	$ (3,012,526.07)	-	$ 72,021,518.29
Business-Type Activities:				
Total Capital Assets, being Depreciated:				
Equipment	$ 950,258.03	$ 7,757.93	$ (5,120.00)	$ 952,895.96
Less Accumulated Depreciation	(773,615.65)	(32,200.15)	5,120.00	(800,695.80)
Total Business-Type Activities Capital Assets, Net	$ 176,642.38	$ (24,442.22)	-	$ 152,200.16

Note 6: CAPITAL ASSETS (CONT'D)

* Depreciation expense was charged to governmental functions as follows:

Regular Instructon	$ 30,518.16
Special Education Instruction	50,326.49
Student and Instruction Related Services	3,704.88
General and Business Administrative Services	75,475.23
Transportation	287,598.18
Plant Operations and Maintenance	730,502.64
Unallocated	2,347,261.24
Total Depreciation Expense	$ 3,525,386.82

Note 7: LONG-TERM OBLIGATIONS

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

	Principal Outstanding July 1, 2010	Additions	Reductions	Principal Outstanding June 30, 2011	Due Within One Year
Governmental Activities:					
General Obligation Bonds	$ 38,465,000.00		$ (3,720,000.00)	$ 34,745,000.00	$ 4,025,000.00
Unamortized Costs:					
Premium on Bonds	1,506,155.84		(178,439.33)	1,327,716.51	178,439.33
Loss on Refunding	(654,010.86)		(20,358.27)	(674,369.13)	20,358.27
Obligations under Capital Lease	431,764.86	$ 157,475.12	(250,433.10)	338,806.88	235,886.95
Other Post Employment Benefits	1,438,508.38		(57,384.54)	1,381,123.84	50,532.83
Compensated Absences	762,818.67	226,255.49	(84,055.81)	905,018.35	159,396.48
Governmental Activity Long-term Liabilities	$ 41,950,236.89	$ 383,730.61	$ (4,310,671.05)	$ 38,023,296.45	$ 4,669,613.86
Business-Type Activities:					
Compensated Absences	$ 28,317.33	-	$ (2,750.45)	$ 25,566.88	$ 9,952.24

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

In 2006, the School District issued general obligation bonds at varying interest rates ranging from 3.85% to 4.125% for various construction and renovation projects. In 2005 and 2006, the School District issued general obligation refunding bonds at varying interest rates ranging from 4.00 to 5.00% to refund a portion of the 1996 and 1999 Bonds. The final maturity of these bonds is December 1, 2020, March 1, 2019 and September 1, 2011, respectively. The bonds will be paid from property taxes.

Note 7: LONG-TERM OBLIGATIONS (CONT'D)

Principal and interest due on bonds outstanding is as follows:

Fiscal Year Ending June 30,	Principal	Interest	Total
2012	$ 4,025,000.00	$ 1,515,296.26	$ 5,540,296.26
2013	3,075,000.00	1,364,121.26	4,439,121.26
2014	3,675,000.00	1,215,346.26	4,890,346.26
2015	3,770,000.00	1,057,996.26	4,827,996.26
2016	3,875,000.00	884,921.26	4,759,921.26
2017-2021	16,325,000.00	1,738,569.43	18,063,569.43
	$ 34,745,000.00	$ 7,776,250.73	$ 42,521,250.73

Bonds Authorized but not Issued - As of June 30, 2011, the School District had no authorizations to issue additional bonded debt.

Compensated Absences - Compensated absences will be paid from the fund from which the employees' salaries are paid.

Capital Leases Payable - The School District is leasing a dual radio, copiers, computer equipment and buses totaling $747,682.13 under capital leases. All capital leases are for terms of two to five years. The following is a schedule of the future minimum lease payments under these capital leases, and the present value of the net minimum lease payments at June 30, 2011.

Fiscal Year Ending June 30,	Principal	Interest	Total
2012	$ 235,886.95	$ 23,269.35	$ 259,156.30
2013	70,346.44	3,872.75	74,219.19
2014	32,573.49	602.51	33,176.00
	$ 338,806.88	$ 27,744.61	$ 366,551.49

Note 8: OPERATING LEASES

At June 30, 2011, the School District had operating lease agreements in effect for copy machines and a postage meter. The future minimum rental payments under the operating lease agreements are as follows:

Fiscal Year Ending June 30,	Amount
2012	$ 149,940.00
2013	5,650.00
	$ 155,590.00

Rental payments under operating leases for the fiscal year ended June 30, 2011 were $202,812.00.

Note 9: PENSION PLANS

A substantial number of the School District's employees participate in one of the following defined benefit pension plans: the Teachers' Pension and Annuity Fund and the Public Employees' Retirement System, which are administered by the New Jersey Division of Pensions and Benefits. Each plan has a Board of Trustees that is primarily responsible for its administration. The Division issues a publicly available financial report that includes financial statements and required supplementary information. That report may be obtained by writing to:

State of New Jersey
Division of Pensions and Benefits
P.O. Box 295
Trenton, New Jersey 08625-0295

Teachers' Pension and Annuity Fund - The Teachers' Pension and Annuity Fund (TPAF) is a cost-sharing contributory defined benefit pension plan which was established as of January 1, 1955, under the provisions of N.J.S.A. 18A:66. The TPAF provides retirement, death, and disability, and medical benefits to qualified members. Vesting and benefit provisions are established by N.J.S.A. 18A:66.

The contribution requirements of plan members are determined by State statute. In accordance with Chapters 113, 114 and 115, P.L. 1997, plan members enrolled in the TPAF were required to contribute 5% of their annual covered salary. Effective July 1, 2007, however, in accordance with Chapter 92, P.L. 2007 and Chapter 103, P.L. 2007, plan members were required to contribute 5.5% of their annual covered salary. For employees who were enrolled in the retirement system prior to July 1, 2007, the increase was effective with the payroll period that began immediately after July 1, 2007. The State Treasurer has the right under the current law to make temporary reductions in member rates based on the existence of surplus pension assets in the retirement system; however, statute also requires the return to the normal rate when such surplus pension assets no longer exist.

Under current statute, all employer contributions are made by the State of New Jersey on-behalf of the School District and all other related non-contributing employers. No normal or accrued liability contribution by the district has been required over several preceding fiscal years.

Public Employees' Retirement System - The Public Employees' Retirement System (PERS) is a cost-sharing multiple-employer defined benefit pension plan which was established as of January 1, 1955. The PERS provides retirement, death, and disability, and medical benefits to qualified members. Vesting and benefit provisions are established by N.J.S.A. 43:15A and 43:3B.

The contribution requirements of plan members are determined by State statute. In accordance with Chapter 62, P.L. 1994, plan members enrolled in the Public Employees' Retirement System were required to contribute 5% of their annual covered salary. Effective July 1, 2007, however, in accordance with Chapter 92, P.L. 2007 and Chapter 103, P.L. 2007, plan members were required to contribute 5.5% of their annual covered salary. For employees who were enrolled in the retirement system prior to July 1, 2007, the increase was effective with the payroll period that began immediately after July 1, 2007. The State Treasurer has the right under the current law to make temporary reductions in member rates based on the existence of surplus pension assets in the retirement system; however, statute also requires the return to the normal rate when such surplus pension assets no longer exist.

Note 9: PENSION PLANS (CONT'D)

The School District is billed annually for its normal contribution plus any accrued liability. The School District's contributions, equal to the required contribution for each fiscal year, were as follows:

Fiscal Year	Normal Contribution	Accrued Liability	Total Liability	Funded by Excess Pension Asset Credit	Paid by School District
2011	$514,841.00	$ 685,369.00	$1,200,210.00		$ 1,200,210.00
2010	468,262.00	456,892.00	925,154.00		925,154.00
2009	421,054.00	384,049.00	805,103.00		805,103.00

Note 10: POST-RETIREMENT BENEFITS

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

The State is also responsible for the cost attributable to P.L. 1992 c.126, which provides free health benefits to members of PERS and the Alternate Benefit Program who retire 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: OTHER POSTEMPLOYMENT BENEFITS (OTHER THAN PENSION)

Plan Description - The School District provides certain dental and prescription insurance benefits for certain retired employees, where such benefits are established and amended by the School District's Board of Education. The plan is administered by the School District and premium payments are made directly by the School District to the insurance carrier.

Funding Policy - Employees become eligible for retirement benefits based on hire date and years of service. Contribution requirements of plan members and the School District are established and may be amended by the School District's Board of Education. The School District presently funds its current retiree post employment benefit costs on a "pay-as-you-go" basis. The School District's contributions to the Plan for the fiscal year ended June 30, 2011 was $56,276.32.

Note 11: OTHER POSTEMPLOYMENT BENEFITS (OTHER THAN PENSION) (CONT'D)

Annual OPEB Cost and Net OPEB Obligation - In accordance with Statement No. 45 of the Governmental Accounting Standards Board, the School District is required to expense the *annual required contribution of the employer (ARC)*, an amount actuarially determined in accordance with the parameters of Statement No. 45. The ARC represents a level of funding that, if paid on an ongoing basis, is projected to cover normal cost each year and amortize any unfunded actuarial liabilities (or funding excess) over a period not to exceed thirty (30) years. The ARC includes the costs of both current and future retirees. As indicated, the School District has funded the cost of existing retirees in the amount of $56,276.32, and in fiscal year 2011, the School District has accrued the benefit costs for future eligible employees, but has not yet begun funding this outstanding liability. The School District does not plan to fund any portion of this outstanding liability.

The following table shows the components of the School District's annual OPEB cost for the fiscal year, the amount actually contributed to the plan, and changes in the School District's net obligation to the Plan:

Annual Required Contribution	$ 47,913.34
Interest on Net OPEB Obligation	14,385.08
Adjustment to Annual Required Contribution	(63,406.64)
Annual OPEB Cost (Expense)	(1,108.22)
Contributions Made	(56,276.32)
Decrease in Net OPEB Obligation	(57,384.54)
Net OPEB Obligation, July 1, 2010	1,438,508.38
Net OPEB Obligation, June 30, 2011	$ 1,381,123.84

The School District's annual OPEB cost, the percentage of annual OPEB cost contributed to the plan, and the net OPEB obligation for fiscal year 2011, and the one preceding fiscal year, were as follows:

Year Ended	Annual OPEB Cost	Annual OPEB Cost Contributed	OPEB Obligation
2011	$ (57,381.54)	3.9%	$ 1,381,126.84
2010	731,742.23	4.0%	1,438,508.38
2009	706,766.15	4.0%	706766.15

Funded Status and Funding Progress - As of June 30, 2011, the most recent actuarial valuation date, the School District's Plan was 0.0% funded. The actuarial accrued liability for benefits was $1,381,123.84, and the actuarial value of Plan assets was $0.00, resulting in an unfunded actuarial accrued liability (UAAL) of $1,381,123.84.

Note 11: OTHER POSTEMPLOYMENT BENEFITS (OTHER THAN PENSION) (CONT'D)

Funded Status and Funding Progress (Cont'd) - Actuarial valuations of an ongoing plan involve estimates of the value of reported amounts and assumptions about the probability of occurrence of events far into the future. Examples include assumptions about future employment, mortality, and the healthcare cost trend. Amounts determined regarding the funded status of the Plan and the annual required contributions of the employer are subject to continual revision as actual results are compared with past expectations and new estimates are made about the future. The schedule of funding progress, presented as required supplementary information following the notes to the financial statements, presents multiyear trend information that shows whether the actuarial value of the Plan assets is increasing or decreasing over time relative to the actuarial accrued liabilities for benefits.

Actuarial Methods and Assumptions - Projections of benefits for financial reporting purposes are based on the substantive plan (the plan as understood by the employer and the plan members) and include the types of benefits provided at the time of each valuation and the historical pattern of sharing of benefit costs between the employer and plan members to that point. The actuarial methods and assumptions used include techniques that are designed to reduce the effects of short-term volatility in actuarial accrued liabilities and the actuarial value of assets, consistent with the long-term perspective of the calculations.

In the June 30, 2011 actuarial valuation, the entry age actuarial cost method was used. The actuarial assumptions included a 1.0% investment rate of return (net of administrative expenses), which is a blended rate of the expected long-term investment returns on Plan assets, and on the employer's own investments calculated based on the funded level of the plan at the valuation date, and an annual healthcare cost trend rate of 6.0%. Both rates included a 3.0% inflation assumption. At June 30, 2011 the UAAL has been established at the full amount of the liability.

Note 12: ON-BEHALF PAYMENTS

For the fiscal year ended June 30, 2011, the School District has recognized as revenues and expenditures on-behalf payments made by the State for normal costs and post-retirement costs related to TPAF. The amounts recognized as revenues and expenditures for normal costs and post-retirement costs were $95,462.00 and $2,027,626.00, respectively.

Note 13: RISK MANAGEMENT

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

Property and Liability Insurance - The School District maintains commercial insurance coverage for property, liability, 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 School District has elected to fund its New Jersey Unemployment Compensation Insurance under the "Benefit Reimbursement Method". Under this plan, the School 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 School District is billed quarterly for amounts due to the State.

Note 13: RISK MANAGEMENT (CONT'D)

New Jersey Unemployment Compensation Insurance (Cont'd) - 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 fiscal years:

Fiscal Year Ended June 30,	School District Contributions	Employee Contributions	Amount Reimbursed	Ending Balance
2011	-	$ 72,386.51	$ 122,619.04	$ 707,064.43
2010	-	80,482.94	106,630.77	749,056.31
2009	-	72,821.21	32,735.09	767,527.75

Self-Insurance Plan - The School District has adopted a plan of self-insurance for prescription benefits. At June 30, 2011, there is no reserve balance. The district funds the plan on a pay-as-you-go basis.

Joint Insurance Pool - The School District is a member of the Burlington County Insurance Pool Joint Insurance Fund. The Fund provides the School District with the following coverage:

Property, Inland Marine and Automobile Physical Damage
Boiler and Machinery
Crime
General and Automobile Liability
Worker's Compensation
Educator's Legal Liability
Pollution Legal Liability

Annual contributions to the Fund are determined by the Fund's Board of Trustees. The School District is jointly and personally liable for claims insured by the Fund and its members during the period of its membership, including liability for supplemental assessments, if necessary. The Fund's Board of Trustees may authorize refunds to its members in any fund year for which contributions exceed the amount necessary to fund all obligations for that year.

The Fund publishes its own financial report for the fiscal year ended June 30, 2011, which can be obtained from:

Burlington County Insurance Pool Joint Insurance Fund
P.O. Box 449
Marlton, New Jersey 08053

Note 14: DEFERRED COMPENSATION

The School District offers its employees a choice of four deferred compensation plans created in accordance with Internal Revenue Code Sections 403(b) and 457. The plans, which are administered by the entities listed below, permit 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 Planning
AXA Equitable
ING Life Insurance and Annuity
AIG Variable Annuity Life Insurance

Note 15: COMPENSATED ABSENCES

The School 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.

School District employees who are employed for ten months are entitled to ten paid sick leave days per fiscal school year. School District employees who are employed for twelve months are entitled to twelve paid sick leave days per fiscal school year. Unused sick leave may be accumulated and carried forward to the subsequent years. School District employees are entitled to two personal days which may be carried forward to subsequent years. Vacation days not used during the year may not be accumulated and carried forward. Benefits paid in any future year will be calculated according to formulas outlined in the School Districts' agreements with the various employee unions and included in the current years' budget.

The liability for vested compensated absences is recorded within those funds as the benefits accrue to employees. As of June 30, 2011, the liability for compensated absences in the governmental activities and proprietary fund types was $905,018.35 and $25,566.88, respectively.

Note 16: INTERFUND BALANCES AND TRANSFERS

The following interfund balances were recorded on the various balance sheets as June 30, 2011:

Fund	Interfunds Receivable	Interfunds Payable
General	$ 755,878.72	$ 12,534.00
Special Revenue		472,621.08
Proprietary		283,257.64
Fiduciary	94,265.72	81,731.72
	$ 850,144.44	$ 850,144.44

Note 17: DEFICIT UNRESTRICTED NET ASSETS

The Governmental Funds had a deficit in unrestricted net assets of $1,777,516.12 as of June 30, 2011. This deficit in is attributable to the allocation of compensated absences balances payable and the other post employment benefits payable..

Note 18: FUND BALANCES

NONSPENDABLE

As stated in note 1, the nonspenable fund balance classification includes amounts that cannot be spent because they are either not in spendable form or are legally or contractually required to be maintained intact. The nonspendable fund balances of the School District, as of June 30, 2011, are summarized as follows:

Note 18: FUND BALANCES (CONT'D)

General Fund - The School District records inventory utilizing the consumption method of accounting. As a result, because inventory is recorded as an asset, even though it does not represent expendable financial resources, it is necessary to set aside fund balance at fiscal year-end by an amount equal to the carrying value of the inventory. As of June 30, 2011, the nonspendable fund balance was $158,035.32.

RESTRICTED

As stated in note 1, the restricted fund balance classification includes amounts that are restricted to specific purposes. Such restrictions, or constraints, are placed on the use of resources by either of the following: (1) externally imposed by creditors, grantors, contributors, or laws or regulations of other governments; or (2) imposed by law through constitutional provisions or enabling legislation. Specific restrictions of the School District's fund balance are summarized as follows:

General Fund -

For Legally Restricted Appropriations - In accordance with N.J.A.C. 6A:23A-8.5(j), the School District adopted a resolution to legally restrict fund balance in the amount of $11,574.71, which represents unspent capital project funds transferred to the general fund. These funds were originally transferred from capital outlay and therefore are restricted for future capital outlay expenditures.

For Capital Reserve Account - As of June 30, 2011, the balance in the capital reserve account is $1,292,335.19. These funds are restricted for future capital outlay expenditures for capital projects in the School District's approved Long Range Facilities Plan (LRFP).

For Maintenance Reserve Account - As of June 30, 2011, the balance in the maintenance reserve account is $383,286.97. These funds are restricted for the required maintenance of school facilities in accordance with the Educational Facilities Construction and Financing Act (EFCFA) (N.J.S.A. 18A:7G-9) as amended by P.L. 2004, c. 73 (S1701). Of this amount $130,000.00 has been designated for use in the 2011-12 Budget.

For Emergency Reserve - As of June 30, 2011, the balance in the emergency reserve is $610,113.75. These funds are restricted for the purpose of financing unanticipated general fund expenditures required for a thorough and efficient education in accordance with N.J.S.A. 18A:7F-41c(1).

Capital Projects Fund – On July 16, 2010 the District received approval from the Department of Education for four projects. The projects were for HVAC Improvements to the Marlton Middle School, roof replacement at the Evans School, the Rice School and the Jaggard School. The projects were funded with a combination of Grants from the State of New Jersey and transfers from the Capital Reserve and Capital Outlay. As of June 30, 2011, the restricted fund balance amount was $1,440,549.60 of which $773,214.00 was restricted for reserve for encumbrances.

Debt Service Fund - As of June 30, 2011, $.049 if debt service fund balance is restricted for future debt service expenditures.

ASSIGNED

As stated in note 1, the assigned fund balance classification includes amounts that are constrained by the School District's *intent* to be used for specific purposes, but are neither restricted nor committed. Specific assignments of the School District's fund balance are summarized as follows:

Note 18: FUND BALANCES (CONT'D)

General Fund -

For Subsequent Year's Expenditures - The School District has appropriated and included as an, anticipated revenue for the fiscal year ending June 30, 2012, $1,000,000.00 of general fund balance at June 30, 2011.

Other Purposes - As of June 30, 2011, the School District had $178,061.76 of encumbrances outstanding for purchase orders and contracts signed by the School District, but not completed, as of the close of the fiscal year.

UNASSIGNED

As stated in note 1, the unassigned fund balance classification represents fund balance that has not been restricted, committed, or assigned to specific purposes. The School District's unassigned fund balance is summarized as follows:

General Fund - As of June 30, 2011, $514,161.32 of general fund balance was unassigned.

Note 19: LITIGATION

The School 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 School District, from such litigation is either unknown or potential losses, if any, would not be material to the financial statements.

REQUIRED SUPPLEMENTARY INFORMATION
PART II

BUDGETARY COMPARISON SCHEDULES

TOWNSHIP OF EVESHAM SCHOOL DISTRICT
Required Supplementary Information
Budgetary Comparison Schedule
General Fund
For the Fiscal Year Ended June 30, 2011

	Original Budget	Budget Modifications	Final Budget	Actual	Variance Positive (Negative) Final to Actual
REVENUES:					
Local Sources:					
Local Tax Levy	$ 51,186,102.00		$ 51,186,102.00	$ 51,186,102.00	
Interest Earned on Capital Reserve Funds	1,300.00		1,300.00	13,374.44	$ 12,074.44
Unrestricted Miscellaneous Revenues	890,377.00		890,377.00	986,798.48	96,421.48
Tuition				98,854.00	98,854.00
Total - Local Sources	52,077,779.00	-	52,077,779.00	52,285,128.92	207,349.92
State Sources:					
Equalization Aid	8,946,937.00		8,946,937.00	8,946,937.00	
Special Education Aid	2,432,277.00		2,432,277.00	2,432,277.00	
Security Aid	133,156.00		133,156.00	133,156.00	
Extraordinary Aid	85,000.00		85,000.00	240,100.00	155,100.00
Excess Non-Public Transportation Aid				37,228.45	37,228.45
Homeless Aid				41,254.00	41,254.00
Reimbursed TPAF Social Security Contributions (non-budgeted)				2,279,319.81	2,279,319.81
On-behalf TPAF Medical Contributions (non-budgeted)				2,027,626.00	2,027,626.00
On-behalf TPAF Pension Contributions (non-budgeted)				95,462.00	95,462.00
Total - State Sources	11,597,370.00	-	11,597,370.00	16,233,360.26	4,635,990.26
Total Revenues	63,675,149.00	-	63,675,149.00	68,518,489.18	4,843,340.18

(Continued)

TOWNSHIP OF EVESHAM SCHOOL DISTRICT
Required Supplementary Information
Budgetary Comparison Schedule
General Fund
For the Fiscal Year Ended June 30, 2011

	Original Budget	Budget Modifications	Final Budget	Actual	Variance Positive (Negative) Final to Actual
EXPENDITURES:					
GENERAL CURRENT EXPENSE:					
Regular Programs - Instruction:					
Salaries of Teachers:					
Preschool/Kindergarten	$ 650,395.00	$ 57,327.00	$ 707,722.00	$ 707,718.87	$ 3.13
Grades 1 - 5	10,724,614.00	(207,327.00)	10,517,287.00	10,235,966.83	281,320.17
Grades 6 - 8	7,467,650.00	(49,500.00)	7,418,150.00	7,317,256.29	100,893.71
Regular Programs - Home Instruction:					
Salaries of Teachers	15,000.00	6,000.00	21,000.00	17,479.56	3,520.44
Purchased Professional/Educational Services	5,600.00		5,600.00	2,694.20	2,905.80
Regular Programs - Undistributed Instruction:					
Other Purchased Services	400,830.00	261.00	401,091.00	386,587.38	14,503.62
General Supplies	581,778.00	30,622.49	612,400.49	549,766.32	62,634.17
Textbooks	234,378.00	(306.48)	234,071.52	216,324.81	17,746.71
Total Regular Programs	20,080,245.00	(162,922.99)	19,917,322.01	19,433,794.26	483,527.75
Special Education:					
Learning and/or Language Disabilities:					
Salaries of Teachers	492,890.00		492,890.00	466,398.50	26,491.50
Other Salaries for Instruction	215,851.00	(1,400.00)	214,451.00	191,124.73	23,326.27
General Supplies	5,360.00		5,360.00	2,696.65	2,663.35
Textbooks	700.00		700.00	341.97	358.03
Total - Learning and/or Language Disablities	714,801.00	(1,400.00)	713,401.00	660,561.85	52,839.15
Behavioral Disabilities					
Salaries of Teachers	221,650.00	5,000.00	226,650.00	220,872.86	5,777.14
Other Salaries for Instruction	126,146.00	17,605.00	143,751.00	140,716.58	3,034.42
General Supplies	2,590.00		2,590.00	547.65	2,042.35
Textbooks	430.00	131.56	561.56		561.56
Total - Behavioral Disabilities	350,816.00	22,736.56	373,552.56	362,137.09	11,415.47
Multiple Disabilities:					
Salaries of Teachers	590,997.00	56,100.00	647,097.00	645,853.69	1,243.31
Other Salaries for Instruction	573,364.00	(35,262.00)	538,102.00	503,683.55	34,418.45
General Supplies	7,768.00	(372.00)	7,396.00	2,700.63	4,695.37
Textbooks	910.00		910.00	497.07	412.93
Total - Multiple Disabilities	1,173,039.00	20,466.00	1,193,505.00	1,152,734.94	40,770.06
Resource Room/Center					
Salaries of Teachers	4,307,634.00	(156,500.00)	4,151,134.00	4,015,444.70	135,689.30
Other Salaries for Instruction	617,902.00		617,902.00	583,221.58	34,680.42
General Supplies	3,804.00		3,804.00	1,420.33	2,383.67
Textbooks	900.00		900.00	128.15	771.85
Total - Resource Room/Center	4,930,240.00	(156,500.00)	4,773,740.00	4,600,214.76	173,525.24

(Continued)

TOWNSHIP OF EVESHAM SCHOOL DISTRICT
Required Supplementary Information
Budgetary Comparison Schedule
General Fund
For the Fiscal Year Ended June 30, 2011

	Original Budget	Budget Modifications	Final Budget	Actual	Variance Positive (Negative) Final to Actual
EXPENDITURES (CONT'D):					
GENERAL CURRENT EXPENSE (CONT'D):					
Special Education(Cont'd):					
Autism					
Salaries of Teachers	$ 234,700.00	$ (7,955.00)	$ 226,745.00	$ 223,994.92	$ 2,750.08
Other Salaries for Instruction	170,427.00	(8,250.00)	162,177.00	160,213.46	1,963.54
General Supplies	2,706.00		2,706.00	145.47	2,560.53
Textbooks	120.00		120.00	72.40	47.60
Total - Autism	407,953.00	(16,205.00)	391,748.00	384,426.25	7,321.75
Preschool Disabilities - Part-Time:					
Salaries of Teachers	249,575.00		249,575.00	220,422.81	29,152.19
Other Salaries for Instruction	285,118.00		285,118.00	261,055.12	24,062.88
General Supplies	5,250.00		5,250.00	4,100.17	1,149.83
Total - Preschool Disabilites - Part-Time	539,943.00		539,943.00	485,578.10	54,364.90
Total - Special Education	8,116,792.00	(130,902.44)	7,985,889.56	7,645,652.99	340,236.57
Basic Skills/Remedial:					
Salaries of Teachers	946,649.00		946,649.00	924,346.66	22,302.34
Other Salaries for Instruction	464,181.00	24,662.00	488,843.00	482,499.62	6,343.38
General Supplies	3,600.00		3,600.00	2,732.96	867.04
Total - Basic Skills/Remedial	1,414,430.00	24,662.00	1,439,092.00	1,409,579.24	29,512.76
Bilingual Education:					
Salaries of Teachers	172,547.00		172,547.00	172,147.50	399.50
General Supplies	1,000.00		1,000.00	350.08	649.92
Total - Bilingual Education	173,547.00		173,547.00	172,497.58	1,049.42
School Sponsored Cocurricular Activities - Instruction:					
Salaries	400,937.00		400,937.00	252,392.40	148,544.60
Supplies and Materials	18,440.00		18,440.00		18,440.00
Other Objects	46,000.00		46,000.00	14,649.80	31,350.20
Total - School Sponsored Cocurricular Activities - Instruction	465,377.00		465,377.00	267,042.20	198,334.80
Undistributed Expenditures - Instruction					
Tuition to Other LEAs within State-Regular	25,000.00	(9,779.31)	15,220.69	12,374.00	2,846.69
Tuition to Other LEAs within State-Special	40,000.00		40,000.00	37,703.72	2,296.28
Tuition to CSSD & Reg. Day Schools	285,000.00	316,633.00	601,633.00	601,633.00	
Tuition to Private School for the Disabled within State	1,659,158.00	(282,720.69)	1,376,437.31	1,348,346.37	28,090.94
Tuition - State Facilities	4,500.00		4,500.00	4,500.00	
Tuition - Other	90,000.00	(24,133.00)	65,867.00	58,067.00	7,800.00
Total Undistributed Expenditures - Instruction	2,103,658.00	0.00	2,103,658.00	2,062,624.09	41,033.91

(Continued)

TOWNSHIP OF EVESHAM SCHOOL DISTRICT
Required Supplementary Information
Budgetary Comparison Schedule
General Fund
For the Fiscal Year Ended June 30, 2011

	Original Budget	Budget Modifications	Final Budget	Actual	Variance Positive (Negative) Final to Actual
EXPENDITURES (CONT'D):					
GENERAL CURRENT EXPENSE (CONT'D):					
Undistributed Expenditures - Attendance and Social Work:					
Salaries	$ 5,050.00		$ 5,050.00	$ 5,050.00	
Other purchases Services	93.00		93.00		$ 93.00
Total Undistributed Expenditures - Attendance and Social Work	5,143.00	-	5,143.00	5,050.00	93.00
Total - Instruction	32,359,192.00	$ (269,163.43)	32,090,028.57	30,996,240.36	1,093,788.21
Undistributed Expenditures:					
Health Services:					
Salaries	532,204.00		532,204.00	506,124.79	26,079.21
Purchased Professional and Technical Services	10,500.00	21.00	10,521.00	10,520.11	0.89
Other Purchased Services	450.00		450.00	450.00	
Supplies and Materials	17,322.00	(371.00)	16,951.00	9,792.75	7,158.25
Other Objects	1,005.00	350.00	1,355.00	1,264.60	90.40
Total Health Services	561,481.00	-	561,481.00	528,152.25	33,328.75
Other Support Services-Students-Related Services:					
Salaries	1,039,510.00	17,620.00	1,057,130.00	1,056,406.45	723.55
Purchased Professional - Educational Services	904,400.00	(17,620.00)	886,780.00	800,680.23	86,099.77
Supplies and Materials	14,750.00	(5,000.00)	9,750.00	6,608.69	3,141.31
Other Objects	5,000.00	5,411.49	10,411.49	8,417.38	1,994.11
Total - Other Support Services-Students-Related Services	1,963,660.00	411.49	1,964,071.49	1,872,112.75	91,958.74
Other Support Services - Students - Regular:					
Salaries of Other Professional Staff	911,041.00		911,041.00	899,405.55	11,635.45
Other Purchased Prof. and Tech. Services	11,500.00	5,003.35	16,503.35	13,741.05	2,762.30
Other Purchased Services	1,200.00		1,200.00		1,200.00
Supplies and Materials	4,000.00	156.88	4,156.88	3,446.64	710.24
Total Other Support Services - Students - Regular	927,741.00	5,160.23	932,901.23	916,593.24	16,307.99
Other Support Services - Students - Special Services:					
Salaries of Other Professional Staff	1,133,690.00	(5,000.00)	1,128,690.00	1,117,983.28	10,706.72
Salaries of Secretarial and Clerical Assistants	134,382.00		134,382.00	134,017.62	364.38
Other Purchased Professional and Technical Services	100,100.00		100,100.00	63,672.00	36,428.00
Miscellaneous Purchased Services	15,510.00		15,510.00	13,288.65	2,221.35
Supplies and Materials	18,200.00	(300.00)	17,900.00	9,286.45	8,613.55
Total Other Support Services - Students - Regular	1,401,882.00	(5,300.00)	1,396,582.00	1,338,248.00	58,334.00

(Continued)

TOWNSHIP OF EVESHAM SCHOOL DISTRICT
Required Supplementary Information
Budgetary Comparison Schedule
General Fund
For the Fiscal Year Ended June 30, 2011

	Original Budget	Budget Modifications	Final Budget	Actual	Variance Positive (Negative) Final to Actual
EXPENDITURES (CONT'D):					
GENERAL CURRENT EXPENSE (CONT'D):					
Undistributed Expenditures (Cont'd):					
Improvement of Instruction Services/Other Support Services - Instructional Staff:					
Salaries of Supervisor of Instruction	$ 498,683.00		$ 498,683.00	$ 496,177.78	$ 2,505.22
Salaries of Other Professional Staff	148,484.00		148,484.00	129,016.42	19,467.58
Other Salaries	3,120.00		3,120.00	2,398.00	722.00
Other Purchased Services	34,948.00		34,948.00	19,317.41	15,630.59
Supplies and Materials	28,400.00	$ 307.43	28,707.43	17,708.47	10,998.96
Other Objects	11,040.00		11,040.00	5,548.00	5,492.00
Total Improvement of Instruction Services/Other Support Services - Instructional Staff	724,675.00	307.43	724,982.43	670,166.08	54,816.35
Educational Media Services/School Library:					
Salaries	753,498.00		753,498.00	724,544.50	28,953.50
Purchased Professional and Technical Services		9,955.30	9,955.30		9,955.30
Other Purchased Services	194,300.00	31,019.94	225,319.94	218,859.81	6,460.13
Supplies and Materials	107,571.00	8,391.00	115,962.00	103,237.74	12,724.26
Total Educational Media Services/School Library	1,055,369.00	49,366.24	1,104,735.24	1,046,642.05	58,093.19
Instructional Staff Training Services:					
Salaries of Other Professional Staff	48,160.00		48,160.00	20,000.24	28,159.76
Other Salaries	38,844.00		38,844.00	33,682.74	5,161.26
Purchased Professional- Educational Services	22,000.00	(2,900.00)	19,100.00	8,895.00	10,205.00
Other Purchased Professional and Technical Services	1,500.00		1,500.00	390.00	1,110.00
Other Purchased Services	6,000.00		6,000.00	3,068.33	2,931.67
Supplies and Materials	11,318.00	144.00	11,462.00	1,623.37	9,838.63
Total Instructional Staff Training Services	127,822.00	(2,756.00)	125,066.00	67,659.68	57,406.32
Support Services General Administration:					
Salaries	476,040.00	40,000.00	516,040.00	514,659.98	1,380.02
Legal Services	150,000.00	(995.00)	149,005.00	149,004.66	0.34
Audit Fees	74,000.00	6,354.00	80,354.00	80,353.50	0.50
Architectural/Engineering Services	100,000.00	(32,918.60)	67,081.40	44,728.12	22,353.28
Other Purchased Professional Services	17,400.00	18,345.56	35,745.56	16,514.91	19,230.65
Purchased Technical Services	9,240.00		9,240.00	9,234.00	6.00
Communications/Telephone/Postage	144,280.00		144,280.00	138,689.71	5,590.29
BOE Other Purchased Services	4,560.00		4,560.00	255.00	4,305.00
Other Purchased Services	220,597.00	(16,200.00)	204,397.00	185,498.93	18,898.07
General Supplies	11,400.00		11,400.00	5,646.76	5,753.24
BOE In-House Training/Meeting Supplies	2,200.00		2,200.00	471.69	1,728.31
Judgements Against the School District	20,000.00	(5,000.00)	15,000.00	5,000.00	10,000.00
Miscellaneous Expenditures	3,200.00		3,200.00	2,826.00	374.00
BOE Membership Dues and Fees	28,541.00		28,541.00	26,662.70	1,878.30
Total Support Services General Administration	1,261,458.00	9,585.96	1,271,043.96	1,179,545.96	91,498.00

(Continued)

TOWNSHIP OF EVESHAM SCHOOL DISTRICT
Required Supplementary Information
Budgetary Comparison Schedule
General Fund
For the Fiscal Year Ended June 30, 2011

	Original Budget	Budget Modifications	Final Budget	Actual	Variance Positive (Negative) Final to Actual
EXPENDITURES (CONT'D):					
GENERAL CURRENT EXPENSE (CONT'D):					
Undistributed Expenditures (Cont'd):					
Support Services School Administration:					
Salaries of Principals/Assistant Principals	$ 1,480,841.00	$ 6,000.00	$ 1,486,841.00	$ 1,486,093.96	$ 747.04
Salaries of Other Professional Staff	124,556.00		124,556.00	124,556.00	
Salaries of Secretarial and Clerical Assistants	707,619.00	1,438.00	709,057.00	709,001.29	55.71
Purchased Professional and Technical Services	4,000.00		4,000.00	1,240.57	2,759.43
Other Purchased Services	17,525.00	(5,363.00)	12,162.00	3,775.93	8,386.07
Supplies and Materials	17,930.00	(3,406.00)	14,524.00	8,545.12	5,978.88
Other Objects	18,105.00	3.00	18,108.00	13,805.00	4,303.00
Total Support Services School Administration	2,370,576.00	(1,328.00)	2,369,248.00	2,347,017.87	22,230.13
Central Services					
Salaries	719,375.00		719,375.00	718,147.86	1,227.14
Purchased Professional Services	15,525.00		15,525.00	9,463.00	6,062.00
Purchased Technical Services	84,520.00	(14,000.00)	70,520.00	55,406.67	15,113.33
Miscellaneous Purchased Services	33,009.00		33,009.00	21,659.75	11,349.25
Supplies and Materials	22,669.00	(1,040.00)	21,629.00	15,978.96	5,650.04
Miscellaneous Expenditures	4,404.00	1,040.00	5,444.00	3,457.76	1,986.24
Total Central Services	879,502.00	(14,000.00)	865,502.00	824,114.00	41,388.00
Administration of Information Technology					
Salaries	345,719.00	350.00	346,069.00	332,946.90	13,122.10
Other Purchased Services	1,430.00	(350.00)	1,080.00	42.47	1,037.53
Total Administration of Information Technology	347,149.00	-	347,149.00	332,989.37	14,159.63
Required Maintenance for School Facilities:					
Salaries	527,951.00	1,646.00	529,597.00	490,061.35	39,535.65
Cleaning, Repair & Maintenance Services	154,400.00	19,798.00	174,198.00	158,890.88	15,307.12
General Supplies	184,750.00	5,280.66	190,030.66	117,131.75	72,898.91
Total - Required Maintenance for School Facilities	867,101.00	26,724.66	893,825.66	766,083.98	127,741.68
Other Operation and Maintenance of Plant Services:					
Salaries	2,103,137.00	(11,165.00)	2,091,972.00	1,983,465.43	108,506.57
Cleaning, Repair & Maintenance Services	67,370.00		67,370.00	49,945.90	17,424.10
Other Purchased Property Services	111,450.00	1,275.00	112,725.00	112,531.30	193.70
Insurance	195,276.00		195,276.00	195,276.00	
Miscellaneous Purchased Services	8,300.00		8,300.00	3,244.64	5,055.36
General Supplies	238,000.00	(4,308.93)	233,691.07	211,361.44	22,329.63
Energy (Electricity)	1,662,000.00		1,662,000.00	1,519,208.20	142,791.80
Other Objects	11,690.00	(4,710.00)	6,980.00	4,887.67	2,092.33
Salaries of Non-Instructional Aides	353,605.00	8,565.00	362,170.00	361,572.74	597.26
Energy (Natural Gas)	345,500.00		345,500.00	235,233.10	110,266.90
Energy (Natural Oil)	25,000.00	9,210.00	34,210.00	33,349.51	860.49
Total - Other Operation and Maintenance of Plant Services	5,121,328.00	(1,133.93)	5,120,194.07	4,710,075.93	410,118.14

(Continued)

TOWNSHIP OF EVESHAM SCHOOL DISTRICT
Required Supplementary Information
Budgetary Comparison Schedule
General Fund
For the Fiscal Year Ended June 30, 2011

	Original Budget	Budget Modifications	Final Budget	Actual	Variance Positive (Negative) Final to Actual
EXPENDITURES (CONT'D):					
GENERAL CURRENT EXPENSE (CONT'D):					
Undistributed Expenditures (Cont'd):					
Care and Upkeep of Grounds					
Salaries	$ 257,091.00	$ 3,000.00	$ 260,091.00	$ 247,815.03	$ 12,275.97
Cleaning, Repair & Maintenance Services	33,750.00		33,750.00	20,440.00	13,310.00
General Supplies	62,500.00		62,500.00	56,739.25	5,760.75
Total - Care and Upkeep of Grounds	353,341.00	3,000.00	356,341.00	324,994.28	31,346.72
Total - Operation and Maintenance of Plant Services	6,341,770.00	28,590.73	6,370,360.73	5,801,154.19	569,206.54
Student Transportation Services:					
Salaries of Non-Instructional Aides	120,869.00	11,961.00	132,830.00	132,826.68	3.32
Salaries for Pupil Transportation (Between Home & School) - Regular	1,119,947.00	(58,584.00)	1,061,363.00	991,064.33	70,298.67
Salaries for Pupil Transportation (Between Home & School) - Special	344,772.00	23,980.00	368,752.00	367,843.18	908.82
Salaries for Pupil Transportation (Other than Between Home & School)	85,000.00	13,745.00	98,745.00	98,148.28	596.72
Salaries for Pupil Transportation (Between Home & School) - Non Public	12,649.00		12,649.00	11,691.95	957.05
Management Fee - ESC & CTSA Transportation Program	31,195.00		31,195.00	31,110.45	84.55
Other Purchased Professional and Technical Services	1,500.00	1,000.00	2,500.00	2,260.55	239.45
Cleaning, Repair, and Maintenance Services	36,376.00	14,334.52	50,710.52	39,125.10	11,585.42
Contracted Services (Between Home & School) - Vendors	916,435.00		916,435.00	916,426.20	8.80
Contracted Services (Special Education Students) - Joint Agreements	67,983.00		67,983.00	20,637.16	47,345.84
Contracted Services (Regular Students) - ESC's and CTSA's	12,988.00	14,000.00	26,988.00	22,939.71	4,048.29
Contracted Services (Special Education Students) - ESC's and CTSA's	491,158.00	1,850.00	493,008.00	491,193.67	1,814.33
Contracted Services - Aid in Lieu Payments - Non Public School	115,804.00	10,290.30	126,094.30	124,701.65	1,392.65
Miscellaneous Purchased Services - Transportation	159,828.00		159,828.00	159,809.12	18.88
General Supplies	4,500.00	(2,712.30)	1,787.70	1,308.46	479.24
Transportation Supplies	342,726.00	862.48	343,588.48	335,805.64	7,782.84
Other Objects	3,250.00	1,320.00	4,570.00	4,095.00	475.00
Total Student Transportation Services	3,866,980.00	32,047.00	3,899,027.00	3,750,987.13	148,039.87
Unallocated Benefits - Employee Benefits:					
Group Insurance	58,000.00	(15,000.00)	43,000.00	42,814.50	185.50
Social Security Contributions	850,000.00	18600	868,600.00	868,272.69	327.31
Other Retirement Contributions - Regular	983,267.00	216,943.00	1,200,210.00	1,200,210.00	
Workmen's Compensation	426,732.00	(43,777.50)	382,954.50	382,954.50	
Health Benefits	9,535,533.00	231,563.55	9,767,096.55	9,767,093.17	3.38
Tuition Reimbursement	75,000.00	(37,029.05)	37,970.95	37,970.95	
Other Employee Benefits	399,120.00	(96,800.00)	302,320.00	302,152.77	167.23
Total Unallocated Benefits - Employee Benefits	12,327,652.00	274,500.00	12,602,152.00	12,601,468.58	683.42

(Continued)

TOWNSHIP OF EVESHAM SCHOOL DISTRICT
Required Supplementary Information
Budgetary Comparison Schedule
General Fund
For the Fiscal Year Ended June 30, 2011

	Original Budget	Budget Modifications	Final Budget	Actual	Variance Positive (Negative) Final to Actual
EXPENDITURES (CONT'D):					
GENERAL CURRENT EXPENSE (CONT'D):					
Undistributed Expenditures (Cont'd):					
Reimbursed TPAF Social Security Contributions				$ 2,279,319.81	$ (2,279,319.81)
On-behalf TPAF Medical Contributions				2,027,626.00	(2,027,626.00)
On-behalf TPAF Pension Contributions				95,462.00	(95,462.00)
Total TPAF Contributions	-	-	-	4,402,407.81	(4,402,407.81)
Total Undistributed Expenses	$ 34,157,717.00	$ 376,585.08	$ 34,534,302.08	37,679,258.96	(3,144,956.88)
Total Expenditures - Current Expense	66,516,909.00	107,421.65	66,624,330.65	68,675,499.32	(2,051,168.67)
CAPITAL OUTLAY:					
Interest Deposit to Capital Reserve	1,300.00	-	1,300.00	-	1,300.00
Special Education - Equipment:					
Multiple Disabilities	2,500.00		2,500.00		2,500.00
Autism	2,500.00		2,500.00		2,500.00
Undistributed Expenditures:					
Support Services - Related Services	2,500.00		2,500.00		2,500.00
Support Services - Students - Special	2,500.00		2,500.00		2,500.00
Custodial Services		11,984.00	11,984.00	11,948.45	35.55
Total - Equipment	10,000.00	11,984.00	21,984.00	11,948.45	10,035.55
Facilities Acquisition and Construction Services:					
Construction Services		51,197.79	51,197.79	40,960.28	10,237.51
Land and Improvements	38,000.00	18,155.80	56,155.80	28,315.69	27,840.11
Capital Outlay - Transfer to Capital Projects	135,666.00	(135,666.00)			
Capital Reserve - Transfer to Capital Projects	792,701.00	(792,701.00)			
Total - Facilities Acquisition and Construction Services	966,367.00	(859,013.41)	107,353.59	69,275.97	38,077.62
Assets Acquired Under Capital Leases (Non-Budgeted):					
Undistributed Expenditures:					
School Administration -- Equipment	-	-	-	157,475.12	(157,475.12)
Total Capital Outlay	977,667.00	(847,029.41)	130,637.59	238,699.54	(108,061.95)
Total Expenditures	67,494,576.00	(739,607.76)	66,754,968.24	68,914,198.86	(2,159,230.62)

(Continued)

TOWNSHIP OF EVESHAM SCHOOL DISTRICT
Required Supplementary Information
Budgetary Comparison Schedule
General Fund
For the Fiscal Year Ended June 30, 2011

	Original Budget	Budget Modifications	Final Budget	Actual	Variance Positive (Negative) Final to Actual
Calculation of Deficiency of Revenues Under Expenditures:					
Excess (Deficiency) of Revenues Over (Under) Expenditures	$ (3,819,427.00)	$ 739,607.76	$ (3,079,819.24)	$ (395,709.68)	$ (2,684,109.56)
Other Financing Sources (Uses):					
Capital Outlay - Transfer to Capital Projects			(135,666.00)	(135,666.00)	(271,332.00)
Capital Reserve - Transfer to Capital Projects			(792,701.00)	(792,701.00)	(1,585,402.00)
Assets Acquired Under Capital Leases				157,475.12	157,475.12
Transfer from Special Revenue - Cancellation of Grants Receivables and Appropriations				1,088.15	1,088.15
Change in Year-end Inventory				1,260.68	1,260.68
Total - Other Financing Sources (Uses)	-	-	(928,367.00)	(768,543.05)	(1,696,910.05)
Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses	(3,819,427.00)	(188,759.24)	(4,008,186.24)	(1,164,252.73)	2,843,933.51
Fund Balances, July 1	6,414,584.75	-	6,414,584.75	6,414,584.75	-
Fund Balances, June 30	$ 2,595,157.75	$ (188,759.24)	$ 2,406,398.51	$ 5,250,332.02	$ 2,843,933.51

Recapitulation:	
Nonspendable Fund Balance:	
Reserve for Supplies Inventory	$ 158,035.32
Restricted Fund Balance:	
Excess Surplus	118,942.21
Legally Restricted Capital Outlay	11,574.71
Emergency Reserve	610,113.75
Maintenance Reserve	253,286.97
Maintenance Reserve -- Designated for Subsequent Year's Expenditures	130,000.00
Capital Reserve	1,292,335.19
Assigned Fund Balance:	
Reserve for Encumbrances	178,061.76
Designated for Subsequent Year's Expenditures	1,000,000.00
Unassigned Fund Balance	1,497,982.11
	5,250,332.02
Reconciliation to Governmental Funds Statements (GAAP):	
Last State Aid Payment Not Recognized on GAAP Basis	(1,102,763.00)
Fund Balance per Governmental Funds (GAAP)	$ 4,147,569.02

TOWNSHIP OF EVESHAM SCHOOL DISTRICT
Required Supplementary Information
Budgetary Comparison Schedule
Special Revenue Fund
For the Fiscal Year Ended June 30, 2011

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Positive (Negative) Final to Actual
REVENUES:					
Local Sources:					
Revenue from Local Sources	$ 45,567.00	$ 50,578.46	$ 96,145.46	$ 83,538.17	$ (12,607.29)
State Sources:					
Nonpublic Aid	222,228.00	(9,028.00)	213,200.00	204,985.53	(8,214.47)
Federal Sources:					
Title I	114,735.00	45,813.00	160,548.00	142,658.40	(17,889.60)
Title II Part A	96,923.00	38,533.02	135,456.02	66,655.43	(68,800.59)
Title II Part D		208.10	208.10	16.47	(191.63)
Title III	13,789.00	7,400.51	21,189.51	16,213.68	(4,975.83)
Title IV	7,998.00	(1,416.13)	6,581.87	6,581.32	(0.55)
Ulysses S. Grant		3,497.00	3,497.00	3,497.00	
I.D.E.I.A., Part B Basic	1,510,865.00	(388,249.46)	1,122,615.54	1,000,096.60	(122,518.94)
I.D.E.I.A., Part B Basic - ARRA		431,418.58	431,418.58	390,678.66	(40,739.92)
I.D.E.I.A., Part B, Preschool		73,232.00	73,232.00	69,204.00	(4,028.00)
I.D.E.I.A., Part B, Preschool - ARRA		12,516.25	12,516.25	6,876.56	(5,639.69)
Total - Federal Sources	1,744,310.00	222,952.87	1,967,262.87	1,702,478.12	(264,784.75)
Total Revenues	$ 2,012,105.00	$ 264,503.33	$ 2,276,608.33	$ 1,991,001.82	$ (285,606.51)
EXPENDITURES:					
Instruction:					
Salaries of Teachers	$ 163,130.54	$ 196,117.96	$ 359,248.50	$ 285,314.92	$ 73,933.58
Other Salaries for Instruction	6,183.19	6,863.22	13,046.41	13,046.41	
Textbooks	36,575.00	(5,308.43)	31,266.57	27,893.10	3,373.47
Tuition	996,526.38	(41,630.38)	954,896.00	891,544.59	63,351.41
General Supplies	28,547.13	67,000.06	95,547.19	80,982.45	14,564.74
Other Objects	1,304.05	695.95	2,000.00	396.50	1,603.50
Total Instruction	1,232,266.29	223,738.38	1,456,004.67	1,299,177.97	156,826.70
Support Services:					
Salaries of Other Professional Staff	6,120.27	(832.95)	5,287.32	5,287.32	
Personal Services - Employee Benefits	31,976.60	26,470.32	58,446.92	21,575.34	36,871.58
Purchased Professional - Technical Services	675,882.34	(88,725.33)	587,157.01	520,701.11	66,455.90
Other Purchased Services	19,531.83	1,586.25	21,118.08	9,800.88	11,317.20
Contracted Services - Transportation Other than Between Home and School	6,548.18	7,268.34	13,816.52	13,816.52	
Supplies and Materials	39,779.49	(14,556.01)	25,223.48	18,846.35	6,377.13
Total Support Services	779,838.71	(68,789.38)	711,049.33	590,027.52	121,021.81
Facilities Acquisition and Construction Services:					
Instructional Equipment		55,441.33	55,441.33	47,992.33	7,449.00
Non-Instructional Equipment		54,113.00	54,113.00	53,804.00	309.00
Total Facilities Acquisition and Construction Services	-	109,554.33	109,554.33	101,796.33	7,758.00
Total Expenditures	$ 2,012,105.00	$ 264,503.33	$ 2,276,608.33	$ 1,991,001.82	$ 285,606.51

TOWNSHIP OF EVESHAM SCHOOL DISTRICT
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) "revenues" from the budgetary comparison schedules	$ 68,518,489.18	$ 1,991,001.82
Differences - Budget to GAAP:		
Grant accounting budgetary basis differs from GAAP in that encumbrances are recognized as expenditures, and the related revenue is recognized.	-	1,803.71
The last State aid payment is recognized as revenue for budgetary purposes, and differs from GAAP which does not recognize this revenue until the subsequent year when the State recognizes the related expense (GASB 33) received July 2010	1,475,519.00	-
The last State aid payment is recognized as revenue for budgetary purposes, and differs from GAAP which does not recognize this revenue until the subsequent year when the State recognizes the related expense (GASB 33) received July 2011.	(1,102,763.00)	-
Total revenues as reported on the statement of revenues, expenditures, and changes in fund balances - governmental funds	$ 68,891,245.18	$ 1,992,805.53
Uses / Outflows of Resources:		
Actual amounts (budgetary basis) "total expenditures" from the budgetary comparison schedule	$ 68,914,198.86	$ 1,991,001.82
Differences - Budget to GAAP:		
Encumbrances for supplies and equipment ordered but not received is reported in the year the order is placed for budgetary purposes, but in the year the supplies are received for financial reporting purposes.	-	1,803.71
Total expenditures as reported on the statement of revenues, expenditures, and changes in fund balances - governmental funds (B-2)	$ 68,914,198.86	$ 1,992,805.53

REQUIRED SUPPLEMENTARY INFORMATION
PART III

TOWNSHIP OF EVESHAM SCHOOL DISTRICT
Required Supplementary Information
Schedule of Funding Progress for Health Benefits Plan
For the Fiscal Year Ended June 30, 2011

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) - Entry Age (b)	Unfunded AAL (UAAL) (b-a)	Funded Ratio (a/b)	Covered Payroll (c)	UAAL as a Percentage of Covered Payroll [(b-a)/c]
06/30/11	-	$ 1,381,126.84	$ 1,381,126.84	-	N/A	N/A
06/30/10	-	1,438,508.38	1,438,508.38	-	N/A	N/A
06/30/09	-	706,766.15	706,766.15	-	N/A	N/A

TOWNSHIP OF EVESHAM SCHOOL DISTRICT
Notes to Required Supplementary Information
For the Fiscal Year Ended June 30, 2011

Other Postemployment Benefits

The information presented in the required supplementary schedule was determined as part of the actuarial valuation at the date indicated. Additional information as of the latest actuarial valuation is as follows:

Valuation Date	June 30, 2011
Actuarial Cost Method	Projected Unit Credit
Amortization Method	Level Dollar
Remaining Amortization Period	None
Asset Valuation Method	Market Value
Actuarial Assumptions:	
Discount Rate	3.0%
Rate of Salary Increases	N/A
Rate of Medical and Prescription Inflation	6.0%

For determining the annual required contribution (ARC), the rate of employer contributions to the Plan is composed of the normal cost plus amortization of the unfunded actuarial accrued liability (UAAL), multiplied by the sum of 1 plus the discount rate, or 1.03. The normal cost is a portion of the actuarial present value of plan benefits and expenses which is allocated to a valuation year by the actuarial cost method. The actuarial accrued liability (AAL) is that portion of the present value of projected benefits that will not be paid by future employer normal costs. The difference between this liability and the funds accumulated as of the same date is the unfunded actuarial liability (UAL).

OTHER SUPPLEMENTARY INFORMATION

SPECIAL REVENUE FUND

TOWNSHIP OF EVESHAM SCHOOL DISTRICT
Special Revenue Fund
Combining Schedule of Revenues and Expenditures - Budgetary Basis
For the Fiscal Year Ended June 30, 2011

		N.C.L.B.						
	Total	Title I	Title II A	Title II D	Title III	Title IV	Ulysses S. Grant	Total Brought Forward
REVENUES:								
Federal Sources	$ 1,702,478.12	$ 142,658.40	$ 66,655.43	$ 16.47	$ 16,213.68	$ 6,581.32	$ 3,497.00	$ 1,466,855.82
State Sources	204,985.53							204,985.53
Local Sources	83,538.17							83,538.17
Total Revenues	$ 1,991,001.82	$ 142,658.40	$ 66,655.43	$ 16.47	$ 16,213.68	$ 6,581.32	$ 3,497.00	$ 1,755,379.52
EXPENDITURES:								
Instruction:								
Salaries of Teachers	$ 285,314.92	$ 121,582.00	$ 40,903.11		$ 10,000.00		$ 3,497.00	$ 109,332.81
Other Salaries for Instruction	13,046.41							13,046.41
Purchased Professional - Technical Services	-							-
Other Purchased Services	-							-
General Supplies	80,982.45		11,967.00	$ 10.47	5,812.61			63,192.37
Textbooks	27,893.10				4.57			27,888.53
Tuition	891,544.59							891,544.59
Other Objects	396.50				396.50			-
Total Instruction	1,299,177.97	121,582.00	52,870.11	10.47	16,213.68	-	3,497.00	1,105,004.71
Support Services:								
Salaries of Other Professional Staff	5,287.32					$ 5,287.32		-
Personal Services - Employee Benefits	21,575.34	6,516.40	1,758.94	6.00		1,294.00		12,000.00
Purchased Professional - Technical Services	520,701.11	14,560.00	4,783.00					501,358.11
Other Purchased Services	9,800.88		7,243.38					2,557.50
Salaries for Transportation Other Than Between Home and School	13,816.52							13,816.52
Other Objects								-
Supplies and Materials	18,846.35							18,846.35
Total Support Services	590,027.52	21,076.40	13,785.32	6.00	-	6,581.32	-	548,578.48
Facilities Acquisition and Construction Services:								
Instructional Equipment	47,992.33							47,992.33
Non-Instructional Equipment	53,804.00							53,804.00
Total Capital Outlay	101,796.33	-	-	-	-	-	-	101,796.33
Total Expenditures	$ 1,991,001.82	$ 142,658.40	$ 66,655.43	$ 16.47	$ 16,213.68	$ 6,581.32	$ 3,497.00	$ 1,755,379.52

(Continued)

TOWNSHIP OF EVESHAM SCHOOL DISTRICT
Special Revenue Fund
Combining Schedule of Program Revenues and Expenditures - Budgetary Basis
For the Fiscal Year Ended June 30, 2011

	Total Carried Forward	I.D.E.I.A. Part B				Nonpublic Textbook Aid, Ch. 194, L. 1979	Nonpublic Nursing Aid	Total Brought Forward
		Basic	Basic ARRA	Preschool	Preschool ARRA			
REVENUES:								
Federal Sources	$ 1,466,855.82	$ 1,000,096.60	$ 390,678.66	$ 69,204.00	$ 6,876.56			
State Sources	204,985.53					$ 27,888.53	$ 37,042.00	$ 140,055.00
Local Sources	83,538.17							83,538.17
Total Revenues	$ 1,755,379.52	$ 1,000,096.60	$ 390,678.66	$ 69,204.00	$ 6,876.56	$ 27,888.53	$ 37,042.00	$ 223,593.17
EXPENDITURES:								
Instruction:								
Salaries of Teachers	$ 109,332.81		$ 90,620.98					$ 18,711.83
Other Salaries for Instruction	13,046.41							13,046.41
Purchased Professional - Technical Services	-							-
Other Purchased Services	-							-
General Supplies	63,192.37	$ 190.05	43,174.67	$ 1,382.00	$ 6,876.56			11,569.09
Textbooks	27,888.53					$ 27,888.53		-
Tuition	891,544.59	607,220.56	118,297.03	25,972.00				140,055.00
Other Objects	-							-
Total Instruction	1,105,004.71	607,410.61	252,092.68	27,354.00	6,876.56	27,888.53	-	183,382.33
Support Services:								
Salaries of Other Professional Staff	-							-
Personal Services - Employee Benefits	12,000.00		12,000.00					-
Purchased Professional - Technical Services	501,358.11	383,567.10	12,504.69	41,850.00			$ 37,042.00	26,394.32
Other Purchased Services	2,557.50	2,557.50						-
Salaries for Transportation Other Than Between Home and School	13,816.52							13,816.52
Other Objects	-							-
Supplies and Materials	18,846.35	6,561.39	12,284.96					-
Total Support Services	548,578.48	392,685.99	36,789.65	41,850.00			37,042.00	40,210.84
Facilities Acquisition and Construction Services:								
Instructional Equipment	47,992.33		47,992.33					-
Non-Instructional Equipment	53,804.00		53,804.00					-
Total Capital Outlay	101,796.33	-	101,796.33	-	-	-	-	-
Total Expenditures	$ 1,755,379.52	$ 1,000,096.60	$ 390,678.66	$ 69,204.00	$ 6,876.56	$ 27,888.53	$ 37,042.00	$ 223,593.17

(Continued)

TOWNSHIP OF EVESHAM SCHOOL DISTRICT
Special Revenue Fund
Combining Schedule of Program Revenues and Expenditures - Budgetary Basis
For the Fiscal Year Ended June 30, 2011

	Total Carried Forward	N.J. Nonpublic Auxiliary Services Ch. 192 Compensatory Education	Star Labs	N.J. Nonpublic Handicapped Services Ch. 193 Supplemental Instruction	Examination and Classification	Corrective Speech	Total Brought Forward
REVENUES:							
Federal Sources							
State Sources	$ 140,055.00	$ 54,088.00		$ 22,512.00	$ 33,336.00	$ 30,119.00	
Local Sources	83,538.17		$ 6,300.00				$ 77,238.17
Total Revenues	$ 223,593.17	$ 54,088.00	$ 6,300.00	$ 22,512.00	$ 33,336.00	$ 30,119.00	$ 77,238.17
EXPENDITURES:							
Instruction:							
Salaries of Teachers	$ 18,711.83						$ 18,711.83
Other Salaries for Instruction	13,046.41						13,046.41
Purchased Professional - Technical Services	-						-
Other Purchased Services	-						-
General Supplies	11,569.09		$ 6,300.00				5,269.09
Textbooks	-						-
Tuition	140,055.00	$ 54,088.00		$ 22,512.00	$ 33,336.00	$ 30,119.00	-
Other Objects	-						-
Total Instruction	183,382.33	54,088.00	6,300.00	22,512.00	33,336.00	30,119.00	37,027.33
Support Services:							
Salaries of Other Professional Staff	-						-
Personal Services - Employee Benefits	-						-
Purchased Professional - Technical Services	26,394.32						26,394.32
Other Purchased Services	-						-
Salaries for Transportation Other Than Between Home and School	- 13,816.52						13,816.52
Other Objects	-						-
Supplies and Materials	-						-
Total Support Services	40,210.84	-	-	-	-	-	40,210.84
Facilities Acquisition and Construction Services:							
Instructional Equipment	-						-
Non-Instructional Equipment	-						-
Total Capital Outlay	-	-	-	-	-	-	-
Total Expenditures	$ 223,593.17	$ 54,088.00	$ 6,300.00	$ 22,512.00	$ 33,336.00	$ 30,119.00	$ 77,238.17

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(Continued)

TOWNSHIP OF EVESHAM SCHOOL DISTRICT
Special Revenue Fund
Combining Schedule of Program Revenues and Expenditures - Budgetary Basis
For the Fiscal Year Ended June 30, 2011

	Total Carried Forward	Coordinate Arts Program for Primary Students	Preschool Autism	Genesis Program	Coldwater Creek	HIPP Grant	Metamorphosis
REVENUES:							
Federal Sources							
State Sources							
Local Sources	$ 77,238.17	$ 25,810.16	$ 2,293.42	$ 26,394.32	$ 431.43	$ 1,178.70	$ 21,130.14
Total Revenues	$ 77,238.17	$ 25,810.16	$ 2,293.42	$ 26,394.32	$ 431.43	$ 1,178.70	$ 21,130.14
EXPENDITURES:							
Instruction:							
Salaries of Teachers	$ 18,711.83	$ 10,538.01					$ 8,173.82
Other Salaries for Instruction	13,046.41	936.00					12,110.41
Purchased Professional - Technical Services	-						
Other Purchased Services	-						
General Supplies	5,269.09	519.63	$ 2,293.42		$ 431.43	$ 1,178.70	845.91
Textbooks	-						
Tuition	-						
Other Objects	-						
Total Instruction	37,027.33	11,993.64	2,293.42	-	431.43	1,178.70	21,130.14
Support Services:							
Salaries of Other Professional Staff	-						
Personal Services - Employee Benefits	-						
Purchased Professional - Technical Services	26,394.32			$ 26,394.32			
Other Purchased Services	-						
Salaries for Transportation Other Than Between Home and School	13,816.52	13,816.52					
Other Objects	-						
Supplies and Materials	-						
Total Support Services	40,210.84	13,816.52	-	26,394.32	-	-	-
Facilities Acquisition and Construction Services:							
Instructional Equipment	-						
Non-Instructional Equipment	-						
Total Capital Outlay	-	-	-	-	-	-	-
Total Expenditures	$ 77,238.17	$ 25,810.16	$ 2,293.42	$ 26,394.32	$ 431.43	$ 1,178.70	$ 21,130.14

CAPITAL PROJECTS FUND

TOWNSHIP OF EVESHAM SCHOOL DISTRICT
CAPITAL PROJECTS FUND
Summary Statement of Project Expenditures
For the Fiscal Year Ended June 30, 2011

Project Title / Issue	Original Date	Appropriations	Expenditures to Date Prior Years	Expenditures to Date Current Year	Unexpended Balance June 30, 2011
HVAC Improvements to the Marlton Middle School	7/16/2010	$ 728,921.00			$ 728,921.00
Roof Replacement to Evans Elementary School	7/16/2010	132,225.00			132,225.00
Roof Replacement to Rice Elementary School	7/16/2010	271,040.00		$ 69,335.00	201,705.00
Roof Replacement to Jaggard Elementary School	7/16/2010	638,203.60		260,505.00	377,698.60
Total		$ 1,770,389.60	-	$ 329,840.00	$ 1,440,549.60

Reserve for Encumbrances	$ 773,214.00
Unreserved -- Designated for Subsequent Years Expenditures	667,335.60
	$ 1,440,549.60

TOWNSHIP OF EVESHAM SCHOOL DISTRICT

CAPITAL PROJECTS FUND

Summary Statement of Project Revenues, Expenditures, Project Balance and Project Status--Budgetary Basis

For the Fiscal Year Ended June 30, 2011

Revenues and Other Financing Sources		
State Sources--SCC Grant		$ 416,587.60
Bond Proceeds and Transfers		
Miscellaneous Revenue -- Interest		
Transfer form Capital Reserve		792,701.00
Transfer form Capital Outlay		135,666.00
Total Revenues		1,344,954.60
Expenditures and Other Finacing Uses		
Legal Services		
Other Purchased Professional and Technical Services	$ 4,000.00	
Construction Services	325,840.00	
Total Expenditures		329,840.00
Other Financing Uses - Transfer to General Fund		-
Total Expenditures and Other Financing Uses		329,840.00
Excess (Deficiency) of Revenues Over (Under) Expenditures		1,015,114.60
Fund Balance -- July 1		425,435.00
Fund Balance -- June 30		$ 1,440,549.60

TOWNSHIP OF EVESHAM SCHOOL DISTRICT
CAPITAL PROJECTS FUND
Statement of Project Revenues, Expenditures, Project Balance and Project Status--Budgetary Basis
HVAC Improvements to the Marlton Middle School
From Inception and for the Fiscal Year Ended June 30, 2011

	Prior Years	Current Year	Totals	Revised Authorized Cost
Revenues and Other Financing Sources				
State Sources--EDA Grant	$ 202,324.00		$ 202,324.00	$ 202,324.00
Bond Proceeds and Transfers				
Transfer from Capital Reserve	80,000.00	$ 167,820.00	247,820.00	247,820.00
Transfer from Capital Outlay	143,111.00	135,666.00	278,777.00	278,777.00
Total Revenues	425,435.00	303,486.00	728,921.00	728,921.00
Expenditures and Other Finacing Uses				
Legal Services				
Other Purchased Professional and Technical Services				8,000.00
Construction Services				720,921.00
Transfer to General Fund -- Capital Reserve				
Transfer to General Fund -- Capital Outlay				
Total Expenditures	-	-	-	728,921.00
Excess (Deficiency) of Revenues Over (Under) Expenditures	$ 425,435.00	$ 303,486.00	$ 728,921.00	-

Additional Project Information:

Project Number	1420-060-09-1004
Grant Date	7/16/2010
Bond Authorization Date	N/A
Bonds Authorized	N/A
Bonds Issued	N/A
Original Authorized Cost	$ 425,435.00
Additional Authorized Cost	303,486.00
Revised Authorized Cost	$ 728,921.00
Percentage Increase over Original Authorized Cost	42%
Percentage Completion	0%
Original Target Completion Date	8/31/2011
Revised Target Completion Date	9/30/2011

TOWNSHIP OF EVESHAM SCHOOL DISTRICT
CAPITAL PROJECTS FUND
Statement of Project Revenues, Expenditures, Project Balance and Project Status--Budgetary Basis
Roof Replacement to Evans Elementary School
From Inception and for the Fiscal Year Ended June 30, 2011

	Prior Years	Current Year	Totals	Revised Authorized Cost
Revenues and Other Financing Sources				
State Sources--EDA Grant		$ 52,890.00	$ 52,890.00	$ 52,890.00
Bond Proceeds and Transfers				
Transfer from Capital Reserve		79,335.00	79,335.00	79,335.00
Transfer from Capital Outlay				
Total Revenues	-	132,225.00	132,225.00	132,225.00
Expenditures and Other Finacing Uses				
Legal Services				
Other Purchased Professional and Technical Services				2,000.00
Construction Services				130,225.00
Transfer to General Fund -- Capital Reserve				
Transfer to General Fund -- Capital Outlay				
Total Expenditures	-	-	-	132,225.00
Excess (Deficiency) of Revenues Over (Under) Expenditures	-	$ 132,225.00	$ 132,225.00	-

Additional Project Information:

Project Number	1420-050-09-1003
Grant Date	7/16/2010
Bond Authorization Date	N/A
Bonds Authorized	N/A
Bonds Issued	N/A
Original Authorized Cost	$ 132,225.00
Additional Authorized Cost	0.00
Revised Authorized Cost	$ 132,225.00
Percentage Increase over Original Authorized Cost	0%
Percentage Completion	0%
Original Target Completion Date	9/30/2011
Revised Target Completion Date	9/30/2011

TOWNSHIP OF EVESHAM SCHOOL DISTRICT
CAPITAL PROJECTS FUND
Statement of Project Revenues, Expenditures, Project Balance and Project Status--Budgetary Basis
Roof Replacement to Rice Elementary School
From Inception and for the Fiscal Year Ended June 30, 2011

	Prior Years	Current Year	Totals	Revised Authorized Cost
Revenues and Other Financing Sources				
State Sources--EDA Grant		$ 108,416.00	$ 108,416.00	$ 108,416.00
Bond Proceeds and Transfers				
Transfer from Capital Reserve		162,624.00	162,624.00	162,624.00
Transfer from Capital Outlay				
Total Revenues	-	271,040.00	271,040.00	271,040.00
Expenditures and Other Finacing Uses				
Legal Services				
Other Purchased Professional and Technical Services		2,000.00	2,000.00	2,000.00
Construction Services		67,335.00	67,335.00	269,040.00
Transfer to General Fund -- Capital Reserve				
Transfer to General Fund -- Capital Outlay				
Total Expenditures	-	69,335.00	69,335.00	271,040.00
Excess (Deficiency) of Revenues Over (Under) Expenditures	-	$ 201,705.00	$ 201,705.00	-

Additional Project Information:

Project Number	1420-065-09-1005
Grant Date	7/16/2010
Bond Authorization Date	N/A
Bonds Authorized	N/A
Bonds Issued	N/A
Original Authorized Cost	$ 271,040.00
Additional Authorized Cost	0.00
Revised Authorized Cost	$ 271,040.00
Percentage Increase over Original Authorized Cost	0%
Percentage Completion	26%
Original Target Completion Date	8/31/2011
Revised Target Completion Date	8/31/2011

TOWNSHIP OF EVESHAM SCHOOL DISTRICT
CAPITAL PROJECTS FUND
Statement of Project Revenues, Expenditures, Project Balance and Project Status--Budgetary Basis
Roof Replacement to Jaggard Elementary School
From Inception and for the Fiscal Year Ended June 30, 2011

	Prior Years	Current Year	Totals	Revised Authorized Cost
Revenues and Other Financing Sources				
State Sources--EDA Grant		$ 255,281.60	$ 255,281.60	$ 255,281.60
Bond Proceeds and Transfers				
Transfer from Capital Reserve		382,922.00	382,922.00	382,922.00
Transfer from Capital Outlay				
Total Revenues	-	638,203.60	638,203.60	638,203.60
Expenditures and Other Finacing Uses				
Legal Services				
Other Purchased Professional and Technical Services		2,000.00	2,000.00	2,000.00
Construction Services		258,505.00	258,505.00	636,203.60
Transfer to General Fund -- Capital Reserve				
Transfer to General Fund -- Capital Outlay				
Total Expenditures	-	260,505.00	260,505.00	638,203.60
Excess (Deficiency) of Revenues Over (Under) Expenditures	-	$ 377,698.60	$ 377,698.60	-

Additional Project Information:

Project Number	1420-070-09-1006
Grant Date	7/16/2010
Bond Authorization Date	N/A
Bonds Authorized	N/A
Bonds Issued	N/A
Original Authorized Cost	$ 638,203.60
Additional Authorized Cost	0.00
Revised Authorized Cost	$ 638,203.60
Percentage Increase over Original Authorized Cost	0%
Percentage Completion	41%
Original Target Completion Date	8/31/2011
Revised Target Completion Date	8/31/2011

PROPRIETARY FUNDS

TOWNSHIP OF EVESHAM SCHOOL DISTRICT
Enterprise Fund
Combining Statement of Net Assets
June 30, 2011

	Food Service	Child Care Program	Total
ASSETS:			
Current Assets:			
Cash and Cash Equivalents	$ 367,804.60	$ 365,103.15	$ 732,907.75
Accounts Receivable:			
State	1,355.36		1,355.36
Federal	10,428.08		10,428.08
Other	3,532.64	14,623.71	18,156.35
Inventories	40,361.62		40,361.62
Total Current Assets	423,482.30	379,726.86	803,209.16
Noncurrent Assets:			
Restricted Cash and Cash Equivalents			
Furniture, Machinery and Equipment	952,895.96		952,895.96
Less Accumulated Depreciation	(800,695.80)		(800,695.80)
Total Noncurrent Assets	152,200.16	-	152,200.16
Total Assets	575,682.46	379,726.86	955,409.32
LIABILITIES:			
Current Liabilities:			
Accounts Payable		1,148.16	1,148.16
Interfund Accounts Payable:			
Due General Fund	74,774.86	208,482.78	283,257.64
Compensated Absences Payable	9,952.24		9,952.24
Deferred Revenue	32,668.55	20,592.43	53,260.98
Total Current Liabilities	117,395.65	230,223.37	347,619.02
Noncurrent Liabilities:			
Compensated Absences Payable	15,614.64	-	15,614.64
Total Liabilities	133,010.29	230,223.37	363,233.66
NET ASSETS:			
Unrestricted	$ 442,672.17	$ 149,503.49	$ 592,175.66

TOWNSHIP OF EVESHAM SCHOOL DISTRICT
Enterprise Fund
Combining Statement of Revenues, Expenses and Changes in Fund Net Assets
For the Fiscal Year Ended June 30, 2011

	Food Service	Child Care Program	Total
OPERATING REVENUES:			
Charges for Services:			
Daily Sales - Reimbursable Programs:			
School Lunch Program	$ 486,639.04		$ 486,639.04
Daily Sales - Non-Reimbursable Programs	635,046.57		635,046.57
Child Care Fees -- Regular Program		$ 793,530.82	793,530.82
Child Care Fees -- Summer Program		54,186.50	54,186.50
Special Functions	15,369.27		15,369.27
Total Operating Revenues	1,137,054.88	847,717.32	1,984,772.20
OPERATING EXPENSES:			
Salaries	468,232.91	503,510.58	971,743.49
Employee Benefits	150,381.46	108,554.22	258,935.68
General Supplies	40,343.34	53,296.57	93,639.91
Depreciation	32,200.15		32,200.15
Rental of Property		52,800.00	52,800.00
Repairs and Maintenance	1,863.95		1,863.95
Utilities		47,200.00	47,200.00
Administration Fee	27,500.00		27,500.00
Purchased Professional Services	39,623.31	9,000.00	48,623.31
Cost of Sales	681,775.41		681,775.41
Miscellaneous	9,162.48		9,162.48
Total Operating Expenses	1,451,083.01	774,361.37	2,225,444.38
Operating Income / (Loss)	(314,028.13)	73,355.95	(240,672.18)
NONOPERATING REVENUES (EXPENSES):			
State Sources:			
State School Lunch Program	12,420.63		12,420.63
Federal Sources:			
National School Lunch Program	183,258.42		183,258.42
Food Distribution Program	59,902.22		59,902.22
ARRA Equipment Grant	5,500.00		5,500.00
Interest Revenue	5,639.80	3,583.18	9,222.98
Total Nonoperating Revenues (Expenses)	266,721.07	3,583.18	270,304.25
Income (Loss) before Contributions and Transfers	(47,307.06)	76,939.13	29,632.07
Capital Contributions	-	-	-
Change in Net Assets	(47,307.06)	76,939.13	29,632.07
Net Assets -- July 1	489,979.23	72,564.36	562,543.59
Net Assets -- June 30	$ 442,672.17	$ 149,503.49	$ 592,175.66

TOWNSHIP OF EVESHAM SCHOOL DISTRICT
Enterprise Fund
Combining Statement of Cash Flows
For the Fiscal Year Ended June 30, 2011

	Food Service	Child Care Program	Total
CASH FLOWS FROM OPERATING ACTIVITIES:			
Receipts from Customers	$ 1,140,055.83	$ 841,172.31	$ 1,981,228.14
Payments to Employees	(470,983.36)	(503,510.58)	(974,493.94)
Payments for Employee Benefits	(150,381.46)	(108,554.22)	(258,935.68)
Payments for Supplies and Services	(790,856.26)	(161,148.41)	(952,004.67)
Net Cash Provided by (used for) Operating Activities	(272,165.25)	67,959.10	(204,206.15)
CASH FLOWS FROM NON-CAPITAL FINANCING ACTIVITIES:			
State Sources	12,114.67		12,114.67
Federal Sources	251,293.32		251,293.32
Operating Subsidies and Transfers to Other Funds	9,742.44	88,723.15	98,465.59
Net Cash Provided by (used for) Non-Capital Financing Activities	273,150.43	88,723.15	361,873.58
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:			
Purchases of Capital Assets	(7,757.93)	-	(7,757.93)
CASH FLOWS FROM INVESTING ACTIVITIES:			
Interest Revenue	5,639.80	3,583.18	9,222.98
Net Increase (Decrease) in Cash and Cash Equivalents	(1,132.95)	160,265.43	159,132.48
Cash and Cash Equivalents -- July 1	368,937.55	204,837.72	573,775.27
Cash and Equivalents -- June 30	$ 367,804.60	$ 365,103.15	$ 732,907.75
Reconciliation of Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities:			
Operating Income (Loss)	$ (314,028.13)	$ 73,355.95	$ (240,672.18)
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided by (used for) Operating Activities:			
Depreciation and Net Amortization	32,200.15		32,200.15
(Increase) Decrease in Accounts Receivable	968.95	1,446.55	2,415.50
(Increase) Decrease in Inventories	9,412.23		9,412.23
Increase (Decrease) in Accounts Payable		1,148.16	1,148.16
Increase (Decrease) in Deferred Revenue	2,032.00	(7,991.56)	(5,959.56)
Increase (Decrease) in Accrued Salaries Benefits	(2,750.45)		(2,750.45)
Total Adjustments	41,862.88	(5,396.85)	36,466.03
Net Cash Provided by (used for) Operating Activities	$ (272,165.25)	$ 67,959.10	$ (204,206.15)

FIDUCIARY FUNDS

TOWNSHIP OF EVESHAM SCHOOL DISTRICT
Fiduciary Funds
Combining Statement of Fiduciary Net Assets
June 30, 2011

	Trust Fund	Agency Funds		
	Unemployment Compensation Trust	Student Activity	Payroll	Total
ASSETS:				
Cash and Cash Equivalents	$ 635,154.84	$ 101,125.48	$ 99,649.45	$ 835,929.77
Accounts Receivable:				
Interfund Accounts Receivable:				
Due Agency Fund -- General			12,534.00	12,534.00
Due Trust Fund -- Payroll	81,731.72			81,731.72
Total Investments	81,731.72	-	12,534.00	94,265.72
Total Assets	716,886.56	$ 101,125.48	$ 112,183.45	930,195.49
LIABILITIES:				
Accounts Payable	9,822.13	$ 735.18		10,557.31
Interfund Accounts Payable:				
Due Unemployment Fund			$ 81,731.72	81,731.72
Payable to Student Groups		100,390.30		100,390.30
Payroll Deductions and Withholdings			30,451.73	30,451.73
Total Liabilities	9,822.13	$ 101,125.48	$ 112,183.45	223,131.06
NET ASSETS:				
Held in Trust for Unemployment Claims and Other Purposes	$ 707,064.43			$ 707,064.43

TOWNSHIP OF EVESHAM SCHOOL DISTRICT
Fiduciary Funds
Combining Statement of Changes in Fiduciary Net Assets
For the Fiscal Year Ended June 30, 2011

	Unemployment Compensation Trust
ADDITIONS:	
Contributions and Donations from	
Payroll Deductions Withheld	$ 72,386.51
Investment Earnings:	
Interest	8,240.65
Total Additions	80,627.16
DEDUCTIONS:	
Unemployment Claims	122,619.04
Change in Net Assets	(41,991.88)
Net Assets -- July 1	749,056.31
Net Assets -- June 30	$ 707,064.43

TOWNSHIP OF EVESHAM SCHOOL DISTRICT
Fiduciary Funds
Student Activity Agency Fund Schedule of Receipts and Disbursements
For the Fiscal Year Ended June 30, 2011

	Balance June 30, 2010	Cash Receipts	Cash Disbursements	Balance June 30, 2011
ELEMENTARY SCHOOLS:				
Beeler	$ 1,715.51	$ 5,613.70	$ 3,801.62	$ 3,527.59
DeMasi	1,004.22	3,739.25	2,872.10	1,871.37
Evans	3,483.28	6,474.28	5,721.48	4,236.08
Jaggard	3,046.75	6,259.50	3,798.38	5,507.87
Rice	6,445.60	6,883.81	6,483.72	6,845.69
Van Zant	2,262.78	3,469.57	2,146.33	3,586.02
Marlton	198.63	5,119.44	4,963.80	354.27
Total Elementary Schools	18,156.77	37,559.55	29,787.43	25,928.89
MIDDLE SCHOOLS:				
Marlton	43,888.60	67,013.41	66,404.46	44,497.55
DeMasi	34,546.69	54,248.30	58,095.95	30,699.04
Total Middle Schools	78,435.29	121,261.71	124,500.41	75,196.59
Total All Schools	$ 96,592.06	$ 158,821.26	$ 154,287.84	$ 101,125.48

TOWNSHIP OF EVESHAM SCHOOL DISTRICT
Fiduciary Funds
Payroll Agency Fund Schedule of Receipts and Disbursements
For the Fiscal Year Ended June 30, 2011

	Balance June 30, 2010	Additions	Deletions	Balance June 30, 2011
ASSETS:				
Cash and Cash Equivalents	$ 440,001.69	$ 47,490,563.29	$ 47,830,915.53	$ 99,649.45
Due from Genral Fund	11,591.49	8,533.74	7,591.23	12,534.00
Total Assets	$ 451,593.18	$ 47,499,097.03	$ 47,838,506.76	$ 112,183.45
LIABILITIES:				
Payroll Deductions and Withholdings	$ 354,812.72	$ 20,434,823.96	$ 20,759,184.95	$ 30,451.73
Net Payroll		26,991,886.56	26,991,886.56	
Interfund Accounts Payable:				
Due Unemployment Trust	96,780.46	72,386.51	87,435.25	81,731.72
Total Liabilities	$ 451,593.18	$ 47,499,097.03	$ 47,838,506.76	$ 112,183.45

LONG-TERM DEBT

TOWNSHIP OF EVESHAM SCHOOL DISTRICT
Schedule of Serial Bonds
For the Fiscal Year Ended June 30, 2011

Issue	Date of Issue	Amount of Issue	Annual Maturities Date	Annual Maturities Amount	Interest Rate	Balance June 30, 2010	Issued	Retired	Balance June 30, 2011
School District Refunding Bonds--Series 2005	6-27-05	$ 22,485,000.00	3-1-2012	$ 2,000,000.00	4.500%				
			3-1-2013	2,090,000.00	5.000%				
			3-1-2014	2,195,000.00	4.500%				
			3-1-2015	2,290,000.00	5.000%				
			3-1-2016/17	2,395,000.00	5.000%				
			3-1-2018	2,500,000.00	5.000%				
			3-1-2019	2,515,000.00	5.000%	$ 20,295,000.00		$ 1,915,000.00	$ 18,380,000.00
School District Bonds--Series 2006A	1-5-06	9,419,000.00	12-1-2011	500,000.00	3.850%				
			12-1-2012	600,000.00	3.850%				
			12-1-2013/15	900,000.00	3.850%				
			12-1-2016/17	1,000,000.00	3.850%				
			12-1-2018	1,100,000.00	3.850%				
			12-1-2019	1,100,000.00	3.875%				
			12-1-2020	1,219,000.00	3.875%	9,269,000.00		50,000.00	9,219,000.00
School District Bonds--Series 2006B	9-6-06	6,066,000.00	9-1-2011	325,000.00	4.000%				
			9-1-2012	385,000.00	4.000%				
			9-1-2013/15	580,000.00	4.125%				
			9-1-2016/17	645,000.00	4.125%				
			9-1-2018/19	710,000.00	4.125%				
			9-1-2020	786,000.00	4.125%	5,976,000.00		30,000.00	5,946,000.00
School District Refunding Bonds--Series 2006	11/1/06	6,905,000.00	9-1-2011	1,200,000.00	4.500%	2,925,000.00		1,725,000.00	1,200,000.00
						$ 38,465,000.00	-	$ 3,720,000.00	$ 34,745,000.00

TOWNSHIP OF EVESHAM SCHOOL DISTRICT
Schedule of Obligations Under Capital Leases
For the Fiscal Year Ended June 30, 2011

Series	Date of Lease	Term of Lease	Amount of Original Issue Principal	Amount of Original Issue Interest	Interest Rate Payable	Amount Outstanding June 30, 2010(a)	Issued Current Year	Retired Current Year	Amount Outstanding June 30, 2011(a)
Acquisition of a Savin Copier	02/04/07	60 Month	$ 17,533.30	$ 3,468.81	8.10%	$ 7,757.88		$ 3,483.89	$ 4,273.99
Acquisition of Dual Radio	09/01/08	36 Month	24,990.25	2,772.95	6.90%	10,341.18		10,341.18	
Acquisition of Eight Digital Copiers	03/01/10	48 Month	180,398.46	18,657.54	4.91%	166,678.35		42,530.52	124,147.83
Acquisition of a 2011 Blue Bird Bus	02/01/10	48 Month	91,885.00	5,935.76	4.34%	67,429.81		21,528.74	45,901.07
Acquisition of Three 2011 Thomas Buses	02/24/10	36 Month	275,400.00	12,127.08	4.47%	179,557.64		87,816.13	91,741.51
Computer Equipment	11/29/10	24 Month	105,894.12	8,063.00	5.00%		$ 105,894.12	56,978.56	48,915.56
Computer Equipment	08/30/10	24 Month	51,581.00	3,927.16	5.00%		51,581.00	27,754.08	23,826.92
						$ 431,764.86	157,475.12	$ 250,433.10	$ 338,806.88

(a) Future Interest Payments Removed from Carrying Value of Leases.

TOWNSHIP OF EVESHAM SCHOOL DISTRICT
Budgetary Comparison Schedule
Debt Service Fund
For the Fiscal Year Ended June 30, 2011

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Positive (Negative) Final to Actual
REVENUES:					
Local Sources:					
Local Tax Levy	$ 4,183,457.00		$ 4,183,457.00	$ 4,183,457.00	
State Sources:					
Debt Service Aid Type II	1,201,727.00		1,201,727.00	1,201,727.00	
Total Revenues	5,385,184.00	-	5,385,184.00	5,385,184.00	-
EXPENDITURES:					
Regular Debt Service:					
Interest	1,665,184.00		1,665,184.00	1,665,183.76	$ 0.24
Redemption of Principal	3,720,000.00		3,720,000.00	3,720,000.00	
Total Regular Debt Service	5,385,184.00	-	5,385,184.00	5,385,183.76	0.24
Total Expenditures	5,385,184.00	-	5,385,184.00	5,385,183.76	0.24
Excess (Deficiency) of Revenues Over (Under) Expenditures	-	-	-	0.24	0.24
Fund Balance, July 1	0.25	-	0.25	0.25	-
Fund Balance, June 30	$ 0.25	-	$ 0.25	$ 0.49	$ 0.24

STATISTICAL SECTION

Financial Trends Information

Financial trends information is intended to assist the user in understanding and assessing how the School District's financial position has changed over time. Please refer to the following exhibits for a historical view of the School District's financial performance. Note that Exhibits J-1, J-2 and J-3 are only presented for the last nine fiscal years as the School District's first year of implementation of the Governmental Accounting Standards Board Statement No. 34 was for the fiscal year ended June 30, 2003; thus, ten year comparative financial information is unavailable.

TOWNSHIP OF EVESHAM SCHOOL DISTRICT
Net Assets by Component
Last Nine Fiscal Years (Accrual Basis of Accounting)
Unaudited

	Fiscal Year Ended June 30,								
	2011	2010	2009	2008	2007	2006	2005	2004	2003
Governmental Activities:									
Invested in Capital Assets, Net of Related Debt	$ 36,650,745.69	$ 35,700,902.98	$ 32,883,669.94	$ 30,313,967.38	$ 30,000,879.95	$ 23,046,326.00	$ 27,256,352.72	$ 21,991,866.58	$ 20,738,989.19
Restricted	4,645,528.52	5,055,451.76	7,819,411.99	9,962,586.33	9,064,029.29	11,704,597.00	4,217,387.19	2,431,516.17	3,598,345.59
Unrestricted	(1,777,516.12)	(2,374,395.80)	(27,923.28)	829,011.22	477,597.65	(371,035.00)	(860,612.69)	4,607,330.71	2,329,972.01
Total Governmental Activities Net Assets	$ 39,518,758.09	$ 38,381,958.94	$ 40,675,158.65	$ 41,105,564.93	$ 39,542,506.89	$ 34,379,888.00	$ 30,613,127.22	$ 29,030,713.46	$ 26,667,306.79
Business-type Activities:									
Invested in Capital Assets, Net of Related Debt	$ 152,200.16	$ 176,642.38	$ 166,220.29	$ 209,247.64	$ 241,203.82	$ 264,043.00	$ 275,250.01	$ 283,650.81	$ 316,292.29
Restricted	-	-	-	-	-	-	-	-	-
Unrestricted	439,975.50	385,901.21	418,633.18	444,039.95	525,407.08	555,138.00	443,877.43	444,136.13	420,258.96
Total Business-type Activities Net Assets	$ 592,175.66	$ 562,543.59	$ 584,853.47	$ 653,287.59	$ 766,610.90	$ 819,181.00	$ 719,127.44	$ 727,786.94	$ 736,551.25
District-wide:									
Invested in Capital Assets, Net of Related Debt	$ 36,802,945.85	$ 35,877,545.36	$ 33,049,890.23	$ 30,523,215.02	$ 30,242,083.77	$ 23,310,369.00	$ 27,531,602.73	$ 22,275,517.39	$ 21,055,281.48
Restricted	4,645,528.52	5,055,451.76	7,819,411.99	9,962,586.33	9,064,029.29	11,704,597.00	4,217,387.19	2,431,516.17	3,598,345.59
Unrestricted	(1,337,540.62)	(1,988,494.59)	390,709.90	1,273,051.17	1,003,004.73	184,103.00	(416,735.26)	5,051,466.84	2,750,230.97
Total District-wide Net Assets	$ 40,110,933.75	$ 38,944,502.53	$ 41,260,012.12	$ 41,758,852.52	$ 40,309,117.79	$ 35,199,069.00	$ 31,332,254.66	$ 29,758,500.40	$ 27,403,858.04

Source: Exhibit A-1

TOWNSHIP OF EVESHAM SCHOOL DISTRICT
Changes in Net Assets
Last Nine Fiscal Years (Accrual Basis of Accounting)
Unaudited

	Fiscal Year Ended June 30,								
	2011	2010	2009	2008	2007	2006	2005	2004	2003
Expenses:									
Governmental Activities:									
Instruction:									
Regular	$ 19,637,579	$ 19,797,669	$ 19,926,773	$ 19,375,527	$ 18,843,450	$ 18,641,421	$ 19,933,592	$ 18,628,833	$ 18,267,773
Special Education	8,148,849	9,740,377	8,916,931	8,325,360	7,845,134	7,334,495	7,234,687	5,992,484	4,446,293
Other Special Education	1,849,119	2,077,026	1,961,818	547,935	534,054	505,359	473,904	517,293	920,668
Other Instruction	2,959,219	1,419,733	1,956,461	2,648,368	1,224,826				
Support Services:									
Student and Instruction Related Services	6,996,157	7,795,427	7,386,859	6,846,433	7,931,529	8,872,358	8,732,936	8,347,663	8,036,659
School Administrative Services	2,347,018	2,361,111	2,233,493	2,389,906	2,385,231	2,353,589	2,341,284	2,245,691	2,129,878
General and Business Administrative Services	2,366,110	2,578,205	2,605,737	2,770,193	3,053,441	2,416,141	2,408,218	1,965,241	1,745,043
Plant Operations and Maintenance	6,531,657	6,929,874	7,156,761	7,064,326	6,577,469	6,518,297	5,739,695	4,880,795	4,714,850
Pupil Transportation	3,932,716	4,167,854	3,790,924	3,960,784	3,842,208	3,736,758	3,506,237	3,376,711	3,278,705
Unallocated Benefits	16,968,067	17,941,422	16,951,141	16,809,159	15,227,446	12,399,111	11,611,106	10,078,239	8,749,843
Interest on Long-term Debt	1,467,619	1,619,913	1,768,090	1,767,714	2,122,776	1,888,552	1,575,060	2,176,989	2,200,865
Unallocated Depreciation	2,347,261	2,293,664	1,887,835	1,515,246	2,436,801	1,708,467	1,633,573	1,648,674	1,374,751
Total Governmental Activities Expenses	75,551,372	78,722,276	76,542,821	74,020,950	72,024,365	66,374,548	65,190,292	59,858,613	55,865,328
Business-type Activities:									
Food Service	1,451,083	1,495,559	1,490,488	1,513,911	1,438,715	1,437,371	1,470,447	1,453,188	1,366,701
Childcare Program	774,361	801,515	938,730	896,283	851,979	732,159	695,386	671,860	660,063
Total Business-type Activities Expense	2,225,444	2,297,074	2,429,218	2,410,194	2,290,694	2,169,530	2,165,833	2,125,048	2,026,764
Total District Expenses	$ 77,776,816	$ 81,019,350	$ 78,972,039	$ 76,431,144	$ 74,315,059	$ 68,544,078	$ 67,356,125	$ 61,983,661	$ 57,892,092
Program Revenues:									
Governmental Activities:									
Operating Grants and Contributions	$ 6,665,010	$ 7,254,477	$ 6,638,657	$ 8,193,051	$ 7,983,982	$ 5,750,946	$ 5,237,422	$ 4,935,568	$ 4,296,804
Charges for Services	98,854	6,532			17,682	28,330			
Capital Grants and Contributions									
Total Governmental Activities Program Revenues	6,763,864	7,261,009	6,638,657	8,193,051	8,001,664	5,779,276	5,237,422	4,935,568	4,296,804
Business-type activities:									
Charges for Services									
Food Service	1,137,055	1,176,210	1,215,740	1,220,420	1,178,510	1,247,812	1,190,509	1,261,813	1,206,404
Childcare Program	847,717	822,359	931,079	832,566	822,052	782,589	760,224	668,253	630,386
Capital Grants and Contributions			6,000						
Operating Grants and Contributions	255,581	269,114	237,701	219,535	200,176	209,143	193,060	181,553	183,212
Total Business-type Activities Program Revenues	2,240,353	2,267,683	2,390,519	2,272,520	2,200,738	2,239,544	2,143,793	2,111,619	2,020,002
Total District Program Revenues	$ 9,004,217	$ 9,528,692	$ 9,029,176	$ 10,465,572	$ 10,202,402	$ 8,018,820	$ 7,381,215	$ 7,047,187	$ 6,316,806

(continued)

TOWNSHIP OF EVESHAM SCHOOL DISTRICT
Changes in Net Assets
Last Nine Fiscal Years (Accrual Basis of Accounting)
Unaudited

	Fiscal Year Ended June 30,								
	2011	2010	2009	2008	2007	2006	2005	2004	2003
Net (Expense)/Revenue:									
Governmental Activities	$ (68,787,508)	$ (71,461,267)	$ (69,904,164)	$ (65,827,899)	$ (64,022,701)	$ (60,595,272)	$ (59,952,870)	$ (54,923,045)	$ (51,568,524)
Business-type Activities	14,909	(29,391)	(38,699)	(137,674)	(89,956)	70,014	(22,040)	(13,429)	(6,762)
Total District-wide Net Expense	$ (68,772,599)	$ (71,490,658)	$ (69,942,863)	$ (65,965,573)	$ (64,112,657)	$ (60,525,258)	$ (59,974,910)	$ (54,936,474)	$ (51,575,286)
General Revenues and Other Changes in Net Assets:									
Governmental Activities:									
Property Taxes Levied for General Purposes, Net	$ 51,186,102	$ 51,045,922	$ 50,309,043	$ 48,374,080	$ 46,746,887	$ 44,840,162	$ 42,318,027	$ 39,766,554	$ 36,504,104
Taxes Levied for Debt Service	4,183,457	4,039,586	3,444,164	2,360,596	5,296,095	3,564,598	3,464,402	2,647,080	3,367,929
Restricted and Unrestricted Grants and Contributions	13,552,226	13,687,341	15,211,862	15,952,006	14,735,500	15,358,724	15,360,690	14,803,361	14,035,701
Miscellaneous	1,000,173	360,864	340,695	763,765	2,275,701	855,949	369,070	232,704	253,405
Other	1,261				115,193				
Donation (Disposal) of Assets		5,818	20,494	18,861	15,944		26,477	27,307	(1,521,556)
Transfers	1,088	28,536	147,500	(78,352)		(257,401)	(3,381)	(190,555)	(26,411)
Total Governmental Activities	69,924,307	69,168,067	69,473,758	67,390,956	69,185,320	64,362,032	61,535,285	57,286,451	52,613,172
Business-type Activities:									
Investment Earnings	9,223	7,082	5,004	24,351	37,386	30,040	13,380	4,665	6,281
Other	5,500		(20,494)						
Transfers			(14,246)						
Total Business-type Activities	14,723	7,082	(29,736)	24,351	37,386	30,040	13,380	4,665	6,281
Total District-wide	$ 69,939,030	$ 69,175,149	$ 69,444,022	$ 67,415,307	$ 69,222,706	$ 64,392,072	$ 61,548,665	$ 57,291,116	$ 52,619,453
Change in Net Assets:									
Governmental Activities	$ 1,136,799	$ (2,293,200)	$ (430,406)	$ 1,563,058	$ 5,162,619	$ 3,766,760	$ 1,582,415	$ 2,363,406	$ 1,044,648
Business-type Activities	29,632	(22,310)	(68,434)	(113,323)	(52,570)	100,054	(8,660)	(8,764)	(481)
Total District	$ 1,166,431	$ (2,315,510)	$ (498,841)	$ 1,449,735	$ 5,110,049	$ 3,866,814	$ 1,573,755	$ 2,354,642	$ 1,044,167

Source: Exhibit A-2

TOWNSHIP OF EVESHAM SCHOOL DISTRICT
Fund Balances, Governmental Funds
Last Nine Fiscal Years (Modified Accrual Basis of Accounting)
Unaudited

	Fiscal Year Ended June 30,								
	2011	2010	2009	2008	2007	2006	2005	2004	2003
General Fund:									
Restricted	$ 2,455,345.94	$ 5,107,539.53	$ 8,120,940.49	$ 9,520,488.76	$ 7,936,117.93	$ 6,398,940.00	$ 3,479,833.34	$ 4,673,642.28	$ 2,762,032.93
Assigned	1,178,061.76								
Unassigned	514,161.32	(168,473.78)	1,553,961.66	1,559,695.13	1,523,982.82	1,543,449.00	1,890,305.35	3,260,947.27	2,839,053.34
Total General Fund	$ 4,147,569.02	$ 4,939,065.75	$ 9,674,902.15	$ 11,080,183.89	$ 9,460,100.75	$ 7,942,389.00	$ 5,370,138.69	$ 7,934,589.55	$ 5,601,086.27
All Other Governmental Funds:									
Restricted	$ 1,440,550.09			$ 110,815.98	$ 1,156,960.88	$ 8,714,099.00	$ 424,646.70	$ 11,970.00	$ 289,190.83
Unassigned, Reported in:									
Capital Projects Fund		$ 425,435.00		85,732.74	302,937.36	(2,962,711.00)	54,110.08	966,070.89	1,726,123.34
Special Revenue Fund									(11,968.20)
Debt Service Fund		0.25	$ 0.03	630,792.03	1,851,752.03	94,544.00	1.10	2.36	1.62
Total All Other Governmental Funds	$ 1,440,550.09	$ 425,435.25	$ 0.03	$ 827,340.75	$ 3,311,650.27	$ 5,845,932.00	$ 11,219,035.26	$ 978,043.25	$ 2,003,347.59
Total District	$ 5,588,119.11	$ 5,364,501.00	$ 9,674,902.18	$ 11,907,524.64	$ 12,771,751.02	$ 13,788,321.00	$ 16,589,173.95	$ 8,912,632.80	$ 7,604,433.86

Source: Exhibit B-1

(1) In accordance with GASB 54, effective for the fiscal year ended June 30, 2011, the description and terminology utulized to identify fund Balance was changed. See the notes to the financial statements.

TOWNSHIP OF EVESHAM SCHOOL DISTRICT
Changes in Fund Balances, Governmental Funds
Last Ten Fiscal Years (Modified Accrual Basis of Accounting)
Unaudited

	Fiscal Year Ended June 30,									
	2011	2010	2009	2008	2007	2006	2005	2004	2003	2002
Revenues:										
Tax Levy	$ 55,369,559.00	$ 55,085,508.00	$ 53,753,207.00	$ 50,734,676.00	$ 52,042,982.00	$ 48,404,760.00	$ 45,782,429.00	$ 42,413,634.00	$ 39,872,033.00	$ 37,164,869.00
Other Local Revenue	1,182,565.09	422,747.30	391,902.30	813,230.12	2,345,598.92	888,280.00	384,070.23	269,068.55	268,028.42	565,178.00
State Sources	18,429,360.63	16,912,640.62	20,186,288.17	22,550,402.22	21,190,994.36	19,617,329.00	19,055,045.32	18,326,999.47	17,114,523.52	16,716,532.00
Federal Sources	1,704,337.59	3,973,825.74	1,613,023.72	1,545,190.96	1,476,271.31	1,477,341.00	1,528,065.97	1,375,565.69	1,203,357.37	1,081,112.00
Total Revenue	76,685,822.31	76,394,721.66	75,944,421.19	75,643,499.30	77,055,846.59	70,387,710.00	66,749,610.52	62,385,267.71	58,457,942.31	55,527,691.00
Expenditures:										
Instruction										
Regular Instruction	19,433,794.26	19,833,993.37	19,847,851.95	19,471,714.39	19,614,238.26	19,189,722.00	19,076,224.12	18,291,390.21	17,785,153.87	17,563,724.07
Special Education Instruction	8,056,847.38	9,664,989.47	8,879,405.67	8,376,869.80	7,842,189.94	7,520,800.00	6,930,996.95	5,986,118.71	4,413,692.75	4,627,023.47
Other Special Instruction	1,849,119.02	2,077,025.91	1,961,817.53	547,934.78	534,053.84	505,359.00	473,904.43	517,292.66	484,830.55	917,417.46
Other Instruction	2,959,218.68	1,419,733.05	1,956,460.98	2,648,367.77	1,224,826.10	424,006.00	442,321.54	429,118.56	433,651.68	425,308.48
Community Services										
Support Services:										
Tuition	2,062,624.09	1,414,733.11	1,951,365.98	2,224,794.00	2,105,592.38	2,057,362.00	1,987,257.00	2,138,322.26	2,500,766.82	1,596,720.45
Student and Instruction Related Services	4,929,828.32	6,376,988.75	5,431,787.66	4,617,933.96	5,818,168.73	6,383,003.00	6,303,356.77	5,778,437.47	5,535,892.34	4,990,135.23
School Administrative Services	2,347,017.87	2,361,111.37	2,233,492.52	2,389,905.63	2,385,230.82	2,353,589.00	2,341,283.62	2,245,690.71	2,129,877.56	2,156,126.02
Other Administrative Services	2,336,649.33	2,465,317.07	2,535,710.04	2,233,169.67	2,976,403.92	2,310,557.00	2,318,778.89	1,907,174.21	1,661,747.26	1,369,492.45
Plant Operations and Maintenance	5,801,154.19	6,146,948.26	6,419,456.27	6,427,915.49	6,404,612.54	5,533,182.00	5,372,079.11	4,848,261.78	4,698,036.17	4,371,078.87
Pupil Transportation	3,764,803.65	3,833,932.69	3,617,153.24	3,759,150.92	3,583,161.10	3,476,844.00	3,263,556.35	3,146,579.28	3,038,998.19	2,767,154.15
Unallocated Benefits	17,025,451.73	17,209,679.64	16,244,374.40	16,809,159.33	15,227,445.36	12,399,111.00	11,611,105.69	10,078,239.48	8,460,531.64	7,106,897.40
Debt Service:										
Principal	3,720,000.00	3,665,000.00	3,555,000.00	2,630,000.00	3,815,000.00	3,105,000.00	2,585,000.00	2,315,000.00	3,057,000.00	2,900,000.00
Interest and Other Charges	1,665,183.76	1,813,108.78	1,972,171.00	2,233,126.00	2,140,636.78	1,518,877.00	1,992,141.26	2,181,791.26	2,237,867.26	2,403,375.76
Capital Outlay	670,335.87	2,998,781.22	1,743,486.81	2,059,331.37	11,286,048.18	5,497,935.00	5,120,022.02	1,023,096.72	2,887,032.16	6,498,977.00
Total Expenditures	76,622,028.15	81,281,342.69	78,349,534.05	76,429,373.11	84,957,607.95	72,275,347.00	69,818,027.75	60,886,513.31	59,325,078.25	59,693,430.81
Excess (Deficiency) of Revenues Over (Under) Expenditures	63,794.16	(4,886,621.03)	(2,405,112.86)	(785,873.81)	(7,901,761.36)	(1,887,637.00)	(3,068,417.23)	1,498,754.40	(867,135.94)	(4,165,739.81)
Other Financing Sources (Uses):										
Capital Leases (Non-budgeted)	157,475.12	547,683.46	24,990.25		17,533.30	392,700.00				
Sale of Bonds					6,066,000.00	9,419,000.00	22,485,000.00			
Premium on Sale of Bonds							2,067,845.20			
Payment to Escrow Agent							(24,304,439.68)			
Costs Associated with Sale of Bonds							(248,405.52)			
Cancellation of Grant Balances	1,088.15									
Accounts Receivable/Payable Canceled		(282.00)								
Change in Year-end inventory	1,260.68	28,818.39	28,602.03	(78,352.57)	89,217.29	4,361.00	8,062.53	(188,463.97)	(70,373.35)	
Transfers In			118,909.05				2,100,000.00	853,647.54	702,866.47	232,663.77
Transfers Out			(10.93)				(2,103,381.53)	(855,739.03)	(729,277.18)	(18,824.96)
Total Other Financing Sources (Uses)	159,823.95	576,219.85	172,490.40	(78,352.57)	6,172,750.59	9,816,061.00	4,681.00	(190,555.46)	(96,784.06)	213,838.81
Net Change in Fund Balances	$ 223,618.11	$ (4,310,401.18)	$ (2,232,622.46)	$ (864,226.38)	$ (1,729,010.77)	$ 7,928,424.00	$ (3,063,736.23)	$ 1,308,198.94	$ (963,920.00)	$ (3,951,901.00)
Debt Service as a Percentage of Noncapital Expenditures	7.1%	7.0%	7.2%	6.5%	8.1%	6.9%	7.1%	7.5%	9.4%	10.0%

Source: Exhibit B-2

TOWNSHIP OF EVESHAM SCHOOL DISTRICT
General Fund - Other Local Revenue by Source
Last Ten Fiscal Years (Modified Accrual Basis of Accounting
Unaudited

	Fiscal Year Ended June 30,									
	2011	2010	2009	2008	2007	2006	2005	2004	2003	2002
Various Refunds	$ 61,076.59	$ 64,158.92	$ 63,320.14	$ 80,460.11	$ 50,188.80		$ 61,226.44	$ 52,037.29	$ 68,245.85	$ 93,995.67
Book Fines							17.00		8.35	
Photocopy Fees (OPRA)	561.43	181.45	471.29	928.23	432.35	$ 481.50	266.83	407.50	104.77	75.00
Badge Replacement	264.00	211.00	160.00	288.00	368.00					
Curriculum Workshop Fees	940.00	14,953.00	13,431.00	15,665.00	13,674.00					
Joint Insurance Fund Refund	300,000.00									
Settlement			400.00		150,000.00					
Vending Machines			16.68	31.08	39.51	43.77	108.19	124.24	130.89	122.32
Sale of Assets/Textbooks	13,500.00	19,500.00	22,139.98	3,754.66		14,619.91	761.64			3,051.00
Outstanding Checks Canceled									37.08	259.10
Rental of School Facilities	115,505.98	47,948.75	73,284.46	107,512.09	81,279.75	73,964.00	27,203.98	75,000.00	50,000.00	
Tuition						28,330.38	25,665.80	18,099.58		
Prior Year Tuition Adjustments	15,348.83	27,127.70			695.00	33,629.90			3,184.75	
Other	6,158.67	4,310.65			4,361.38	43,731.03	18,204.78	5,803.75	11,538.00	116,483.22
Emergency Snow Removal--FEMA	45,818.16							12,827.72		
Saturday Enrichment	11,643.16	13,555.00								
Clubs and Activities	193,301.48									
Registration Fees	73,025.00									
Interest Earned on Deposits	163,029.62	168,917.45	126,577.74	432,451.19	526,966.18	683,964.85	235,615.57	86,503.03	67,288.88	135,243.37
Total Miscellaneous Revenues	$ 1,000,172.92	$ 360,863.92	$ 299,801.29	$ 641,090.36	$ 828,004.97	$ 878,765.34	$ 369,070.23	$ 250,803.11	$ 200,538.57	$ 349,229.68

Source: District Records

Revenue Capacity Information

Revenue capacity information is intended to assist users in understanding and assessing the factors affecting the School District's ability to generate revenues. Please refer to the following exhibits for a historical view of these factors and how they relate to the School District's ability to generate revenues.

TOWNSHIP OF EVESHAM SCHOOL DISTRICT
Assessed Value and Actual Value of Taxable Property
Last Ten Fiscal Years
Unaudited

Year Ended Dec. 31		Vacant Land	Residential	Farm	Commercial	Industrial	Apartment	Total Assessed Value	Public Utilities (1)	Net Valuation Taxable	Tax-Exempt Property	Estimated Actual (County Equalized) Value	Total Direct School Tax Rate (2)
2011		$ 34,118,500.00	$ 4,180,753,900.00	$ 13,813,500.00	$ 799,749,775.00	$ 33,167,800.00	$ 249,273,600.00	$ 5,310,877,075.00	$ 19,076,982.00	$ 5,329,954,057.00	$ 466,826,400.00	$ 5,571,768,824.00	$ 1.036
2010		38,668,000.00	4,156,491,310.00	14,825,100.00	864,582,575.00	39,217,600.00	265,891,400.00	5,379,675,985.00	20,439,291.00	5,400,115,276.00	467,215,300.00	5,776,142,129.00	1.023
2009	(3)	35,663,400.00	4,205,267,000.00	15,186,500.00	852,716,400.00	46,450,600.00	285,261,300.00	5,440,545,200.00	22,503,815.00	5,463,049,015.00	346,183,300.00	5,957,428,218.00	0.996
2008		17,059,400.00	2,239,682,300.00	7,947,200.00	448,607,200.00	18,546,600.00	93,335,700.00	2,825,178,400.00	8,034,965.00	2,833,213,365.00	237,617,100.00	5,890,256,476.00	1.836
2007		18,227,500.00	2,230,968,600.00	7,971,800.00	433,279,600.00	18,546,600.00	106,365,100.00	2,815,359,200.00	8,310,626.00	2,823,669,826.00	236,972,500.00	5,342,800,049.00	1.827
2006		20,136,700.00	2,220,078,600.00	6,670,300.00	426,241,400.00	20,048,300.00	106,365,100.00	2,799,540,400.00	8,780,369.00	2,808,320,769.00	236,200,900.00	4,738,982,060.00	1.790
2005		26,635,200.00	2,191,515,000.00	6,768,500.00	408,684,000.00	20,048,300.00	106,365,100.00	2,760,016,100.00	10,618,023.00	2,770,634,123.00	236,220,500.00	4,247,604,249.00	1.700
2004		32,363,300.00	2,138,871,200.00	6,547,800.00	408,337,300.00	20,803,800.00	105,910,100.00	2,712,833,500.00	11,463,649.00	2,724,297,149.00	207,704,800.00	3,879,473,360.00	1.619
2003		45,355,200.00	2,058,844,400.00	6,947,900.00	395,755,400.00	20,803,800.00	100,263,100.00	2,627,969,800.00	1,366,156.00	2,629,335,956.00	204,704,000.00	3,240,593,643.00	1.558
2002		64,030,900.00	1,987,641,100.00	7,170,900.00	363,763,100.00	20,803,800.00	98,253,100.00	2,541,662,900.00	14,228,032.00	2,555,890,932.00	200,339,700.00	2,932,281,119.00	1.508

(1) Taxable Value of Machinery, Implements and Equipment of Telephone, Telegraph and Messenger System Companies

(2) Tax Rates are per $100.00 of Assessed Valuation

(3) Revaluation

Source: Burlington County Board of Taxation

TOWNSHIP OF EVESHAM SCHOOL DISTRICT
Direct and Overlapping Property Tax Rates
Last Ten Fiscal Years
(Rate per $100 of Assessed Value)
Unaudited

	District Direct Rate			Overlapping Rates				
Year Ended Dec. 31	Basic Rate	General Obligation Debt Service	Total Direct School Tax Rate	Regional High School District	Township of Evesham	Township of Evesham Fire District	Burlington County	Total Direct and Overlapping Tax Rate
2011	$ 0.958	$ 0.078	$ 1.036	$ 0.610	$ 0.421	$ 0.130	$ 0.396	$ 2.593
2010	0.948	0.075	1.023	0.598	0.403	0.128	0.407	2.559
2009 (1)	0.932	0.064	0.996	0.561	0.403	0.122	0.416	2.498
2008	1.751	0.085	1.836	1.108	0.727	0.225	0.809	4.705
2007	1.641	0.186	1.827	1.109	0.578	0.210	0.796	4.520
2006	1.660	0.013	1.790	1.036	0.703	0.188	0.621	4.338
2005	1.573	0.127	1.700	0.973	0.511	0.187	0.701	4.072
2004	1.507	0.112	1.619	0.928	0.511	0.187	0.667	3.912
2003	1.444	0.114	1.558	0.812	0.443	0.176	0.626	3.615
2002	1.363	0.145	1.508	0.669	0.385	0.167	0.616	3.345

(1) Revaluation

Source: Municipal Tax Collector

TOWNSHIP OF EVESHAM SCHOOL DISTRICT
Principal Property Tax Payers
Current Year and Nine Years Ago
Unaudited

	2011			2002		
Taxpayer	Taxable Assessed Value	Rank	% of Total District Net Assessed Value	Taxable Assessed Value	Rank	% of Total District Net Assessed Value
Davis & Associates LLC	$ 122,048,000.00	1	2.29%			
East Coast Woodview at Marlton	40,314,600.00	2	0.76%			
Hunter Chase Assoc. LLC % Scully Co.	39,747,500.00	3	0.75%			
Marlton Plaza Associates	38,109,000.00	4	0.71%	$ 10,805,000.00	3	0.42%
Davis Enterprises	37,372,300.00	5	0.70%	9,200,000.00	7	0.36%
Liberty Property Partnership	30,431,700.00	6	0.57%			
Willow Ridge Villlage Apartments	22,000,000.00	7	0.41%			
Brandywine Operating P/S	21,956,800.00	8	0.41%			
Marlton VF LLC	21,574,400.00	9	0.40%	9,700,000.00	5	0.38%
Verizon-New Jersey	19,076,982.00	10	0.36%			
Midwest Holding				16,500,000.00	1	0.65%
Marlton Building Associates II				13,029,400.00	2	0.51%
Marlton Plaza Associates II				10,600,000.00	4	0.41%
McCandless Joint Venture Inc				9,500,000.00	6	0.37%
Greentree Square Affiliates				8,350,000.00	9	0.33%
West Jersey Health Systems				8,228,600.00	10	0.32%
Wiley Mission, Inc.				8,407,800.00	8	0.33%
Total	$ 392,631,282.00		7.37%	$ 104,320,800.00		4.08%

Source: Municipal Tax Assessor

TOWNSHIP OF EVESHAM SCHOOL DISTRICT

Property Tax Levies and Collections

Last Ten Fiscal Years

Unaudited

Fiscal Year Ended June 30,	School District Taxes Levied for the Fiscal Year	Collected within the Fiscal Year of the Levy (1)		Collections in Subsequent Years
		Amount	Percentage of Levy	
2011	$ 55,369,559.00	$ 55,369,559.00	100.00%	-
2010	55,085,508.00	55,085,508.00	100.00%	-
2009	53,753,207.00	53,753,207.00	100.00%	-
2008	50,734,676.00	50,734,676.00	100.00%	-
2007	52,042,982.00	52,042,982.00	100.00%	-
2006	48,404,760.00	48,404,760.00	100.00%	-
2005	45,782,429.00	45,782,429.00	100.00%	-
2004	42,413,634.00	42,413,634.00	100.00%	-
2003	39,872,033.00	39,872,033.00	100.00%	-
2002	37,164,869.00	37,164,869.00	100.00%	-

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

Source: District Records

Debt Capacity Information

Debt capacity information is intended to assist users in understanding and assessing the School District's debt burden and its ability to issue additional debt. Please refer to the following exhibits for a historical view of the School District's outstanding debt and its debt capacity.

TOWNSHIP OF EVESHAM SCHOOL DISTRICT
Ratios of Outstanding Debt by Type
Last Ten Fiscal Years
Unaudited

Fiscal Year Ended June 30,	Governmental Activities: General Obligation Bonds (1)	Governmental Activities: Certificates of Participation	Governmental Activities: Capital Leases	Governmental Activities: Bond Anticipation Notes	Business-Type Activities: Capital Leases	Total District	Percentage of Personal Income (2)	Per Capita (3)
2011	$ 34,745,000.00	-	$ 338,806.88	-	-	$ 35,083,806.88	Unavailable	Unavailable
2010	38,465,000.00	-	431,764.86	-	-	38,896,764.86	Unavailable	Unavailable
2009	42,130,000.00	-	29,533.65	-	-	42,159,533.65	2.00%	$ 46,516.00
2008	45,685,000.00	-	39,784.58	-	-	45,724,784.58	2.17%	46,564.00
2007	48,315,000.00	-	164,102.38	-	-	48,479,102.38	2.34%	45,463.00
2006	46,049,000.00	-	261,762.02	-	-	46,310,762.02	2.30%	43,551.00
2005	39,735,000.00	-	-	-	-	39,735,000.00	2.10%	40,795.00
2004	43,045,000.00	-	-	-	-	43,045,000.00	2.34%	39,606.00
2003	45,360,000.00	-	93,508.79	-	-	45,453,508.79	2.60%	37,982.00
2002	48,417,000.00	-	-	-	-	48,417,000.00	2.77%	37,299.00

Sources:
(1) District Records
(2) Personal income has been estimated based upon the municipal population and per capita
(3) Per Capita personal income by county-estimated based upon the 2000 Census published

TOWNSHIP OF EVESHAM SCHOOL DISTRICT

Ratios of Net General Bonded Debt Outstanding

Last Ten Fiscal Years

Unaudited

Fiscal Year Ended June 30,	General Bonded Debt Outstanding: General Obligation Bonds	Deductions	Net General Bonded Debt Outstanding (1)	Percentage of Net Assessed Valuation Taxable (2)	Per Capita (3)
2011	$ 34,745,000.00	-	$ 34,745,000.00	0.65%	Unavailable
2010	38,465,000.00	-	38,465,000.00	0.71%	$ 844.68
2009	42,130,000.00	-	42,130,000.00	0.77% (4)	928.59
2008	45,685,000.00	-	45,685,000.00	1.61%	1,009.06
2007	48,315,000.00	-	48,315,000.00	1.71%	1,061.33
2006	46,049,000.00	-	46,049,000.00	1.64%	995.07
2005	39,735,000.00	-	39,735,000.00	1.43%	855.33
2004	43,045,000.00	-	43,045,000.00	1.58%	926.78
2003	45,360,000.00	-	45,360,000.00	1.72%	986.58
2002	48,417,000.00	-	48,417,000.00	1.89%	1,088.59

Sources:

(1) District Records

(2) Net Assessed Valuation provided by Abstract of Ratables, County Board of Taxation

(3) Per Capita calculation based upon population information provided by the NJ Dept of Labor and Workforce Development

(4) Revaluation

TOWNSHIP OF EVESHAM SCHOOL DISTRICT
Direct and Overlapping Governmental Activities Debt
As of December 31, 2010
Unaudited

	Gross Debt	Deductions	Statutory Net Debt Outstanding	Net Debt Outstanding Allocated to Evesham Township
Municipal Debt: (1)				
Evesham Township School District	$ 35,839,677.00	$ 35,839,677.00		
Regional High School District	29,073,179.00	29,073,179.00		
Evesham Township	50,371,099.00	9,709,489.00	$ 40,661,610.00	$ 40,661,610.00
	115,283,955.00	74,622,345.00	40,661,610.00	40,661,610.00
Overlapping Debt Apportioned to the Municipality:				
Evesham Township Fire District	5,440,000.00		5,440,000.00	5,440,000.00
Evesham Township Municipal Utility Authority	40,077,701.00		40,077,701.00	40,077,701.00
County of Burlington: (2)				
Solid Waste Utility				
Bonds	76,836,825.00	76,836,825.00		
General:				
Bonds	272,129,881.00	34,934,325.00 (3)	237,195,556.00	26,457,274.58 (5)
Bonds Issued by Other Public Bodies Guaranteed by the County	269,140,000.00	269,140,000.00 (4)		
	663,624,407.00	380,911,150.00	282,713,257.00	71,974,975.58
	$ 778,908,362.00	$ 455,533,495.00	$ 323,374,867.00	$ 112,636,585.58

Sources:
(1) 2010 Annual Debt Statement
(2) County's 2010 Audit Report
(3) Includes Cash on Hand, Accounts Receivable and County College Bonds paid with State Aid.
(4) Deductible in accordance with N.J.S. 40:37A-80.
(5) Such debt is allocated as a proportion of the Township's share of the total 2010 Equalized Value, which is 11.15%.
The source for this computation was the 2010 Table of Equalized Valuations, which is supplied by the New Jersey Division of Taxation.

TOWNSHIP OF EVESHAM SCHOOL DISTRICT
Legal Debt Margin Information
Last Ten Fiscal Years
Unaudited

Legal Debt Margin Calculation for Fiscal Year 2011

Equalized valuation basis (1)	
$ 5,623,746,587	2010
5,819,387,314	2009
5,922,805,870	2008
$ 17,365,939,771	
$ 5,788,646,590	Average equalized valuation of taxable property
$ 173,659,398	Debt limit (3% of average equalization value) (2)
34,745,000	Total Net Debt Applicable to Limit
$ 138,914,398	Legal Debt Margin

	Fiscal Year Ended June 30,									
	2010	2010	2009	2008	2007	2006	2005	2004	2003	2002
Debt limit	$ 173,659,398	$ 175,953,308	$ 170,730,871	$ 158,077,502	$ 141,154,001	$ 125,618,033	$ 110,217,916	$ 96,766,563	$ 84,883,837	$ 77,675,793
Total net debt applicable to limit (3)	34,745,000	38,465,000	42,130,000	45,685,000	48,315,000	52,420,000	39,735,000	43,045,000	45,360,000	48,417,000
Legal debt margin	$ 138,914,398	$ 137,488,308	$ 128,600,871	$ 112,392,502	$ 92,839,001	$ 73,198,033	$ 70,482,916	$ 53,721,563	$ 39,523,837	$ 29,258,793
Total net debt applicable to the limit as a percentage of debt limit	20.01%	21.86%	24.68%	28.90%	34.23%	41.73%	36.05%	44.48%	53.44%	62.33%

Sources:
(1) Equalized valuation bases were provided by the Annual Report of the State of New Jersey, Department of Treasury, Division of Taxation.
(2) Limit set by NJSA 18A:24-19 for a K through 8 district.
(3) District Records

Demographic and Economic Information

Demographic and economic information is intended (1) to assist users in understanding the socioeconomic environment within which the School District operates and (2) to provide information that facilitates comparisons of financial statement information over time and among school districts. Please refer to the following exhibits for a historical view of the demographic and economic statistics and factors prevalent in the location in which the School District operates.

TOWNSHIP OF EVESHAM SCHOOL DISTRICT

Demographic and Economic Statistics

Last Ten Fiscal Years

Unaudited

Year	Population (1)	Personal Income (2)	Per Capita Personal Income (3)	Unemployment Rate (4)
2010	45,538	Unavailable	Unavailable	7.0%
2009	45,370	$ 2,110,430,920.00	$ 46,516.00	6.9%
2008	45,275	2,126,476,200.00	46,968.00	4.0%
2007	45,523	2,069,612,149.00	45,463.00	2.9%
2006	46,277	2,015,409,627.00	43,551.00	3.0%
2005	46,456	1,895,172,520.00	40,795.00	2.7%
2004	46,446	1,839,540,276.00	39,606.00	2.4%
2003	45,977	1,746,298,414.00	37,982.00	2.6%
2002	44,477	1,658,947,623.00	37,299.00	2.6%
2001	46,506	1,716,629,472.00	36,912.00	1.8%

Sources:
(1) Population information provided by the NJ Dept of Labor and Workforce Development
(2) Personal income has been estimated based upon the municipal population and per capita
(3) Per Capita personal income by county-estimated based upon the 2000 Census published
(4) Unemployment data provided by the NJ Dept of Labor and Workforce Development

TOWNSHIP OF EVESHAM SCHOOL DISTRICT
Principal Non-Governmental Employers
Current Year and Nine Years Ago
Unaudited

	2011			2002		
Employer	Employees	Rank	Percentage of Total Municipal Employment	Employees	Rank	Percentage of Total Municipal Employment
Virtua Health System	1,000	1	3.80%	825	1	3.40%
Computer Science Corp.	700	2	2.66%	600	2	2.47%
Care One	240	3	0.91%			
Shop Rite	230	4	0.87%	220	4	0.91%
Wal-Mart	200	5	0.76%	315	3	1.30%
Target	180	6	0.68%			
Champps	150	7	0.57%	210	5	0.86%
Parker, McCay & Criscuolo, P.A.	145	8	0.55%	161	6	0.66%
Burns Honda	142	9	0.54%			
PF Changs	136	10	0.52%			
Kohl's				149	7	0.61%
Burlington County Coat Factory				110	8	0.45%
TGI Friday's				100	9	0.41%
800 West				100	10	0.41%
	3,123		11.86%	2,790		11.49%

Source: Individual Employers

Operating Information

Operating information is intended to provide contextual information about the School District's operations and resources to assist readers in using financial statement information to understand and assess the School District's economic condition. Please refer to the following exhibits for a historical view of the factors and statistics pertinent to the School District's operations.

TOWNSHIP OF EVESHAM SCHOOL DISTRICT
Full-time Equivalent District Employees by Function/Program
Last Ten Fiscal Years
Unaudited

	Fiscal Year Ended June 30,									
Function/Program	2011	2010	2009	2008	2007	2006	2005	2004	2003	2002
Instruction										
Regular	285	323	331	338	458	458	443	427	395	375
Special education	114	127	125	122	132	132	111	77	69	67
Other special education	15	16	15	15	15	15	15	13	12	9
Vocational	-	-	-	-	-	-	-	-	-	-
Other instruction	143	225	227	223	147	147	28	27	27	26
Nonpublic school programs	-	-	-	-	-	-	-	-	-	-
Adult/continuing education programs	-	-	-	-	-	-	-	-	-	-
Support Services:										
Tuition	-	-	-	-	-	-	-	-	-	-
Student & instruction related services	50	49	50	50	20	20	20	20	20	17
General administrative services	7	7	7	7	7	7	4	6	5	5
School administrative services	45	45	47	47	40	40	33	33	22	22
Business administrative services	13	13	14	14	8	8	8	8	8	7
Plant operations and maintenance	117	134	141	141	139	139	67	66	65	65
Pupil transportation	59	61	62	62	62	62	33	31	26	24
Special Schools	-	-	-	-	-	-	-	-	-	-
Food Service	-	18	18	18	12	12	12	13	15	15
Community Education and Recreation	-	-	-	-	-	-	-	-	-	-
Total	848	1,018	1,037	1,037	1,040	1,040	774	721	664	632

Prior to fiscal year 2004-2005 the information above is only full-time individuals, not full-time equivalents.

Source: District Records

TOWNSHIP OF EVESHAM SCHOOL DISTRICT
Operating Statistics
Last Ten Fiscal Years
Unaudited

Fiscal Year Ended June 30,	Enrollment	Operating Expenditures	Cost Per Pupil	Percentage Change	Teaching Staff	Pupil/Teacher Ratio Elementary	Pupil/Teacher Ratio Middle School	Average Daily Enrollment (ADE)	Average Daily Attendance (ADA)	% Change in Average Daily Enrollment	Student Attendance Percentage
2011	4,786	$ 70,566,508.52	$ 14,744.36	-1.19%	437	1/10.42	1/12.12	4,726	4,627	-2.44%	97.91%
2010	4,879	72,804,452.69	14,922.00	3.37%	456	1/11.5	1/10.3	4,844	4,782	-0.92%	98.72%
2009	4,924	71,078,876.24	14,435.19	3.36%	456	1/11.1	1/10.6	4,889	4,785	-1.03%	97.87%
2008	4,977	69,506,915.74	13,965.63	5.41%	469	1/10.7	1/10.6	4,940	4,838	-2.33%	97.94%
2007	5,111	67,715,922.99	13,249.06	11.15%	458	1/11.9	1/11.0	5,058	4,949	-2.19%	97.84%
2006	5,214	62,153,535.00	11,920.51	3.82%	466	1/12	1/11.5	5,171	5,064	-2.42%	97.93%
2005	5,236	60,120,865.00	11,482.21	10.56%	462	1/12	1/11.5	5,300	5,094	-0.99%	96.12%
2004	5,331	55,366,625.00	10,385.79	10.55%	461	1/12.5	1/12	5,352	5,156	-1.76%	96.34%
2003	5,444	51,143,179.00	9,394.41	7.40%	425	1/12.6	1/12.2	5,448	5,236	0.97%	96.11%
2002	5,475	47,891,078.00	8,747.23	4.98%	419	1/12	1/12.8	5,396	5,202	2.02%	96.40%

Sources: District Records

TOWNSHIP OF EVESHAM SCHOOL DISTRICT
School Building Information
Last Ten Fiscal Years
Unaudited

	Fiscal Year Ended June 30,									
	2011	2010	2009	2008	2007	2006	2005	2004	2003	2002
District Building										
Elementary										
Frances DeMasi Elementary School										
Square Feet	33,872	33,872	33,872	33,872	33,872	33,872	33,872	33,872	33,872	33,872
Capacity (students)	450	450	450	450	450	450	450	450	450	450
Enrollment	238	234	264	267	289	291	291	285	312	326
Florence V. Evans School										
Square Feet	77,637	77,637	77,637	77,637	77,637	77,637	77,637	77,637	77,637	77,637
Capacity (students)	625	625	625	625	625	625	625	625	625	625
Enrollment	594	573	586	577	561	566	566	579	574	572
H.L. Beeler School										
Square Feet	63,971	63,971	63,971	63,971	63,971	63,971	63,971	63,971	63,971	63,971
Capacity (students)	625	625	625	625	625	625	625	625	625	625
Enrollment	431	462	457	461	480	491	491	487	508	528
J. Harold Van Zant School										
Square Feet	59,391	59,391	59,391	59,391	59,391	59,391	59,391	59,391	59,391	59,391
Capacity (students)	625	625	625	625	625	625	625	625	625	625
Enrollment	409	421	421	428	462	489	489	523	539	535
Marlton Elementary School										
Square Feet	88,852	88,852	88,852	88,852	88,852	88,852	88,852	88,852	88,852	88,852
Capacity (students)	625	625	625	625	625	625	625	625	625	625
Enrollment	498	521	513	513	550	560	560	561	556	535
Richard L. Rice School										
Square Feet	71,657	71,657	71,657	71,657	71,657	71,657	71,657	71,657	71,657	71,657
Capacity (students)	625	625	625	625	625	625	625	625	625	625
Enrollment	467	453	449	474	459	411	411	485	396	441
Robert B. Jaggard School										
Square Feet	86,178	86,178	86,178	86,178	86,178	86,178	86,178	86,178	86,178	86,178
Capacity (students)	625	625	625	625	625	625	625	625	625	625
Enrollment	441	462	466	477	483	491	491	473	471	481
Middle School										
Frances DeMasi Middle School										
Square Feet	135,490	135,490	135,490	135,490	135,490	135,490	135,490	135,490	135,490	135,490
Capacity (students)	1,250	1,250	1,250	1,250	1,250	1,250	1,250	1,250	1,250	1,250
Enrollment	709	690	680	683	714	760	760	774	760	723
Marlton Middle School										
Square Feet	126,220	126,220	126,220	126,220	126,220	126,220	126,220	126,220	126,220	126,220
Capacity (students)	1,250	1,250	1,250	1,250	1,250	1,250	1,250	1,250	1,250	1,250
Enrollment	963	1,011	1,088	1,097	1,067	1,059	1,059	1,108	1,177	1,202
Other										
District Admin. Building										
Square Feet	26,200	26,200	26,200	26,200	26,200	26,200	26,200	26,200	26,200	26,200
District Bus Garage										
Square Feet	2,257	2,257	2,257	2,257	2,257	2,257	2,257	2,257	2,257	2,257
District Maint./Trans. Building										
Square Feet	13,684	13,684	13,684	13,684	13,684	13,684	13,684	-	-	-

Number of Schools at June 30, 2011
Elementary = 7
Middle School = 2
High School = 0
Other = 3

Source: District Records
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.

(1) Unavailable
Source: District records, ASSA

TOWNSHIP OF EVESHAM SCHOOL DISTRICT
Schedule of Required Maintenance
Last Ten Fiscal Years
Unaudited

UNDISTRIBUTED EXPENDITURES - REQUIRED MAINTENANCE FOR SCHOOL FACILITIES (11-000-261-XXX)

		Fiscal Year Ended June 30,									
* School Facilities	Project # (s)	2011	2010	2009	2008	2007	2006	2005	2004	2003	2002
Frances DeMasi Middle School	40	$ 158,833.12	$ 100,330.90	$ 121,356.40	$ 156,600.76	$ 144,495.10	$ 122,803.63	$ 131,899.82	$ 86,785.36	$ 148,236.24	$ 173,343.03
Florence V. Evans School	50	76,267.51	94,349.37	75,795.26	78,078.18	66,787.64	96,352.04	59,975.47	44,667.29	66,385.91	79,825.28
H.L. Beeler School	55	81,081.37	60,492.67	84,933.49	109,771.85	71,746.37	32,649.32	96,419.70	74,092.58	51,967.00	65,770.73
J. Harold Van Zant School	57	45,411.59	53,895.07	62,756.28	66,123.93	44,481.18	62,836.74	59,097.02	43,250.84	49,349.15	61,061.74
Marlton Elementary School	58	109,350.87	109,323.24	80,074.12	68,823.27	60,126.38	58,224.62	52,651.82	27,546.90	59,525.18	91,351.57
Marlton Middle School	60	94,137.45	127,630.65	173,327.16	137,339.50	84,338.55	80,980.59	86,813.73	93,302.59	111,357.30	129,770.76
Richard L. Rice	65	57,304.47	63,609.69	62,758.88	66,576.39	55,602.05	51,371.45	76,569.88	57,875.29	61,172.76	73,672.89
Robert B. Jaggard School	70	56,700.03	78,890.08	66,431.22	78,339.28	48,315.84	52,284.00	59,116.63	48,214.56	62,172.50	88,602.50
District Adm. Building	999	40,276.10	40,558.67	32,047.64	46,286.06	63,252.33	27,271.09	32,322.12	105,486.43	23,199.10	13,468.46
District Bus Garage	999	5,849.87	6,411.02	17,581.74	6,385.74	5,325.87	22,581.96	570.09	1,131.46	6,587.17	2,320.95
Operations (building and grounds)	999	16,806.21	53,956.62	26,392.74	50,497.18	17,362.10	23,890.29				
District Maint./Trans. Building	999	24,065.38	27,915.84	18,704.96	15,580.19	8,465.90	42,374.38	10,565.59	31,080.89	23,846.02	3,348.65
Total School Facilities		766,083.97	817,363.82	822,159.89	880,402.33	670,299.31	673,620.11	666,001.87	613,434.19	663,798.33	782,536.56
Other Facilities		-	-	-	-	-	-	-	-	-	-
Grand Total		$ 766,083.97	$ 817,363.82	$ 822,159.89	$ 880,402.33	$ 670,299.31	$ 673,620.11	$ 666,001.87	$ 613,434.19	$ 663,798.33	$ 782,536.56

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

Source: District Records

TOWNSHIP OF EVESHAM SCHOOL DISTRICT
Insurance Schedule
June 30, 2011
Unaudited

		Coverage	Deductible
School Package Policy			
Property, Inland Marine and Automobile Physical Damages	(A)	$ 150,000,000.00	$ 500.00
Boiler and Machinery	(A)	125,000,000.00	1,000.00
General and Automobile Liability	(A)	10,000,000.00	
Workers' Compensation	(A)	Statutory	
Crime Coverage	(A)	500,000.00	500.00
Educator's Legal Liability	(A)	10,000,000.00	
Pollution and Mold Legal Liability	(A)	3,000,000.00	25,000.00
Bonds:			
Business Administrator/Board Secretary	(B)	100,000.00	
Treasurer of School Funds	(B)	352,000.00	

(A Burlington County Insurance Pool Joint Insurance Fund
(B Travelers Indemnity Company

Source: District Records

SINGLE AUDIT SECTION

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 STATE OF NEW JERSEY CIRCULAR 04-04-OMB

The Honorable President and
Members of the Board of Education
Township of Evesham
Marlton, New Jersey 08053

Compliance

We have audited Township of Evesham School District's compliance with the types of compliance requirements described in the OMB Circular A-133 Compliance Supplement and the New Jersey State Grant Compliance Supplement that could have a direct and material effect on each of the School District's major federal and state programs for the fiscal year ended June 30, 2011. The 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 School District's management. Our responsibility is to express an opinion on the 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; 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 State of New Jersey Circular 04-04-OMB, Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid. Those standards, OMB Circular A-133, and State of New Jersey Circular 04-04-OMB, require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal or state program occurred. An audit includes examining, on a test basis, evidence about the Township of Evesham 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 School District's compliance with those requirements.

In our opinion, Township of Evesham School District complied, in all material respects, with the compliance requirements referred to above that could have a direct and material effect on each of its major federal and state programs for the fiscal year ended June 30, 2011.

Internal Control Over Compliance

Management of the Township of Evesham School District is responsible for establishing and maintaining effective internal control over compliance with requirements of laws, regulations, contracts and grants applicable to federal and state programs. In planning and performing our audit, we considered the School District's internal control over compliance with requirements that could have a direct and material effect on a major federal or state program to determine the auditing procedures for the purpose of expressing our opinion on compliance and to test and report on internal control over compliance in accordance with OMB Circular A-133 and State of New Jersey Circular 04-04-OMB, 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 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 internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be deficiencies, significant deficiencies or material weaknesses. We did not identify any deficiencies in internal control over compliance that we consider to be *material weaknesses*, as defined above.

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

Respectfully submitted,

Bowman & Company LLP

BOWMAN & COMPANY LLP
Certified Public Accountants
& Consultants

Joseph J. Hoffmann
Certified Public Accountant
Public School Accountant No. CS 00759

Voorhees, New Jersey
November 3, 2011

TOWNSHIP OF EVESHAM SCHOOL DISTRICT
Schedule of Expenditures of Federal Awards, Schedule A
For the Fiscal Year Ended June 30, 2011

Federal Grantor/ Pass-through Grantor / Program Title	Federal CFDA Number	Grant or State Project Number	Program or Award Amount	Grant Period From	Grant Period To	Balance June 30, 2010
General Fund:						
U.S. Department of Homeland Security						
Emergency Management Agency	97.036	N/A	$ 45,818.16	7-1-10	6-30-11	-
Special Revenue Fund:						
U.S. Department of Education Passed-through						
State Department of Education:						
I.A.S.A.:						
Title I	84.010A	IASA169010	134,982.00	9-1-09	8-31-10	$ (34,075.00)
Title I	84.010A	IASA169011	159,798.00	9-1-10	8-31-11	
Title II Part A	84.367A	IASA169010	112,463.00	9-1-09	8-31-10	(49,541.98)
Title II Part A	84.367A	IASA169011	113,175.00	9-1-10	8-31-11	
Title II Part D	84.318X	IASA169010	1,564.00	9-1-09	8-31-10	(177.90)
Title II Part D	84.318X	IASA169011	188.00	9-1-10	8-31-11	
Title III Carryover	84.365A	IASA169007	689.00	9-1-07	8-31-08	688.65
Title III	84.365A	IASA169010	16,222.00	9-1-09	8-31-10	(7,037.49)
Title III	84.365A	IASA169011	21,148.00	9-1-10	8-31-11	
Title IV	84.186A	IASA169007	13,917.00	9-1-06	8-31-07	110.58
Title IV	84.186A	IASA169010	9,409.00	9-1-09	8-31-10	(2,059.13)
Title IV	84.186A	IASA169011	N/A	9-1-10	8-31-11	
Ullysses S. Grant	84.215X	N/A	7,990.33	9-1-09	8-31-10	(2,960.38)
Ullysses S. Grant	84.215X	N/A	3,497.00	9-1-10	8-31-11	
I.D.E.I.A. Part B:						
Basic & Capacity	84.027	FT169009	1,123,172.00	9-1-08	8-31-09	37.00
Basic & Capacity	84.027	FT169010	1,105,969.00	9-1-09	8-31-10	(320,170.46)
Basic & Capacity	84.027	FT169011	1,119,516.00	9-1-10	8-31-11	
ARRA - Basic & Capacity	84.391	FT169010	1,128,658.00	7-1-09	8-31-11	(123,864.42)
Pre-School Carryover	84.173	PS169008	1,661.00	9-1-08	8-31-09	
Pre-School	84.173	PS169010	71,519.00	9-1-09	8-31-10	(8,117.00)
Pre-School	84.173	PS169011	73,232.00	9-1-10	8-31-11	
ARRA - Pre-School	84.392	PS169010	40,825.00	7-1-09	8-31-11	(69.75)
Total Special Revenue Fund						(547,237.28)
Enterprise Fund:						
U.S. Department of Agriculture:						
Food Distribution Program	10.555	Unavailable	83,990.72	7-1-09	6-30-10	23,051.15
Food Distribution Program	10.555	Unavailable	59,902.22	7-1-10	6-30-11	
Passed-through State Department of Education:						
National School Lunch Program	10.555	Unavailable	171,234.03	7-1-09	6-30-10	(13,060.76)
National School Lunch Program	10.555	Unavailable	183,258.42	7-1-10	6-30-11	
ARRA - Equipment Grant	10.579	Unavailable	5,500.00	7-1-10	6-30-11	
Total Enterprise Fund						9,990.39
Total Federal Financial Assistance						$ (537,246.89)

The accompanying Notes to Financial Statements and Notes to the Schedules of Expenditures of Federal Awards and State Financial Assistance are an integral part of this schedule.
(A) Reflected as Miscellaneous Revenue on Exhibits B-2 and C-1.

Carryover / (Walkover) Amount	Cash Received	Budgetary Expenditures		Adjustments	Repayment of Prior Years' Balances	Balance June 30, 2011 (Accounts Receivable)	Balance June 30, 2011 Deferred Revenue	Balance June 30, 2011 Due to Grantor
-	$ 45,818.16	$ 45,818.16	(A)	-	-	-	-	-
	34,825.00	750.00						
	94,225.00	141,908.40				$ (65,573.00)	$ 17,889.60	
$ (225.00)	67,627.00	22,056.02				(4,196.00)		
225.00	26,021.00	44,599.41				(87,154.00)	68,800.59	
(14.00)	184.00	6.10				(14.00)		
14.00		10.37				(188.00)	191.63	
					$ 688.65			
(5.00)	6,785.00	36.51				(294.00)		
5.00	10,059.00	16,177.17				(11,089.00)	4,975.83	
					110.58			
(6,582.00)	2,059.00			$ 0.13		(6,582.00)		
6,582.00		6,581.32		(0.13)			0.55	
	2,960.38							
	2,949.60	3,497.00				(547.40)		
				(37.00)				
(2,431.00)	320,802.00	875.52		280.98		(2,394.00)		
2,431.00	854,061.00	999,221.08				(265,455.00)	122,725.92	
	258,705.00	390,678.66		132.01		(296,578.00)	40,871.93	
				7.25				$ 7.25
	8,117.00							
	47,330.00	69,204.00				(25,902.00)	4,028.00	
	1,432.00	6,876.56				(11,154.00)	5,639.69	
-	1,738,141.98	1,702,478.12		383.24	799.23	(777,120.40)	265,123.74	7.25
		23,051.15						
	59,902.22	51,322.68					8,579.54	
	13,060.76							
	172,830.34	183,258.42				(10,428.08)		
	5,500.00	5,500.00						
-	251,293.32	263,132.25		-	-	(10,428.08)	8,579.54	-
-	$ 2,035,253.46	$ 2,011,428.53		$ 383.24	799.23	$ (787,548.48)	$ 273,703.28	$ 7.25

TOWNSHIP OF EVESHAM SCHOOL DISTRICT
Schedule of Expenditures of State Financial Assistance, Schedule B
For the Fiscal Year Ended June 30, 2011

State Grantor/ Program Title	Grant or State Project Number	Program or Award Amount	Grant Period From	Grant Period To	Balance at June 30, 2010 Deferred Revenue / Accounts Receivable	Balance at June 30, 2010 Due to Grantor	Carryover / (Walkover) Amount
General Fund:							
Current Expense:							
Equalization Aid	10-495-034-5120-078	$ 6,040,204.00	7-1-09	6-30-10	$ (873,550.00)		
Equalization Aid	11-495-034-5120-078	8,946,937.00	7-1-10	6-30-11			
Transportation Aid	10-495-034-5120-014	1,105,393.00	7-1-09	6-30-10	(159,864.81)		
Special Education Aid	10-495-034-5120-089	2,471,973.00	7-1-09	6-30-10	(357,503.16)		
Special Education Aid	11-495-034-5120-089	2,432,277.00	7-1-10	6-30-11			
Security Aid	10-495-034-5120-084	219,107.00	7-1-09	6-30-10	(31,687.82)		
Security Aid	11-495-034-5120-084	133,156.00	7-1-10	6-30-11			
Adjustment Aid	10-495-034-5120-085	365,871.00	7-1-09	6-30-10	(52,913.21)		
Extraordinary Aid	10-495-034-5120-473	175,534.00	7-1-09	6-30-10	(175,534.00)		
Extraordinary Aid	11-495-034-5120-473	240,100.00	7-1-10	6-30-11			
Nonpublic School Transportation Aid	10-495-034-5120-014	28,628.00	7-1-09	6-30-10	(28,628.00)		
Nonpublic School Transportation Aid	11-495-034-5120-014	37,228.45	7-1-10	6-30-11			
Homeless Aid	11-495-034-5120-005	41,254.00	7-1-10	6-30-11			
T.P.A.F. Social Security Aid	10-495-034-5095-002	2,375,551.63	7-1-09	6-30-10	(197,047.45)		
T.P.A.F. Social Security Aid	11-495-034-5095-002	2,279,319.81	7-1-10	6-30-11			
Total General Fund					(1,876,728.45)	-	-
Special Revenue Fund:							
Nonpublic Aid:							
Textbook Aid (Ch. 194)	10-100-034-5120-064	34,048.00	7-1-09	6-30-10		$ 1,886.57	
Textbook Aid (Ch. 194)	11-100-034-5120-064	31,262.00	7-1-10	6-30-11			
Nursing Services	11-100-034-5120-070	37,042.00	7-1-10	6-30-11			
Auxiliary Services (Ch. 192)							
Compensatory Education	10-100-034-5120-067	53,936.00	7-1-09	6-30-10		198.40	
Compensatory Education	11-100-034-5120-067	54,088.00	7-1-10	6-30-11			
ESL	11-100-034-5120-067	2,561.00	7-1-10	6-30-11			
Home Instruction	10-100-034-5120-067	1,273.00	7-1-09	6-30-10	(1,273.00)		
Handicapped Services (Ch. 193)							
Corrective Speech	10-100-034-5120-068	38,559.00	7-1-09	6-30-10		6,995.16	
Corrective Speech	11-100-034-5120-068	30,980.00	7-1-10	6-30-11			
Examination and Classification	10-100-034-5120-068	34,001.00	7-1-09	6-30-10		1,278.58	
Examination and Classification	11-100-034-5120-068	34,615.00	7-1-10	6-30-11			
Supplementary Instruction	10-100-034-5120-068	18,636.00	7-1-09	6-30-10		637.36	
Supplementary Instruction	11-100-034-5120-068	22,652.00	7-1-10	6-30-11			
Total Special Revenue Fund					(1,273.00)	10,996.07	-
Capital Projects Fund:							
School Development Authority	1420-060-09-1004	526,597.00	7-1-09	Completion			
School Development Authority	1420-050-09-1003	79,335.00	7-1-10	Completion			
School Development Authority	1420-065-09-1005	162,624.00	7-1-10	Completion			
School Development Authority	1420-070-09-1006	382,922.00	7-1-10	Completion			
Total Capital Projects Fund					-	-	-
Debt Service Fund:							
Debt Service Aid, Type 2	11-100-034-5120-017	1,201,727.00	7-1-10	6-30-11	-	-	-
Enterprise Fund:							
State School Lunch Aid	10-100-010-3350-023	13,889.34	7-1-09	6-30-10	(1,049.40)		
State School Lunch Aid	11-100-010-3350-023	12,420.63	7-1-10	6-30-11			
Total Enterprise Fund					(1,049.40)	-	-
Total State Financial Assistance					$ (1,879,050.85)	$ 10,996.07	-

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

Cash Received	Budgetary Expenditures	Adjustments	Repayment of Prior Years' Balances	Balance June 30, 2011 (Accounts Receivable)	Balance June 30, 2011 Deferred Revenue / Interfund Payable	Balance June 30, 2011 Due to Grantor	Memo Budgetary Receivable June 30, 2011	Memo Cumulative Total Expenditures
$ 873,550.00								
8,089,915.28	$ 8,946,937.00			$ (857,021.72)			$ (857,021.72)	$ 8,946,937.00
159,864.81								
357,503.16								
2,199,290.65	2,432,277.00			(232,986.35)			(232,986.35)	2,432,277.00
31,687.82								
120,401.07	133,156.00			(12,754.93)			(12,754.93)	133,156.00
52,913.21								
175,534.00								
	240,100.00			(240,100.00)				240,100.00
28,628.00								
	37,228.45			(37,228.45)				37,228.45
	41,254.00			(41,254.00)				41,254.00
197,047.45								
2,165,495.61	2,279,319.81			(113,824.20)				2,279,319.81
14,451,831.06	14,110,272.26	-	-	(1,535,169.65)	-	-	(1,102,763.00)	14,110,272.26
		$ 0.43	$ 1,887.00					
31,262.00	27,888.53					$ 3,373.47		27,888.53
37,042.00	37,042.00							37,042.00
		(0.40)	198.00					
54,088.00	54,088.00							54,088.00
2,561.00						2,561.00		
1,273.00								
		(0.16)	6,995.00					
30,980.00	30,119.00					861.00		30,119.00
		0.42	1,279.00					
34,615.00	33,336.00					1,279.00		33,336.00
		(0.36)	637.00					
22,652.00	22,512.00					140.00		22,512.00
214,473.00	204,985.53	(0.07)	10,996.00	-	-	8,214.47	-	204,985.53
		526,597.00		(202,324.00)	$ 728,921.00			
		79,335.00		(52,890.00)	132,225.00			
	69,335.00	162,624.00		(108,416.00)	201,705.00			69,335.00
	260,505.00	382,922.00		(255,281.60)	377,698.60			260,505.00
-	329,840.00	1,151,478.00	-	(618,911.60)	1,440,549.60	-	-	329,840.00
1,201,727.00	1,201,727.00	-	-	-	-	-	-	1,201,727.00
1,049.40								
11,065.27	12,420.63			(1,355.36)				12,420.63
12,114.67	12,420.63	-	-	(1,355.36)	-	-	-	12,420.63
$ 15,880,145.73	$ 15,859,245.42	$ 1,151,477.93	$ 10,996.00	$ (2,155,436.61)	$ 1,440,549.60	$ 8,214.47	$ (1,102,763.00)	$ 15,859,245.42

TOWNSHIP OF EVESHAM SCHOOL DISTRICT
Notes to Schedules of Expenditures of Federal Awards and State Financial Assistance
For the Fiscal Year Ended 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 Township of Evesham School District (hereafter referred to as the "School District"). The School District is defined in Note 1 to the School District's basic financial statements. All federal and state awards received directly from federal and state agencies, as well as federal awards and state financial assistance passed through other government agencies, are included on the schedules of expenditures of federal awards and state financial assistance.

Note 2: BASIS OF ACCOUNTING

The accompanying schedules of expenditures of federal awards and state financial assistance are presented using 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 bases of accounting are described in Note 1 to the School District's basic financial statements. The information in this schedule is presented in accordance with the requirements of OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*; therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of, the 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 one or more deferred June state aid payments in the current budget year, which is mandated pursuant to N.J.S.A. 18A:22-44.2. For GAAP purposes, payments are not recognized until the subsequent budget year due to the state deferral and recording of the one or more June state aid payments 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 one or more June state aid payments in the current budget year, consistent with N.J.S.A. 18A:22-44.2.

The net adjustment to reconcile expenditures from the budgetary basis to the GAAP basis is $1,803.71 for the special revenue fund. See Exhibit C-3, Notes to Required Supplementary Information, for a reconciliation of the budgetary basis to the modified accrual basis of accounting for the general and special revenue funds.

Note 3: RELATIONSHIP TO FINANCIAL STATEMENTS (CONT'D)

Financial assistance expenditures are reported in the School District's basic financial statements on a GAAP basis as presented as follows:

Fund	Federal	State	Total
General	$ 45,818.16	$ 16,606,116.26	$ 16,651,934.42
Special Revenue	1,704,337.59	204,929.77	1,909,267.36
Capital Projects		329,840.00	329,840.00
Debt Service		1,201,727.00	1,201,727.00
Food Service	263,132.25	12,420.63	275,552.88
Total Awards and Financial Assistance	$ 2,013,288.00	$ 18,355,033.66	$ 20,368,321.66

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: ADJUSTMENTS

Amounts reported in the column entitled "Adjustments" represent favorable differences incurred in the liquidation of encumbrances charged as budgetary basis expenditures in fiscal year 2009-2010, rounding adjustments, and the local share of School Development Authority grant projects.

Note 6: OTHER

Revenues and expenditures reported under the Food Distribution Program represent current year value received and current year distribution, respectively. 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 fiscal year ended June 30, 2011.

Note 7: MAJOR PROGRAMS

Major programs are identified in the Summary of Auditor's Results section of the Schedule of Findings and Questioned Costs.

TOWNSHIP OF EVESHAM SCHOOL DISTRICT
Schedule of Findings and Questioned Costs
For the Fiscal Year Ended June 30, 2011

Section 1- Summary of Auditor's Results

Financial Statements

Type of auditor's report issued: Unqualified

Internal control over financial reporting:

Material weaknesses identified? ____ yes __x__ no

Were significant deficiencies identified that were not considered to be a material weakness? ____ yes __x__ none reported

Noncompliance material to financial statements noted? ____ yes __x__ no

Federal Awards

Internal control over compliance:

Material weaknesses identified? ____ yes __x__ no

Were significant deficiencies identified that were not considered to be a material weakness? ____ yes __x__ none reported

Type of auditor's report on compliance for major programs: Unqualified

Any audit findings disclosed that are required to be reported in accordance with OMB Circular A-133 (section .510(a))? ____ yes __x__ no

Identification of major programs:

CFDA Numbers	Name of Federal Program or Cluster
84.027	IDEIA Part B -- Basic & Capacity
84.173	IDEIA Part B -- Preschool
84.391	ARRA - IDEIA Part B -- Basic & Capacity
84.392	ARRA - IDEIA Part B -- Preschool

Dollar threshold used to determine Type A programs: $300,000.00

Auditee qualified as low-risk auditee? __x__ yes ____ no

TOWNSHIP OF EVESHAM SCHOOL DISTRICT
Schedule of Findings and Questioned Costs
For the Fiscal Year Ended June 30, 2011

Section 1- Summary of Auditor's Results (Cont'd)

State Financial Assistance

Internal control over compliance:

Material weaknesses identified? ____ yes __x__ no

Were significant deficiencies identified that were not considered to be a material weakness? ____ yes __x__ none reported

Type of auditor's report on compliance for major programs: Unqualified

Any audit findings disclosed that are required to be reported in accordance with OMB Circular A-133 (section .510(a)) or New Jersey Circular 04-04-OMB? ____ yes __x__ no

Identification of major programs:

GMIS Numbers	Name of State Program
11-495-034-5120-078	State Aid Public -- Equalization Aid
11-495-034-5120-089	State Aid Public -- Special Education Aid
11-495-034-5120-084	State Aid Public -- Security Aid
11-495-034-5095-002	Reimbursed TPAF Social Security Contributions
11-100-034-5120-017	Debt Service Aid

Dollar threshold used to determine Type A programs: $475,777.37

Auditee qualified as low-risk auditee? __x__ yes ____ no

TOWNSHIP OF EVESHAM SCHOOL DISTRICT
Schedule of Findings and Questioned Costs
For the Fiscal Year Ended June 30, 2011

Section 2- Schedule of Financial Statement Findings

This section identifies the significant deficiencies, material weaknesses, and instances of noncompliance related to the financial statements that are required to be reported in accordance with Government Auditing Standards and with audit requirements as prescribed by the Division of Finance, Department of Education, State of New Jersey.

None.

TOWNSHIP OF EVESHAM SCHOOL DISTRICT
Schedule of Findings and Questioned Costs
For the Fiscal Year Ended June 30, 2011

Section 3- Schedule of Federal Award Findings and Questioned Costs

This section identifies the significant deficiencies, material weaknesses, and instances of noncompliance, including questioned costs, related to the audit of major Federal programs, as required by OMB Circular A-133.

None.

TOWNSHIP OF EVESHAM SCHOOL DISTRICT
Schedule of Findings and Questioned Costs
For the Fiscal Year Ended June 30, 2011

Section 4- Schedule of State Financial Assistance Findings and Questioned Costs

This section identifies the significant deficiencies, material weaknesses, and instances of noncompliance, including questioned costs, related to the audit of major State programs, as required by OMB Circular A-133 and State of New Jersey Circular 04-04-OMB.

None.

TOWNSHIP OF EVESHAM SCHOOL DISTRICT
Summary Schedule of Prior Year Audit Findings
and Questioned Costs as Prepared by Management

This section identifies the status of prior year findings related to the financial statements and Federal Awards and State Financial Assistance that are required to be reported in accordance with Government Auditing Standards, OMB Circular A-133 and State of New Jersey Circular 04-04-OMB.

FINANCIAL STATEMENT FINDINGS

None.

FEDERAL AWARDS

None.

STATE FINANCIAL ASSISTANCE PROGRAMS

None.