

**Comprehensive Annual
Financial Report**

of the

Greater Egg Harbor Regional High School District

Mays Landing, New Jersey

For the Fiscal Year Ended June 30, 2011

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INTRODUCTORY SECTION

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Office of the School Business Administrator

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Absegami High School
201 S. Wrangleboro Road
Galloway, NJ 08205



Cedar Creek High School
1701 New York Avenue
Egg Harbor City, NJ 08215



Oakcrest High School
1824 Dr. Dennis Foreman Dr.
Mays Landing, NJ 08330

December 2, 2011

Honorable President and
Members of the Board of Education
Greater Egg Harbor Regional High School District
County of Atlantic, New Jersey

Dear Board Members:

The Comprehensive Annual Financial Report of the Greater Egg Harbor Regional High School District for the fiscal year ended June 30, 2011 is hereby submitted. Responsibility for both the accuracy of the data and completeness and fairness of the presentation, including all disclosures, rests with the District Administration. To the best of our knowledge and belief, the data presented in this report is accurate in all material respects and is reported in a manner designed to present fairly the financial position and results of operations of the various funds of the District. All disclosures necessary to enable the reader to gain an understanding of the District's financial activities have been included.

The Comprehensive Annual Financial Report is presented in four sections: introductory, financial, statistical and single audit. The introductory section includes this transmittal letter, the District's organizational chart and a list of principal officials. The financial section begins with the Independent Auditor's Report and includes the Management's Discussion and Analysis, the basic financial statements and notes, and other schedules providing detailed budgetary information. The statistical section includes selected financial and demographic information, generally presented on a multi-year basis. The District is required to undergo an annual single audit in conformity with the provisions of the Single Audit Act of 1984 and the U.S. Office of Management and Budget Circular A-133, "Audits of States, Local Governments, and Non-Profit Organizations" and the State Treasury OMB Circular Letter 04-04, "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, is included in the single audit section of this report.

1. REPORTING ENTITY AND ITS SERVICES:

Greater Egg Harbor Regional High School District is an independent reporting entity within the criteria adopted by the GASB Statement No. 14 as established by NCGA Statement No. 3. All funds of the District are included in this report. The Greater Egg Harbor Regional High School District Board of Education and all its schools constitute the District's reporting entity. The Greater Egg Harbor Regional High School District provides a full range of educational services appropriate to grade level 9 through 12. These include regular, vocational and special education programs for handicapped pupils. The District had an enrollment of 3,792 students at the October 15th count for the 2010-2011 school year. This is an decrease of 146 students over the previous school year.

<u>Fiscal Year</u>	<u>Student Enrollment</u>	<u>Percent Change</u>
2000-01	3,073	6.23%
2001-02	3,274	6.54%
2002-03	3,454	5.50%
2003-04	3,711	7.44%
2004-05	3,850	3.75%
2005-06	3,949	2.58%
2006-07	3,996	1.19%
2007-08	3,954	-1.05%
2008-09	3,873	-2.05%
2009-10	3,938	1.68%
2010-11	3,792	-3.71%

2. ECONOMIC CONDITION AND OUTLOOK:

The Greater Egg Harbor Regional High School District encompasses approximately 273.11 square miles in Atlantic County. The District includes the municipalities of Egg Harbor City, Galloway Township, the Township of Mullica, and the Township of Hamilton. Additionally, Port Republic in Atlantic County and the Township of Washington in Burlington County are tuition districts.

The district currently operates three high schools: Absegami High School in Galloway Township and Oakcrest High School in the Township of Hamilton and the newly opened Cedar Creek High School in Egg Harbor City. The need for Cedar Creek High School was due to enrollment growth within the district in the past ten years.

The district passed a referendum to build Cedar Creek High School in September of 2007.

The future outlook for district financing continues to depend primarily upon the ability and willingness of the Governor and the State Legislature to provide funding for education. The current state of the national, state and local economies will also have a serious impact on the district's ability to keep up with the demands of students needs. The electorate did not approve the 2011/2012 budget, it was eventually approved by the constituent municipalities but with \$800,000 in reductions.

3. 2010-11 MAJOR INITIATIVES:

The continued adjustment, alignment, and transition of the district curriculum to meet the mandates of No Child Left Behind and the Revised New Jersey Core Curriculum Content Standards remained a priority of the 2010-2011 budget. It provided the funds for staff development, curriculum articulation with constituent and sending districts to sequence instruction and coordinate programs to provide for the New Jersey State assessment program sequence. Additionally, the 2010-2011 budget continues funding for the teaching of the second year of the World Language local requirement implemented ten years ago, as well as the teaching of the New Jersey Core Curriculum Content Standard programs. It funded summer professional development opportunities for teachers. The 2010-2011 budget provided funding for the third year of the Interactive Math Program implemented during the 2008-2009 school year for the purpose of increasing the rigor of course content. The Read 180 reading program, along with the utilization of Study Island software was expanded as a funded priority of this budget to assist students in preparing to pass state assessments and end-of-course evaluations. The 2010-2011 budget continued funding for research and curriculum writing to incorporate and update the Core Curriculum Content Standards and implement the five-year Curriculum Development Plan as it relates to the mandates of No Child Left Behind and NJQSAC.

The district's 3-year Technology Plan remained a funded priority. Goals and objectives for the plan were developed by various stakeholders throughout the district. The budgets, maintenance funds, and technology programs and staff referenced in this plan were a funded priority of the 2010-2011 budget. The Technology Plan focuses and maintains existing technology, identifies ways to improve instruction through technology and implements new technology to keep current with emerging trends. Distance learning facilities, wireless computer labs, Smart-board technology, ELMO technology, LCD projectors in classrooms, graphing calculators, providing all staff members with personal laptop computers, maintaining and upgrading network operations, implementing voice over IP telephones, streaming video over the network, providing professional development opportunities, and looking for ways to increase computer access for students and faculty were a major focus of the 2010-2011 budget. The 2010-2011 budget also provided funding for a new Student Management Software program and new IPTV servers that improved district efficiencies

and enhanced services to students, parents, and the community. The district continued to appropriately budget for licensing and software to keep current with copyright policies. The district continued to support Global Connect and Parent Connect to improve communication between the district and parents.

The district Alternative Education Program had to be returned to on-campus facilities due to requirements of the 2010-11 budget. The program which began as a district initiative thirteen years ago has proven to be the appropriate educational setting for providing a means of dealing with pupil needs that are greater than the majority of students but not severe enough to justify a classroom. Five years ago an additional self-contained classroom was added to the Alternative Education Program. The continued funding of this additional self-contained classroom along with plans to add an additional classroom to reduce out-of-district tuition costs were funded priorities of this budget. During the 2010-11 school year, NEXUS Incorporated continued to be utilized to provide Alternative Education Program students instruction in content areas outside the certification levels of existing program staff. This off-campus program has generated positive results in both graduating students and returning students to the regular high school program.

Special education was a continued priority in the Greater Egg Harbor Regional High School District. The district has a relatively large population of disabled students that continues to grow annually due to increased classification of pupils at the constituent district level. Over the past five years, the district has continued to experience an increase in the severity and variety of disabled students including those classified as autistic and hearing impaired. This budget provided in excess of ten million dollars for the education of these pupils both in the district and in outside placements, which have become much more costly over the past number of years. The conversion to an in-class support based program has proven to be very expensive because of state regulations pertaining to class size for special education students and the subsequent need for additional staff. This expense was continued as a budgetary priority in 2010-2011. This budget also provided funding for the support of special education students in regular education classroom settings, specifically teacher assistants and technology devices to meet the requirements of individualized education plans.

Additional program initiatives in special education were introduced to the district via the availability of IDEA-ARRA funds during the 2009-2011 school year. These program initiatives and technological supports were designed to address those NJ State Performance Plan Indicators in Special Education of which the GEHRHSD was identified as in need of improvement. These program initiatives included: the development of a functional life skills program with an extended school year component for cognitively impaired students who returned to the district from out of district placements, the purchase of instructional software programs designed to increase student academic proficiency district wide, which included Scholastic READ 180, System 44, and FASTT Math, the purchase of laptop computer carts and SMART boards for district schools that support instruction in resource and inclusion classes across all subject areas i.e. Interactive Math Program, and the purchase of assistive technology - FM Systems for hearing impaired students.

Cedar Creek High School opened their doors for the first time in September 2010, to service students in grades nine and ten only. Students from Mullica Township, Egg Harbor City, Port Republic and Washington attend Cedar Creek. Cedar Creek also offers and engineering and environmental science programs for the constituent districts of Galloway Township, Hamilton Township, Egg Harbor City and Mullica Township as well as the sending districts of Port Republic and Washington Township.

The completion of projects identified in the Greater Egg Harbor Regional High School District's new Long Range Facilities Plan for the years 2005-2011 remains a funded priority of this budget. The district has certified there are 58 projects identified in this plan, with an estimated cost over the five-year period of \$10,317,000.

The 2010-2011 budget provided funding to continue the district priority of pupil safety through the funding of security measures designed to enhance pupil safety. In addition to the installation of intruder locks as previously mentioned, the budget provided funding for a new Visitor Management System, additional security cameras, new digital video recorders, and an enhancement to the district radio communication system.

Staff Development with emphasis on No Child Left Behind, Core Curriculum Content Standards, Assessment, HSPA 11 and PSAT preparation, Distance Learning and technology was a priority funded in the 2010-2011 budget. This budget provided funding for continued involvement in the South Jersey Minority Achievement Consortium aimed at increasing the academic achievement of minority students in the district. The retraining and repositioning of staff with regard to No Child Left Behind mandates along with preparing students for the HSPA 11 and End-of-Course assessments in Algebra and Biology were funded priorities of the 2010-2011 budget.

The district's Title I program was monitored during the 2003 school year and received a seven-year certification as a result. Approximately twenty-percent of the Title I funds received by the district were set-aside for Supplemental Educational Services. An additional twenty-percent were set aside in 2011-2011 for professional development focusing on inquiry based learning in math and science, differentiated instruction, as well as reading and writing HSPA training. The district will be monitored in the 2011-12 school year.

The NCLB Grant and NCLB ARRA funds provided salaries for teachers for supplemental instruction in reading/basic skills, parent involvement newsletters and workshops; instructional supplies and technology equipment; memberships to the New Jersey Minority Achievement Gap Network and Educational Technology Training Center; professional development, after school tutorials for English Language Learners in English and Science; and character education student assemblies and workshops.

The Perkins Grant provided funds for instructional supplies, after school tutorials, assessment software, two computer lab setups with 56 laptops and one server, a refrigerator and a Smartboard for Absegami and Oakcrest Computer Application and Culinary Arts classrooms.

The 2010-2011 budget also provided the necessary funds to maintain the district curriculum, professional development program, staffing, operations, and facilities at the necessary level.

Major Initiatives for 2011-12

Math

During the 2011-12 school year, HSPA 11 preparation and preparation for End of Course assessments will continue to be enhanced via the implementation of the Grades 9, 10 and College Prep Interactive Mathematics Program (IMP). In 2011-12, the district will continue its practice of not offering any General level courses in Mathematics will be offered in accordance with the American Diploma Project initiative. Additional Graphing Calculators, Navigators, LCD projectors, Smartview Emulators, Geometer's Sketchpad, FATHOM, statistical computer software, FASTT math software, Study Island software, Texas Instruments software and Smartboards are planned to be purchased to enhance the delivery of Math Curricula and the IMP program. HSPA 11 preparation and AHSA preparation will continue to be a focus, with the addition of an HSPA Prep Coordinator to assist with the scheduling of students into small classroom settings to better prepare students to pass the state assessment. Critical thinking, problem solving and HSPA 11 preparation will continue to be incorporated into all mathematics courses offered in the district. Data analysis will continue to be utilized to identify at-risk students. Tutorials after school and in the evening will continue to help accommodate assistance to all students in math as well as to help students meet the challenge of end-of-course assessments, SAT's, benchmarks, new standardized national curricula, reform movements, and the American Diploma Project. The Practical Applications in Mathematics course at Absegami will be continued. This course is designed for 12th grade students who have passed the HSPA 11, but need a third year of Mathematics to meet graduation requirements. There will be continued use of Moodle, Web Assign, and Elmo technologies to clarify and enhance math instruction. Existing Math/Science cohort offerings will be continued, with math and science teachers collaborating to create useful hands-on activities that will apply the theories covered in each topic of the curriculum. Articulation with sending districts to align curricula will continue, and curricula will be rewritten to reflect both core standards and the revised 2009 NJCCCS, and reflect the adopted end-of-course assessments.

Science

During the 2011-2012 school year, the science departments at all three schools will continue to revise curriculum to include only college prep and higher classes. All science courses in 2011-2012 will continue to be lab sciences for the second straight year in the district. Special Education students will continue to have a choice of college prep, inclusion, or resource room classes. Inquiry based science programs will be expanded throughout the district, with an ongoing focus on preparing 9th and 10th grade students for the New Jersey Biology Competency Test (NJBCT). Additionally, the continuation of inquiry-based labs will enhance the 5-credit biology and 5-credit chemistry courses to be offered during the 2011-2012 school year. The district will continue to offer science research courses that will create partnerships with the FAA Tech Center. Science Small Learning Communities will continue in 2011-2012, including Forensics, Medical, Environmental, and Engineering. The two magnet programs, environmental science and engineering, offered at Cedar Creek High School will be expanded to include additional curricular offerings to students in grades 9, 10 and 11. The implementation of these two magnet programs will continue to include collaboration and articulation agreements with The Richard Stockton College of New Jersey and Rowan University. Science teachers in the district will become more familiar with both core standards and the revised NJCCCS, facilitating the process of aligning district science curricular offerings with these revised standards.

Language Arts Literacy

During the 2011-2012 school year, the district will be continuing the READ 180 program and utilizing Study Island software as a strategy to remediate struggling readers in all district schools. The Read 180 program will continue to run 90 minutes sections for identified 9th grade students and 45 minutes for identified 10th graders. Data analysis will continue to be utilized to identify at risk students, and articulation with sending districts to align curricula will be continued to support a shared vision of success for all students. For the second year in a row, all district students will be enrolled in college prep or higher-level classes, in accordance with the rigor requirements of the American Diploma Project. The after-school tutorial program targeting Language Arts Literacy and English-as-A-Second Language will be fully implemented. Pullout services will be continued for students needing extra help to prepare for the HSPA and AHSA. Instructional strategies will continue to focus on raising the rigor for all students while aligning staff professional development to focus on teaching strategies and differentiated instruction. The English and Special Education departments will investigate utilizing benchmarking software as an additional means to evaluate student performance and identify at-risk students for remediation. Additionally, English and Social Studies cohorts in regular and special education will be expanded and will incorporate all Freshman, Sophomore, and Junior level classes. Select curricula will be rewritten to reflect both common core standards and the NJCCCS. HSPA preparation will continue at all levels, utilizing assessment tools that include HSPA formatting, multi-layered questions requiring justification, and multiple choice questions. Articulation with language arts teachers from our sending districts will continue to improve curriculum alignment and student achievement. The use of Blackboard, Smart-Boards, Elmos, assistive readers and other technology will continue to be utilized to clarify and enhance instruction. The use of Reading Specialists to assist with at risk students will also be continued to meet the needs of our struggling students. Teachers will participate in Professional Learning Communities throughout the year to expand instructional methodologies and content knowledge.

Social Studies

During the 2011-2012 school year, the use of Smartboards and other technologies will continue to be incorporated into Social Studies instruction in both required and elective course offerings. Additionally, wireless computer labs will continue to be utilized to enhance instruction and student achievement. StrataLogica software will continue to be used in effort to improve student geographical understanding. Select curricula revision will occur to adhere to the district 5-year cycle, and will incorporate both the common core standards and the revised NJCCCS. The district-wide curriculum alignment initiative will continue to be implemented and subject specific tutorials will continue to be scheduled. Financial Literacy as a stand-alone course will continue to be offered in the district to address the new state requirement. Additionally, Economics will be also be offered as a course students can take to meet the financial literacy state requirement. The goals of the American Diploma Project regarding an increase in instructional rigor and relevance will continue to be implemented throughout all district schools. The Social Studies curriculum mapping initiative will continue to be expanded and the full use of the electronic lesson plan template will continue. There will be continued emphasis on student assessment practices that address multiple learning styles, writing, and activities that promote HSPA skills. Lessons in Social Studies classes will continue to be created that integrate Math clusters and Language Arts literacy skills that are required for successful HSPA 11 performance. Interdisciplinary instruction linking Social Studies and Language Arts will continue, along with Political Science and Forensics institutes. All World History courses will continue to be co-horted with English I classes, and the existence of a Humanities Institute that involves the development of formal curricular relationships between Social Studies Humanities, English 4, and Art History will continue.

21st Century Life & Careers

The Small Learning Community entitled "Finance Institute" will continue in 2011-2012, including courses in financial literacy, stock market and investments. The Small Learning Community entitled "The Entrepreneurship Institute" which links Communications and Business classes will enter its fourth year in 2011-2012. The Entrepreneurship Institute covers topics such as: types of businesses, ownership, physical aspects of owning a business, business procedures, business structures, marketing, business plans, accounting and financial management. The district will continue presentations in the Law and Criminal Justice areas to expose students to career fields in those professions. The new Practical Applications in Mathematics course for the non-college bound student developed last year will continue to address Core Curriculum Content Standards while enhancing cross-content workplace readiness skills. The district Office Computer Application class will continue its articulation agreement with ACCC, which provides college credit to a student attending ACCC in the computer applications area. Web-Design I, II and III will be offered as a continuous program for students interested in webpage design. These courses will utilize Adobe Design CS4 and will concentrate on creating internet graphics, website layouts, organizing information, principles of color and multimedia graphics as related to planning and design. Financial and Economic Literacy will introduce students to economics on a micro and macro level. Students will investigate the effects of economic decisions relative to individual purchasing power and money management. This new emphasis will help students become more informed

consumers, set financial goals, create and work with budgets, save and invest for the future, establish credit, understand banking services, secure retirement and protect against fraud. The district will continue to enhance technology offerings via the purchase of new mobile computer labs, Smartboards, LCD projectors, new textbooks and business software programs. The Realizing Educational and Career Hopes Functional Life Skills Program (REACH) for the districts' multiply disabled students which focuses on the development of vocational competencies will be expanded in 2011-2012.

Visual and Performing Arts

During the 2011-2012 school year, band, choir, dance, drama and media will continue to work collaboratively and follow an interdisciplinary model in presenting visual and performing arts shows to students, staff and the community. Competitions, showcase events, and community events will be presented, and outside content guest speakers will continue to be invited to the district to enhance curricular offerings. All visual and performing arts programs in the district will be maintained at existing funding and staffing levels.

Comprehensive Health & PE

During the 2011-2012 school year, health will remain a full-year course offered to all district freshmen on a daily basis. Accordingly, students in the Greater Egg Harbor Regional High School District will continue to take one full-year of health and four full-years of physical education thus exceeding the state requirement. The primary goal of the district Health curriculum will be to continue to educate students on the vital aspects of health education and how it relates to every day life. This continued education will be implemented through our Health Update program, which consists of 20 hours of Health education per year during the sophomore, Junior and Senior years. Specific areas of study will include: Drug & Alcohol Awareness and Prevention, HIV-AIDS, Systems of the Body, and driver's education. A new unit on Organ Donation will be added to the Health Curriculum. A new fitness program entitled "Top Physical Challenge" where students will interact with State Troopers and members of the National Guard will be added to the curriculum. This unique program will emphasize physical fitness as it relates to careers in law enforcement and the military. The district will continue to update our weight training and cardiovascular training areas to meet fitness needs of students and athletes. Physical education classes will continue to stress physical fitness and lifetime sporting activities. The district will continue to offer Adaptive Physical education for students with physical handicaps that offer an alternative custom education for students with special needs.

World Languages

During the 2011-2012 school year, the goals of the American Diploma Project regarding an increase in instructional rigor in World Languages classes will be continued. Specifically, non – academic course offerings in World Languages will no longer exist for the second year in a row in the district. Additional voice recorders will be purchased in an effort to upgrade technology necessary to meet curricular and Advanced Placement standards. The Read 180 Program will continue to be incorporated into the ELL curriculum. Teachers will continue to participate in Professional Learning Communities throughout the year to expand their knowledge of TPRS (Teaching Proficiency through Reading and Storytelling). Tutorials for all World Language and ELL learners will be offered several times per month. There will be continued emphasis on student assessment practices that address multiple learning styles, consistently include writing, and promote additional HSPA related skills. Select World Language curricula will be rewritten in accordance with the district five-year cycle, core standards, and the revised NJCCCS. Additionally, articulation with sending districts will continue to improve communication and student achievement. Technology will continue to be updated in World Languages classes, as more classrooms will be utilizing LCD projectors and Smart boards to support instructional programs. Promotion of the use of district technology, including wireless laptop labs, will continue to be stressed to enhance World Languages instruction.

Technology

During the 2011-2012 school year, student desktop computer labs will be upgraded to continue effective instructional use. End-of-life switch and server infrastructures at Absegami and Oakcrest will continue to be replaced as part of a multi-year process. The VOIP phone system rollout at Oakcrest High School will be completed, while continued at Absegami High School. Data connection speeds to the internet from district schools will be upgraded to provide enhanced services to students and staff. Software transitions to the current version of Microsoft Windows, Office, and Adobe suite will continue throughout the district. The district will continue to provide the increasing and unique technology resources needed to implement the Environmental Science and Engineering Magnet Programs at Cedar Creek High School. The district will continue to support, maintain and expand interactive whiteboard/Eno board and LCD initiatives. The district will begin exploring developing the required infrastructure necessary to securely facilitate network access to community members and outside groups on our school campuses utilizing non-district devices.

4. INTERNAL ACCOUNTING CONTROLS:

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

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

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

5. BUDGETARY CONTROLS:

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

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

6. ACCOUNTING SYSTEM AND REPORTS:

The District's accounting records reflect generally accepted accounting principles, as promulgated by the Governmental Accounting Standards Board (GASB). The accounting system of the District is organized on the basis of funds. These funds are explained in "Notes to the Financial Statements," Note 1.

7. FINANCIAL INFORMATION AT YEAR-END:

As demonstrated by the various statements and schedules included in the financial section of this report, the District continues to meet its responsibility for sound financial management.

8. DEBT ADMINISTRATION:

At June 30, 2011 the District's outstanding debt is \$41,119,000.

9. CASH MANAGEMENT:

The Cash Management policy of the district is guided by the following Cash Management plan adopted by the Board of Education:

There is hereby established a Cash Management Program for the Greater Egg Harbor Regional High School District and the Treasurer of this District is hereby authorized and directed that:

Funds of the Greater Egg Harbor Regional High School District shall be managed in accordance with the provisions of New Jersey Laws and State Administrative Regulations governing the management of funds by local public school districts of New Jersey.

A. Deposits

All moneys received from any source for the Greater Egg Harbor Regional School District shall be deposited within 48 hours after the receipt thereof and the Treasurer is charged with the custody of all funds and shall deposit all such

receipts to the credit of the Greater Egg Harbor Regional High School District with depositories authorized to receive such funds by the Board of Education.

B. Investments

All funds deposited by the Treasurer shall be placed into an approved, interest bearing account and, after determination of immediate cash flow requirements, the funds invested in the interest bearing accounts may be additionally reinvested in depositories duly authorized by the State of New Jersey and by the Board of Education of the Greater Egg Harbor Regional High School District.

The Greater Egg Harbor Regional High School District Board of Education has determined that it is occasionally necessary to transfer funds for the purpose of meeting expenses of the District or to effect investments. The Board of Education hereby authorizes the Treasurer to request bids and to place orders for the investment of idle funds solely in legally authorized investments and the Treasurer is hereby authorized to transfer funds by wire subject to appurtenant laws and regulations. All investments shall be in conformance with the provisions of 18A:20-37.

C. Disbursements

The following are hereby designated as official depositories for the funds of the Greater Egg Harbor Regional High School District Board of Education: (1) Wachovia Bank; (2) Bank of America; (3) PNC Bank, (4) Ocean City Home Bank; (5) Boardwalk Bank; (6) State of New Jersey Cash Management Fund; (7) M.B.I.A. Municipal Investing Services Corporation, (8) New Jersey ARM, and (9) Sovereign Bank.

All funds on deposit in any official depository of this Board of Education, with the exception of the accounts hereinafter named, may be withdrawn only on school warrant of this Board of Education signed by the President, Secretary and Treasurer of this Board of Education.

Should the President of this Board of Education be absent or disabled through illness, the Vice-President, with the said Secretary and Treasurer, be and they are hereby authorized to sign all school warrants for the withdrawal of funds of this Board of Education.

All funds on deposit in the Activity Account, Cafeteria Account and Athletic Fund may be disbursed upon check signed by the Secretary of the Board of Education and the Treasurer of this District.

Funds on deposit in the Salary Account may be distributed upon check signed by the Treasurer of Funds of this Board of Education.

Funds on deposit in the Payroll Agency Account may be disbursed upon check signed by the Secretary of this Board of Education and the President of this Board of Education.

Funds on deposit in the Unemployment Account may be disbursed upon check signed by the Secretary of this Board of Education.

Funds on deposit in the Scholarship Accounts may be disbursed upon check signed by the Secretary of the Board of Education and the Treasurer of this District.

10. RISK MANAGEMENT:

The Board of Education participates in the Atlantic and Cape May Counties School Business Officials Joint Insurance Fund.

This fund was formed under the provisions of N.J.S.A. 18A:18B 1-10. As indicated by the Fund's name, the ACCASBOJIF's membership is comprised of school districts including elementary and secondary schools in the Atlantic and Cape May Counties of New Jersey.

The ACCASBOJIF commenced operations on July 1, 1991 with sixteen (16) member districts. As of December 31, 2010 the Fund had a total of twenty-one (21) member districts.

The Fund's original objectives as incorporated in the 1991 Risk Management Plan continue in effect during the twelfth year of operation and include the following:

1. Providing Atlantic and Cape May County school districts with a long-term alternative to the conventional insurance market as a means of stabilizing the otherwise cyclical nature of insurance expenditures;
2. Maintaining a proactive posture of safety and loss prevention programs specific to issues in modern school district operations;
3. Aggressively evaluating, defending and/or settling claims made against member districts which fall within the coverages afforded through the Fund;
4. Maintaining a conservative funding posture in an effort to ensure long-term financial security and stability for the Fund and, by extension, the membership thereof.

A. General

The ACCASBOJIF offers coverage to its member districts either directly or through the commercial insurance market, through one or more of the following vehicles:

Excess Insurance

- Reinsurance
- Excess Property and Casualty Joint Insurance Fund

The ACCASBOJIF offers its member districts the following coverages:

1. Property (including Buildings and Contents, Inland Marine, and Automobile Physical Damage)
2. Boiler and Machinery
3. General and Automobile Liability
4. Workers' Compensation
5. School Board Legal Liability
6. Crime

The ACCASBOJIF is committed to uniting local school districts in a joint effort to better manage their risks and assure fiscal stability by providing cost-effective, comprehensive insurance coverages and minimizing losses through proactive membership involvement in claims management and loss prevention activities.

11. OTHER INFORMATION:

- A) Independent Audit – State statutes require an annual audit by independent certified public accountants or registered municipal accountants. The accounting firm of Ford, Scott & Associates, L.L.C., CPAs, was selected by the Board's Audit Committee. In addition to meeting the requirements set forth in state statutes, the audit also was designed to meet the requirements of the Single Audit Act of 1984 and the related OMB Circular A-133 and state Treasury OMB Circular 04-04. The auditor's report on the basic financial statements and combining and individual fund statements and schedules is included in the financial section of this report. The auditor's reports related specifically to the single audit are included in the single audit section of this report.

12. ACKNOWLEDGEMENTS:

I would like to express my appreciation to the members of the Greater Egg Harbor Regional High School District Board of Education for their concern and providing fiscal accountability to the citizens and taxpayers of the school district and thereby contributing their full support 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 the district office staff.

Respectfully submitted,



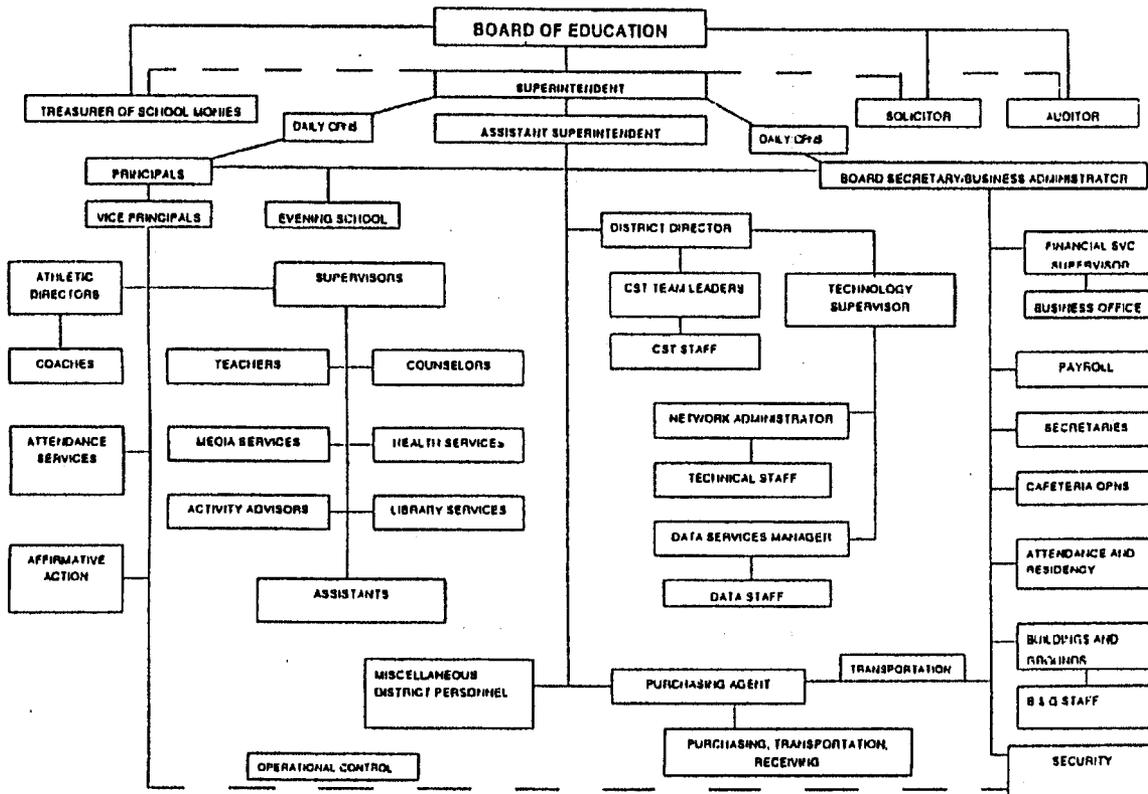
Steven Ciccariello, Ed.D.
Superintendent

POLICY

GREATER EGG HARBOR REGIONAL
BOARD OF EDUCATION

ADMINISTRATION
11110/ PAGE 1 OF 1
DISTRICT ORGANIZATION

GREATER EGG HARBOR REGIONAL HIGH SCHOOL DISTRICT ORGANIZATIONAL STRUCTURE



GREATER EGG HARBOR REGIONAL HIGH SCHOOL BOARD OF EDUCATION
COUNTY OF ATLANTIC, NEW JERSEY

ROSTER OF OFFICIALS

JUNE 30, 2011

<u>Members of the Board of Education</u>	<u>Term</u>
John R. Houck, Sr., President	2013
Margaret Guenther, Vice-President	2014
William Cheatham	2014
Lois Garrison	2012
Vicki Hood	2013
Carol Houck	2012
Jennifer Johnson	2013
Robert Ross	2012
Michael Petuskey	2014

Other Officials

Steven Ciccariello, Ed.D., Superintendent
Charles Muller, Board Secretary/Business Administrator
Kimberly Howells, Treasurer
Louis J. Greco, Esq., Solicitor

**GREATER EGG HARBOR REGIONAL HIGH SCHOOL BOARD OF EDUCATION
CONSULTANTS AND ADVISORS**

AUDIT FIRM

Ford, Scott & Associates, L.L.C.
Certified Public Accountants
1535 Haven Avenue
P.O. Box 538
Ocean City, New Jersey 08226-0538

ATTORNEY

Louis J. Greco, Esq.
800 Route 50, Suite 2B
Mays Landing, NJ 08330

OFFICIAL DEPOSITORY

Ocean City Home Bank
1184 Ocean Heights Avenue
Egg Harbor Township, New Jersey 08234

FINANCIAL SECTION



FORD - SCOTT

& ASSOCIATES, L.L.C.

CERTIFIED PUBLIC ACCOUNTANTS

1535 HAVEN AVENUE • PO BOX 538 • OCEAN CITY, NJ • 08226-0538

PHONE 609.399.6333 • FAX 609.399.3710

INDEPENDENT AUDITOR'S REPORT

The Honorable President and
Members of the Board of Education
Greater Egg Harbor Regional High School District
County of Atlantic
Mays Landing, New Jersey

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

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

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

In accordance with *Government Auditing Standards*, we have also issued our report dated December 2, 2011 on our consideration of the Board of Education of the Greater Egg Harbor Regional High 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 the internal control over financial reporting or on compliance. That report is an integral part of our audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audit.

The Management Discussion and Analysis and Budgetary Comparison Information as listed in the accompanying table of contents is not a required part of the basic financial statements but is supplementary information required by the Governmental Accounting Standards Board. 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 performed for the purpose of forming opinions on the financial statements that collectively comprise the Board of Education of the Greater Egg Harbor Regional High School District's basic financial statements. The accompanying introductory section and other supplementary information such as the combining fund financial statements, long-term debt schedules and statistical tables are presented for purposes of additional analysis and are not a required part of the basic financial statements. The combining and individual fund financial statements and long-term debt schedules have been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, are fairly stated, in all material respects, in relation to the basic financial statements taken as a whole. The introductory section and statistical tables have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we express no opinion on them.

The accompanying schedules of federal awards and state financial assistance are presented for purposes of additional analysis as required by U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*; and New Jersey OMB's Circular 04-04, *Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid*, and are not a required part of the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, are fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

Ford, Scott & Associates, L.L.C.
FORD, SCOTT & ASSOCIATES, L.L.C.
CERTIFIED PUBLIC ACCOUNTANTS



Leon P. Costello
Certified Public Accountant
Licensed Public School Accountant
No. 767

December 2, 2011

REQUIRED SUPPLEMENTARY INFORMATION – PART I

**GREATER EGG HARBOR REGIONAL HIGH SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2011
UNAUDITED**

The discussion and analysis of the Greater Egg Harbor Regional High 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 basic financial statements and notes to enhance their understanding of the School District's financial performance.

Financial Highlights

Key financial highlights for 2011 are as follows:

- In total, net assets increased by \$4,963,961.35, which represents a 5 percent increase from 2010.
- General revenues accounted for \$61,237,556.96 or 85 percent of all revenues. Program specific revenues in the form of charges for services and operating grants and contributions accounted for \$10,575,664.23 or 15 percent of total revenues of \$71,813,221.19.
- The School District had \$66,849,259.84 in expenses. General revenues (primarily taxes and grants and entitlements) of \$61,237,556.96 were adequate to provide for the majority of these programs.
- Among governmental funds, the General Fund had \$61,288,743.03 in revenues and \$59,381,803.18 in expenditures. There were net transfers out of \$3,431,785.00. The General Fund's fund balance decreased \$1,524,845.15 over 2010.

Using this Comprehensive Annual Financial Report (CAFR)

This annual report consists of a series of financial statements and notes to those statements. These statements are organized so the reader can understand The Greater Egg Harbor Regional High School District as a financial whole, an entire operating entity. The statements then proceed to provide an increasingly detailed look at specific financial activities.

The Statement of Net Assets and Statement of Activities provide information about the activities of the whole School district, presenting both an aggregate view of the School district's finances and a longer-term view of those finances. Fund financial statements provide the next level of detail. For governmental funds, these statements tell how services were financed in the short-term as well as what remains for future spending. The fund financial statements also look at the School district's most significant funds with all other non-major funds presented in total in one column. In the case of The Greater Egg Harbor Regional High District, the General Fund is by far the most significant fund.

**THE GREATER EGG HARBOR REGIONAL HIGH SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2011
UNAUDITED (CONTINUED)**

Reporting the School District as a Whole

Statement of Net Assets and the Statement of Activities

While this document contains the large number of funds used by the School District to provide programs and activities, the view of the School District as a whole looks at all financial transactions and ask the question, "How did we do financially during 2011?" The Statement of Net Assets and the Statement of Activities answer this question. These statements include all assets and liabilities using the accrual basis of accounting similar to the accounting used by most private-sector businesses. This basis of accounting takes into account all of the current year's revenues and expenses regardless of when cash is received or paid.

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

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

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

Reporting the School District's Most Significant Funds

Fund Financial Statements

Fund financial reports provide detailed information about the School District's funds. The School District uses many funds to account for a multitude of financial transaction. The School District's governmental funds are the General Fund, Special Revenue Fund, Capital Projects Fund, and Debt Service Fund.

Governmental Funds

The School District's activities are reported in governmental funds, which focus on how money flows into and out of those funds and the balances left at year-end available for spending in the future years. These funds are reported using an accounting method called modified accrual accounting, which measures cash and all other financial assets that can readily be converted to cash. The governmental fund statements provide a detailed short-term view of the School district's general government operations and the basic services it provides. Governmental fund information helps the reader 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 GREATER EGG HARBOR REGIONAL HIGH SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2011
UNAUDITED (CONTINUED)**

Reporting the School District's Most Significant Funds (Continued)

Enterprise Fund

The enterprise fund uses the same basis of accounting as business-type activities; therefore, these statements are essentially the same.

Notes to the Financial Statements

The notes provide additional information that is essential to a full understanding of the data provided in the District-wide and fund financial statements. The notes to the financial statements can be found on pages 33-56 of this report.

The School District as a Whole

Recall that the Statement of Net Assets provides the perspective of the School District as a whole. Net assets may serve over time as a useful indicator of a government's financial position.

The District's financial position is the product of several financial transactions including the net results of activities, the acquisition and payment of debt, the acquisition and disposal of capital assets, and the depreciation of capital assets.

Table 1 provides a summary of the School District's net assets for 2011 and 2010.

**Table 1
Net Assets**

	2011	2010
Assets		
Current and Other Assets	\$ 15,011,091.56	\$ 13,379,127.54
Capital Assets	136,112,216.18	136,193,690.33
Total Assets	151,123,307.74	149,572,817.87
Liabilities		
Long-Term Liabilities	40,110,796.90	41,874,939.18
Other Liabilities	3,675,121.69	5,324,450.89
Total Liabilities	43,785,918.59	47,199,390.07
Net Assets		
Invested in Capital Assets, Net of Debt	94,993,216.18	93,299,690.33
Restricted	13,286,858.84	9,720,461.06
Unrestricted	(942,685.87)	(646,723.59)
Total Net Assets	\$ 107,337,389.15	\$ 102,373,427.80

The District's combined net assets were \$107,337,389.15 on June 30, 2011. This was an increase of 5 percent from the prior year.

**THE GREATER EGG HARBOR REGIONAL HIGH SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2011
UNAUDITED (CONTINUED)**

The School District as a Whole (Continued)

Table 2 shows changes in net assets for fiscal year 2011 and 2010.

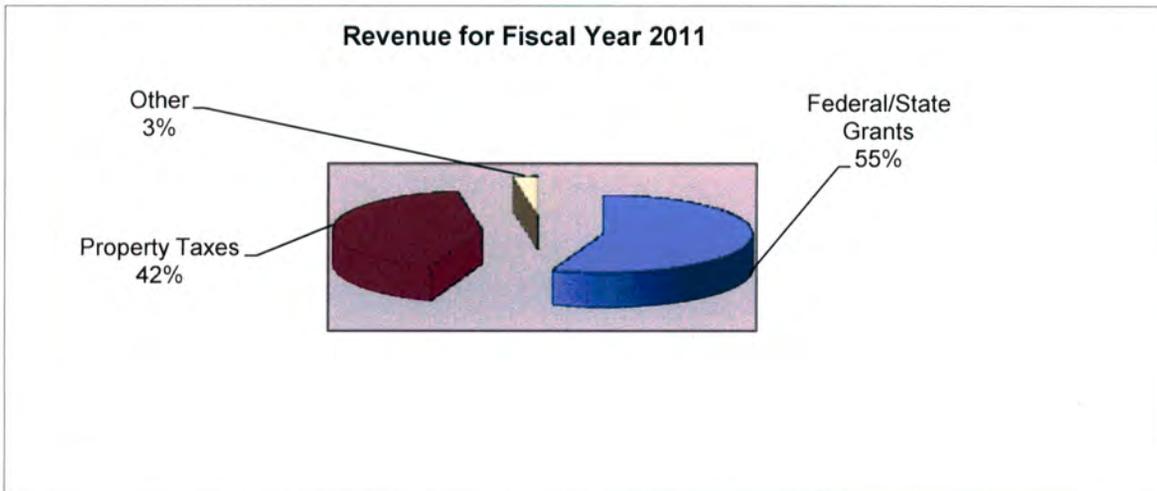
**Table 2
Changes in Net Assets**

	2011	2010
Revenues		
Program Revenues:		
Charges for Services	\$ 905,933.29	\$ 932,581.57
Operating Grants and Contributions	9,669,730.94	9,281,303.27
General Revenues:		
Property Taxes	29,399,318.00	27,163,234.00
Grants and Entitlements	29,959,304.98	59,849,117.33
Other	1,878,933.98	1,991,326.64
Total Revenues	71,813,221.19	99,217,562.81
Program Expenses		
Instruction	33,991,378.28	33,706,022.16
Support Services:		
Pupils and Instructional Staff	11,278,435.74	11,040,325.23
General Administration and School Administration	5,993,419.62	6,209,539.12
Plant Operations and Maintenance of Facilities	8,015,172.77	7,331,246.93
Pupil Transportation	3,871,863.59	4,029,108.88
Interest on Debt	1,720,988.00	1,744,588.62
Food Service	1,532,074.43	1,398,620.54
Other	445,927.41	418,225.82
Total Expenses	66,849,259.84	65,877,677.30
Increase (Decrease) in Net Assets	\$ 4,963,961.35	\$ 33,339,885.51

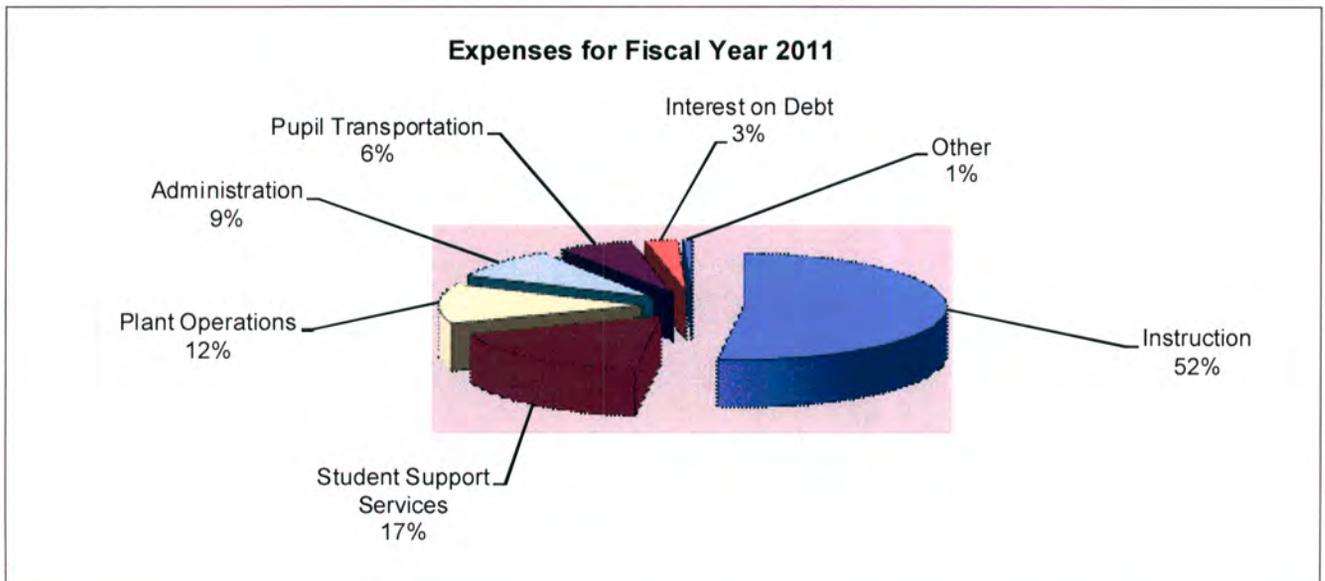
**THE GREATER EGG HARBOR REGIONAL HIGH SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2011
UNAUDITED (CONTINUED)**

Governmental Activities

The unique nature of property taxes in New Jersey creates the legal requirements to annually seek voter approval for the School District operations. Property taxes made up 42 percent of revenues for governmental activities for the Greater Egg Harbor Regional High District for fiscal year 2011. The District's total revenues from governmental activities were \$70,312,622.36 for the year ended June 30, 2011. Federal, state, and local grants accounted for 55 percent of this revenue due in part to the construction of the new high school.



The total cost of all program and services was \$65,317,185.41. Instruction comprises 52 percent of District expenses.



**THE GREATER EGG HARBOR REGIONAL HIGH SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2011
UNAUDITED (CONTINUED)**

Business-Type Activities

Revenues for the District's business-type activities (food service program) were comprised of charges for services and federal and state reimbursements.

- Food service expenses exceeded revenues by \$31,475.60.
- Charges for services represent \$905,933.29 or 60% of revenue. This represents amounts paid by patrons for daily food service.
- Federal and state reimbursement for meals, including payments for free and reduced lunches and breakfast, and donated commodities was \$594,665.54.

Governmental Activities

The Statement of Activities shows the cost of program services and the charges for services and grants offsetting those services. Table 3 shows the total cost of services and the net cost of services. The net cost shows the financial burden that was placed on the District's taxpayers by each of these functions.

Table 3

	<u>Total Cost of Services 2011</u>	<u>Net Cost of Services 2011</u>	<u>Total Cost of Services 2010</u>	<u>Net Cost of Services 2010</u>
Instruction	\$ 33,991,378.28	\$ 30,011,459.97	\$ 33,706,022.16	\$ 28,145,293.88
Support Services:				
Pupils and Instructional Staff	11,278,435.74	10,571,387.64	11,040,325.23	10,202,099.99
General Administration and School Administration	5,993,419.62	5,630,888.93	6,209,539.12	5,851,627.94
Plant Operation and Maintenance of Facilities	8,015,172.77	4,427,818.42	7,331,246.93	7,029,776.09
Pupil Transportation	3,871,863.59	3,871,863.59	4,029,108.88	2,769,552.88
Interest and Fiscal Charges	1,720,988.00	1,283,626.42	1,744,588.62	1,319,759.71
Other	445,927.41	445,075.04	418,225.82	418,195.12
Total Expenses	<u>\$ 65,317,185.41</u>	<u>\$ 56,242,120.01</u>	<u>\$ 64,479,056.76</u>	<u>\$ 55,736,305.61</u>

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

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

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

**THE GREATER EGG HARBOR REGIONAL HIGH SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2011
UNAUDITED (CONTINUED)**

Governmental Activities (Continued)

Operation and maintenance of facilities 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, as well as to and from school activities, as provided by State law.

Interest on debt involves the transactions associated with the payment of interest and other related charges to debt of the School District.

"Other" includes special schools, charter schools and unallocated depreciation.

The School District's Funds

All governmental funds (i.e., general fund, special revenue fund, capital projects, and debt service fund presented in the fund-based statements) are accounted for using the modified accrual basis of accounting. Total revenues amounted to \$70,312,622.36 and expenditures were \$66,723,934.66. The net increase in fund balance for the year was most significant in the Capital Fund, an increase of \$5,101,214.06 due largely to School Development Authority grants and a transfer of \$3.4 million of capital reserve from the general fund. There was a net decrease in the General Fund of \$1,524,845.15.

As demonstrated by the various statements and schedules included in the financial section of this report, the District continues to meet its responsibility for sound financial management. The following schedules present a summary of the revenues of the governmental funds for the fiscal year ended June 30, 2011, and the amount and percentage of increases and decreases in relation to prior year revenues.

Revenue	Amount	Percent of Total	Increase (Decrease) from 2010	Percent of Increase (Decrease)
Local Sources	\$ 31,278,251.98	44.48%	\$ 2,083,960.64	7.14%
State Sources	36,793,442.13	52.33%	(25,089,306.55)	-40.54%
Federal Sources	2,240,928.25	3.19%	(4,464,877.79)	-66.58%
Total	<u>\$ 70,312,622.36</u>	100.00%	<u>\$ (27,470,223.70)</u>	-28.09%

State sources revenues decreased by \$25,089,306.55. The decrease in revenues from State sources is primarily due to the construction of the new high school being nearly complete at the end of the 2010 school year.

**THE GREATER EGG HARBOR REGIONAL HIGH SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2011
UNAUDITED (CONTINUED)**

The School District's Funds (Continued)

The following schedule represents a summary of general fund, special revenue fund, capital projects fund and debt service fund expenditures for the fiscal year ended June 30, 2011, and the percentage of increases and decreases in relation to prior year amounts.

Expenditures	Amount	Percent of Total	Increase (Decrease) from 2010	Percent of Increase (Decrease)
Current expense:				
Instruction	\$ 23,473,242.97	35.18%	\$ (192,773.62)	-0.81%
Undistributed expenditures	36,704,039.65	55.01%	(323,678.10)	-0.87%
Capital Outlay	2,562,779.93	3.84%	(33,324,154.16)	-92.86%
Special Schools	442,693.00	0.66%	24,594.00	5.88%
Debt Service:				
Principal	1,775,000.00	2.66%	340,000.00	23.69%
Interest	1,766,179.11	2.65%	(4,784.21)	-0.27%
Total	<u>\$ 66,723,934.66</u>	100.00%	<u>\$ (33,480,796.09)</u>	-33.41%

The significant decrease in capital outlay is due to expenditures in the capital projects fund for the construction of an additional high school nearing completion. The change in principal can be attributed to the first debt payment being due on the 2009 debt issue related to the Absegami solar panel project.

General Fund Budgeting Highlights

The School District's budget is prepared according to New Jersey law, and is based on accounting for certain transactions on a basis of cash receipts, disbursements, and encumbrances. The most significant budgeted fund is the General Fund. This is the final year of the ARRA funds. The district will evaluate if in the future, the General Fund will be able to continue the programs provided by ARRA funds.

Over the course of the year, the District revised the annual operating budget several times. Revisions in the budget were made to recognize revenues that were not anticipated and to prevent over-expenditures in specific line item accounts. An analysis of the budget sub accounts will be re-coded into the budget system in order to better manage the accounts.

**THE GREATER EGG HARBOR REGIONAL HIGH SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2011
UNAUDITED (CONTINUED)**

Capital Assets

At the end of the fiscal year 2011, the School District had \$136,112,216.18 invested in land, building, furniture and equipment, and vehicles. Table 4 shows fiscal year 2011 balances compared to 2010.

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

	<u>2011</u>	<u>2010</u>
Land	\$ 3,798,498.00	\$ 783,498.00
Construction Work in Progress	697,418.00	101,007,175.46
Site Improvements	3,837,941.29	3,255,750.81
Building and Building Improvements	126,303,924.30	30,298,641.30
Machinery and Equipment	1,474,434.59	848,624.76
Total	<u>\$ 136,112,216.18</u>	<u>\$ 136,193,690.33</u>

Overall capital assets decreased \$81,474.15 from fiscal year 2010 to fiscal year 2011. The decrease is due primarily to depreciation expense exceeding capital asset additions. Due to the new Cedar Creek High School being finished, the total \$101,007,175.46 from 2010 was transferred to completed land and buildings for 2011. For more detailed information, please refer to the Notes to the Financial Statements.

Debt Administration

At June 30, 2011, the School District had \$42,025,796.90 of outstanding debt. Of this amount, \$906,796.90 is for compensated absences, \$41,119,000.00 of serial bonds for school construction.

**Table 5
Bonded Outstanding Debt at June 30,**

	<u>2011</u>	<u>2010</u>
2001 General Obligation Bonds	\$ 3,465,000.00	\$ 4,210,000.00
2006 Refunding Bonds	9,320,000.00	9,345,000.00
2007 General Obligation Bonds	25,279,000.00	26,019,000.00
2009 General Obligation Bonds	3,055,000.00	3,320,000.00
Total	<u>\$ 41,119,000.00</u>	<u>\$ 42,894,000.00</u>

At June 30, 2011, the School District's overall legal debt margin was \$184,831,281. For more detailed information, please refer to the Notes to the Financial Statements and Schedule J-13 in the statistical section of this report.

**THE GREATER EGG HARBOR REGIONAL HIGH SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2011
UNAUDITED (CONTINUED)**

For the Future

The Greater Egg Harbor Regional High School District is in good financial condition presently. The School District is proud of its community support of the public schools. A major concern is the ability and willingness of the Governor and the State Legislature to provide funding for education. The current state of the national, state and local economies will also have a serious impact on the district's ability to keep up with the demands of students needs without impacting local taxes.

Cedar Creek High School in Egg Harbor City was completed on time and on budget. The school has a capacity of 1,000 students and opened in September 2011. The district is working with the School Development Authority to close the project. Plans are being implemented to accommodate grades 11 for the 2011-12 school year and grade 12 for the 2012-13 school year.

The Greater Egg Harbor Regional High School District's budget for 2010-11 was not passed by the electorate; however it was approved by the constituent municipalities with a decrease of \$1,000,000. The district was able to reduce the 2010-11 budget, however staff and programs were affected. It is a concern that if future budgets are defeated and reductions are continually necessary, academic programs may be affected. The electorate did not approve the 2011/2012 budget, but it was eventually approved by the constituent municipalities but with \$800,000 in reductions.

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

Contacting the School District's Management

This financial report is designed to provide our citizens, taxpayers, investors, and creditors with a general overview of the School District's finances and to show the School District's accountability for the money it receives. If you have questions about this report or need additional information, contact the School Business Administrator at Greater Egg Harbor Regional High School District Board of Education, 1824 Dr. Dennis Foreman Drive, Mays Landing, NJ 08330. Please visit our website at www.gehrhsd.net.

BASIC FINANCIAL STATEMENTS

DISTRICT WIDE FINANCIAL STATEMENTS

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

GREATER EGG HARBOR REGIONAL HIGH SCHOOL DISTRICT
Statement of Net Assets
June 30, 2011

	Governmental Activities	Business-Type Activities	Total
ASSETS			
Cash and Cash Equivalents	\$ 7,164,680.56	\$ 504,693.63	\$ 7,669,374.19
Investments	451,622.75		451,622.75
Receivables, Net (Note 3)	5,507,726.76	77,349.22	5,585,075.98
Internal Accounts	(31,537.68)	70,297.15	38,759.47
Inventory (Note 5)		11,887.14	11,887.14
Deferred Bond Issuance Costs (Note 18)	243,393.77		243,393.77
Deferred Loss on Refunding (Note 19)	173,781.20		173,781.20
Restricted Assets:			
Capital Reserve Account	837,197.06		837,197.06
Capital Assets, Net (Note 6)	135,885,216.36	226,999.82	136,112,216.18
Total Assets	150,232,080.78	891,226.96	151,123,307.74
LIABILITIES			
Accounts Payable	1,266,395.42	69,623.40	1,336,018.82
Other Liabilities	37,287.58		37,287.58
Deferred Revenue	365,699.41	21,115.88	386,815.29
Noncurrent Liabilities (Note 7)			
Due Within One Year	1,915,000.00		1,915,000.00
Due Beyond One Year	40,110,796.90		40,110,796.90
Total Liabilities	43,695,179.31	90,739.28	43,785,918.59
NET ASSETS			
Invested in Capital Assets, Net of Related Debt	94,766,216.36	226,999.82	94,993,216.18
Restricted for:			
Debt Service (Deficit)	(670,591.64)		(670,591.64)
Capital Projects	4,158,580.95		4,158,580.95
Other Purposes	9,798,869.53		9,798,869.53
Unrestricted (Deficit)	(1,516,173.73)	573,487.86	(942,685.87)
Total Net Assets	\$ 106,536,901.47	\$ 800,487.68	\$ 107,337,389.15

GREATER EGG HARBOR REGIONAL HIGH SCHOOL DISTRICT
Statement of Activities
For the Year Ended June 30, 2011

Function/Programs	Program Revenue			Net (Expense) Revenue and Changes in Net Assets		
	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business-Type Activities	Total
Governmental Activities:						
Instruction:						
Regular	\$ 25,518,304.34	\$ 3,409,888.83	\$ -	\$ (22,108,415.51)	\$ -	\$ (22,108,415.51)
Special Education	5,625,476.61	423,280.16	-	(5,202,196.44)	-	(5,202,196.44)
Other Special Instruction	239,198.64	18,106.68	-	(221,091.97)	-	(221,091.97)
Other Instruction	2,608,398.69	128,642.64	-	(2,479,756.05)	-	(2,479,756.05)
Support Services:						
Tuition	5,921,096.43			(5,921,096.43)		(5,921,096.43)
Student & Instruction Related Services	5,357,339.31	707,048.09		(4,650,291.21)		(4,650,291.21)
School Administrative Services	3,471,141.83	244,249.43		(3,226,892.40)		(3,226,892.40)
Other Administrative Services	2,522,277.79	118,281.26		(2,403,996.53)		(2,403,996.53)
Plant Operation and Maintenance	8,015,172.77	352,906.35	3,234,448.00	(4,427,818.42)		(4,427,818.42)
Pupil Transportation	3,871,863.59			(3,871,863.59)		(3,871,863.59)
Special Schools	3,234.41	852.37		(2,382.04)		(2,382.04)
Charter Schools	442,693.00			(442,693.00)		(442,693.00)
Interest on Long-Term Debt	1,720,988.00	437,361.58		(1,283,626.42)		(1,283,626.42)
Total Governmental Activities	65,317,185.41	5,840,617.40	3,234,448.00	(56,242,120.01)	-	(56,242,120.01)
Business-Type Activities:						
Food Service	1,532,074.43	905,933.29			(31,475.60)	(31,475.60)
Total Business-Type Activities	1,532,074.43	905,933.29			(31,475.60)	(31,475.60)
Total Primary Government	\$ 66,849,259.84	\$ 6,435,282.94	\$ 3,234,448.00	\$ (56,242,120.01)	\$ (31,475.60)	\$ (56,273,595.61)
General Revenues:						
Taxes:						
Property Taxes, Levied for General Purposes, Net				\$ 26,744,585.00	\$ -	\$ 26,744,585.00
Taxes Levied for Debt Service				2,654,733.00		2,654,733.00
Federal and State Aid not Restricted				29,959,304.98		29,959,304.98
Tuition Received				605,050.31		605,050.31
Investment Earnings				61,654.28		61,654.28
Miscellaneous Income				1,212,229.39		1,212,229.39
Total General Revenues, Special Items, Extraordinary Items and Transfers				61,237,556.96		61,237,556.96
Change in Net Assets				4,995,436.95	(31,475.60)	4,963,961.35
Net Assets - Beginning				101,541,464.52	831,963.28	102,373,427.80
Net Assets - Ending				\$ 106,536,901.47	\$ 800,487.68	\$ 107,337,389.15

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

FUND FINANCIAL STATEMENTS

The individual fund financial statements present more detailed information for the individual funds in a format that segregates information by fund type.

GREATER EGG HARBOR REGIONAL HIGH SCHOOL DISTRICT
Balance Sheet
Governmental Funds
June 30, 2011

	General Fund	Special Revenue Fund	Capital Projects Fund	Debt Service Fund	Permanent Fund	Total Governmental Funds
ASSETS						
Cash and Cash Equivalents	\$ 4,080,676.00	\$ -	\$ 3,066,728.52	\$ 17,276.04	\$ -	\$ 7,164,680.56
Investments	324,599.25		127,023.50			451,622.75
Due from Other Funds	1,737,738.41			8,925.15		1,746,663.56
Receivables from Other Governments	761,817.01	1,291,327.50	3,234,448.00			5,287,592.51
Other Receivables	218,265.01	1,869.24				220,134.25
Restricted Cash & Cash Equivalents	837,197.06					837,197.06
Total Assets	\$ 7,960,292.74	\$ 1,293,196.74	\$ 6,428,200.02	\$ 26,201.19	\$ -	\$ 15,707,890.69
LIABILITIES AND FUND BALANCES						
Liabilities:						
Accounts Payable	\$ 480,695.60	\$ 25,200.49	\$ 63,706.50	\$ -	\$ -	\$ 569,602.59
Interfund Payable	70,297.15	868,194.64	839,709.45			1,778,201.24
Payable to Other		34,102.20				34,102.20
Reserve for Bond and Coupon Account	3,185.38					3,185.38
Deferred Revenue		365,699.41				365,699.41
Total Liabilities	\$ 554,178.13	\$ 1,293,196.74	\$ 903,415.95	\$ -	\$ -	\$ 2,750,790.82
Fund Balances:						
Restricted for:						
Capital Reserve Account	837,197.06					837,197.06
Excess Surplus Undesignated	3,021,141.51					3,021,141.51
Excess Surplus Designated	2,886,244.00					2,886,244.00
Capital Projects Fund			3,321,383.89			3,321,383.89
Debt Service Fund				26,201.19		26,201.19
Committed to:						
Other Purposes			2,203,400.18			2,203,400.18
Assigned to:						
Designated for Subsequent Year's Expenditures						
Expenditures	414,549.00					414,549.00
Other Purposes	1,273,534.84					1,273,534.84
Unassigned:						
General Fund	(1,026,551.80)					(1,026,551.80)
Total Fund Balances	\$ 7,406,114.61	\$ -	\$ 5,524,784.07	\$ 26,201.19	\$ -	\$ 12,957,099.87
Total Liabilities and Fund Balances	\$ 7,960,292.74	\$ 1,293,196.74	\$ 6,428,200.02	\$ 26,201.19	\$ -	

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 \$165,753,353.30 and the accumulated depreciation is \$29,868,136.94.	135,885,216.36
Interest on long-term debt in the statement of activities is accrued, regardless of when due.	(696,792.83)
Bond issuance costs are reported in the governmental funds as expenditures in the year the bonds are issued but are amortized over the life of the bonds on statement of activities. (See Note 18)	243,393.77
Loss on issuance of refunding bonds is reported in the governmental funds as expenditures in the year the bonds are issued but is amortized over the life of the bonds on the statement of activities. (See Note 19)	173,781.20
Long - term liabilities, including bonds and capital leases payable, are not due and payable in the current period and therefore are not reported as liabilities in the funds.	(42,025,796.90)
Net assets of governmental activities	<u>\$ 106,536,901.47</u>

GREATER EGG HARBOR REGIONAL HIGH SCHOOL DISTRICT
Statement of Revenues, Expenditures, and Changes in Fund Balance
Governmental Funds
For the Year Ended June 30, 2011

	General Fund	Special Revenue Fund	Capital Projects Fund	Debt Service Fund	Permanent Fund	Total Governmental Funds
REVENUES						
Local Sources:						
Local Tax Levy	\$ 26,744,585.00	\$ -	\$ -	\$ 2,654,733.00	\$ -	\$ 29,399,318.00
Tuition Charges	605,050.31					605,050.31
Interest on Investments	36,657.38		7,556.22	17,440.68		61,654.28
Miscellaneous	1,210,890.54	1,338.85				1,212,229.39
Total Local Sources	28,597,183.23	1,338.85	7,556.22	2,672,173.68	-	31,278,251.98
State Sources	32,662,024.27	23,201.86	3,234,448.00	873,768.00		36,793,442.13
Federal Sources	29,535.53	2,211,392.72				2,240,928.25
Total Revenues	61,288,743.03	2,235,933.43	3,242,004.22	3,545,941.68	-	70,312,622.36
EXPENDITURES						
Current:						
Regular Instruction	15,546,577.49	1,616,629.91	-	-	-	17,163,207.40
Special Education Instruction	4,019,294.34					4,019,294.34
Other Special Instruction	170,490.91					170,490.91
Other Instruction	2,120,250.32					2,120,250.32
Support Services:						
Tuition	5,921,096.43					5,921,096.43
Student & Instruction Related Serv.	3,605,047.90	361,591.58				3,966,639.48
General Administration	1,127,581.89					1,127,581.89
School Administrative Services	2,375,348.11					2,375,348.11
Central Services/Technology	945,864.80					945,864.80
Plant Operation and Maintenance	6,627,756.41					6,627,756.41
Pupil Transportation	3,871,863.59					3,871,863.59
Employee Benefits	11,867,888.94					11,867,888.94
Transfer to Charter School	442,693.00					442,693.00
Debt Service:						
Principal				1,775,000.00		1,775,000.00
Interest and Other Charges				1,766,179.11		1,766,179.11
Capital Outlay	740,049.05	257,711.94	1,565,018.94			2,562,779.93
Total Expenditures	59,381,803.18	2,235,933.43	1,565,018.94	3,541,179.11	-	66,723,934.66
Excess (Deficiency) of Revenues Over Expenditures	1,906,939.85	-	1,676,985.28	4,762.57	-	3,588,687.70
OTHER FINANCING SOURCES (USES)						
Transfers in	-		3,431,785.00	7,556.22		3,439,341.22
Transfers out	(3,431,785.00)		(7,556.22)			(3,439,341.22)
Total Other Financing Sources and Uses	(3,431,785.00)	-	3,424,228.78	7,556.22	-	-
Net Changes in Fund Balance	(1,524,845.15)	-	5,101,214.06	12,318.79	-	3,588,687.70
Fund Balance - July 1	8,930,959.76	-	423,570.01	13,882.40	-	9,368,412.17
Fund Balance - June 30	\$ 7,406,114.61	\$ -	\$ 5,524,784.07	\$ 26,201.19	\$ -	\$ 12,957,099.87

GREATER EGG HARBOR REGIONAL HIGH SCHOOL DISTRICT
Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balance
of Governmental Funds to the Statement of Activities
For the Year Ended June 30, 2011

Total Net Change in Fund Balance - Governmental Funds (from B-2)		\$ 3,588,687.70
<p>Amounts reported for governmental activities in the statement of activities (A-2) are different because:</p>		
<p>Capital outlays are reported in governmental funds as expenditures. However, on 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 current fiscal year.</p>		
Depreciation expense	\$ (2,413,755.56)	
Capital Outlay	<u>2,269,538.22</u>	(144,217.34)
<p>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.</p>		
Bonds	<u>1,775,000.00</u>	1,775,000.00
<p>The loss on the issuance of refunding bonds dated September 1, 2006 is amortized over the life of the bonds.</p>		
		(14,481.76)
<p>The costs associated with the issuance of bonds dated September 1, 2006 and dated December 15, 2007 are amortized over the life of the bonds</p>		
		(13,502.82)
<p>In the statement of activities, certain operating expenses, e.g., compensated absences (vacations and sick pay) are measured by the amounts earned during the year. In the governmental funds, however, expenditures for these items are reported in the amount of financial resources used (paid). When the earned amount exceeds the paid amount, the difference is a reduction in the reconciliation; when the paid amount exceeds the earned amount, the difference is an addition to the reconciliation.</p>		
		(150,857.72)
<p>In the statement of activities, interest on long - term debt is accrued, regardless of when due. In the governmental funds, interest is reported when due. The accrued interest is a deduction in the reconciliation.</p>		
		(45,191.11)
Change in Net Assets of Governmental Activities		<u><u>\$ 4,995,436.95</u></u>

GREATER EGG HARBOR REGIONAL HIGH SCHOOL DISTRICT
Proprietary Funds
Statement of Net Assets
June 30, 2011

	<u>Business-Type Activities - Enterprise Fund</u> <u>Food Service</u>
ASSETS	
Current Assets:	
Cash and Cash Equivalents	\$ 504,693.63
Due from Other Governments	23,644.72
Accounts Receivable	53,704.50
Interfund Receivable	70,297.15
Inventories	11,887.14
Total Current Assets	<u>664,227.14</u>
Noncurrent Assets:	
Furniture, Machinery & Equipment	536,927.62
Buildings	
Less: Accumulated Depreciation	(309,927.80)
Total Noncurrent Assets	<u>226,999.82</u>
Total Assets	<u>\$ 891,226.96</u>
LIABILITIES	
Current Liabilities:	
Accounts Payable	\$ 69,623.40
Deferred Revenue	21,115.88
Total Current Liabilities	<u>90,739.28</u>
NET ASSETS	
Invested in Capital Assets Net of Related Debt	226,999.82
Unrestricted	573,487.86
Total Net Assets	<u>\$ 800,487.68</u>

GREATER EGG HARBOR REGIONAL HIGH SCHOOL DISTRICT
Proprietary Funds
Statement of Revenues, Expenses, and Changes in Fund Net Assets
For the Year Ended June 30, 2011

	<u>Business-Type Activities - Enterprise Fund Food Service</u>
Operating Revenues:	
Charges for Services:	
Daily Sales - Reimbursable Programs	\$ 220,086.60
Daily Sales - Non-reimbursable Programs	670,954.44
Special Functions	14,892.25
Total Operating Revenue	<u>905,933.29</u>
Operating Expenses:	
Cost of Sales	586,074.34
Salaries	613,337.69
Management Fees	148,358.99
General Supplies	86,118.19
Depreciation	11,486.59
Miscellaneous	86,698.63
Total Operating Expenses	<u>1,532,074.43</u>
Operating Income (Loss)	(626,141.14)
Nonoperating Revenues (Expenses):	
State Sources:	
State School Lunch Program	11,878.59
Federal Sources:	
National School Lunch Program	454,293.92
National School Breakfast Program	80,292.64
Food Distribution Program	48,200.39
Total Nonoperating Revenues (Expenses)	<u>594,665.54</u>
Income (Loss) before Contributions & Transfers	(31,475.60)
Transfers In (Out)	<u>-</u>
Changes in Net Assets	(31,475.60)
Total Net Assets - Beginning	<u>831,963.28</u>
Total Net Assets - Ending	<u>\$ 800,487.68</u>

GREATER EGG HARBOR REGIONAL HIGH SCHOOL DISTRICT
Proprietary Funds
Statement of Cash Flows
For the Year Ended June 30, 2011

	Business-Type Activities - Enterprise Fund Food Service
CASH FLOWS FROM OPERATING ACTIVITIES	
Receipts from Customers	\$ 854,183.85
Payments to Management Company Employees	(581,963.03)
Payments of Management Company Fees	(141,860.77)
Payments to Suppliers	(918,019.11)
Net Cash Provided by (Used for) Operating Activities	(787,659.06)
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES	
State Sources	11,076.46
Federal Sources	468,743.38
Operating Subsidies and Transfers to Other Funds	-
Net Cash Provided by (Used for) Noncapital Financing Activities	479,819.84
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES	
Asset Purchase	
Net Cash Provided (Used) by Capital and Related Financing Activities	(164,612.00)
CASH FLOW FROM INVESTING ACTIVITIES	
Interest and Dividends	-
Net Cash Provided by (Used for) Investing Activities	-
Net Increase (Decrease) in Cash and Cash Equivalents	(472,451.22)
Balance - Beginning of Year	977,144.85
Balance - End of Year	\$ 504,693.63
Reconciliation of Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities:	
Operating Income (Loss)	\$ (626,141.14)
Adjustments to Reconcile Operating Income(Loss) to Net Cash Provided by (Used for) Operating Activities:	
Depreciation and Net Amortization	11,486.59
Donated Commodities Received During the Year	48,200.39
(Increase) Decrease in Accounts Receivable, Net	(53,704.50)
(Increase) Decrease in Inventories	(3,419.36)
Increase (Decrease) in Accounts Payable	(166,036.10)
Increase (Decrease) in Deferred Revenue	1,955.06
Total Adjustments	(161,517.92)
Net Cash Provided by (Used for) Operating Activities	\$ (787,659.06)

GREATER EGG HARBOR REGIONAL HIGH SCHOOL DISTRICT
Fiduciary Funds
Statement of Fiduciary Net Assets
June 30, 2011

	Unemployment Compensation	Agency Fund	Private Purpose Trust
ASSETS			
Cash and Cash Equivalents	\$ 464,721.70	\$ 575,442.50	\$ 15,296.50
Total Cash and Cash Equivalents	464,721.70	575,442.50	15,296.50
 Total Assets	 464,721.70	 575,442.50	 15,296.50
LIABILITIES			
Payable to District		38,759.47	
Payable to Student Groups		311,717.97	
Payroll Deductions and Withholdings		224,965.06	
Total Liabilities	-	\$ 575,442.50	-
NET ASSETS			
Held in Trust for Unemployment Claims and Other Purposes	\$ 464,721.70		
Reserve for Purposes of Trust			\$ 15,296.50

GREATER EGG HARBOR REGIONAL HIGH SCHOOL DISTRICT
Fiduciary Funds
Statement of Changes in Fiduciary Net Assets
For the Year Ended June 30, 2011

	<u>Private Purpose Trust</u>	<u>Unemployment Compensation</u>
ADDITIONS		
Contributions:		
Plan Member	\$ -	\$ 49,057.02
Other	10,660.00	320,000.00
Total Contributions	<u>10,660.00</u>	<u>369,057.02</u>
Investment Earnings:		
Interest	191.54	2,299.09
Net Investment Earnings	<u>191.54</u>	<u>2,299.09</u>
Total Additions	<u>10,851.54</u>	<u>371,356.11</u>
DEDUCTIONS		
Unemployment Claims		184,360.66
Scholarship Distributions	14,550.00	
Total Deductions	<u>14,550.00</u>	<u>184,360.66</u>
Changes in Net Assets	(3,698.46)	186,995.45
Net Assets - Beginning of the Year	18,994.96	277,726.25
Net Assets - End of the Year	<u>\$ 15,296.50</u>	<u>\$ 464,721.70</u>

**GREATER EGG HARBOR REGIONAL HIGH SCHOOL DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2011**

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of the Board of Education (Board) of Greater Egg Harbor Regional High School District (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 more significant of the Board's accounting policies are described below.

A. Reporting Entity

The District is an instrumentality of the State of New Jersey, established to function as an educational institution. The Board consists of elected officials and is responsible for the fiscal control of the District. A superintendent is appointed by the Board and is responsible for the administrative control of the District. The purpose of the district is to educate students in grades 9-12. The District operates two high schools.

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

- the organization is legally separate (can sue or be sued in their own name);
- the District holds the corporate powers of the organization;
- the District appoints a voting majority of the organization's board;
- the District is able to impose its will on the organization;
- the organization has the potential to impose a financial benefit/burden on the District;
- there is a fiscal dependency by the organization on the District;

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

B. Basis of Presentation, Measurement Focus and Basis of Accounting

Basis of Presentation

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

District-Wide Financial Statements: The statement of net assets and the statement of activities display information about the district as a whole. These statements report the financial activities of the overall District, except for fiduciary activities. Individual funds are not displayed but the statements distinguish governmental activities, generally supported by property taxes, intergovernmental revenues, and other non-exchange transactions from business-type activities, generally financed in whole or in part with fees charged to external parties.

**GREATER EGG HARBOR REGIONAL HIGH SCHOOL DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2011
(CONTINUED)**

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

B. Basis of Presentation, Measurement Focus and Basis of Accounting - Continued

The statement of net assets presents the financial condition of the governmental and business-type activity of the School District at fiscal year end. The statement of activities presents a comparison between direct expenses and program revenues for the business-type activity of the District and for each function of the District's governmental activities. Direct expenses are those that are specifically associated with a program or function and, therefore, are clearly identifiable to a particular function. Program revenues include (a) charges and fees paid by the recipients of goods or services offered by the programs; and (b) grants and contributions that are restricted to meeting the operational or capital requirements of a particular program. Revenues that are not classified as program revenues, including taxes, are presented as general revenues. The comparison of direct expenses with program revenues identifies the extent to which each governmental function or business segment is self-financing, or draws from the general revenues of the School District.

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

Governmental Funds

The District reports the following governmental funds:

General Fund – The General Fund is the general operating fund of the District and is used to account for all expendable financial resources except those required to be accounted for in another fund. Included are certain expenditures for vehicles and movable instructional or non-instructional equipment, which are classified in the capital outlay sub-fund.

As required by the New Jersey State Department of Education, the District includes budgeted capital outlay in this fund. Generally accepted accounting principles, as they pertain to governmental entities, state that general fund resources may be used to directly finance capital outlays for long-lived improvements as long as the resources in such cases are derived exclusively from unrestricted revenues. Resources for budgeted capital outlay purposes are normally derived from State of New Jersey Aid, district taxes and appropriated fund balance. Expenditures are those that result in the acquisition of or additions to fixed assets for land, existing buildings, improvements of grounds, construction of buildings, additions to or remodeling of buildings and the purchase of built-in equipment. These resources can be transferred from and to Current Expense by board resolution.

**GREATER EGG HARBOR REGIONAL HIGH SCHOOL DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2011
(CONTINUED)**

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

B. Basis of Presentation, Measurement Focus, and Basis of Accounting - Continued

Governmental Funds - Continued

Special Revenue Fund - The Special Revenue Fund is used to account for the proceeds of specific revenue sources that are legally restricted to expenditures for specified purposes.

Capital Projects Fund - The Capital Projects Fund is used to account for all financial resources to be used for the acquisition or construction of major capital facilities (other than those financed by Proprietary Funds). The financial resources are derived from temporary notes or serial bonds that are specifically authorized by the voters as a separate question on the ballot either during the annual election or at a special election.

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

Proprietary Funds

The District reports the following proprietary fund:

Enterprise Funds – Enterprise funds are used to account for operations that are financed and operated in a manner similar to private business operations – where the intent of the District is that the costs of providing goods or services be financed or recovered primarily through user charges.

The District's Enterprise Fund is comprised of the Food Service Fund, which accounts for all revenues and expenses pertaining to the District's cafeteria operations.

Fiduciary Funds

Trust and Agency Funds - The Trust and Agency Funds are used to account for assets held by the District in a trustee capacity or as an agent for individuals, private organizations, other governments and/or other funds.

Expendable Trust Fund - An Expendable Trust Fund is accounted for in essentially the same manner as the governmental fund types, using the same measurement focus and basis of accounting. Expendable Trust Funds account for assets where both the principal and interest may be spent. Expendable Trust Funds include the Unemployment Compensation Insurance Trust.

Nonexpendable Trust Fund - A Nonexpendable Trust Fund is used to account for assets held under the terms of a formal trust agreement, whereby the District is under obligation to maintain the trust principal.

**GREATER EGG HARBOR REGIONAL HIGH SCHOOL DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2011
(CONTINUED)**

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

B. Basis of Presentation, Measurement Focus, and Basis of Accounting - Continued

Fiduciary Funds - Continued

Trust and Agency Funds - Continued

Agency Funds – Agency funds are used to account for the assets that the District holds on behalf of others as their agent. Agency funds are custodial in nature and do not involve measurement of results of operations. Agency funds include payroll and student activities funds.

Measurement Focus and Basis of Accounting

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

The District-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting as are the proprietary fund and the fiduciary fund financial statements. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year in which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met. Net assets (total assets less total liabilities) are used as a practical measure of economic resources and the operating statement includes all transactions and events that increased or decreased net assets. Depreciation is charged as expense against current operations and accumulated depreciation is reported on the statement of net assets.

The governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the District considers revenues to be available if they are collected within 60 days of the end of the fiscal year. Revenue from federal, state and other grants designated for payment of specific school district expenditures is recognized when the related expenditures are incurred; accordingly, when such funds are received, they are recorded as deferred revenues until earned. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments are recorded only when payment is due.

The District applies only those applicable pronouncements of the Financial Accounting Standards Board issued on or before November 30, 1989 in accounting and reporting for its proprietary operations.

**GREATER EGG HARBOR REGIONAL HIGH SCHOOL DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2011
(CONTINUED)**

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

C. Budgets/Budgetary Control

Annual appropriated budgets are prepared in the spring of each year for the general, special revenue, and debt service funds. The budgets are submitted to the county office for approval and are voted upon at the annual school election on the third Tuesday in April. Budgets are prepared using the modified accrual basis of accounting, except for special revenue funds. The legal level of budgetary control is established at line item accounts within each fund. Line item accounts are defined as the lowest (most specific) level of detail as established pursuant to the minimum chart of accounts referenced in N.J.A.C. 6A:23-2.2(g). All budget amendments/transfer must be approved by School Board resolution. All budget amounts presented in the accompanying supplementary information reflect the original budget and the amended budget (which have been adjusted for legally authorized revisions of the annual budgets during the year.

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

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

The accounting records of the special revenue fund are maintained on the grant accounting budgetary basis. The grant accounting budgetary basis differs from GAAP in that the grant accounting budgetary basis recognizes encumbrances as expenditures and also recognizes the related revenues, whereas the GAAP basis does not. Sufficient supplemental records are maintained to allow for the presentation of GAAP basis financial reports.

**GREATER EGG HARBOR REGIONAL HIGH SCHOOL DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2011
(CONTINUED)**

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

D. Encumbrance Accounting

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

Open encumbrances in the special revenue fund for which the District has received advances are reflected in the balance sheet as deferred revenues at fiscal year end.

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

Cash, Cash Equivalents and Investments

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

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

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

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

Interfund Transactions

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

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

**GREATER EGG HARBOR REGIONAL HIGH SCHOOL DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2011
(CONTINUED)**

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

E. Assets, Liabilities and Equity

Inventories

Inventories, other than those recorded in the enterprise fund, are recorded as expenditures during the year of purchase. Inventories in the Enterprise Fund are recorded at cost, computed on a first-in, first out method. In the fund based financial statements, commodities received from the U.S. Department of Agriculture are recorded as deferred revenue until consumed.

Capital Assets

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

All reported capital assets except for land and construction in progress, are depreciated. Depreciation is computed using the straight-line method over their estimated useful lives. Useful lives vary from 20 to 50 years for land improvements and buildings, and 5 to 15 years for equipment.

The District does not possess any material amounts of infrastructure capital assets, such as sidewalks and parking lots. Such items are considered to be part of the cost of buildings or other improvable property.

Compensated Absences

The District accounts for compensated absences (e.g., unused sick, vacation leave) as directed by Governmental Accounting Standards Board Statement No. 16 (GASB 16), "Accounting for Compensated Absences". A liability for compensated absences that are attributable to services already rendered, and that are not contingent on a specific event that is outside the control of the District and its employees, is accrued as the employees earn the rights to the benefits. Compensated absences that relate to future services, or that are contingent on a specific event that is outside the control of the District and its employees, are accounted for in the period in which such services are rendered or in which such events take place.

District employees are granted varying amounts of vacation and sick leave in accordance with the District's personnel policies. Upon termination, employees are paid for accrued vacation. The District's policy permits employees to accumulate unused sick leave and carry forward the full amount to subsequent years. Upon retirement, employees shall be paid by the District for the unused sick leave in accordance with the District's agreements with the various employee unions.

**GREATER EGG HARBOR REGIONAL HIGH SCHOOL DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2011
(CONTINUED)**

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

E. Assets, Liabilities and Equity - Continued

Compensated Absences - Continued

The liability for compensated absences was accrued using the termination payment method, whereby the liability is calculated based on the amount of sick leave that is expected to become eligible for payment upon termination. The District estimates its accrued compensated absences liability based on the accumulated sick and vacation days at the balance sheet date by those employees who are currently eligible to receive termination payments.

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

Deferred Revenue

Deferred revenue arises when assets are recognized before revenue recognition criteria have been satisfied. Grants and entitlements received in the Special Revenue Fund before they have been earned are recorded as deferred revenue.

Accrued Liabilities and Long-Term Obligations

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

Net Assets

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

**GREATER EGG HARBOR REGIONAL HIGH SCHOOL DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2011
(CONTINUED)**

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

E. Assets, Liabilities and Equity - Continued

Fund Balance Reserves - In accordance with Governmental Accounting Standards Board Statement 54, Fund Balance Reporting and Governmental Fund Type Definitions, the District classified governmental fund balances as follows;

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

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

Revenues – Exchange and Nonexchange Transactions

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

Nonexchange transactions, in which the School District receives value without directly giving equal value in return, include property taxes, grants, entitlements and donations. On the accrual basis, revenue from property taxes is recognized in the fiscal year for which the taxes are levied. Revenue from income taxes is recognized in the period in which the income is earned. Revenue from grants, entitlement, and donations is recognized in the period in which all eligibility requirements have been satisfied. Eligibility requirements include timing requirements, which specify the year when the resources are required to be used or the fiscal year when use is first permitted; matching requirements, in which the School District must provide local resources to be used for a specific purpose; and expenditure requirements, in which the resources are provided to the School District on a reimbursement basis. On the modified accrual basis, revenue from nonexchange transactions must also be available before it can be recognized.

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

**GREATER EGG HARBOR REGIONAL HIGH SCHOOL DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2011
(CONTINUED)**

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

E. Assets, Liabilities and Equity - Continued

Operating Revenues and Expenses

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

Allocation of Indirect Expenses

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

Extraordinary and Special Items

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

Management Estimates

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

NOTE 2 – DEPOSITS AND INVESTMENTS

Deposits

GASB Statement No. 3 amended by Statement No. 40 requires disclosure of the level of custodial credit risk assumed by the District in its cash, cash equivalents and investments.

The cash deposits not covered by depository insurance held at financial institutions are categorized as follows:

- a. Deposits are uncollateralized.
- b. Deposits are collateralized with securities held by the pledging financial institution.
- c. Deposits collateralized with securities held by the pledging financial institution's trust department or agent but not in the depositor-government's name.

At June 30, 2011, the carrying amount of the Board's deposits were \$9,562,031.95 and the bank balance was \$11,627,533.49. Of the School District's bank Balance of \$11,627,533.49 as of June 30, 2011, \$241,272.00 was uninsured and uncollateralized.

**GREATER EGG HARBOR REGIONAL HIGH SCHOOL DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2011
(CONTINUED)**

NOTE 2 – DEPOSITS AND INVESTMENTS - Continued

As of June 30, 2011, the District's bank balance was exposed to custodial credit risk as follows:

		Cash and Cash Equivalents
Insured	\$	500,000.00
Uninsured and collateral held by pledging bank's trust department not in the District's name		10,886,261.49
Uninsured		241,272.00
	\$	11,627,533.49

Custodial credit risk is the risk that in the event of a bank failure, the District's deposits may not be returned to it. The State of New Jersey has certain collateral requirements for governmental units. These requirements are disclosed in detail as part of Note 1E.

Investments

Pursuant to state statutes, the Board of Education may invest in the following:

- Direct obligations of, or obligations as to which the principal and interest is guaranteed by, the United States of America
- Government money market mutual funds
- Any obligation that a federal agency or a federal instrumentality has issued in accordance with an act of Congress
- Bonds or obligations of the local unit or other obligations of school districts within the local unit
- Local government investment pools
- State of New Jersey Cash Management Fund
- Agreements for the repurchase of fully collateralized securities

N.J.S.A. 40A:5-15.1 provides specific guidance for the allowable investment of public funds. In order to maximize liquidity, while complying with statutory requirements, the District utilizes the New Jersey Cash Management Fund ("NJCMF") and Parke Bank's Government Banking Investment Account for investing purposes.

The NJCMF is administered by New Jersey Department of Treasury. It invests pooled monies from various State and non-State agencies in primarily short-term investments. These investments include: U.S. Treasuries, short-term commercial paper, U.S. Agency Bonds, Corporate Bonds, and Certificates of Deposit. Agencies that participate in the NJCMF typically earn returns that mirror short-term investment rates. At June 30, 2011, the District's balances totaled \$451,622.75.

**GREATER EGG HARBOR REGIONAL HIGH SCHOOL DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2011
(CONTINUED)**

NOTE 2 – DEPOSITS AND INVESTMENTS - Continued

Credit Risk: The NJCMF and the Government Banking Investment Account are not rated. The District does not have an investment policy regarding the management of credit risk.

Interest Rate Risk: The District does not have a policy to limit interest rate risk. Weighted average maturity was not available for the New Jersey Cash Management Fund.

Investment	Fair Value	Weighted Average Maturity (Days)
New Jersey Cash Management Fund	\$ 161,954.23	
Parke Bank Investment Account	289,668.52	
	<u>\$ 451,622.75</u>	

NOTE 3 – RECEIVABLES

Receivables at June 30, 2011, consisted of accounts (tuition), accrued interest, interfund, intergovernmental, and property taxes. All receivables are considered collectible in full. A summary of the principal items of intergovernmental receivables follows:

	Governmental Fund Financial Statements	Government Wide Financial Statements
Federal and State Aid	\$ 5,287,592.51	\$ 5,311,237.23
Interfunds	1,746,663.56	38,759.47
Other	220,134.25	273,838.75
Gross Receivables	<u>7,254,390.32</u>	<u>5,623,835.45</u>
Less: Allowance for Uncollectibles		
Total Receivables, Net	<u>\$ 7,254,390.32</u>	<u>\$ 5,623,835.45</u>

**GREATER EGG HARBOR REGIONAL HIGH SCHOOL DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2011
(CONTINUED)**

NOTE 4 – INTERFUND TRANSFERS AND BALANCES

Transfers between funds are used to (1) move investment income earned in the Capital Projects Fund that is required to be expended in the Debt Service Fund; and (2) repay expenses paid by another fund.

The following interfund balances remained on the fund financial statements at June 30, 2011:

<u>Fund</u>	<u>Interfund Receivable</u>	<u>Interfund Payable</u>
General Fund	\$ 1,737,738.41	\$
Special Revenue Fund		868,194.64
Capital Projects Fund		839,709.45
Debt Service Fund	8,925.15	
Trust and Agency Fund	-	38,759.47
Total	<u>\$ 1,746,663.56</u>	<u>\$ 1,746,663.56</u>

The general fund receivable is comprised of four interfunds. The first two are due from the special revenue fund in the amount of \$868,194.64 and the capital projects fund in the amount of \$830,784.30 which is a result of the general fund's loan to cover the special revenue fund and the capital project fund's cash deficits. The third one of \$38,759.47 is a result of other miscellaneous items that are due from the payroll agency, athletic and activities funds such as gate receipts and student obligations. The fourth is State and Federal reimbursements in the amount of \$70,297.15 due to the food service fund. The Debt service fund receivable is a result of interest due from the capital projects fund in the amount of \$8,925.15.

NOTE 5 – INVENTORY

Inventory in the Food Service Enterprise Fund at June 30, 2011, consisted of the following:

Food	\$ 7,774.85
Supplies	<u>4,112.29</u>
	<u>\$ 11,887.14</u>

**GREATER EGG HARBOR REGIONAL HIGH SCHOOL DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2011
(CONTINUED)**

NOTE 6 – CAPITAL ASSETS

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

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Deletions</u>	<u>Ending Balance</u>
Governmental activities:				
Capital assets, not being depreciated:				
Land	\$ 783,498.00	\$ 3,015,000.00	\$ -	\$ 3,798,498.00
Construction in Progress	101,007,175.46	697,418.00	101,007,175.46	697,418.00
Total capital assets not being depreciated	<u>101,790,673.46</u>	<u>3,712,418.00</u>	<u>101,007,175.46</u>	<u>4,495,916.00</u>
Capital assets being depreciated:				
Site Improvements	4,454,649.50	825,562.00	-	5,280,211.50
Buildings and building improvements	54,567,108.02	97,998,530.46	-	152,565,638.48
Machinery and Equipment	2,761,766.32	649,821.00	-	3,411,587.32
Total capital assets being depreciated at historical cost	<u>61,783,523.84</u>	<u>99,473,913.46</u>	<u>-</u>	<u>161,257,437.30</u>
Less accumulated depreciation for:				
Site Improvements	(1,198,898.69)	(243,371.52)	-	(1,442,270.21)
Buildings and improvements	(24,268,466.72)	(1,993,247.46)	-	(26,261,714.18)
Equipment	(1,987,015.97)	(177,136.58)	-	(2,164,152.55)
Total capital assets being depreciated, net of accumulated depreciation	<u>34,329,142.46</u>	<u>97,060,157.90</u>	<u>-</u>	<u>131,389,300.36</u>
Governmental activity capital assets, net	<u>\$ 136,119,815.92</u>	<u>\$ 100,772,575.90</u>	<u>\$ 101,007,175.46</u>	<u>\$ 135,885,216.36</u>
Business-type activities:				
Capital assets being depreciated:				
Buildings and Equipment	\$ 372,315.62	\$ 164,612.00	\$ -	\$ 536,927.62
Less accumulated depreciation	(298,441.21)	(11,486.59)	-	(309,927.80)
Enterprise Fund capital assets, net	<u>\$ 73,874.41</u>	<u>\$ 153,125.41</u>	<u>\$ -</u>	<u>\$ 226,999.82</u>

Depreciation expense is charged to governmental functions as follows:

Regular Instruction	\$ 2,124,104.89
Student & Instruction Related Service	72,412.67
School Administrative Services	168,962.89
Plant Operation and Maintenance	48,275.11
	<u>\$ 2,413,755.56</u>

**GREATER EGG HARBOR REGIONAL HIGH SCHOOL DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2011
(CONTINUED)**

NOTE 7 – LONG-TERM OBLIGATIONS

Changes in long-term obligations for the year ended June 30, 2011 are as follows:

	Balance July 1, 2010	Issues or Additions	Payments or Expenditures	Balance June 30, 2011	Amounts Due Within One Year
Compensated Absences	\$ 755,939.18	\$ 150,857.72	\$	\$ 906,796.90	\$
Bonds Payable	42,894,000.00	1,775,000.00	1,775,000.00	41,119,000.00	1,915,000.00
	<u>\$ 43,649,939.18</u>	<u>\$ 150,857.72</u>	<u>\$ 1,775,000.00</u>	<u>\$ 42,025,796.90</u>	<u>\$ 1,915,000.00</u>

Compensated absences are liquidated in the General Fund.

Bonds Payable

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

At June 30, 2011, bonds payable consisted of the following issues:

\$17,000,000 School Bonds dated August 1, 2001, due in annual installments through July 15, 2023, bearing interest at various rates from 4.500% to 4.875% per annum. These bonds were partially refunded in October 2008 with the issuance of \$9,420,000 Refunding Bonds, Series 2008. The balance remaining as of June 30, 2011 is \$3,465,000.00 and the new final maturity date is August 1, 2014.

\$9,420,000 School Refunding Bonds dated October 4, 2008, due in annual installments through August 1, 2023, bearing interest at rates ranging from 3.50% to 4.0%. The balance remaining as of June 30, 2011 is \$9,320,000.00.

\$27,409,000 School Bonds dated December 15, 2009, due in annual installments through February 1, 2033, bearing interest at rates ranging from 3.750% to 5.00%. The balance remaining as of June 30, 2011 is \$25,279,000.00.

\$3,320,000 School Bonds dated July 1, 2009 due in annual installments through August 1, 2019, bearing interest at rates ranging from 1.00% to 3.00%. The remaining balance as of June 30, 2011 is \$3,055,000.00.

**GREATER EGG HARBOR REGIONAL HIGH SCHOOL DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2011
(CONTINUED)**

NOTE 7 – LONG-TERM OBLIGATIONS - Continued

Debt service requirements on serial bonds payable at June 30, 2011 are as follows:

June 30,	Principal	Interest	Total
2012	\$ 1,915,000.00	\$ 1,663,301.26	\$ 3,578,301.26
2013	2,010,000.00	1,590,304.38	3,600,304.38
2014	2,145,000.00	1,511,254.38	3,656,254.38
2015	2,255,000.00	1,426,473.13	3,681,473.13
2016	2,405,000.00	1,336,732.50	3,741,732.50
2017-2020	9,930,000.00	4,362,961.25	14,292,961.25
2021-2025	10,320,000.00	3,336,862.50	13,656,862.50
2026-2030	6,300,000.00	1,694,180.00	7,994,180.00
2031-2032	3,839,000.00	345,330.00	4,184,330.00
	<u>\$ 41,119,000.00</u>	<u>\$ 17,267,399.40</u>	<u>\$ 58,386,399.40</u>

NOTE 8 – PENSION PLANS

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

Teachers' Pension and Annuity Fund (TPAF) - The Teachers' Pension and Annuity Fund was established as of January 1, 1955, under the provisions of N.J.S.A. 18A:66 to provide retirement benefits, death, disability and medical benefits to certain qualified members. The Teachers' Pension and Annuity Fund is considered a cost-sharing multiple-employer plan with a special funding situation, as under current statute, all employer contributions are made by the State of New Jersey on behalf of the District and the system's other related non-contributing employers. Membership is mandatory for substantially all teachers or members of the professional staff certified by the State Board of Examiners, and employees of the Department of Education who have titles that are unclassified, professional and certified.

Public Employees' Retirement System (PERS) - The Public Employees' Retirement System (PERS) was established as of January 1, 1955 under the provisions of N.J.S.A. 43:15A to provide retirement, death, disability and medical benefits to certain qualified members. The Public Employees' Retirement System is a cost-sharing multiple-employer plan. Membership is mandatory for substantially all full-time employees of the State of New Jersey or any county, municipality, school district, or public agency, provided the employee is not required to be a member of another state-administered retirement system or other state or local jurisdiction.

**GREATER EGG HARBOR REGIONAL HIGH SCHOOL DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2011
(CONTINUED)**

NOTE 8 – PENSION PLANS - Continued

Defined Contribution Retirement Program (DCRP) - The Defined Contribution Retirement Program (DCRP) was established as of July 1, 2008 under the provisions of Chapter 92, P.L. 2008 and Chapter 103, P.L. 2008 (N.J.S.A. 43:15C-1 et seq.). The DCRP is a cost-sharing multiple-employer defined contribution pension fund. The DCRP provides eligible members, and their beneficiaries with a tax-sheltered, defined contribution retirement benefit, along with life insurance and disability coverage. Vesting and benefit provisions are established by N. J.S.A. 43:15C-1 et. seq.

The contribution requirements of plan members are determined by state statute. In accordance with Chapter 92, P.L. 2008 and Chapter 103, P.L. 2008, plan members are required to contribute 5.5% of their annual covered salary. The State Treasurer has the right under current law to make temporary reductions in member rates based on the existence of surplus plan assets in the retirement system; however statute also requires the return to the normal rate when such surplus pension assets no longer exist. In addition to the employee contributions, the School District's contribution amounts for each pay period are required to be transmitted to Prudential Financial not later than the fifth business day after the date on which the employee is paid for that pay period. The School District has no employees enrolled in the Defined Contribution Retirement Program (DCRP) during the fiscal year ended June 30, 2011.

Vesting and Benefit Provisions - The vesting and benefit provisions for PERS are set by N.J.S.A. 43:15A and 43.3B, and N.J.S.A. 18A:6C for TPAF. All benefits vest after eight to ten years of service, except for medical benefits that vest after 25 years of service. Retirement benefits for age and service are available at age 60 and are generally determined to be 1/60 of the final average salary for each year of service credit, as defined. Final average salary equals the average salary for the final three years of service prior to retirement (or highest three years' compensation if other than the final three years). Members may seek early retirement after achieving 25 years of service credit or they may elect deferred retirement after achieving eight to ten years of service in which case benefits would begin the first day of the month after the member attains normal retirement age. The TPAF and PERS provides for specified medical benefits for members who retire after achieving 25 years of qualified service, as defined, or under the disability provisions of the System.

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

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

Three Year Trend Information for PERS			
	Annual Pension Cost (APC)	Percentage of APC Contributed	Net Pension Obligation
\$	598,188.00	100%	\$ 598,188.00
	481,719.20	100%	481,719.20
	576,927.50	80%	461,542.00

**GREATER EGG HARBOR REGIONAL HIGH SCHOOL DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2011
(CONTINUED)**

NOTE 8 – PENSION PLANS - Continued

Three Year Trend Information for TPAF (Paid on behalf of the District)					
Year Funding		Annual Pension Cost (APC)	Percentage of APC Contributed		Net Pension Obligation
06/30/11	\$	1,522,799.00	100%	\$	-
06/30/10		1,456,834.00	100%		-
06/30/09		1,412,239.00	100%		-

During the fiscal year ended June 30, 2011, the State of New Jersey contributed \$1,522,799.00 to the TPAF for post-retirement benefits on behalf of the District. Also, in accordance with N.J.S.A. 18A:66-66, the State of New Jersey reimbursed the District \$1,644,523.39 during the year ended June 30, 2011 for the employer's share of social security contributions for TPAF members, as calculated on their base salaries. This amount has been included in the District-wide financial statements and the fund- based statements as revenues and expenditures in accordance with GASB Statement No. 24.

NOTE 9 – POST-RETIREMENT BENEFITS

Chapter 384 of Public Laws 1987 and Chapter 6 of Public Laws 1990 required TPAF and 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 and payment of post-retirement medical benefits for retired state employees through TPAF and PERS. It created separate funds outside of the pension plans for the funding and payment of post-retirement medical benefits for retired state employees and retired educational employees.

As of June 30, 2010, there were 87,288 retirees eligible for post-retirement medical benefits. The cost of these benefits is funded through contributions by the State in accordance with P.L. 1994, c.62. Funding of post-retirement medical premiums changed from a 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 for members PERS and the Alternative Benefit Program who retired from a board of education or county college with 25 years of service. The State paid \$126.3 million toward Chapter 126 benefits for 14,050 eligible retired members in Fiscal Year 2010.

NOTE 10 – COMPENSATED ABSENCES

The liability for vested compensated absences for the governmental fund types is recorded in current and long-term liabilities. The current portion of the compensated absences balance of the governmental funds is not considered material to the applicable funds total liabilities, and therefore is not shown separately from the long-term liability of compensated absences.

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

**GREATER EGG HARBOR REGIONAL HIGH SCHOOL DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2011
(CONTINUED)**

NOTE 11 – DEFERRED COMPENSATION

The District offers its employees a deferred compensation plan created in accordance with Internal Revenue Code Section 403(b). 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:

Thomas Seely Agency, Inc.
Syracusa Benefits Program

NOTE 12 – CAPITAL RESERVE ACCOUNT

A capital reserve account was established by Greater Egg Harbor Regional High Board of Education by the inclusion of \$337,443.00 on September 27, 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 district's approved Long Range Facilities Plan (LRFP). Upon submission of the LRFP to the department, a district may increase the balance in the capital reserve by appropriating funds in the annual general fund budget certified for taxes or by transfer by board resolution at year end of any unanticipated revenue or unexpended line item appropriation amounts, or both. A district may also appropriate additional amounts when the express approval of the voters has been obtained either by a separate proposal at budget time or by a special question at one of the four special elections authorized pursuant to *N.J.S.A. 19:60-2*. Pursuant to *N.J.A.C. 6:23A-5.1(d) 7*, the balance in the account cannot at any time exceed the local support costs of uncompleted capital projects in its LRFP.

Beginning balance, July 1, 2010	\$	4,232,324.68
Transferred per 10/11 Budget		(3,333,266.00)
Transferred by Resolution 9/20/10		(98,519.00)
Interest earnings		36,657.38
Appropriated per 10/11 Budget		_____
Ending balance, June 30, 2011	\$	837,197.06

NOTE 13 – RISK MANAGEMENT

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

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

**GREATER EGG HARBOR REGIONAL HIGH SCHOOL DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2011
(CONTINUED)**

NOTE 13 – RISK MANAGEMENT - Continued

New Jersey Unemployment Compensation Insurance - The District has elected to fund its New Jersey Unemployment Compensation Insurance under the "Benefit Reimbursement Method". Under this plan, the District is required to reimburse the New Jersey Unemployment Trust Fund for benefits paid to its former employees and charged to its account with the State. The District is billed quarterly for amounts due to the State. The following is a summary of District contributions, employee contributions, reimbursements to the State for benefits paid and the ending balance of the District's expendable trust fund for the current and prior year:

<u>Fiscal Year</u>	<u>District Contributions</u>	<u>Interest on Investments</u>	<u>Employee Contributions</u>	<u>Claims Paid</u>	<u>Ending Balance</u>
2010-2011	\$320,000.00	\$ 2,299.09	\$ 49,057.02	\$ 184,360.66	\$ 464,721.70
2009-2010	5,000.00	2,720.27	45,443.23	34,064.20	277,726.25
2008-2009	5,000.00	2,553.38	44,905.15	44,478.85	258,626.95

NOTE 14 – CONTINGENT LIABILITIES

Federal and State Grants

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

NOTE 15 – FUND BALANCE APPROPRIATED

Restrictions of funds balances of governmental funds are established to either (1) satisfy legal covenants that require a portion of the fund balance to be segregated or (2) identify the portion of the fund balance that is not appropriate for future expenditures.

The District uses restricted/committed amounts to be spent first when both restricted and unrestricted fund balance is available unless there are legal documents/contracts that prohibit doing this, such as a grant agreement requiring dollar for dollar spending. Additionally, the District does not have a formal fund balance spending policy therefore the default spending order requires committed, assigned and then unassigned to be used be spent first when expenditures are made.

The District follows the State of New Jersey's minimum fund balance policy for New Jersey Regular Public School Districts (N.J.S.A. 18A:7F-7). Pursuant to that policy, an undesignated fund balance of 2% of the general fund budget or \$250,000, whichever is greater may be maintained.

The District's major sources of special revenue funds is federal grant funding for the No Child Left Behind (NCLB) program, ARRA Title 1 and IDEA grants, and federal grants for special education.

**GREATER EGG HARBOR REGIONAL HIGH SCHOOL DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2011
(CONTINUED)**

NOTE 15: FUND BALANCE APPROPRIATED - Continued

Specific classifications of fund balance are summarized below:

Non-Spendable Fund Balance – The District had no non-spendable fund balance at June 30, 2011.

Restricted Fund Balance

Capital Reserve Account – Of the \$837,197.06 balance in the capital reserve account at June 30, 2011, \$0 has been designated for utilization in the 2011-12 budget. These funds are restricted for future capital outlay expenditures for projects in the School District's long range facilities plan (LRFP).

Excess Surplus - In accordance with N.J.S.A. 18A7F-7, as amended, the designation of restricted fund balance – excess surplus is the result of a required calculation pursuant to the New Jersey Comprehensive Educational Improvement and Financing Act of 1996 (CEIFA). New Jersey school districts are required to restrict general fund balance at the fiscal year end of June 30 if they did not appropriate a required minimum amount as budgeted fund balance in their subsequent year's budget. The excess fund balance at June 30, 2011 is \$5,907,385.51; \$2,886,244.00 of this restricted amount has been designated for utilization in the 2011-12 budget and \$3,021,141.51 is required to be utilized in the 2012-13 budget.

Capital Projects Fund – The District has \$3,321,383.89 restricted for various capital projects as of June 30, 2011.

Debt Service Fund – The Debt Service fund balance at June 30, 2011 is \$26,201.19.

Committed Fund Balance - The District's Committed Fund balance for other purposes of \$2,203,400.18 consists of construction contracts payable authorized by the Board of Education during 2010-11 for various capital projects.

Assigned Fund Balance – At June 30, 2011, the Board of Education has assigned \$414,549.00 of general fund balance to expenditures in the 2011-12 budget. \$1,273,534.84 was assigned for other purposes as of year end.

Unassigned Fund Balance – At June 30, 2011, the District has \$(1,026,551.80) of unassigned fund balance deficit in the general fund. The deficit is due to the District not recognizing the final state aid payment on the GAAP basis.

NOTE 16 – CALCULATION OF EXCESS SURPLUS

The designation for Reserved Fund Balance – Excess Surplus is a required calculation pursuant to N.J.S.A. 18A:7F-7, as amended. New Jersey school districts are required to reserve General Fund fund balance at the fiscal year end of June 30 if they did not appropriate a required minimum amount as budgeted fund balance in their subsequent years' budget. The excess fund balance at June 30, 2011 is \$3,021,141.51. The excess fund balance at June 30, 2010 was \$2,886,244.00.

**GREATER EGG HARBOR REGIONAL HIGH SCHOOL DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2011
(CONTINUED)**

NOTE 17 – DEFICIT FUND BALANCES

The District has a deficit fund balance of (\$1,026,551.80) in the General Fund as of June 30, 2011 as reported in the fund statements (modified accrual basis). P.L. 2003, c. 97 provides that in the event a state school aid payment is not made until the following school budget year, districts must record the last payment as revenue, for budget purposes only, in the current school budget year. For intergovernmental transactions, GASB Statement No. 33 requires that recognition (revenue, expenditure, asset, liability) should be in symmetry i.e., if one government recognizes an asset, the other government recognizes a liability. Since the State is recording the last state aid payment in the subsequent fiscal year, the school district cannot recognize the last state aid payment on the GAAP financial statements until the year the state records the payable. Due to the timing difference of recording the last state aid payment, the General Fund balance deficit does not alone indicate that the district is facing financial difficulties.

Pursuant to *N.J.S.A. 18A:22-44.2* any negative unreserved, undesignated general fund balance that is reported as a direct result from a delay in the payment of state aid until the following fiscal year, is not considered a violation of New Jersey statute and regulation nor in need of corrective action.

NOTE 18 – DEFERRED BOND ISSUANCE COSTS

In governmental funds, debt issuance costs are recognized in the current period. For the District-wide financial statements, governmental activity debt issuance costs are amortized straight-line over the life of the specific bonds (17 years). The costs associated with the issue of the bonds dated October 4, 2007 amounted to \$103,810.00, and are amortized over 17 years. The costs associated with the issue of school bonds dated December 15, 2008 amounted to \$199,701.52, and are amortized over a period of 27 years. The amortization expense for the year ended June 30, 2011 is \$13,502.82.

NOTE 19 – DEFERRED LOSS ON REFUNDING BOND ISSUE

For the district-wide financial statements, the loss on the issuance of refunding bonds is amortized straight-line over the life of the specific bonds (17 years). The loss associated with the 2007 refunding bonds amounted to \$246,190.00. Amortization for the fiscal year ended June 30, 2011 is \$14,481.76. The balance of the deferred loss on refunding at June 30, 2011 is \$173,781.20.

NOTE 20 - COMMITMENTS

The District does not have an encumbrance policy for the fiscal year end to determine significant encumbrances. All encumbrances are classified as either Assigned Fund Balance in the General Fund or Committed Fund Balance in the Capital Projects Fund. Significant encumbrances at June 30th are as \$1,273,534.84 in the General Fund, and \$2,203,400.18 in the Capital Fund.

NOTE 20 – SUBSEQUENT EVENTS

Management has reviewed and evaluated all events and transactions that occurred between June 30, 2011 through December 2, 2011, the date that the financial statements were issued for possible disclosure and recognition in the financial statements, and no items have come to attention of the District that would require disclosure.

NOTE 21 – ECONOMIC DEPENDENCY

The District receives support from federal government and from the state government. A significant reduction in the level of support, if this were to occur, would have an effect on the District's programs and activities.

REQUIRED SUPPLEMENTARY INFORMATION – PART II

BUDGETARY COMPARISON SCHEDULES

GREATER EGG HARBOR REGIONAL HIGH SCHOOL DISTRICT
General Fund
Budgetary Comparison Schedule
For the Year Ended June 30, 2011

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual Favorable (Unfavorable)
REVENUES:					
Local Sources:					
Local Tax Levy	\$ 26,744,585.00	\$ -	\$ 26,744,585.00	\$ 26,744,585.00	\$ -
Tuition	570,852.00		570,852.00	605,050.31	34,198.31
Interest Earned on Capital Reserve	15,000.00		15,000.00	36,657.38	21,657.38
Other Restricted Miscellaneous	10,000.00		10,000.00	76,946.87	66,946.87
Unrestricted Miscellaneous	919,485.00		919,485.00	1,133,943.67	214,458.67
Total Local Sources	28,259,922.00	-	28,259,922.00	28,597,183.23	337,261.23
State Sources:					
Categorical Special Education Aid	1,469,285.00	627,749.00	2,097,034.00	2,097,034.00	-
Equalization Aid	27,016,469.00	(627,749.00)	26,388,720.00	26,388,720.00	-
Extraordinary Aid	396,106.00		396,106.00	593,604.00	197,498.00
Non-Public Transportation Aid	-		-	31,807.88	31,807.88
TPAF Pension (On-Behalf - Non-Budgeted)	-		-	1,522,799.00	1,522,799.00
TPAF Social Security (Reimbursed- Non-Budgeted)	-		-	1,644,523.39	1,644,523.39
Total State Sources	28,881,860.00	-	28,881,860.00	32,278,488.27	3,396,628.27
Federal Sources:					
Medical Reimbursement	79,706.00		79,706.00	29,535.53	(50,170.47)
Total Federal Sources	79,706.00	-	79,706.00	29,535.53	(50,170.47)
Total Revenues	57,221,488.00	-	57,221,488.00	60,905,207.03	3,683,719.03
EXPENDITURES:					
CURRENT EXPENSE					
REGULAR PROGRAMS - INSTRUCTION					
Grades 9 - 12 Salaries of Teachers	14,070,247.00	58,298.43	14,128,545.43	14,128,350.43	195.00
Regular Programs - Home Instruction					
Salaries of Teachers	175,000.00	(77,556.35)	97,443.65	97,443.65	-
Regular Programs - Undistributed Instruction					
Other Salaries for Instruction	181,950.00	17,000.00	198,950.00	186,207.72	12,742.28
Purchased Professional/Educational Services	3,750.00	153,752.12	157,502.12	381.00	157,121.12
Other Purchased Services (400-500 series)	-	6,000.00	6,000.00	5,917.30	82.70
General Supplies	1,271,216.55	(168,442.08)	1,102,774.47	920,630.95	182,143.52
Textbooks	218,378.00	46,113.77	264,491.77	207,646.44	56,845.33
TOTAL REGULAR PROGRAMS - INSTRUCTION	15,920,541.55	35,165.89	15,955,707.44	15,546,577.49	409,129.95
SPECIAL EDUCATION - INSTRUCTION					
Learning and/or Language Disabilities					
Salaries of Teachers	181,337.00	(104,713.77)	76,623.23	242.49	76,380.74
Other Salaries for Instruction	46,884.00		46,884.00	-	46,884.00
Purchased Professional - Educational Services	750.00		750.00	-	750.00
General Supplies	7,197.00		7,197.00	3,382.28	3,814.72
Textbooks	2,150.00		2,150.00	1,585.38	564.62
Total Learning and/or Language Disabilities	238,318.00	(104,713.77)	133,604.23	5,210.15	128,394.08
Visual Impairments					
Purchased Professional - Educational Services	750.00		750.00	-	750.00
Total Visual Impairments	750.00	-	750.00	-	750.00
Auditory Impairments					
Purchased Professional Services	-	4,200.00	4,200.00	2,415.00	1,785.00
General Supplies	2,500.00		2,500.00	1,800.00	700.00
Textbooks	2,000.00		2,000.00	964.49	1,035.51
Total Auditory Impairments	4,500.00	4,200.00	8,700.00	5,179.49	3,520.51

GREATER EGG HARBOR REGIONAL HIGH SCHOOL DISTRICT
General Fund
Budgetary Comparison Schedule
For the Year Ended June 30, 2011

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual Favorable (Unfavorable)
Behavioral Disabilities					
Salaries of Teachers	\$ 350,008.00	\$ -	\$ 350,008.00	\$ 299,793.18	\$ 50,214.82
Other Salaries for Instruction	112,081.00		112,081.00	75,766.62	36,314.38
Purchased Professional - Educational Services	700.00		700.00	-	700.00
General Supplies	10,974.00		10,974.00	5,532.81	5,441.19
Textbooks	2,961.00		2,961.00	845.00	2,116.00
Total Behavioral Disabilities	476,724.00	-	476,724.00	381,937.61	94,786.39
Multiple Disabilities					
Salaries of Teachers	159,650.00	49,100.00	208,750.00	207,677.26	1,072.74
Other Salaries for Instruction	122,936.00	(2,698.77)	120,237.23	64,680.99	55,556.24
General Supplies	17,821.00		17,821.00	8,187.61	9,633.39
Textbooks	6,600.00		6,600.00	4,751.00	1,849.00
Total Multiple Disabilities	307,007.00	46,401.23	353,408.23	285,296.86	68,111.37
Resource Room/Resource Center					
Salaries of Teachers	2,874,738.00		2,874,738.00	2,692,477.99	182,260.01
Other Salaries for Instruction	469,393.00	162,698.77	632,091.77	632,091.77	-
General Supplies	19,350.00		19,350.00	10,805.47	8,544.53
Textbooks	7,358.00		7,358.00	6,295.00	1,063.00
Total Resource Room/Resource Center	3,370,839.00	162,698.77	3,533,537.77	3,341,670.23	191,867.54
TOTAL SPECIAL EDUCATION - INSTRUCTION	4,398,138.00	108,586.23	4,506,724.23	4,019,294.34	487,429.89
Basic Skills/Remedial - Instruction					
Other Salaries for Instruction	54,580.00		54,580.00	54,106.04	473.96
Purchased Professional - Educational Services	20,000.00		20,000.00	549.23	19,450.77
Total Basic Skills/Remedial - Instruction	74,580.00	-	74,580.00	54,655.27	19,924.73
Bilingual Education - Instruction					
Salaries of Teachers	135,578.00		135,578.00	115,835.64	19,742.36
Total Bilingual Education - Instruction	135,578.00	-	135,578.00	115,835.64	19,742.36
School-Spon. Cocurricular Activities - Instruction					
Salaries	269,489.00	(87,859.65)	181,629.35	131,264.52	50,364.83
Purchased Services	11,400.00		11,400.00	3,873.00	7,527.00
Transfers to Cover Deficit (Agency Funds)	10,700.00		10,700.00	5,161.25	5,538.75
Total School-Spon. Cocurricular Activities - Inst.	291,589.00	(87,859.65)	203,729.35	140,298.77	63,430.58
School-Spon. Cocurricular Athletics - Instruction					
Salaries	969,669.00	80,712.46	1,050,381.46	1,050,381.46	-
Purchased Services	215,050.00	7,147.19	222,197.19	222,197.19	-
Supplies and Materials	690,091.00	(2,000.00)	688,091.00	670,948.16	17,142.84
Transfers to Cover Deficit (Agency Funds)	10,197.50	2,000.00	12,197.50	10,684.74	1,512.76
Total School-Spon. Cocurricular Athletics - Inst.	1,885,007.50	87,859.65	1,972,867.15	1,954,211.55	18,655.60
Before/After School Programs - Instruction					
Salaries of Teacher Tutors	36,610.00		36,610.00	25,740.00	10,870.00
Total Before/After School Programs- Instruction	36,610.00	-	36,610.00	25,740.00	10,870.00
TOTAL INSTRUCTION	22,742,044.05	143,752.12	22,885,796.17	21,856,613.06	1,029,183.11
UNDISTRIBUTED EXPENDITURES					
Undistributed Expenditures - Instruction					
Tuition to Other LEAs Within the State-Regular	-	47,671.50	47,671.50	47,671.50	-
Tuition to County Voc. School Dist. - Regular	756,804.00	174,000.00	930,804.00	921,335.00	9,469.00
Tuition to CSSD & Regional Day Schools	2,241,215.00	380,078.51	2,621,293.51	2,621,293.51	-
Tuition to Private Schools for the Disabled - Within State	1,674,238.00	(497,468.28)	1,176,769.72	1,176,769.72	-
Tuition to Private Schools for the Disabled & Other LEA - Spi. O/S St.	345,320.00	524.70	345,844.70	345,844.70	-
Tuition - State Facilities	519,853.00	26,250.00	546,103.00	546,103.00	-
Tuition - Other	223,753.00	39,000.00	262,753.00	262,079.00	674.00
Total Undistributed Expenditures - Instruction	5,761,183.00	170,056.43	5,931,239.43	5,921,096.43	10,143.00
Undistributed Expend. - Attend. & Social Worker					
Salaries	144,486.00	578.20	145,064.20	145,064.20	-
Other Purchased Services	5,000.00		5,000.00	4,938.66	61.34
Supplies and Materials	-		-	-	-
Total Undist. Expend. - Attend. & Social Worker	149,486.00	578.20	150,064.20	150,002.86	61.34

GREATER EGG HARBOR REGIONAL HIGH SCHOOL DISTRICT
General Fund
Budgetary Comparison Schedule
For the Year Ended June 30, 2011

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual Favorable (Unfavorable)
Undistributed Expend. - Health Services					
Salaries	\$ 242,802.00	\$ (5,169.83)	\$ 237,632.17	\$ 216,691.66	\$ 20,940.51
Purchased Professional and Technical Services	30,000.00	4,637.00	34,637.00	34,637.00	-
Purchased Services (400-500 series)	500.00		500.00	227.75	272.25
Supplies & Materials	7,000.00	532.83	7,532.83	7,532.83	-
Total Undistributed Expend. - Health Services	<u>280,302.00</u>	<u>-</u>	<u>280,302.00</u>	<u>259,089.24</u>	<u>21,212.76</u>
Undist. Expend. - Other Support Serv. Students - Related Services					
Salaries	119,051.00		119,051.00	112,901.04	6,149.96
Student - Related Services	119,051.00	-	119,051.00	112,901.04	6,149.96
Undist. Expend. - Other Support Serv. Students - Extraordinary Services					
Purchased Professional - Education Services	2,500.00		2,500.00	-	2,500.00
Students - Extraordinary Services	<u>2,500.00</u>	<u>-</u>	<u>2,500.00</u>	<u>-</u>	<u>2,500.00</u>
Undist. Expend. - Other Support Serv. Students - Regular					
Salaries of Other Professional Staff	1,211,517.00	(20,000.00)	1,191,517.00	1,171,991.85	19,525.15
Salaries of Secretarial and Clerical Assistants	279,816.00	4,000.00	283,816.00	280,216.58	3,599.42
Other Purchased Prof. and Tech. Services	40,000.00		40,000.00	13,103.88	26,896.12
Other Purchased Services (400-500 series)	10,750.00		10,750.00	7,678.52	3,071.48
Supplies & Materials	2,000.00		2,000.00	818.44	1,181.56
Other Objects	2,000.00		2,000.00	228.50	1,771.50
Total Undist. Expend. - Other Support Services Students - Regular	<u>1,546,083.00</u>	<u>(16,000.00)</u>	<u>1,530,083.00</u>	<u>1,474,037.77</u>	<u>56,045.23</u>
Undist. Expend. - Other Support Serv. Students - Special					
Salaries of Other Professional Staff	904,040.00		904,040.00	715,371.57	188,668.43
Salaries of Secretarial and Clerical Assistants	162,353.00		162,353.00	145,961.25	16,391.75
Purchased Professional/Educational Services	23,000.00		23,000.00	10,739.00	12,261.00
Other Purchased Services (400-500 series)	5,500.00	(4,000.00)	1,500.00	1,243.18	256.82
Supplies & Materials	3,000.00		3,000.00	-	3,000.00
Total Undist. Expend. - Other Support Services Students - Special	<u>1,097,893.00</u>	<u>(4,000.00)</u>	<u>1,093,893.00</u>	<u>873,315.00</u>	<u>220,578.00</u>
Undist. Expend. - Improvement of Inst. Services					
Salaries of Supervisor of Instruction	87,923.00		87,923.00	86,642.16	1,280.84
Total Undist. Expend. - Improvement of Inst. Serv.	<u>87,923.00</u>	<u>-</u>	<u>87,923.00</u>	<u>86,642.16</u>	<u>1,280.84</u>
Undist. Expend. - Edu. Media Serv./Sch. Library					
Salaries	563,303.00		563,303.00	562,470.06	832.94
Other Purchased Services (400-500 series)	27,750.00		27,750.00	20,209.16	7,540.84
Supplies & Materials	100,298.00		100,298.00	60,497.61	39,800.39
Other Objects	12,000.00		12,000.00	3,195.00	8,805.00
Total Undistributed Expenditures - Educational Media Services - School Library	<u>703,351.00</u>	<u>-</u>	<u>703,351.00</u>	<u>646,371.83</u>	<u>56,979.17</u>
Undist. Expend. - Instructional Staff Training Serv.					
Other Purchased Services (400-500 series)	24,800.00		24,800.00	2,688.00	22,112.00
Total Undistributed Expenditures - Instructional Staff Training Services	<u>24,800.00</u>	<u>-</u>	<u>24,800.00</u>	<u>2,688.00</u>	<u>22,112.00</u>
Undist. Expend. - Supp. Serv. - General Admin.					
Salaries	343,207.00	22,000.00	365,207.00	365,194.80	12.20
Legal Services	98,280.00		98,280.00	82,810.50	15,469.50
Audit Fees	25,880.00		25,880.00	21,900.00	3,980.00
Architectural/Engineering Services	100,000.00	(22,000.00)	78,000.00	43,400.00	34,600.00
Other Purchased Professional Services	26,750.00		26,750.00	17,250.18	9,499.82
Purchased Technical Services	63,120.00		63,120.00	48,197.73	14,922.27
Communications/Telephone	262,600.00		262,600.00	201,843.54	60,756.46
BOE Other Purchased Services	500.00		500.00	-	500.00
Other Purchased Services (400-500 series)	302,900.00		302,900.00	302,055.00	845.00
Supplies and Materials	14,200.00		14,200.00	11,481.84	2,718.16
BOE In-House Training/Meeting Supplies	500.00		500.00	-	500.00
Miscellaneous Expenditures	15,550.00		15,550.00	7,669.10	7,880.90
BOE Membership Dues and Fees	26,474.00		26,474.00	25,779.20	694.80
Total Undistributed Expenditures - Support Services - General Administration	<u>1,279,961.00</u>	<u>-</u>	<u>1,279,961.00</u>	<u>1,127,581.89</u>	<u>152,379.11</u>

GREATER EGG HARBOR REGIONAL HIGH SCHOOL DISTRICT
General Fund
Budgetary Comparison Schedule
For the Year Ended June 30, 2011

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual Favorable (Unfavorable)
Undist. Expend. - Supp. Serv. - School Admin.					
Salaries of Principals/Assistant Principals	\$ 864,407.00	\$ 121,000.00	\$ 985,407.00	\$ 984,517.05	\$ 889.95
Salaries of Other Professional Staff	871,692.00		871,692.00	821,761.88	49,930.12
Salaries of Secretarial and Clerical Assistants	532,857.00		532,857.00	486,144.08	46,712.92
Purchased Professional and Technical Services	1,000.00		1,000.00	293.80	706.20
Other Purchased Services (400-500 series)	28,900.00		28,900.00	12,936.81	15,963.19
Supplies & Materials	50,295.00		50,295.00	45,497.82	4,797.18
Other Objects	35,863.33		35,863.33	24,196.67	11,666.66
Total Undistributed Expenditures - Support Services - School Administration	2,385,014.33	121,000.00	2,506,014.33	2,375,348.11	130,666.22
Undist. Expend. - Central Services					
Salaries	556,153.00		556,153.00	513,967.86	42,185.14
Purchased Professional Services	19,000.00		19,000.00	6,536.00	12,464.00
Purchased Technical Services	5,000.00		5,000.00	-	5,000.00
Other Purchased Services (400-500 series)	80,500.00		80,500.00	53,826.74	26,673.26
Supplies & Materials	2,300.00		2,300.00	1,604.85	695.15
Miscellaneous Expenditures	28,500.00		28,500.00	12,867.80	15,632.20
Total Undistributed Expenditures - Central Services	691,453.00	-	691,453.00	588,803.25	102,649.75
Undist. Expend. - Admin. Info. Technology					
Salaries	241,951.00		241,951.00	230,975.76	10,975.24
Other Purchased Services (400-500 series)	4,000.00		4,000.00	2,603.00	1,397.00
Supplies & Materials	89,392.00		89,392.00	46,154.11	43,237.89
Other Objects	105,225.00		105,225.00	77,328.68	27,896.32
Total Undistributed Expenditures - Admin Info. Technology	440,568.00	-	440,568.00	357,061.55	83,506.45
Total Undistributed Expenditures - Required Maint. for School Facilities					
Salaries	473,904.00		473,904.00	455,966.64	17,937.36
Cleaning, Repair and Maintenance Service	675,999.99	(73,500.00)	602,499.99	405,717.94	196,782.05
General Supplies	46,044.00	13,579.46	59,623.46	59,623.46	-
Other Objects	195,000.00	(25,079.46)	169,920.54	132,050.54	37,870.00
Total Undistributed Expenditures - Allowable Maintenance for School Facilities	1,390,947.99	(85,000.00)	1,305,947.99	1,053,358.58	252,589.41
Undist. Expend. - Other Oper. & Maint. of Plant					
Salaries	2,287,658.00	(72,000.00)	2,215,658.00	2,035,963.31	179,694.69
Purchased Professional and Technical Services	80,000.00		80,000.00	49,284.87	30,715.13
Cleaning, Repair and Maintenance Service	206,796.00	(12,000.00)	194,796.00	136,264.56	58,531.44
Rental of Land & Bldg. Oth. Than Lease Pur Agrmt			-	-	-
Other Purchased Property Services	143,160.00	(4,929.53)	138,230.47	104,440.86	33,789.61
Insurance	174,000.00		174,000.00	173,742.00	258.00
Miscellaneous Purchased Services	65,000.00	15,397.72	80,397.72	80,397.72	-
General Supplies	282,655.00	(17,668.19)	264,986.81	259,950.61	5,036.20
Energy(Energy and Electricity)	2,178,638.00		2,178,638.00	1,752,420.62	426,217.38
Other Objects	5,000.00	(1,000.00)	4,000.00	-	4,000.00
Total Undistributed Expenditures - Other Operations and Maintenance of Plant	5,422,907.00	(92,200.00)	5,330,707.00	4,592,464.55	738,242.45
Undist. Expend. - Care & Upkeep of Grounds					
Salaries	261,457.00	24,500.00	285,957.00	285,372.07	584.93
Cleaning, Repair, and Maintenance Services	27,700.00		27,700.00	5,879.94	21,820.06
General Supplies	136,899.00	(30,000.00)	106,899.00	100,909.95	5,989.05
Other Objects	23,500.00	25,000.00	48,500.00	25,129.82	23,370.18
Total Care and Upkeep of Grounds	449,556.00	19,500.00	469,056.00	417,291.78	51,764.22
Undist. Expend. - Security					
Salaries	489,882.00	47,500.00	537,382.00	534,929.43	2,452.57
Cleaning, Repair, and Maintenance	10,000.00	200.00	10,200.00	10,150.74	49.26
General Supplies	11,000.00	10,000.00	21,000.00	19,561.33	1,438.67
Total Security	510,882.00	57,700.00	568,582.00	564,641.50	3,940.50
Total Undistributed Expenditures Operations and Maintenance of Plant Services	7,774,292.99	(100,000.00)	7,674,292.99	6,627,756.41	1,046,536.58

GREATER EGG HARBOR REGIONAL HIGH SCHOOL DISTRICT
General Fund
Budgetary Comparison Schedule
For the Year Ended June 30, 2011

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual Favorable (Unfavorable)
Undist. Expend. - Student Transportation Serv.					
Sal. - Pup. Trans. (Bet. Home & School) - Reg.	\$ 57,790.00	\$ -	\$ 57,790.00	\$ 55,352.07	\$ 2,437.93
Sal. - Pup. Trans. (Bet. Home & School) - Spc.	15,215.00		15,215.00	15,021.84	193.16
Contracted Services - (Bet. Home & School) - Ven.	2,375,825.00	38,472.22	2,414,297.22	2,387,113.83	27,183.39
Contracted Services - (Other than Home & Sch)	216,374.00	82,527.78	298,901.78	298,901.78	-
Contr. Serv. - (Bet. Home & School) Joint Agrm.	5,000.00		5,000.00	-	5,000.00
Contr. Serv. - (Special Ed. Students) - Vendors	210,060.00		210,060.00	190,371.00	19,689.00
Contr. Serv. - (Spc Ed. Students) - Joint Agrmt	981,014.00	(121,000.00)	860,014.00	851,619.30	8,394.70
Contr. Serv. - Aid in Lieu - NP Students	72,000.00		72,000.00	66,170.15	5,829.85
Contr. Serv. - Aid in Lieu - Charter School	10,000.00		10,000.00	2,563.62	7,436.38
Misc. Purchased Service - Transportation	11,000.00		11,000.00	4,750.00	6,250.00
Supplies and Materials	2,000.00		2,000.00	-	2,000.00
Total Undistributed Expenditures - Student Transportation Services	<u>3,956,278.00</u>	<u>-</u>	<u>3,956,278.00</u>	<u>3,871,863.59</u>	<u>84,414.41</u>
Unallocated Benefits					
Group Insurance	10,500.00	581.47	11,081.47	11,081.47	-
Social Security Contribution	716,925.00	(581.47)	716,343.53	709,630.78	6,712.75
Other Retirement Contributions - Regular	520,000.00	78,818.00	598,818.00	598,188.00	630.00
Unemployment Compensation	320,000.00		320,000.00	320,000.00	-
Workmen's Compensation	365,000.00		365,000.00	354,334.00	10,666.00
Health Benefits	8,257,940.00	(1,188,167.64)	7,069,772.36	6,591,943.91	477,828.45
Tuition Reimbursement	79,000.00		79,000.00	68,435.00	10,565.00
Other Employee Benefits	48,038.00		48,038.00	46,953.39	1,084.61
Total Unallocated Benefits	<u>10,317,403.00</u>	<u>(1,109,349.64)</u>	<u>9,208,053.36</u>	<u>8,700,566.55</u>	<u>507,486.81</u>
On-Behalf Contributions					
On-Behalf TPAF Pension Contribution (non-bud)			-	1,522,799.00	(1,522,799.00)
Reimbursed TPAF Social Security Cont.(non-bud)			-	1,644,523.39	(1,644,523.39)
Total On-Behalf Contributions	<u>-</u>	<u>-</u>	<u>-</u>	<u>3,167,322.39</u>	<u>(3,167,322.39)</u>
Total Personal Services - Employee Benefits	<u>10,317,403.00</u>	<u>(1,109,349.64)</u>	<u>9,208,053.36</u>	<u>11,867,888.94</u>	<u>(2,659,835.58)</u>
TOTAL UNDISTRIBUTED EXPENDITURES	<u>36,617,542.32</u>	<u>(937,715.01)</u>	<u>35,679,827.31</u>	<u>36,342,448.07</u>	<u>(662,620.76)</u>
TOTAL GENERAL CURRENT EXPENSE	<u>59,359,586.37</u>	<u>(793,962.89)</u>	<u>58,565,623.48</u>	<u>58,199,061.13</u>	<u>366,562.35</u>
CAPITAL OUTLAY					
Interest Deposit to Capital Reserve	15,000.00		15,000.00		15,000.00
Regular Programs - Instruction					
Grades 9 - 12	240,216.00	670,676.89	910,892.89	245,558.50	665,334.39
Undistributed Expenditures					
Operation & Maint. Of Plant Servs.	30,000.00	159,486.00	189,486.00	112,813.55	76,672.45
Non-Inst. Serv.	30,000.00	13,800.00	43,800.00	33,493.00	10,307.00
Total Equipment	<u>300,216.00</u>	<u>843,962.89</u>	<u>1,144,178.89</u>	<u>391,865.05</u>	<u>752,313.84</u>
Facilities Acquisition and Construction Services					
Other Objects	348,184.00		348,184.00	348,184.00	-
Land and Improvements	50,000.00	(50,000.00)	-	-	-
Total Facilities Acquisition and Construction Services	<u>398,184.00</u>	<u>(50,000.00)</u>	<u>348,184.00</u>	<u>348,184.00</u>	<u>-</u>
TOTAL CAPITAL OUTLAY	<u>713,400.00</u>	<u>793,962.89</u>	<u>1,507,362.89</u>	<u>740,049.05</u>	<u>767,313.84</u>
SPECIAL SCHOOLS					
Summer School - Instruction					
Salaries of Teachers	5,500.00		5,500.00	-	5,500.00
General Supplies	300.00		300.00	-	300.00
Total Summer School	<u>5,800.00</u>	<u>-</u>	<u>5,800.00</u>	<u>-</u>	<u>5,800.00</u>
Adult Education					
Other Salaries for Instruction	2,500.00		2,500.00	-	2,500.00
Supplies & Materials	300.00		300.00	-	300.00
Other Objects	300.00		300.00	-	300.00
Total Adult Education - Instruction	<u>3,100.00</u>	<u>-</u>	<u>3,100.00</u>	<u>-</u>	<u>3,100.00</u>
Total Special Schools	<u>8,900.00</u>	<u>-</u>	<u>8,900.00</u>	<u>-</u>	<u>8,900.00</u>
TOTAL SPECIAL SCHOOLS	<u>8,900.00</u>	<u>-</u>	<u>8,900.00</u>	<u>-</u>	<u>8,900.00</u>
Transfer of Funds to Charter Schools	443,305.00		443,305.00	442,693.00	612.00
TOTAL EXPENDITURES	<u>60,525,191.37</u>	<u>(0.00)</u>	<u>60,525,191.37</u>	<u>59,381,803.18</u>	<u>1,143,388.19</u>

GREATER EGG HARBOR REGIONAL HIGH SCHOOL DISTRICT
General Fund
Budgetary Comparison Schedule
For the Year Ended June 30, 2011

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	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual Favorable (Unfavorable)
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	<u>\$ (3,303,703.37)</u>	<u>\$ (0.00)</u>	<u>\$ (3,303,703.37)</u>	<u>\$ 1,523,403.85</u>	<u>\$ 4,827,107.22</u>
Other Financing Sources:					
Operating Transfers In:					
None					
Operating Transfers Out:					
Transfer to Capital Projects Fund	(3,333,266.00)	(98,519.00)	(3,431,785.00)	(3,431,785.00)	-
Total Other Financing Sources (Uses):	<u>(3,333,266.00)</u>	<u>(98,519.00)</u>	<u>(3,431,785.00)</u>	<u>(3,431,785.00)</u>	<u>-</u>
Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Sources (Uses)	(6,636,969.37)	98,519.00	(6,735,488.37)	(1,908,381.15)	4,827,107.22
Fund Balance July 1	11,763,278.76		11,763,278.76	11,763,278.76	-
Fund Balance June 30	<u>\$ 5,126,309.39</u>	<u>\$ 98,519.00</u>	<u>\$ 5,027,790.39</u>	<u>\$ 9,854,897.61</u>	<u>\$ 4,827,107.22</u>
Recapitulation:					
Nonspendable Fund Balance					
None				\$ -	
Restricted Fund Balance:					
Excess Surplus - Undesignated				3,021,141.51	
Capital Reserve				837,197.06	
Excess Surplus - Designated for Subsequent Year's Expenditures				2,886,244.00	
Assigned Fund Balance:					
Unreserved - Designated for Subsequent Year's Expenditures				414,549.00	
Reserve for Encumbrances				1,273,534.84	
Unassigned Fund Balance				<u>1,422,231.20</u>	
				9,854,897.61	
Reconciliation to Governmental Funds Statements (GAAP):					
Last State Aid Payment not recognized on GAAP Basis				(2,448,783.00)	
				<u>\$ 7,406,114.61</u>	

GREATER EGG HARBOR REGIONAL HIGH SCHOOL DISTRICT
Special Revenue Fund
Budgetary Comparison Schedule
For the Year Ended June 30, 2011

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
REVENUES:					
Local Sources	\$ -	\$ 1,711.85	\$ 1,711.85	\$ 1,711.85	\$ -
State Sources	33,829.00	(1,001.00)	32,828.00	23,899.20	(8,928.80)
Federal Sources	1,133,637.00	1,369,405.98	2,503,042.98	2,218,959.38	(284,083.60)
Total Revenues	1,167,466.00	1,370,116.83	2,537,582.83	2,244,570.43	(293,012.40)
EXPENDITURES:					
Instruction:					
Salaries of Teachers	141,755.00	161,227.30	302,982.30	253,602.23	49,380.07
Purchased Professional & Technical Services	75,151.00	78,399.25	153,550.25	145,912.73	7,637.52
Other Purchased Services (400-500 series)	698,735.00	125,605.00	824,340.00	824,340.00	-
General Supplies	50,821.00	290,939.86	341,760.86	361,133.10	(19,372.24)
Other Objects		500.00	500.00	500.00	-
Total Instruction	966,462.00	656,671.41	1,623,133.41	1,585,488.06	37,645.35
Support Services:					
Salaries of Program Directors					
Other Salaries	67,431.00	153,765.96	221,196.96	125,585.24	95,611.72
Personal Services - Employee Benefits	32,678.00	26,640.00	59,318.00	26,157.00	33,161.00
Purchased Professional - Educational Services	35,137.00	26,397.79	61,534.79	34,073.91	27,460.88
Purchased Professional & Technical Services	22,780.00	32,273.00	55,053.00	43,256.59	11,796.41
Travel				(40.12)	40.12
Supplies & Materials	22,810.00	156,853.07	179,663.07	116,039.95	63,623.12
Other Objects	20,168.00	(4,892.68)	15,275.32	15,275.32	-
Total Support Services	201,004.00	391,037.14	592,041.14	360,347.89	231,693.25
Facilities Acquisition and Construction Services					
Instructional Equipment		322,408.28	322,408.28	298,734.48	23,673.80
		322,408.28	322,408.28	298,734.48	23,673.80
Total Outflows	1,167,466.00	1,370,116.83	2,537,582.83	2,244,570.43	293,012.40
Excess (Deficiency) of Revenues Over (Under) Expenditures and Other Financing Sources (Uses)	\$ -	\$ -	\$ -	\$ -	\$ 0.00

NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION

GREATER EGG HARBOR REGIONAL HIGH SCHOOL DISTRICT
Required Supplementary Information
Budget-to-GAAP Reconciliation
Note to RSI
For the Year Ended June 30, 2011

Note A - Explanation of Differences Between Budgetary Inflows and Outflows GAAP Revenue and Expenditures

		<u>General Fund</u>		<u>Special Revenue Fund</u>
Sources / inflows of resources				
Actual amounts (budgetary basis) "revenue" from the budgetary comparison schedule	[C-1]	\$ 60,905,207.03	[C-2]	\$ 2,244,570.43
Difference - budget to GAAP:				
Grant accounting budgetary basis differs from GAAP in that encumbrances are recognized as expenditures, and the related revenue is recognized				(8,637.00)
Final State Aid payment delayed until July 2010 is recorded as budgetary revenue but is not recognized under GAAP		2,832,319.00		
Final State Aid payment delayed until July 2011 is recorded as budgetary revenue but is not recognized under GAAP		(2,448,783.00)		
Total revenues as reported on the statement of revenues, expenditures and changes in fund balance - governmental funds.	[B-2]	<u>\$ 61,288,743.03</u>	[B-2]	<u>\$ 2,235,933.43</u>
Uses / outflows of resources				
Actual amounts (budgetary basis) "total outflows" from the budgetary comparison schedule	[C-1]	\$ 59,381,803.18	[C-2]	\$ 2,244,570.43
Difference - budget to GAAP:				
Encumbrances for supplies and equipment ordered but not received are reported in the year the order is placed for budgetary purposes, but in the year supplies are received for GAAP financial reporting purposes.				(8,637.00)
Total expenditures as reported on the statement of revenues, expenditures and changes in fund balance - governmental funds.	[B-2]	<u>\$ 59,381,803.18</u>	[B-2]	<u>\$ 2,235,933.43</u>

OTHER SUPPLEMENTARY INFORMATION

SPECIAL REVENUE FUND DETAIL STATEMENTS

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

GREATER EGG HARBOR REGIONAL HIGH SCHOOL DISTRICT
Special Revenue Fund
Combining Schedule of Program Revenues and Expenditures - Budgetary Basis
For the Year Ended June 30, 2011

	Title I	Title I Carryover	Title I SIA ARRA	Title II A	Title II A Carryover
REVENUES:					
Local Sources	\$ -	\$ -	\$ -	\$ -	\$ -
State Sources	273,440.72	81,978.55	19,131.04	57,397.77	20,487.00
Federal Sources	273,440.72	81,978.55	19,131.04	57,397.77	20,487.00
Total Revenues					
	123,495.00	3,303.17			
EXPENDITURES:					
Instruction:					
Salaries of Teachers	123,495.00	3,303.17			
Purchased Professional & Technical Services	41,487.84				
Other Purchased Services (400-500 series)	68,581.33	37,945.00	19,131.04		
General Supplies					
Other Objects					
Total Instruction	233,564.17	41,248.17	19,131.04		
Support Services:					
Salaries of Program Directors				1,911.04	18,256.00
Other Salaries	956.00	34,184.96		146.00	2,231.00
Personal Services - Employee Benefits	6,725.00	3,605.00			
Purchased Professional - Educational Services	14,470.00			12,800.00	
Purchased Professional & Technical Services	5,400.00			34,061.59	
Rentals					
Travel					
Supplies & Materials	12,325.55	2,940.42		8,479.14	
Other Objects					
Total Support Services	39,876.55	40,730.38		57,397.77	20,487.00
Facilities Acquisition and Construction Services					
Instructional Equipment					
Total Facilities Acquisition and Const. Services					
Total Outflows	273,440.72	81,978.55	19,131.04	57,397.77	20,487.00
Excess (Deficiency) of Revenues Over (Under) Expenditures and Other Financing Sources (Uses)	\$ -	\$ -	\$ -	\$ -	\$ -

GREATER EGG HARBOR REGIONAL HIGH SCHOOL DISTRICT
Special Revenue Fund
Combining Schedule of Program Revenues and Expenditures - Budgetary Basis
For the Year Ended June 30, 2011

	Title IID	Title III	Title III Carryover	Title IV Carryover	Transportation	NONPUBLIC AID			Corrective Speech
						Annual Exam & Classification	Initial Exam & Classification	Annual Exam & Classification	
REVENUES:									
Local Sources	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
State Sources	784.00	34,804.35	4,476.57	653.70	93.00	4,156.00	2,231.14	782.00	
Federal Sources									
Total Revenues	784.00	34,804.35	4,476.57	653.70	93.00	4,156.00	2,231.14	782.00	
EXPENDITURES:									
Instruction:									
Salaries of Teachers		957.00	2,508.00		93.00	4,156.00	2,231.14	782.00	
Purchased Professional & Technical Services									
Other Purchased Services (400-500 series)									
General Supplies		31,231.01	799.30	250.00					
Other Objects									
Total Instruction	-	32,188.01	3,307.30	250.00	93.00	4,156.00	2,231.14	782.00	
Support Services:									
Salaries of Program Directors									
Other Salaries		578.00							
Personal Services - Employee Benefits		117.00	192.00						
Purchased Professional - Educational Services									
Purchased Professional & Technical Services									
Rentals									
Travel									
Supplies & Materials		1,921.34	977.27	403.70					
Other Objects									
Total Support Services	784.00	2,616.34	1,169.27	403.70	-	-	-	-	
Facilities Acquisition and Construction Services									
Instructional Equipment									
Total Facilities Acquisition and Const. Services	-	-	-	-	-	-	-	-	
Total Outflows	784.00	34,804.35	4,476.57	653.70	93.00	4,156.00	2,231.14	782.00	
Excess (Deficiency) of Revenues Over (Under) Expenditures and Other Financing Sources (Uses)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

GREATER EGG HARBOR REGIONAL HIGH SCHOOL DISTRICT
Special Revenue Fund
Combining Schedule of Program Revenues and Expenditures - Budgetary Basis
For the Year Ended June 30, 2011

	NONPUBLIC AID		KEAN Grant	ACCASBOJIF Safety Grant	Title I ARRA
	Nursing	Textbooks			
REVENUES:					
Local Sources	\$ -	\$ -	\$ 201.00	\$ 1,000.00	\$ -
State Sources	9,021.06	7,616.00			206,828.13
Federal Sources					
Total Revenues	9,021.06	7,616.00	201.00	1,000.00	206,828.13
EXPENDITURES:					
Instruction:					
Salaries of Teachers			165.00		132.00
Purchased Professional & Technical Services					41,867.75
Other Purchased Services (400-500 series)					0.27
General Supplies					
Other Objects					
Total Instruction	-	-	165.00	-	42,000.02
Support Services:					
Salaries of Program Directors					41,745.24
Other Salaries			36.00		3,203.00
Personal Services - Employee Benefits					7,879.87
Purchased Professional - Educational Services					
Purchased Professional & Technical Services					
Rentals					
Travel	1,361.74			1,000.00	
Supplies & Materials	7,659.32	7,616.00			
Other Objects					
Total Support Services	9,021.06	7,616.00	36.00	1,000.00	52,828.11
Facilities Acquisition and Construction Services					
Instructional Equipment					112,000.00
Total Facilities Acquisition and Const. Services	-	-	-	-	112,000.00
Total Outflows	9,021.06	7,616.00	201.00	1,000.00	206,828.13
Excess (Deficiency) of Revenues Over (Under) Expenditures and Other Financing Sources (Uses)	\$ -	\$ -	\$ -	\$ -	\$ -

GREATER EGG HARBOR REGIONAL HIGH SCHOOL DISTRICT
Special Revenue Fund
Combining Schedule of Program Revenues and Expenditures - Budgetary Basis
For the Year Ended June 30, 2011

	IDEA	IDEA ARRA	Carl D. Perkins	Teaching American Hist.	Financial Literacy	Woodturners Grant	Totals 2011
REVENUES:							
Local Sources	\$ -	\$ -	\$ -	\$ -	\$ 500.00	\$ 10.85	\$ 1,711.85
State Sources	838,875.00	562,591.34	57,460.00	60,051.21			23,899.20
Federal Sources							2,218,959.38
Total Revenues	838,875.00	562,591.34	57,460.00	60,051.21	500.00	10.85	2,244,570.43
EXPENDITURES:							
Instruction:							
Salaries of Teachers		120,864.06	2,178.00				253,602.23
Purchased Professional & Technical Services			17,350.00				107,967.73
Other Purchased Services (400-500 series)	824,340.00						824,340.00
General Supplies	3,635.00		27,039.00	32,475.66		10.85	399,078.10
Other Objects					500.00		500.00
Total Instruction	827,975.00	298,843.70	46,567.00	32,475.66	500.00	10.85	1,585,488.06
Support Services:							
Salaries of Program Directors				17,550.00			125,585.24
Other Salaries		9,826.00	578.00				26,157.00
Personal Services - Employee Benefits		9,691.00	211.00				34,073.91
Purchased Professional - Educational Services		1,360.25		(2,436.21)			43,256.59
Purchased Professional & Technical Services		407.00	2,604.00				
Rentals							(40.12)
Travel							116,039.95
Supplies & Materials	10,900.00	63,228.91		12,501.88			15,275.32
Other Objects							
Total Support Services	10,900.00	84,513.16	3,393.00	27,575.55	-	-	360,347.89
Facilities Acquisition and Construction Services							
Instructional Equipment		179,234.48	7,500.00				298,734.48
Total Facilities Acquisition and Const. Services	-	179,234.48	7,500.00	-	-	-	298,734.48
Total Outflows	838,875.00	562,591.34	57,460.00	60,051.21	500.00	10.85	2,244,570.43
Excess (Deficiency) of Revenues Over (Under) Expenditures and Other Financing Sources (Uses)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

CAPITAL PROJECTS FUND DETAIL STATEMENT

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

GREATER EGG HARBOR REGIONAL HIGH SCHOOL DISTRICT
Capital Projects Funds
Summary Schedule of Revenues, Expenditures, and
Changes in Fund Balance - Budgetary Basis
For the Year Ended June 30, 2011

Revenues and Other Financing Sources

State Sources:

School Development Authority	\$ 3,234,448.00
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Local Sources:

Bond Proceeds	-
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Interest Earned on Investments	7,556.22
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Interest Earned on Bond Proceeds	-
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Total Revenues	<u>3,242,004.22</u>
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Expenditures and Other Financing Uses

Purchased professional and technical services	415,234.00
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Construction services	3,324,445.99
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Other Objects	<u>2,448.13</u>
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Total Expenditures	<u>3,742,128.12</u>
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Excess (deficiency) of revenues over (under) expenditures	(500,123.90)
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Other Financing Sources (Uses):

Transfer from Capital Reserve	3,431,785.00
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Transfer of Interest to Debt Service Fund	<u>(7,556.22)</u>
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Total Other Financing Sources (Uses)	3,424,228.78
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Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses	2,924,104.88
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Fund balance - beginning	397,279.01
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Fund balance - ending	<u><u>\$ 3,321,383.89</u></u>
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GREATER EGG HARBOR REGIONAL HIGH SCHOOL DISTRICT
Capital Projects Funds
Schedule of Project Revenues, Expenditures, Project Balance, and Project Status - Budgetary Basis
Oakcrest Boiler Replacement
For the Year Ended June 30, 2011

	Prior Periods	Current Year	Totals	Revised Authorized Cost
Revenues and Other Financing Sources				
State Sources - SDA Grant	\$ -	\$ 279,162.00	\$ 279,162.00	\$ 279,162.00
Transfer from Capital Reserve	211,278.00		211,278.00	211,278.00
Total revenues	<u>211,278.00</u>	<u>279,162.00</u>	<u>490,440.00</u>	<u>490,440.00</u>
Expenditures and Other Financing Uses				
Purchased professional and technical services	10,790.00	1,675.00	12,465.00	47,000.00
Construction Services	400,420.00	(2,600.00)	397,820.00	440,440.00
Other Objects				3,000.00
Total Expenditures	<u>411,210.00</u>	<u>(925.00)</u>	<u>410,285.00</u>	<u>490,440.00</u>
Excess (deficiency) or revenues over (under) expenditures	<u>(199,932.00)</u>	<u>280,087.00</u>	<u>80,155.00</u>	<u>-</u>
Additional project information:				
Project Number	#1790-050-09-1001			
Original Authorized Cost	\$ 490,440.00			
Additional Authorized Cost	0			
Revised Authorized Cost	\$ 490,440.00			
Percentage Increase over Original Authorized Cost	0%			
Percentage Completion	100.00%			
Original Target completion date	NA			
Revised target completion date	NA			

GREATER EGG HARBOR REGIONAL HIGH SCHOOL DISTRICT
Capital Projects Funds
Schedule of Project Revenues, Expenditures, Project Balance, and Project Status - Budgetary Basis
Solar Panel - Absegami
For the Year Ended June 30, 2011

	Prior Periods	Current Year	Totals	Revised Authorized Cost
Revenues and Other Financing Sources				
State Sources - SDA Grant	\$ -	\$ -	\$ -	\$ -
Bond Proceeds	3,320,000.00		3,320,000.00	3,320,000.00
Total revenues	<u>3,320,000.00</u>	<u>-</u>	<u>3,320,000.00</u>	<u>3,320,000.00</u>
Expenditures and Other Financing Uses				
Purchased professional and technical services	195,466.12		195,466.12	265,853.00
Construction Services	2,614,096.00	16,450.87	2,630,546.87	3,054,147.00
Other Objects	18,578.17		18,578.17	102,709.00
Total Expenditures	<u>2,809,562.12</u>	<u>16,450.87</u>	<u>2,844,591.16</u>	<u>3,320,000.00</u>
Excess (deficiency) or revenues over (under) expenditures	<u>510,437.88</u>	<u>(16,450.87)</u>	<u>475,408.84</u>	<u>-</u>
Additional project information:				
Project Number	#1790-040-09-1000			
Original Authorized Cost	\$ 3,320,000.00			
Additional Authorized Cost				
Revised Authorized Cost	3,320,000.00			
Percentage Increase over Original Authorized Cost				
Percentage Completion	100.00%			
Original Target completion date	NA			
Revised target completion date	NA			

GREATER EGG HARBOR REGIONAL HIGH SCHOOL DISTRICT
Capital Projects Funds
Schedule of Project Revenues, Expenditures, Project Balance, and Project Status - Budgetary Basis
Roof Replacement - Absegami
For the Year Ended June 30, 2011

	Prior Periods	Current Year	Totals	Revised Authorized Cost
Revenues and Other Financing Sources				
Transfer from Capital Reserve	\$ -	\$ -	\$ -	\$ -
Total revenues	<u>205,000.00</u>	<u>-</u>	<u>205,000.00</u>	<u>232,796.00</u>
Expenditures and Other Financing Uses				
Purchased professional and technical services	2,354.00	220.00	2,574.00	24,896.00
Construction Services	174,875.00		174,875.00	207,900.00
Other Objects			-	
Total Expenditures	<u>177,229.00</u>	<u>220.00</u>	<u>177,449.00</u>	<u>232,796.00</u>
Excess (deficiency) or revenues over (under) expenditures	<u>27,771.00</u>	<u>(220.00)</u>	<u>27,551.00</u>	<u>-</u>
Additional project information:				
Project Number	#1790-040-10-1006			
Original Authorized Cost	\$ 232,795.00			
Additional Authorized Cost	1.00			
Revised Authorized Cost	232,796.00			
Percentage Increase over Original Authorized Cost	0.00%			
Percentage Completion	100.00%			
Original Target completion date	NA			
Revised target completion date	NA			

GREATER EGG HARBOR REGIONAL HIGH SCHOOL DISTRICT
Capital Projects Funds
Schedule of Project Revenues, Expenditures, Project Balance, and Project Status - Budgetary Basis
OHS Bleachers
For the Year Ended June 30, 2011

	Prior Periods	Current Year	Totals	Revised Authorized Cost
Revenues and Other Financing Sources				
Transfer from Capital Reserve		\$ 488,305.90	\$ 488,305.90	\$ 488,305.90
Total revenues	-	488,305.90	488,305.90	488,305.90
Expenditures and Other Financing Uses				
Purchased professional and technical services		15,686.00	15,686.00	51,143.90
Construction Services		425,523.30	425,523.30	437,162.00
Other Objects			-	
Total Expenditures	-	441,209.30	441,209.30	488,305.90
Excess (deficiency) or revenues over (under) expenditures	-	47,096.60	47,096.60	-
Additional project information:				
Project Number	1790-040-10-3000			
Original Authorized Cost	\$ 497,000.00			
Additional Authorized Cost/(Reduction)	(8,694.10)			
Revised Authorized Cost	488,305.90			
Percentage Increase over Original Authorized Cost	0.00%			
Percentage Completion	100.00%			
Original Target completion date	7/1/2011			
Revised target completion date	NA			

GREATER EGG HARBOR REGIONAL HIGH SCHOOL DISTRICT
Capital Projects Funds
Schedule of Project Revenues, Expenditures, Project Balance, and Project Status - Budgetary Basis
AHS Bleachers
For the Year Ended June 30, 2011

	Prior Periods	Current Year	Totals	Revised Authorized Cost
Revenues and Other Financing Sources				
Transfer from Capital Reserve		\$ 606,000.00	\$ 606,000.00	\$ 606,000.00
Total revenues	-	606,000.00	606,000.00	606,000.00
Expenditures and Other Financing Uses				
Purchased professional and technical services		19,126.00	19,126.00	72,962.00
Construction Services		365,226.82	365,226.82	533,038.00
Other Objects			-	
Total Expenditures	-	384,352.82	384,352.82	606,000.00
Excess (deficiency) or revenues over (under) expenditures	-	221,647.18	221,647.18	-
Additional project information:				
Project Number	1790-040-10-2000			
Original Authorized Cost	\$ 606,000.00			
Additional Authorized Cost	-			
Revised Authorized Cost	606,000.00			
Percentage Increase over Original Authorized Cost	0.00%			
Percentage Completion	100.00%			
Original Target completion date	7/1/2011			
Revised target completion date	NA			

GREATER EGG HARBOR REGIONAL HIGH SCHOOL DISTRICT
Capital Projects Funds
Schedule of Project Revenues, Expenditures, Project Balance, and Project Status - Budgetary Basis
OHS Exterior Door and Window Replacement
For the Year Ended June 30, 2011

	Prior Periods	Current Year	Totals	Revised Authorized Cost
Revenues and Other Financing Sources				
State Sources - SDA Grant	\$ -	\$ 1,714,968.00	\$ 1,714,968.00	\$ 1,714,968.00
Transfer from Capital Reserve		1,227,376.00	1,227,376.00	1,227,376.00
Total revenues	<u>-</u>	<u>2,942,344.00</u>	<u>2,942,344.00</u>	<u>2,942,344.00</u>
Expenditures and Other Financing Uses				
Purchased professional and technical services		194,553.00	194,553.00	261,600.00
Construction Services		1,398,100.00	1,398,100.00	2,582,344.00
Other Objects			-	98,400.00
Total Expenditures	<u>-</u>	<u>1,592,653.00</u>	<u>1,592,653.00</u>	<u>2,942,344.00</u>
Excess (deficiency) or revenues over (under) expenditures	<u>-</u>	<u>1,349,691.00</u>	<u>1,349,691.00</u>	<u>-</u>
Additional project information:				
Project Number		1790-050-10-1002		
Original Authorized Cost	\$	3,007,344.00		
Additional Authorized Cost/(Reduction)		(65,000.00)		
Revised Authorized Cost		2,942,344.00		
Percentage Increase over Original Authorized Cost		2.00%		
Percentage Completion		0.00%		
Original Target completion date		9/1/2011		
Revised target completion date		10/1/2011		

GREATER EGG HARBOR REGIONAL HIGH SCHOOL DISTRICT
Capital Projects Funds
Schedule of Project Revenues, Expenditures, Project Balance, and Project Status - Budgetary Basis
OHS Boiler Replacement - 1962
For the Year Ended June 30, 2011

	Prior Periods	Current Year	Totals	Revised Authorized Cost
Revenues and Other Financing Sources				
State Sources - SDA Grant	\$ -	\$ 250,385.00	\$ 250,385.00	\$ 250,385.00
Transfer from Capital Reserve		188,687.00	188,687.00	188,687.00
Total revenues	-	439,072.00	439,072.00	439,072.00
Expenditures and Other Financing Uses				
Purchased professional and technical services		39,476.60	39,476.60	46,000.00
Construction Services		8,400.00	8,400.00	386,072.00
Other Objects			-	7,000.00
Total Expenditures	-	47,876.60	47,876.60	439,072.00
Excess (deficiency) or revenues over (under) expenditures	-	391,195.40	391,195.40	-
Additional project information:				
Project Number	1790-040-10-1014			
Original Authorized Cost	\$ 438,000.00			
Additional Authorized Cost	72.00			
Revised Authorized Cost	439,072.00			
Percentage Increase over Original Authorized Cost	0.24%			
Percentage Completion	15.00%			
Original Target completion date	8/1/2011			
Revised target completion date	11/1/2011			

GREATER EGG HARBOR REGIONAL HIGH SCHOOL DISTRICT
Capital Projects Funds
Schedule of Project Revenues, Expenditures, Project Balance, and Project Status - Budgetary Basis
OHS Water Tank Replacement
For the Year Ended June 30, 2011

	Prior Periods	Current Year	Totals	Revised Authorized Cost
Revenues and Other Financing Sources				
State Sources - SDA Grant	\$ -	\$ 107,471.00	\$ 107,471.00	\$ 107,471.00
Transfer from Capital Reserve		80,989.00	80,989.00	80,989.00
Total revenues	-	188,460.00	188,460.00	188,460.00
Expenditures and Other Financing Uses				
Purchased professional and technical services		14,957.40	14,957.40	19,000.00
Construction Services			-	165,460.00
Other Objects			-	4,000.00
Total Expenditures	-	14,957.40	14,957.40	188,460.00
Excess (deficiency) or revenues over (under) expenditures	-	173,502.60	173,502.60	-
Additional project information:				
Project Number		1790-050-10-1003		
Original Authorized Cost	\$	188,000.00		
Additional Authorized Cost		460.00		
Revised Authorized Cost		188,460.00		
Percentage Increase over Original Authorized Cost		0.24%		
Percentage Completion		0.00%		
Original Target completion date		8/1/2011		
Revised target completion date		NA		

GREATER EGG HARBOR REGIONAL HIGH SCHOOL DISTRICT
Capital Projects Funds
Schedule of Project Revenues, Expenditures, Project Balance, and Project Status - Budgetary Basis
OHS Courtyard
For the Year Ended June 30, 2011

	Prior Periods	Current Year	Totals	Revised Authorized Cost
Revenues and Other Financing Sources				
State Sources - SDA Grant	\$ -	\$ 45,732.00	\$ 45,732.00	\$ 45,732.00
Transfer from Capital Reserve		43,157.10	43,157.10	43,157.10
Total revenues	-	88,889.10	88,889.10	88,889.10
Expenditures and Other Financing Uses				
Purchased professional and technical services		10,189.10	10,189.10	10,120.00
Construction Services		77,947.00	77,947.00	77,189.10
Other Objects		753.00	753.00	1,580.00
Total Expenditures	-	88,889.10	88,889.10	88,889.10
Excess (deficiency) or revenues over (under) expenditures	-	-	-	-
Additional project information:				
Project Number	1790-050-10-1013			
Original Authorized Cost	\$ 80,000.00			
Additional Authorized Cost	889.10			
Revised Authorized Cost	80,889.10			
Percentage Increase over Original Authorized Cost	0.00%			
Percentage Completion	0.00%			
Original Target completion date	8/1/2011			
Revised target completion date	8/1/2011			

GREATER EGG HARBOR REGIONAL HIGH SCHOOL DISTRICT
Capital Projects Funds
Schedule of Project Revenues, Expenditures, Project Balance, and Project Status - Budgetary Basis
OHS Basketball Court
For the Year Ended June 30, 2011

	Prior Periods	Current Year	Totals	Revised Authorized Cost
Revenues and Other Financing Sources				
Transfer from Capital Reserve		\$ 100,000.00	\$ 100,000.00	\$ 100,000.00
Total revenues	-	100,000.00	100,000.00	100,000.00
Expenditures and Other Financing Uses				
Purchased professional and technical services		4,541.40	4,541.40	10,000.00
Construction Services		55,403.00	55,403.00	88,000.00
Other Objects		306.00	306.00	2,000.00
Total Expenditures	-	60,250.40	60,250.40	100,000.00
Excess (deficiency) or revenues over (under) expenditures	-	39,749.60	39,749.60	-
Additional project information:				
Project Number	1790-050-10-4000			
Original Authorized Cost	\$ 100,000.00			
Additional Authorized Cost	-			
Revised Authorized Cost	100,000.00			
Percentage Increase over Original Authorized Cost	0.00%			
Percentage Completion	0.00%			
Original Target completion date	8/1/2011			
Revised target completion date	8/1/2011			

GREATER EGG HARBOR REGIONAL HIGH SCHOOL DISTRICT
Capital Projects Funds
Schedule of Project Revenues, Expenditures, Project Balance, and Project Status - Budgetary Basis
AHS Courtyard
For the Year Ended June 30, 2011

	Prior Periods	Current Year	Totals	Revised Authorized Cost
Revenues and Other Financing Sources				
State Sources - SDA Grant	\$ -	\$ 78,551.00	\$ 78,551.00	\$ 78,551.00
Transfer from Capital Reserve		59,449.00	59,449.00	59,449.00
Total revenues	-	138,000.00	138,000.00	138,000.00
Expenditures and Other Financing Uses				
Purchased professional and technical services		11,252.50	11,252.50	13,550.00
Construction Services		37,550.00	37,550.00	121,000.00
Other Objects		265.00	265.00	3,450.00
Total Expenditures	-	49,067.50	49,067.50	138,000.00
Excess (deficiency) or revenues over (under) expenditures	-	88,932.50	88,932.50	-
Additional project information:				
Project Number		1790-040-10-1019		
Original Authorized Cost	\$	138,000.00		
Additional Authorized Cost		-		
Revised Authorized Cost		138,000.00		
Percentage Increase over Original Authorized Cost		0.00%		
Percentage Completion		0.00%		
Original Target completion date		8/1/2011		
Revised target completion date		8/1/2011		

GREATER EGG HARBOR REGIONAL HIGH SCHOOL DISTRICT
Capital Projects Funds
Schedule of Project Revenues, Expenditures, Project Balance, and Project Status - Budgetary Basis
AHS Parking Lot Repaving
For the Year Ended June 30, 2011

	Prior Periods	Current Year	Totals	Revised Authorized Cost
Revenues and Other Financing Sources				
State Sources - SDA Grant	\$ -	\$ 426,906.00	\$ 426,906.00	\$ 426,906.00
Transfer from Capital Reserve		323,094.00	323,094.00	323,094.00
Total revenues	<u>-</u>	<u>750,000.00</u>	<u>750,000.00</u>	<u>750,000.00</u>
Expenditures and Other Financing Uses				
Purchased professional and technical services		55,239.45	55,239.45	71,000.00
Construction Services		416,525.00	416,525.00	660,000.00
Other Objects		800.00	800.00	19,000.00
Total Expenditures	<u>-</u>	<u>472,564.45</u>	<u>472,564.45</u>	<u>750,000.00</u>
Excess (deficiency) or revenues over (under) expenditures	<u>-</u>	<u>277,435.55</u>	<u>277,435.55</u>	<u>-</u>
Additional project information:				
Project Number		1790-040-10-1020		
Original Authorized Cost	\$	750,000.00		
Additional Authorized Cost		-		
Revised Authorized Cost		750,000.00		
Percentage Increase over Original Authorized Cost		0.00%		
Percentage Completion		0.00%		
Original Target completion date		8/1/2011		
Revised target completion date		8/1/2011		

GREATER EGG HARBOR REGIONAL HIGH SCHOOL DISTRICT
Capital Projects Funds
Schedule of Project Revenues, Expenditures, Project Balance, and Project Status - Budgetary Basis
OHS Concrete
For the Year Ended June 30, 2011

	Prior Periods	Current Year	Totals	Revised Authorized Cost
Revenues and Other Financing Sources				
State Sources - SDA Grant	\$ -	\$ 114,411.00	\$ 114,411.00	\$ 114,411.00
Transfer from Capital Reserve		151,589.00	151,589.00	151,589.00
Total revenues	<u>-</u>	<u>266,000.00</u>	<u>266,000.00</u>	<u>266,000.00</u>
Expenditures and Other Financing Uses				
Purchased professional and technical services		16,469.55	16,469.55	19,900.00
Construction Services		242,100.00	242,100.00	242,100.00
Other Objects			-	4,000.00
Total Expenditures	<u>-</u>	<u>258,569.55</u>	<u>258,569.55</u>	<u>266,000.00</u>
Excess (deficiency) or revenues over (under) expenditures	<u>-</u>	<u>7,430.45</u>	<u>7,430.45</u>	<u>-</u>
Additional project information:				
Project Number	1790-050-10-1007			
Original Authorized Cost	\$ 201,000.00			
Additional Authorized Cost	65,000.00			
Revised Authorized Cost	266,000.00			
Percentage Increase over Original Authorized Cost	32.38%			
Percentage Completion	0.00%			
Original Target completion date	8/1/2011			
Revised target completion date	10/1/2011			

GREATER EGG HARBOR REGIONAL HIGH SCHOOL DISTRICT
Capital Projects Funds
Schedule of Project Revenues, Expenditures, Project Balance, and Project Status - Budgetary Basis
OHS - Replacement of Exterior Doors and Frames
For the Year Ended June 30, 2011

	Prior Periods	Current Year	Totals	Revised Authorized Cost
Revenues and Other Financing Sources				
State Sources - SDA Grant	\$ -	\$ 34,871.00	\$ 34,871.00	\$ 34,871.00
Transfer from Capital Reserve		42,179.00	42,179.00	42,179.00
Total revenues	-	77,050.00	77,050.00	77,050.00
Expenditures and Other Financing Uses				
Purchased professional and technical services		4,900.00	4,900.00	5,900.00
Construction Services		69,950.00	69,950.00	69,950.00
Other Objects		324.13	324.13	1,200.00
Total Expenditures	-	75,174.13	75,174.13	77,050.00
Excess (deficiency) or revenues over (under) expenditures	-	1,875.87	1,875.87	-
Additional project information:				
Project Number	1790-050-10-1011			
Original Authorized Cost	\$ 61,000.00			
Additional Authorized Cost	16,050.00			
Revised Authorized Cost	77,050.00			
Percentage Increase over Original Authorized Cost	26.31%			
Percentage Completion	0.00%			
Original Target completion date	10/1/2011			
Revised target completion date	11/1/2011			

GREATER EGG HARBOR REGIONAL HIGH SCHOOL DISTRICT
Capital Projects Funds
Schedule of Project Revenues, Expenditures, Project Balance, and Project Status - Budgetary Basis
AHS - Replacement of Exterior Doors and Frames
For the Year Ended June 30, 2011

	Prior Periods	Current Year	Totals	Revised Authorized Cost
Revenues and Other Financing Sources				
State Sources - SDA Grant	\$ -	\$ 96,610.00	\$ 96,610.00	\$ 96,610.00
Transfer from Capital Reserve		56,340.00	56,340.00	56,340.00
Total revenues	-	152,950.00	152,950.00	152,950.00
Expenditures and Other Financing Uses				
Purchased professional and technical services		13,500.00	13,500.00	16,175.00
Construction Services		115,000.00	115,000.00	132,450.00
Other Objects			-	4,325.00
Total Expenditures	-	128,500.00	128,500.00	152,950.00
Excess (deficiency) or revenues over (under) expenditures	-	24,450.00	24,450.00	-
Additional project information:				
Project Number	1790-040-10-1021			
Original Authorized Cost	\$ 169,000.00			
Additional Authorized Cost/(Reduction)	(16,050.00)			
Revised Authorized Cost	152,950.00			
Percentage Increase over Original Authorized Cost	0.00%			
Percentage Completion	100.00%			
Original Target completion date	6/1/2011			
Revised target completion date	NA			

GREATER EGG HARBOR REGIONAL HIGH SCHOOL DISTRICT
Capital Projects Funds
Schedule of Project Revenues, Expenditures, Project Balance, and Project Status - Budgetary Basis
OHS - Modification to Pumps and Wells
For the Year Ended June 30, 2011

	Prior Periods	Current Year	Totals	Revised Authorized Cost
Revenues and Other Financing Sources				
State Sources - SDA Grant	\$ -	\$ 85,381.00	\$ 85,381.00	\$ 85,381.00
Transfer from Capital Reserve		64,619.00	64,619.00	64,619.00
Total revenues	-	150,000.00	150,000.00	150,000.00
Expenditures and Other Financing Uses				
Purchased professional and technical services		13,448.00	13,448.00	14,600.00
Construction Services		98,870.00	98,870.00	132,000.00
Other Objects			-	3,400.00
Total Expenditures	-	112,318.00	112,318.00	150,000.00
Excess (deficiency) or revenues over (under) expenditures	-	37,682.00	37,682.00	-
Additional project information:				
Project Number	1790-050-10-1015			
Original Authorized Cost	\$ 150,000.00			
Additional Authorized Cost	-			
Revised Authorized Cost	150,000.00			
Percentage Increase over Original Authorized Cost	0.00%			
Percentage Completion	10.00%			
Original Target completion date	8/1/2011			
Revised target completion date	8/1/2011			

GREATER EGG HARBOR REGIONAL HIGH SCHOOL DISTRICT
Capital Projects Funds
Schedule of Project Revenues, Project Balance, and Project Status - Budgetary Basis
New High School
For the Year Ended June 30, 2011

	Prior Periods	Current Year	Totals	Revised Authorized Cost
Revenues and Other Financing Sources				
State Sources - NJ Treasury Grant	\$ 1,300,000.00	\$ -	\$ 1,300,000.00	\$ 1,300,000.00
State Sources - SDA	\$ 72,297,726.46		72,297,726.46	72,297,726.46
Bond Proceeds	27,424,815.07		27,424,815.07	27,409,449.00
Total revenues	<u>101,022,541.53</u>	<u>-</u>	<u>101,022,541.53</u>	<u>101,007,175.46</u>
Expenditures and Other Financing Uses				
Purchased professional and technical services	30,112,320.53		30,112,320.53	30,112,320.53
Construction Services	67,879,854.93		67,879,854.93	67,879,854.93
Land	3,015,000.00		3,015,000.00	3,015,000.00
Total Expenditures	<u>101,007,175.46</u>	<u>-</u>	<u>101,007,175.46</u>	<u>101,007,175.46</u>
Excess (deficiency) or revenues over (under) expenditures	<u>15,366.07</u>	<u>-</u>	<u>15,366.07</u>	<u>-</u>
Additional project information:				
Project Number	1790-N01-04-1000			
Original Authorized Cost	\$ 101,007,175.46			
Additional Authorized Cost	\$ -			
Revised Authorized Cost	\$ 101,007,175.46			
Percentage Increase over Original Authorized Cost	0%			
Percentage Completion	100.00%			
Original Target completion date	09/01/2010			
Revised target completion date	09/01/2010			

GREATER EGG HARBOR REGIONAL HIGH SCHOOL DISTRICT
Capital Projects Funds
Schedule of Project Revenues, Project Balance, and Project Status - Budgetary Basis
Oakcrest Chimney
For the Year Ended June 30, 2011

	Prior Periods	Current Year	Totals	Revised Authorized Cost
Revenues and Other Financing Sources				
State Sources - SDA Grant	\$ 21,265.47		\$ 21,265.47	\$ 21,265.47
Transfer from Capital Reserve	35,485.00		35,485.00	35,485.00
Total revenues	<u>56,750.47</u>	<u>-</u>	<u>56,750.47</u>	<u>56,750.47</u>
Expenditures and Other Financing Uses				
Purchased professional and technical services	30,240.00		30,240.00	30,240.00
Construction Services		-	-	26,510.47
Total Expenditures	<u>30,240.00</u>	<u>-</u>	<u>30,240.00</u>	<u>56,750.47</u>
Excess (deficiency) or revenues over (under) expenditures	<u>26,510.47</u>	<u>-</u>	<u>26,510.47</u>	<u>-</u>
Additional project information:				
Project Number	#1790-050-04-1000			
Original Authorized Cost	\$ 31,889.00			
Additional Authorized Cost	\$ 24,861.47			
Revised Authorized Cost	\$ 56,750.47			
Percentage Increase over Original Authorized Cost	44%			
Percentage Completion	100.00%			
Original Target completion date	09/01/2006			
Revised target completion date	NA			

GREATER EGG HARBOR REGIONAL HIGH SCHOOL DISTRICT
Capital Projects Funds
Schedule of Project Revenues, Project Balance, and Project Status - Budgetary Basis
Oakcrest Generator
For the Year Ended June 30, 2011

	Prior Periods	Current Year	Totals	Revised Authorized Cost
Revenues and Other Financing Sources				
State Sources - SDA Grant	\$ 88,152.76		\$ 88,152.76	\$ 88,152.76
Transfer from General Fund	68,624.00		68,624.00	68,624.00
Total revenues	<u>156,776.76</u>	<u>-</u>	<u>156,776.76</u>	<u>156,776.76</u>
Expenditures and Other Financing Uses				
Purchased professional and technical services	21,088.00	-	21,088.00	21,088.00
Construction Services	99,038.00	-	99,038.00	135,688.76
Total Expenditures	<u>120,126.00</u>	<u>-</u>	<u>120,126.00</u>	<u>156,776.76</u>
Excess (deficiency) or revenues over (under) expenditures	<u>36,650.76</u>	<u>-</u>	<u>36,650.76</u>	<u>-</u>
Additional project information:				
Project Number	#1790-050-05-1000			
Original Authorized Cost	\$ 132,191.00			
Additional Authorized Cost	\$ 24,585.76			
Revised Authorized Cost	\$ 156,776.76			
Percentage Increase over Original Authorized Cost	19%			
Percentage Completion	100.00%			
Original Target completion date	01/03/2006			
Revised target completion date	NA			

GREATER EGG HARBOR REGIONAL HIGH SCHOOL DISTRICT
Capital Projects Funds
Schedule of Project Revenues, Project Balance, and Project Status - Budgetary Basis
Partition Wall - Absegami
For the Year Ended June 30, 2011

	Prior Periods	Current Year	Totals	Revised Authorized Cost
Revenues and Other Financing Sources				
State Sources - SDA Grant	\$ 45,499.00		\$ 45,499.00	\$ 45,499.00
Transfer from General Fund	34,114.00		34,114.00	49,801.00
Total revenues	<u>79,613.00</u>	<u>-</u>	<u>79,613.00</u>	<u>95,300.00</u>
Expenditures and Other Financing Uses				
Purchased professional and technical services	8,229.00	-	8,229.00	8,229.00
Construction Services	72,331.00	-	72,331.00	87,071.00
Total Expenditures	<u>80,560.00</u>	<u>-</u>	<u>80,560.00</u>	<u>95,300.00</u>
Excess (deficiency) or revenues over (under) expenditures	<u>(947.00)</u>	<u>-</u>	<u>(947.00)</u>	<u>-</u>
Additional project information:				
Project Number	#1790-040-04-1000			
Original Authorized Cost	\$ 95,300.00			
Additional Authorized Cost	\$ -			
Revised Authorized Cost	\$ 95,300.00			
Percentage Increase over Original Authorized Cost	0%			
Percentage Completion	100.00%			
Original Target completion date	01/30/2006			
Revised target completion date	NA			

FIDUCIARY FUNDS DETAIL STATEMENTS

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

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

Student Activity and Athletic Funds – These agency funds are used to account for student funds held at the schools.

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

GREATER EGG HARBOR REGIONAL HIGH SCHOOL DISTRICT
Fiduciary Funds
Combining Statement of Fiduciary Net Assets
June 30, 2011

	<u>Unemployment Compensation Trust</u>	<u>Private Purpose Trust</u>	<u>Agency Funds</u>	<u>Totals</u>
ASSETS				
Cash and Cash Equivalents	\$ <u>464,721.70</u>	\$ <u>15,296.50</u>	\$ <u>575,442.50</u>	\$ <u>1,055,460.70</u>
Investments, at Fair Value:				
U.S. Government Obligations				-
Total Investments	<u>464,721.70</u>	<u>15,296.50</u>	<u>575,442.50</u>	<u>1,055,460.70</u>
LIABILITIES				
Payable to District			38,759.47	38,759.47
Payable to Student Groups			311,717.97	311,717.97
Payroll Deductions & Withholdings			224,965.06	224,965.06
 Total Liabilities	<u>-</u>	<u>-</u>	<u>575,442.50</u>	<u>575,442.50</u>
NET ASSETS				
Held in Trust for Unemployment Claims and Other Purposes	\$ <u>464,721.70</u>			464,721.70
Reserve for Purposes of Trust		\$ <u>15,296.50</u>		15,296.50
Total Net Assets				<u>480,018.20</u>
 Total Liabilities and Net Assets			\$ <u>1,055,460.70</u>	<u>1,055,460.70</u>

GREATER EGG HARBOR REGIONAL HIGH SCHOOL DISTRICT
Fiduciary Funds
Combining Statement of Changes in Fiduciary Net Assets
For the Year Ended June 30, 2011

	Unemployment Compensation Trust	Private Purpose Trust	Totals
ADDITIONS			
Contributions:			
Plan Member	\$ 49,057.02	\$ -	\$ 49,057.02
Other	320,000.00	10,660.00	330,660.00
Total Contributions	<u>369,057.02</u>	<u>10,660.00</u>	<u>379,717.02</u>
Investments Earnings:			
Interest	2,299.09	191.54	2,490.63
Net Investment Earnings	<u>2,299.09</u>	<u>191.54</u>	<u>2,490.63</u>
Total Additions	<u>371,356.11</u>	<u>10,851.54</u>	<u>382,207.65</u>
Deductions			
Unemployment Claims	184,360.66		184,360.66
Scholarship Distributions		14,550.00	14,550.00
Total Deductions	<u>184,360.66</u>	<u>14,550.00</u>	<u>198,910.66</u>
Change in Net Assets	186,995.45	(3,698.46)	183,296.99
Net Assets - Beginning of the Year	<u>277,726.25</u>	<u>18,994.96</u>	<u>296,721.21</u>
Net Assets - End of the Year	<u>\$ 464,721.70</u>	<u>\$ 15,296.50</u>	<u>\$ 480,018.20</u>

GREATER EGG HARBOR REGIONAL HIGH SCHOOL DISTRICT
Student Activity Agency Fund
Schedule of Receipts and Disbursements
As of June 30, 2011

	<u>Balance</u> <u>July 1, 2010</u>		<u>Additions</u>		<u>Deletions</u>		<u>Balance</u> <u>June 30, 2011</u>
Absegami	\$ 87,438.44	\$	284,943.86	\$	290,106.45	\$	82,275.85
Oakcrest	119,157.64		277,751.46		236,709.33		160,199.77
Cedar Creek	-		54,904.19		40,901.17		14,003.02
District	48,890.85		99,563.81		101,556.44		46,898.22
Interfund - General	-		10,076.64				10,076.64
	<u>\$ 255,486.93</u>	\$	<u>727,239.96</u>	\$	<u>669,273.39</u>	\$	<u>313,453.50</u>
Total Assets							

GREATER EGG HARBOR REGIONAL HIGH SCHOOL DISTRICT
Student Athletic Agency Fund
Schedule of Receipts and Disbursements
As of June 30, 2011

	<u>Balance</u> <u>July 1, 2010</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance</u> <u>June 30, 2011</u>
ASSETS:				
Cash and Cash Equivalents	\$ 9,519.55	\$ 263,955.05	\$ 236,678.44	\$ 36,796.16
Total Assets	\$ <u>9,519.55</u>	\$ <u>263,955.05</u>	\$ <u>236,678.44</u>	\$ <u>36,796.16</u>
LIABILITIES:				
Interfund - General	\$ -	\$ 28,455.05	\$	\$ 28,455.05
Due to Student Groups	9,519.55	235,500.00	236,678.44	8,341.11
Total Liabilities	\$ <u>9,519.55</u>	\$ <u>263,955.05</u>	\$ <u>236,678.44</u>	\$ <u>36,796.16</u>

GREATER EGG HARBOR REGIONAL HIGH SCHOOL DISTRICT
Payroll Agency Fund
Schedule of Receipts and Disbursements
As of June 30, 2011

	<u>Balance</u> <u>July 1, 2010</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance</u> <u>June 30, 2011</u>
ASSETS:				
Cash and Cash Equivalents	\$ 333,947.80	\$ 12,985,163.97	\$ 13,093,918.93	\$ 225,192.84
Total Assets	\$ <u>333,947.80</u>	\$ <u>12,985,163.97</u>	\$ <u>13,093,918.93</u>	\$ <u>225,192.84</u>
LIABILITIES:				
Payroll Deductions & Withholding	\$ 333,720.02	\$ 12,985,163.97	\$ 13,093,918.93	\$ 224,965.06
Interfund Payable	227.78			227.78
Total Liabilities	\$ <u>333,947.80</u>	\$ <u>12,985,163.97</u>	\$ <u>13,093,918.93</u>	\$ <u>225,192.84</u>

LONG-TERM DEBT SCHEDULES

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

GREATER EGG HARBOR REGIONAL HIGH SCHOOL DISTRICT
Schedule of General Serial Bonds
As of June 30, 2011

Improvement Description	Date of Issue	Amount of Original Issue	Maturities of Bonds Outstanding June 30, 2011				Interest Rate	Balance June 30, 2010	Increased	Decreased	Balance June 30, 2011
			Date	Amount	Amount	Amount					
School	08/01/01	\$ 17,000,000	08/01/11	\$ 820,000.00	4.500%	\$ 4,210,000.00	\$	745,000.00	\$	3,465,000.00	
			08/01/12	855,000.00	4.625%						
			08/01/13	885,000.00	4.625%						
			08/01/14	905,000.00	4.625%						
Refunding Bonds			08/01/11	25,000.00	3.000%	9,345,000.00		25,000.00		9,320,000.00	
		9,420,000	08/01/12	25,000.00	3.000%						
			08/01/13	25,000.00	3.000%						
			08/01/14	30,000.00	3.000%						
			08/01/15	960,000.00	4.750%						
			08/01/16	985,000.00	5.000%						
			08/01/17	980,000.00	4.000%						
			08/01/18	990,000.00	4.000%						
			08/01/19	1,000,000.00	4.125%						
			08/01/20	1,065,000.00	4.000%						
			08/01/21	1,070,000.00	4.000%						
			08/01/22	1,080,000.00	4.000%						
			08/01/23	1,085,000.00	4.000%						
			08/01/23	1,085,000.00	4.000%						

GREATER EGG HARBOR REGIONAL HIGH SCHOOL DISTRICT
Budgetary Comparison Schedule
Debt Service Fund
For the Year Ended June 30, 2011

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Positive (Negative) Final to Actual
REVENUES:					
Local Sources:					
Local Tax Levy	\$ 2,654,733.00	\$ -	\$ 2,654,733.00	\$ 2,654,733.00	\$ -
Total - Local Sources	2,654,733.00	-	2,654,733.00	2,654,733.00	-
State Sources:					
Debt Service Aid Type II	873,768.00	-	873,768.00	873,768.00	-
Total - State Sources	873,768.00	-	873,768.00	873,768.00	-
Total Revenues	3,528,501.00	-	3,528,501.00	3,528,501.00	-
EXPENDITURES:					
Regular Debt Service:					
Interest	1,766,180.00	-	1,766,180.00	1,766,179.11	0.89
Redemption of Principal	1,775,000.00	-	1,775,000.00	1,775,000.00	-
Total Regular Debt Service	3,541,180.00	-	3,541,180.00	3,541,179.11	0.89
Total Expenditures	3,541,180.00	-	3,541,180.00	3,541,179.11	0.89
Excess (Deficiency) of Revenues Over (Under) Expenditures	(12,679.00)	-	(12,679.00)	(12,678.11)	(0.89)
Other Financing Sources(Uses):					
Operating Transfers In:					
Interest Earned in Capital Projects Fund	-	-	-	24,996.90	24,996.90
Excess (Deficiency) of Revenues and Other Financing Sources Over(Under) Expenditures	(12,679.00)	-	(12,679.00)	12,318.79	24,996.01
Fund Balance, July 1	12,679.00	-	12,679.00	13,882.40	1,203.40
Fund Balance, June 30	\$ -	\$ -	\$ -	\$ 26,201.19	\$ 26,199.41
Recapitulation of Excess (Deficiency) of Revenues Over (Under) Expenditures					
Budgeted Fund Balance	\$ (12,679.00)	\$ -	\$ (12,679.00)	\$ 12,318.79	\$ 24,996.01

STATISTICAL SECTION

GREATER EGG HARBOR HIGH SCHOOL DISTRICT
Net Assets by Component,
Last Nine Fiscal Years
(accrual basis of accounting)

Exhibit J-1

	Fiscal Year Ending June 30,								
	2003	2004	2005	2006	2007	2008	2009	2010	2011
Governmental activities									
Invested in capital assets, net of related debt	\$ 14,725,009	\$ 15,107,315	\$ 14,314,292	\$ 13,572,254	\$ 18,633,672	\$ 19,800,147	\$ 60,761,666	\$ 93,225,816	\$ 94,766,216
Restricted	198,911	7,698,537	5,614,134	5,726,266	7,212,364	9,062,011	11,696,312	9,720,461	13,286,859
Unrestricted	6,794,921	(364,676)	(301,151)	(246,376)	105,466	439,448	(4,183,885)	(1,404,812)	(1,516,174)
Total governmental activities net assets	\$ 21,718,840	\$ 22,441,176	\$ 19,627,275	\$ 19,052,144	\$ 25,951,502	\$ 29,301,607	\$ 68,274,092	\$ 101,541,465	\$ 106,536,901
Business-type activities									
Invested in capital assets, net of related debt	\$ 299,232	\$ 286,763	\$ 272,227	\$ 245,216	\$ 245,216	\$ 60,755	\$ 90,430	\$ 73,874	\$ 227,000
Restricted	335,286	370,434	356,119	442,181	488,433	577,021	669,020	758,089	573,488
Total business-type activities net assets	\$ 634,518	\$ 657,197	\$ 628,346	\$ 687,396	\$ 733,649	\$ 637,777	\$ 759,450	\$ 831,963	\$ 800,488
District-wide									
Invested in capital assets, net of related debt	\$ 15,024,240	\$ 15,394,077	\$ 14,586,519	\$ 13,817,470	\$ 18,878,888	\$ 19,860,902	\$ 60,852,096	\$ 93,299,690	\$ 94,993,216
Restricted	198,911	7,698,537	5,614,134	5,726,266	7,212,364	9,062,011	11,696,312	9,720,461	13,286,859
Unrestricted	7,130,207	5,758	54,969	195,804	593,898	1,016,470	(3,514,866)	(646,724)	(942,686)
Total district net assets	\$ 22,353,358	\$ 23,098,372	\$ 20,255,621	\$ 19,739,540	\$ 26,685,150	\$ 29,939,383	\$ 69,033,542	\$ 102,373,428	\$ 107,337,389

Source: CAFR Schedule A-1

GREATER EGG HARBOR HIGH SCHOOL DISTRICT
Changes in Net Assets
Last Nine Fiscal Years
(accrual basis of accounting)

Exhibit J-2

	Fiscal Year Ending June 30,								
	2003	2004	2005	2006	2007	2008	2009	2010	2011
Expenses									
Governmental activities									
Instruction									
Regular	\$ 16,198,159	\$ 17,424,148	\$ 19,594,706	\$ 20,005,989	\$ 22,983,283	\$ 23,319,897	\$ 24,058,546	\$ 25,289,843	\$ 25,518,304
Special education	3,417,644	3,764,756	4,361,683	4,818,404	5,396,355	5,489,754	5,653,828	5,780,778	5,625,477
Other special education	154,296	160,835	153,572	161,880	260,412	252,328	243,146	260,175	239,199
Other instruction	1,020,200	1,328,528	1,565,980	1,662,196	1,409,440	1,476,159	1,594,052	2,375,227	2,608,399
Support Services:									
Tuition	2,718,305	2,712,874	3,720,823	3,850,562	4,491,503	4,335,773	5,229,795	5,216,969	5,921,096
Student & instruction related services	4,540,407	4,221,760	4,939,019	5,020,152	5,181,339	5,425,808	5,712,413	5,823,356	5,357,339
School Administrative services	2,889,316	2,964,770	4,245,748	4,436,563	4,622,496	2,483,764	3,211,579	3,376,036	3,471,142
Other Administration Services	2,619,425	1,496,116	1,165,948	1,162,095	1,254,126	3,519,216	2,887,617	2,833,503	2,522,278
Plant operations and maintenance	4,808,478	5,550,128	6,064,613	6,210,486	6,472,364	6,803,354	7,352,793	7,331,247	8,015,173
Pupil transportation	2,746,851	2,846,536	3,277,836	3,715,942	3,834,077	3,889,690	4,060,221	4,029,109	3,871,864
Other support services		1,499,267							
Special Schools	8,136	13,975	5,851	7,196	6,037	6,388	8,407	424	3,234
Charter Schools	186,007	224,968	227,857	261,648	300,369	298,317	440,735	417,802	442,693
Interest on long-term debt	916,342	807,927	779,449	743,117	609,587	1,245,874	1,765,886	1,744,589	1,720,988
Unallocated depreciation	2,005,067	2,059,312	1,966,107	1,624,865					
Total governmental activities expenses	44,228,633	47,075,899	52,069,191	53,681,095	56,821,390	58,546,324	62,219,017	64,479,057	65,317,185
Business-type activities:									
Food service	1,213,330	1,332,134	1,409,962	1,458,191	1,406,185	1,341,382	1,357,914	1,398,621	1,532,074
Total business-type activities expense	1,213,330	1,332,134	1,409,962	1,458,191	1,406,185	1,341,382	1,357,914	1,398,621	1,532,074
Total district expenses	\$ 45,441,963	\$ 48,408,033	\$ 53,479,153	\$ 55,139,286	\$ 58,227,575	\$ 59,887,706	\$ 63,576,931	\$ 65,877,677	\$ 66,849,259
Program Revenues									
Governmental activities:									
Charges for services:									
Pupil transportation	\$ 83,308	\$ 50,468	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Operating grants and contributions	3,107,563	8,598,114	8,901,337	9,263,574	10,635,388	11,150,670	8,753,459	8,742,751	5,840,617
Capital grants and contributions									3,234,448
Total governmental activities program revenues	3,190,871	8,648,582	8,901,337	9,263,574	10,635,388	11,150,670	8,753,459	8,742,751	9,075,065
Business-type activities:									
Charges for services:									
Food service	934,309	1,025,724	1,042,209	1,116,467	1,049,607	992,713	978,776	932,582	905,933
Operating grants and contributions	265,062	301,209	300,132	375,775	402,829	424,728	500,811	538,552	594,666
Capital grants and contributions									
Total business-type activities program revenues	1,199,371	1,326,933	1,342,341	1,492,242	1,452,437	1,417,442	1,479,587	1,471,134	1,500,599
Total district program revenues	\$ 4,390,242	\$ 9,975,514	\$ 10,243,678	\$ 10,755,816	\$ 12,087,824	\$ 12,568,111	\$ 10,233,046	\$ 10,213,885	\$ 10,575,664
Net (Expense)/Revenue									
Governmental activities	\$ (41,037,764)	\$ (38,427,317)	\$ (43,167,854)	\$ (44,417,521)	\$ (46,186,003)	\$ (47,395,654)	\$ (53,465,556)	\$ (55,736,306)	\$ (56,242,120)
Business-type activities	(13,959)	(5,202)	(67,621)	34,051	46,252	76,060	121,673	72,513	(31,475)
Total district-wide net expense	\$ (41,051,723)	\$ (38,432,519)	\$ (43,235,475)	\$ (44,383,470)	\$ (46,139,751)	\$ (47,319,595)	\$ (53,343,885)	\$ (55,663,792)	\$ (56,273,595)

GREATER EGG HARBOR HIGH SCHOOL DISTRICT
Changes in Net Assets
Last Nine Fiscal Years
(accrual basis of accounting)

Exhibit J-2

	Fiscal Year Ending June 30,								
	2003	2004	2005	2006	2007	2008	2009	2010	2011
General Revenues and Other Changes in Net Assets									
Governmental activities:									
Property taxes levied for general purposes, net	\$ 15,460,078	\$ 18,302,866	\$ 19,211,239	\$ 22,358,467	\$ 25,657,864	\$ 26,632,841	\$ 25,281,153	\$ 24,764,841	\$ 26,744,585
Taxes levied for debt service	998,166	881,747	554,333	558,256	550,208	550,208	2,395,882	2,398,393	2,654,733
Unrestricted grants and contributions	23,434,616	19,231,868	19,564,232	19,652,190	19,879,957	21,890,098	63,726,008	59,849,117	29,959,305
Tuition Received	470,129	497,735	596,974	578,976	768,171	762,011	689,840	606,137	605,050
Investment earnings	31,122	6,200	13,502	4,762	55,738	398,949	500,700	82,966	61,654
Miscellaneous income	375,458	250,507	460,435	687,995	711,736	998,268	375,912	1,338,640	1,212,229
Transfers	(18,000)	(21,271)	(26,760)	1,744	(428,778)	(486,616)	(531,451)	(36,417)	
Special Items:									
Capital Asset Valuation Adjustment					5,890,464				
Total governmental activities	40,751,569	39,149,653	40,353,954	43,842,390	53,085,360	50,745,759	92,438,044	89,003,678	61,237,556
Business-type activities:									
Investment earnings				26,744					
Transfers				(1,744)					
Total business-type activities				25,000					
Total district-wide	\$ 40,751,569	\$ 39,149,653	\$ 40,353,954	\$ 43,867,390	\$ 53,085,360	\$ 50,745,759	\$ 92,438,044	\$ 89,003,678	\$ 61,237,556
Change in Net Assets									
Governmental activities	\$ (286,195)	\$ 722,335	\$ (2,813,900)	\$ (575,131)	\$ 6,899,358	\$ 3,350,105	\$ 38,972,486	\$ 33,267,372	\$ 4,995,436
Business-type activities	(13,959)	(5,202)	(67,621)	59,051	46,252	76,060	121,673	72,513	(31,475)
Total district	\$ (300,154)	\$ 717,133	\$ (2,881,521)	\$ (516,081)	\$ 6,945,610	\$ 3,426,165	\$ 39,094,159	\$ 33,339,886	\$ 4,963,961

Source: CAFR Schedule A-2

GREATER EGG HARBOR REGIONAL HIGH SCHOOL DISTRICT
Fund Balances, Governmental Funds,
Last Nine Fiscal Years
(modified accrual basis of accounting)

Exhibit J-3

	Fiscal Year Ending June 30,								
	2003	2004	2005	2006	2007	2008	2009	2010	2011
General Fund									
Restricted									
Assigned									
Unassigned									
Reserved	\$ 6,226,994	\$ 6,630,682	\$ 5,368,194	\$ 5,631,913	\$ 7,320,334	\$ 9,730,083	\$ 11,828,455	\$ 10,422,272	\$ 6,744,584
Unreserved	1,316,580	1,469,392	353,366	323,289	398,271	627,225	(1,194,753)	(1,491,312)	1,688,084
Total general fund	<u>\$ 7,543,574</u>	<u>\$ 8,100,074</u>	<u>\$ 5,721,560</u>	<u>\$ 5,955,202</u>	<u>\$ 7,718,605</u>	<u>\$ 10,357,308</u>	<u>\$ 10,633,703</u>	<u>\$ 8,930,960</u>	<u>\$ 7,406,115</u>
All Other Governmental Funds									
Restricted									
Debt service fund									\$ 26,201
Capital projects fund									3,321,383
Committed									
Capital projects fund									2,203,400
Assigned									
Capital projects fund									
Reserved	\$ 356,326	\$ 20,117	\$ 14,670	\$ 70,495	\$ -	\$ -	\$ 583,466	\$ 26,291	
Unreserved, reported in:									
Special revenue fund	(15,480)	(8,199)	(8,199)	(8,199)	(8,199)	(33,599)			
Capital projects fund	124,599	188,599	555,086	295,230	(5,827)	31,879	(2,762,552)	397,279	
Debt service fund	88,816	28,829	10,072	40,515	178,350	165,209	52,097	13,882	
Permanent fund									
Total all other governmental funds	<u>\$ 554,261</u>	<u>\$ 229,346</u>	<u>\$ 571,629</u>	<u>\$ 398,042</u>	<u>\$ 164,324</u>	<u>\$ 163,489</u>	<u>\$ (2,126,989)</u>	<u>\$ 437,452</u>	<u>\$ 5,550,984</u>

GREATER EGG HARBOR REGIONAL HIGH SCHOOL DISTRICT
Changes in Fund Balances, Governmental Funds,
Last Ten Fiscal Years
(modified accrual basis of accounting)

	2002	2003	2004	2005	2006	2007	2008	2009	2010	2011
Revenues										
Tax levy	\$ 14,915,705	\$ 16,458,244	\$ 19,184,613	\$ 19,745,572	\$ 22,916,723	\$ 26,208,072	\$ 27,183,049	\$ 27,677,035	\$ 27,163,234	\$ 29,399,318
Tuition charges	457,692	470,129	497,735	596,974	578,976	768,171	762,011	689,840	606,137	605,050
Transportation	22,061	83,308	50,468							61,654
Interest earnings	215,251	31,696	6,200	13,502	38,619	55,738	398,949	500,700	82,966	1,212,229
Miscellaneous	369,800	390,495	272,292	473,160	661,829	727,830	999,793	360,410	1,341,954	36,793,442
State sources	22,883,234	25,681,183	26,759,572	27,317,359	27,828,676	29,427,980	31,836,162	70,959,462	61,892,749	2,240,828
Federal sources	699,940	845,957	1,048,625	1,135,485	1,081,848	1,072,161	1,203,082	1,515,508	6,705,806	
Total revenue	39,563,683	43,981,012	47,819,505	49,282,051	53,107,671	58,259,062	62,393,045	101,722,954	97,782,846	70,312,622
Expenditures										
Instruction										
Regular instruction	11,653,170	12,547,742	13,572,891	14,843,996	14,895,755	15,410,070	16,312,400	17,304,382	17,522,452	17,163,207
Special education instruction	2,177,658	2,514,449	2,837,653	3,198,776	3,514,299	3,741,462	3,868,511	4,047,329	4,186,309	4,019,294
Other special instruction	122,639	115,433	120,470	111,964	117,326	179,365	176,654	171,501	186,940	170,481
Vocational education										
Other instruction	964,083	1,020,200	1,068,233	1,235,850	1,307,926	972,960	1,035,304	1,126,194	1,770,315	2,120,250
Support services:										
Tuition	2,659,002	2,718,305	2,712,874	3,720,823	3,850,562	4,491,503	4,335,773	5,229,795	5,216,969	5,921,066
Student & inst. related services	2,756,279	3,317,854	3,301,904	3,746,023	3,768,267	3,728,017	3,954,188	4,174,031	4,266,845	3,966,639
General administration	971,260	2,218,861	1,061,756	1,182,020	1,294,591	1,133,872	1,206,297	1,297,361	1,303,554	1,127,582
School administrative services	2,088,463	2,193,129	2,253,903	2,133,452	2,175,639	2,177,137	2,274,426	2,216,827	2,320,112	2,375,548
Central services	4,042,497	4,208,348	4,724,331	930,733	911,777	948,810	958,390	1,080,796	1,002,390	945,865
Plant operations and maintenance	2,312,317	2,738,137	2,835,827	5,075,857	5,164,337	5,276,551	5,610,542	6,129,706	6,059,103	6,627,756
Pupil transportation	1,801,518	1,208,607	1,208,607	3,277,836	3,694,333	3,806,989	3,862,714	4,060,221	4,029,109	3,871,864
Other Support Services	4,536,775	7,705,329	8,341,422	9,481,734	10,148,902	12,172,588	12,108,759	12,165,358	12,829,636	11,867,889
Employee benefits	18,956	8,136	10,801	4,266	5,337	4,158	4,543	5,530	297	
Special Schools	186,007	186,007	224,868	227,857	281,946	300,369	298,317	440,735	417,802	442,693
Charter Schools										
Capital outlay	11,208,359	3,434,907	1,040,316	687,949	601,741	716,775	29,349,535	41,048,450	35,886,934	2,562,780
Debt service:										
Principal	1,940,000	2,002,000	1,415,000	550,000	560,000	595,000	650,000	1,375,000	1,435,000	1,775,000
Interest and other charges	704,957	970,742	834,693	782,344	756,919	640,982	661,206	1,915,437	1,770,963	1,766,179
Total expenditures	49,957,943	47,899,580	47,566,649	51,291,481	53,045,360	56,300,599	66,667,560	103,789,052	100,204,731	66,723,935
Excess (Deficiency) of revenues over (under) expenditures	(10,394,260)	(3,938,568)	252,856	(2,009,430)	56,311	1,858,463	(24,284,515)	(2,066,099)	(2,421,885)	3,588,688
Other Financing sources (uses)										
Proceeds from borrowing	17,000,000						27,409,000		3,320,000	
Capital leases (non-budgeted)										
Transfers in	215,251	25,415	10,024	556,890	26,744	(428,778)	405,189	393,284	550,219	3,439,341
Transfers out	(233,251)	(43,889)	(31,294)	(583,850)	(25,000)	(891,805)	(891,805)	(824,735)	(586,635)	(3,439,341)
Total other financing sources (uses)	16,982,000	(18,574)	(21,271)	(26,760)	1,744	(428,778)	26,922,384	(531,451)	3,283,585	
Net change in fund balances	\$ 6,587,740	\$ (3,957,142)	\$ 231,585	\$ (2,036,180)	\$ 60,055	\$ 1,529,685	\$ 2,637,869	\$ (2,597,550)	\$ 861,698	\$ 3,588,688
Debt service as a percentage of noncapital expenditures	6.83%	6.69%	4.84%	2.63%	2.55%	2.22%	2.29%	5.24%	4.98%	5.52%

Source: CAFR Schedule E-2

Note: Noncapital expenditures are total expenditures less capital outlay.
 Central Service and Administrative Information Technology account classifications were added beginning with year end June 30, 2005.
 Prior to June 30, 2005, Central Service and Administrative Information Technology were combined in Other Support Services as Business and Other Support Services.

Exhibit J-5

GREATER EGG HARBOR REGIONAL HIGH SCHOOL DISTRICT
General Fund Other Local Revenue by Source,
Last Ten Fiscal Years
Unaudited

Fiscal Year Ended June 30,	Interest on		Tuition		Rentals		Miscellaneous		Totals
		Investments	Revenue	Revenue					
2002	\$	237,336.53	\$	457,692.40	\$	18,329.00	\$	131,085.28	\$ 844,443.21
2003		163,549.42		470,129.20		10,123.92		290,799.32	934,601.86
2004		117,411.79		497,735.09		12,665.00		173,684.39	801,496.27
2005		257,643.59		596,974.15		8,205.00		201,430.04	1,064,252.78
2006		444,458.15		578,975.63		7,350.00		207,091.52	1,237,875.30
2007		603,063.10		768,171.26		12,260.00		97,158.91	1,480,653.27
2008		520,198.49		762,010.62		9,590.00		462,240.06	1,754,039.17
2009		605,099.98		689,839.51		13,290.00		120,899.97	1,429,129.46
2010		158,287.30		606,137.40		13,827.50		1,252,805.14	2,031,057.34
2011		36,657.38		605,050.31		23,747.50		1,187,143.04	1,852,598.23

Source: District Records

GREATER EGG HARBOR REGIONAL HIGH SCHOOL DISTRICT
 Assessed Value and Actual Value of Taxable Property,
 Last Ten Fiscal Years

Fiscal Year Ended June 30,	Vacant Land	Residential	Farm Reg.	Qfarm	Commercial	Industrial	Apartment	Total Assessed Value	Less: Tax Exempt Property	Public Utilities *	Net Valuation Taxable	Total Direct School Tax Rate	Estimated Actual (County Equalized) Value
2002	\$ 2,372,700	\$ 86,316,200	\$ -	\$ -	\$ 23,761,500	\$ 3,858,000	\$ 5,132,700	\$ 121,441,100	\$ -	\$ 2,160,663	\$ 123,601,763	\$ 0.750	\$ 150,870,125
2003	2,338,100	86,436,400	-	-	23,690,000	3,853,900	5,132,700	121,450,700	-	2,105,199	123,555,899	0.873	158,263,302
2004	2,788,500	86,476,100	-	-	23,394,400	4,588,500	4,568,100	121,813,600	-	1,820,791	123,634,391	0.881	170,690,529
2005	3,005,500	87,561,200	-	-	23,661,900	5,038,200	4,568,100	123,834,900	-	1,613,342	125,448,242	0.962	193,774,177
2006	9,434,700	231,087,900	-	-	39,247,800	8,586,000	7,103,700	295,460,100	-	2,304,921	297,765,021	0.433	230,394,178
2007	7,940,600	231,678,700	-	-	42,528,344	8,236,700	6,943,400	297,327,744	-	2,366,931	299,694,675	0.454	297,101,071
2008	7,473,400	233,325,700	-	-	43,906,000	9,208,900	6,943,400	300,857,400	-	2,418,358	303,275,758	0.444	331,818,409
2009	6,730,400	233,870,000	-	-	44,026,300	9,208,900	6,943,400	300,779,000	-	2,274,552	303,053,552	0.404	325,721,548
2010	6,988,700	234,673,900	-	-	43,187,700	9,390,400	6,790,400	301,031,100	-	2,153,629	301,031,100	0.414	313,652,281
2011	6,899,000	233,514,400	-	-	42,409,300	6,908,800	6,790,400	296,521,900	-	2,153,629	298,675,529	0.451	300,482,683

GALLOWAY TOWNSHIP

Fiscal Year Ended June 30,	Vacant Land	Residential	Farm Reg.	Qfarm	Commercial	Industrial	Apartment	Total Assessed Value	Less: Tax Exempt Property	Public Utilities *	Net Valuation Taxable	Total Direct School Tax Rate	Estimated Actual (County Equalized) Value
2002	\$ 79,863,000	\$ 1,234,765,800	\$ 11,980,700	\$ 1,318,000	\$ 176,792,900	\$ 11,426,300	\$ 13,491,700	\$ 1,529,638,400	\$ -	\$ 10,128,816	\$ 1,539,767,216	\$ 0.532	\$ 1,630,121,230
2003	79,830,600	1,295,781,700	12,165,100	1,256,700	179,110,600	11,426,300	39,966,200	1,619,537,200	-	8,560,212	1,628,097,412	0.584	1,792,137,514
2004	75,366,800	1,367,780,400	11,542,800	1,467,100	189,449,500	11,426,300	40,396,300	1,697,429,200	-	9,053,375	1,706,482,575	0.606	2,101,136,271
2005	70,489,500	1,436,646,800	11,066,300	1,534,900	188,482,200	11,426,300	40,396,300	1,760,042,300	-	7,399,146	1,767,441,446	0.695	2,543,303,530
2006	68,235,300	1,513,502,900	14,202,100	1,534,900	178,623,200	11,426,300	40,396,300	1,826,386,100	-	6,184,397	1,832,570,497	0.749	2,999,463,926
2007	62,172,400	1,575,075,500	14,026,300	1,319,800	191,445,400	11,426,300	39,586,300	1,895,052,000	-	5,399,760	1,900,451,760	0.736	3,618,519,756
2008	64,965,900	1,596,589,100	14,828,400	1,302,200	195,138,700	6,752,100	39,586,300	1,919,162,700	-	9,233,920	1,928,396,620	0.765	3,963,741,750
2009 R	141,348,000	2,976,695,800	32,416,200	1,307,700	434,765,900	17,351,800	71,190,000	3,675,075,400	-	10,548,907	3,685,622,307	0.765	3,958,349,828
2010	136,666,800	2,985,184,800	33,225,500	1,468,600	431,936,100	17,058,000	71,190,000	3,676,728,800	-	9,156,678	3,676,728,800	0.765	3,962,409,881
2011	133,115,900	2,983,452,800	32,020,800	1,189,300	399,923,200	15,808,000	71,190,000	3,636,700,000	-	9,156,678	3,645,856,678	0.797	3,580,533,036

Source: County Abstract of Rates & Municipal Tax Assessors

Note: R Reassessment occurs when the County Board of Taxation requests Treasury to order a reassessment
 a Taxable Value of Machinery, Implements and Equipment of Telephone, Telegraph and Messenger System Companies

GREATER EGG HARBOR REGIONAL HIGH SCHOOL DISTRICT
 Assessed Value and Actual Value of Taxable Property,
 Last Ten Fiscal Years

HAMILTON TOWNSHIP

Fiscal Year Ended June 30,	Vacant Land	Residential	Farm Reg.	Qfarm	Commercial	Industrial	Apartment	Total Assessed Value	Less: Tax Exempt Property	Public Utilities ^a	Net Valuation Taxable	Total Direct School Tax Rate	Estimated Actual (County Equalized) Value
2002	\$ 60,685,000	\$ 606,794,800	\$ 8,073,700	\$ 1,915,900	\$ 316,101,900	\$ 17,916,000	\$ 20,757,400	\$ 1,032,244,700	\$ -	\$ 6,940,446	\$ 1,039,185,146	0.550	\$ 1,145,612,552
2003	59,855,600	634,724,500	8,210,000	1,960,600	322,382,900	17,916,000	26,001,900	1,071,061,500	-	6,748,052	1,077,799,552	0.626	1,255,152,617
2004	61,539,900	671,454,600	8,492,400	1,962,900	321,891,500	16,516,000	34,603,800	1,116,461,100	-	6,042,653	1,122,503,753	0.586	1,424,497,148
2005	62,879,100	729,117,100	8,089,000	1,959,800	333,970,800	16,516,000	37,103,100	1,189,634,900	-	5,194,536	1,194,829,436	0.639	1,743,767,420
2006	69,428,200	775,705,200	7,674,400	1,975,600	338,984,800	16,516,000	40,150,600	1,248,435,800	-	4,129,994	1,252,565,794	0.727	2,149,220,649
2007	69,736,600	836,779,600	7,564,300	1,974,700	286,493,500	15,803,100	44,455,500	1,262,807,300	-	3,702,152	1,266,509,452	0.759	2,576,300,756
2008	69,523,200	860,675,600	7,318,600	1,954,200	286,822,700	15,077,100	44,823,300	1,286,204,700	-	3,742,079	1,289,946,779	0.724	2,759,008,516
2009	66,670,500	882,041,900	7,359,500	1,857,200	282,155,300	15,196,700	56,945,500	1,314,226,600	-	4,028,166	1,318,254,766	0.673	2,749,273,699
2010	64,734,600	895,118,800	7,016,300	1,843,300	269,334,500	15,076,200	56,945,500	1,310,069,200	-	-	1,310,069,200	0.723	2,653,286,355
2011	121,236,960	1,618,991,400	12,246,700	1,895,486	505,541,800	25,368,440	106,584,800	2,391,865,486	-	7,628,595	2,399,494,081	0.414	2,809,111,189

MULLICA TOWNSHIP

Fiscal Year Ended June 30,	Vacant Land	Residential	Farm Reg.	Qfarm	Commercial	Industrial	Apartment	Total Assessed Value	Less: Tax Exempt Property	Public Utilities ^a	Net Valuation Taxable	Total Direct School Tax Rate ^b	Estimated Actual (County Equalized) Value
2002	\$ 21,100,700	\$ 217,161,000	\$ 6,196,400	\$ 1,869,900	\$ 16,437,900	\$ 2,160,500	\$ 515,400	\$ 265,441,800	\$ -	\$ 1,927,631	\$ 267,369,431	0.608	\$ 299,171,345
2003	20,482,600	220,873,400	5,975,300	1,707,700	15,945,100	2,185,400	515,400	267,684,900	-	1,867,806	269,552,706	0.684	314,750,941
2004	19,903,600	224,111,500	6,060,400	1,836,400	15,937,600	2,471,800	515,400	270,836,700	-	1,633,152	272,469,852	0.642	342,169,851
2005	16,643,400	231,445,800	6,163,900	2,838,300	15,515,300	2,471,800	515,400	275,693,900	-	1,449,139	277,143,039	0.651	381,109,790
2006	15,769,700	236,772,800	6,240,200	2,256,400	15,408,900	2,471,800	515,400	279,433,200	-	1,106,721	280,539,921	0.744	458,698,367
2007	15,252,000	240,513,500	6,357,400	2,250,200	15,680,900	2,471,800	515,400	283,041,100	-	940,276	283,981,376	0.784	565,971,440
2008	14,486,300	246,193,300	6,149,100	2,257,700	15,682,700	2,473,300	515,400	287,758,400	-	956,685	287,758,400	0.793	610,775,433
2009	14,056,800	249,104,700	6,460,900	2,285,200	15,193,800	2,566,300	515,400	290,273,100	-	-	291,229,785	0.812	661,088,711
2010	13,922,600	250,731,000	6,685,600	2,224,300	15,126,200	2,656,300	515,400	291,861,400	-	-	291,861,400	0.864	641,594,400
2011	13,602,900	252,399,800	6,391,200	2,303,200	14,679,800	1,674,200	515,400	291,565,100	-	832,638	292,397,738	0.833	590,760,138

Source: County Abstract of Rates & Municipal Tax Assessors

Note: R Reassessment occurs when the County Board of Taxation requests Treasury to order a reassessment
 a Taxable Value of Machinery, Implements and Equipment of Telephone, Telegraph and Messenger System Companies

GREATER EGG HARBOR REGIONAL HIGH SCHOOL DISTRICT
Direct and Overlapping Property Tax Rates,
Last Ten Fiscal Years
(rate per \$100 of assessed value)

Egg Harbor City:

Fiscal Year Ended June 30,	Greater Egg Harbor Regional H.S. District			Overlapping Rates				Total Direct	Local School District			Total Direct and Overlapping Tax Rate
	Basic Rate	General Obligation Debt Service	General	County General	County Open Space	County Other	Municipal Local Purpose		Local School District	Municipal Local Purpose		
2002	\$ 0.704	\$ 0.046	\$ 0.750	\$ 0.515	\$ 0.024	\$ 0.081	\$ 1.360	\$ 1.777	\$ 4.507			
2003	0.833	0.040	0.873	0.520	0.026	0.085	1.448	1.775	4.727			
2004	0.857	0.024	0.881	0.522	0.028	0.084	1.386	1.850	4.751			
2005	0.938	0.023	0.962	0.519	0.031	0.085	1.417	2.169	5.183			
2006	0.422	0.011	0.433	0.228	0.038	0.016	0.643	0.951	2.309			
2007	0.445	0.009	0.454	0.244	0.020	0.042	0.651	1.068	2.479			
2008	0.405	0.039	0.444	0.250	0.022	0.045	0.710	1.128	2.599			
2009	0.368	0.036	0.404	0.271	0.005	0.050	0.754	1.137	2.621			
2010	0.379	0.035	0.414	0.280	0.005	0.049	0.767	1.201	2.716			
2011	0.411	0.040	0.451	0.310	0.005	0.050	0.889	1.275	2.980			

Galloway Township:

Fiscal Year Ended June 30,	Greater Egg Harbor Regional H.S. District			Overlapping Rates				Total Direct	Local School District			Total Direct and Overlapping Tax Rate
	Basic Rate	General Obligation Debt Service	General	County General	County Open Space	County Other	Municipal Local Purpose		Local School District	Municipal Local Purpose		
2002	\$ 0.500	\$ 0.032	\$ 0.532	\$ 0.446	\$ 0.021	\$ 0.070	\$ 1.199	\$ 0.572	\$ 2.840			
2003	0.558	0.027	0.584	0.444	0.022	0.074	1.281	0.572	2.977			
2004	0.589	0.016	0.606	0.466	0.025	0.074	1.352	0.563	3.086			
2005	0.678	0.017	0.695	0.482	0.029	0.080	1.391	0.562	3.239			
2006	0.567	0.182	0.749	0.482	0.033	0.081	1.445	0.579	3.369			
2007	0.721	0.015	0.736	0.463	0.038	0.081	1.494	0.608	3.420			
2008	0.699	0.066	0.765	0.465	0.042	0.084	1.485	0.677	3.518			
2009	0.364	0.035	0.399	0.267	0.005	0.049	0.791	0.384	1.895			
2010	0.402	0.035	0.437	0.276	0.005	0.048	0.794	0.409	1.969			
2011	0.393	0.040	0.433	0.301	0.005	0.049	0.797	0.434	2.019			

Source: District Records and Municipal Tax Collector

GREATER EGG HARBOR REGIONAL HIGH SCHOOL DISTRICT
Direct and Overlapping Property Tax Rates,
Last Ten Fiscal Years
(rate per \$100 of assessed value)

Hamilton Township:

Fiscal Year Ended June 30,	Greater Egg Harbor Regional H.S. District			Overlapping Rates				Total Direct and Overlapping Tax Rate	
	Basic Rate	General Obligation Debt Service	Total Direct	County General	County Open Space	County Other	Local School District		Municipal Local Purpose
2002	\$ 0.517	\$ 0.033	\$ 0.550	\$ 0.467	\$ 0.022	\$ 0.074	1.101	\$ 0.595	\$ 2.809
2003	0.597	0.029	0.626	0.474	0.024	0.077	1.171	0.703	3.075
2004	0.570	0.016	0.586	0.482	0.026	0.078	1.219	0.780	3.171
2005	0.623	0.016	0.639	0.491	0.029	0.081	1.317	0.798	3.355
2006	0.710	0.017	0.727	0.506	0.034	0.085	1.422	0.819	3.593
2007	0.744	0.015	0.759	0.497	0.041	0.087	1.451	0.903	3.738
2008	0.661	0.063	0.724	0.483	0.043	0.087	1.450	1.010	3.797
2009	0.614	0.059	0.673	0.519	0.011	0.095	1.450	1.225	3.973
2010	0.663	0.060	0.723	0.541	0.010	0.093	1.475	1.307	4.149
2011	0.376	0.038	0.414	0.332	0.005	0.055	0.817	0.740	2.363

Mullica Township:

Fiscal Year Ended June 30,	Greater Egg Harbor Regional H.S. District			Overlapping Rates				Total Direct and Overlapping Tax Rate	
	Basic Rate	General Obligation Debt Service	Total Direct	County General	County Open Space	County Other	Local School District		Municipal Local Purpose
2002	\$ 0.571	\$ 0.037	\$ 0.608	\$ 0.474	\$ 0.023	\$ 0.075	0.811	\$ 0.712	\$ 2.703
2003	0.653	0.032	0.684	0.475	0.023	0.079	1.054	0.792	3.107
2004	0.625	0.017	0.642	0.477	0.025	0.077	1.055	0.881	3.157
2005	0.635	0.016	0.651	0.463	0.028	0.076	1.129	0.926	3.273
2006	0.726	0.018	0.744	0.483	0.033	0.081	1.253	0.961	3.555
2007	0.768	0.016	0.784	0.488	0.040	0.085	1.237	0.982	3.616
2008	0.724	0.069	0.793	0.478	0.043	0.086	1.257	1.037	3.694
2009	0.740	0.072	0.812	0.566	0.011	0.104	1.288	1.057	3.838
2010	0.792	0.072	0.864	0.588	0.011	0.101	1.308	1.075	3.947
2011	0.755	0.078	0.833	0.621	0.011	0.100	1.310	1.094	3.969

Source: District Records and Municipal Tax Collector

GREATER EGG HARBOR REGIONAL HIGH SCHOOL DISTRICT
Principal Property Taxpayers,
Current Year and Nine Years Ago

Exhibit J-8

EGG HARBOR CITY

	2011			2002		
	Taxable Assessed Value	Rank	% of Total District Net Assessed Value	Taxable Assessed Value	Rank	% of Total District Net Assessed Value
Renault LLC	\$ 3,879,900	1	1.31%			
Phila. Assoc c/o Bank of America	2,637,400	2	0.89%	\$ 2,212,800	1	1.79%
Semdor, Inc	2,159,100	3	0.73%	890,100	5	0.72%
Joan Kravitz	1,423,800	4		900,000	4	0.73%
Egg Harbor Realty Holding, LLC						
Individual Tax Payer #1			0.00%			
Liverpool Estates, LP			0.00%			
Daniel Kamin Clements Bridge Rd	1,250,000	5				
			0.00%			
Pembroke Assocs., LLC	1,242,600	6	0.42%	657,300	10	0.53%
Rastelli Atlantic Realty	1,168,800	7	0.39%			
EH Yachts, LLC	1,130,200	8	0.38%	830,500	7	0.67%
Herr's Potato Chips, Inc.	978,300	9		753,000	8	0.61%
Egg Harbor Boat	905,000	10				
Harbor City, Ltd.				1,350,000	2	1.09%
John Leek, III Etal				1,309,500	3	1.06%
FBV Inc., co McCarthy				833,300	6	0.67%
Taylor Brothers, LLC				706,600	9	0.57%
Total	\$ 16,775,100		4.12%	\$ 10,443,100		7.88%
Total Assessed Value			\$ 296,521,900			\$ 123,620,111

GALLOWAY TOWNSHIP

	2011			2002		
	Taxable Assessed Value	Rank	% of Total District Net Assessed Value	Taxable Assessed Value	Rank	% of Total District Net Assessed Value
Marriott Hotel Services	\$ 55,196,500	1	1.52%	\$ 47,347,000	1	3.07%
Galloway Apartments	\$ 44,550,000	2	1.23%			
JSM at Galloway	39,209,800	3	1.08%	\$ 20,603,400	3	1.34%
Ole Hansen & Son Blue Heron	18,733,700	4	0.52%			
BTR Tilton	12,558,000	5	0.35%			
300 E. Jimmie Leeds Rd.	11,772,400	6	0.32%			
Galloway National	11,699,000	7	0.32%			
Shoppes at Smithville	11,581,600	8	0.32%			
Galloway Healthcare LP	11,500,000	9	0.32%	7,004,600	10	0.45%
CNL Health Care LLC	11,369,500	10	0.31%			
Atlantic Utility Co. and Ole Hansen				18,472,100	2	1.20%
K Hovnanian				11,930,700	4	0.77%
NJ Bell Telephone				11,070,951	5	0.72%
Galloway Holdings LLC				9,679,000	6	0.63%
Galloway Apt. (Woods at Blue Heron)				8,574,900	7	1.20%
Lenox				8,087,700	8	0.52%
ALS National				7,946,500	9	0.52%
Total	\$ 228,170,500		6.27%	\$ 103,369,851		10.41%
Total Assessed Value			\$ 3,636,700,000			\$ 1,542,247,557

Source: Municipal Tax Assessors

GREATER EGG HARBOR REGIONAL HIGH SCHOOL DISTRICT
Principal Property Taxpayers,
Current Year and Nine Years Ago

Exhibit J-8A

HAMILTON TOWNSHIP BOE

	2011			2002		
	Taxable Assessed Value	Rank	% of Total District Net Assessed Value	Taxable Assessed Value	Rank	% of Total District Net Assessed Value
Hamilton Mall, LLC	\$ 98,300,000	1	4.11%	\$ 80,000,000	1	7.70%
Benderson-Wainberg Assoc.	79,670,000	2	3.33%			
BFW/Pike Assoc., LLC	41,300,000	3	1.73%			
JSM at Timber Glen, LLC	26,000,000	4	1.09%			
JSM at Timber Glen, LLC	26,000,000	5	1.09%			
RH Macy and Co., Inc.			0.00%	16,500,000	3	1.59%
Greenwood ACRA, Inc.	20,000,000	6	0.84%	9,500,000	8	
Sears Roebuck and Co.	16,100,000	8	0.67%	13,800,000	4	1.33%
Atlantic Southern Properties, Inc.	16,700,000	7	0.70%	9,200,000	9	0.89%
Festival at Hamilton			0.00%	10,350,000	7	1.00%
WalMart Stores			0.00%	8,787,100	10	0.85%
Joey T., LLC	16,100,000	9	0.67%			
JC Penney Properties, Inc.				11,500,000	5	1.11%
Consumer Square				59,666,100	2	5.74%
Benderson-Wainberg Assoc.	15,550,000	10		10,647,000	6	1.02%
Total	\$ 355,720,000		14.22%	\$ 229,950,200		21.22%
Total Assessed Value			\$ 2,391,865,486			\$ 1,038,961,039

MULLICA TOWNSHIP

	2011			2002		
	Taxable Assessed Value	Rank	% of Total District Net Assessed Value	Taxable Assessed Value	Rank	% of Total District Net Assessed Value
Ocean Yachts, Inc.	\$ 1,000,000	2	0.34%	\$ 1,695,700	1	0.63%
NJ Carp AA Tr & Ed	1,391,500	1	0.48%	1,391,500	2	0.52%
S.W. Café, LLC				1,057,800	3	0.39%
Chiorazzo	688,400	4	0.24%	688,400	4	0.26%
Brunetti				582,300	6	0.22%
Garvey Trust				453,100	8	0.17%
AIOP Mullica, LLC				556,000	7	0.21%
Frank Maione Revocable Trust	697,200	3	0.24%			
Forks Landing, Inc.				661,500	5	0.25%
Blue Leopard Corp				412,500	9	0.15%
B-Q Qtr T/A Lawman Supply Co.				396,800	10	0.15%
Charles Errera, Jr.	834,500	5	0.29%			
Leona Kuehner	611,700	6	0.21%			
John & Kristina Tomasella	589,900	7	0.20%			
Susan Berntheisel	561,700	8	0.19%			
Mullica Woods MHC, LLC	556,000	9	0.19%			
Ross Restuccio	542,100	10	0.19%			
Total	\$ 3,777,100		1.30%	\$ 7,895,600		2.93%
Total Assessed Value			\$ 291,565,100			\$ 269,158,730

Source: Municipal Tax Assessors

GREATER EGG HARBOR REGIONAL HIGH SCHOOL DISTRICT
Property Tax Levies and Collections,
Last Ten Fiscal Years

Exhibit J-9

EGG HARBOR CITY

Fiscal Year Ended June 30,	Taxes Levied for the Fiscal Year	Collected within the Fiscal Year of the Levy (a)		Collections in Subsequent Years
		Amount	Percentage of Levy	
2002	\$ 837,977	\$ 776,287	92.64%	61,691
2003	926,774	926,774	100.00%	
2004	1,078,399	1,053,617	97.70%	24,782
2005	1,088,700	1,088,700	100.00%	
2006	1,206,628	1,206,628	100.00%	
2007	1,289,022	1,289,022	100.00%	
2008	1,359,755	1,359,755	100.00%	
2009	1,327,701	1,327,701	100.00%	
2010	1,207,271	1,207,271	100.00%	
2011	1,242,957	1,242,957	100.00%	

GALLOWAY TOWNSHIP

Fiscal Year Ended June 30,	Taxes Levied for the Fiscal Year	Collected within the Fiscal Year of the Levy (a)		Collections in Subsequent Years
		Amount	Percentage of Levy	
2002	\$ 7,397,807	\$ 7,397,807	100.00%	
2003	8,190,994	8,190,994	100.00%	
2004	9,514,452	9,514,452	100.00%	
2005	10,333,854	10,333,854	100.00%	
2006	12,279,651	12,279,651	100.00%	
2007	13,442,575	13,442,575	100.00%	
2008	13,982,440	13,982,440	100.00%	
2009	14,724,350	14,724,350	100.00%	
2010	14,715,705	14,715,705	100.00%	
2011	16,120,081	16,120,081	100.00%	

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

a 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

GREATER EGG HARBOR REGIONAL HIGH SCHOOL DISTRICT
Property Tax Levies and Collections,
Last Ten Fiscal Years

Exhibit J-9A

HAMILTON TOWNSHIP

Fiscal Year Ended June 30,	Taxes Levied for the Fiscal Year	Collected within the Fiscal Year of the Levy (a)		Collections in Subsequent Years
		Amount	Percentage of Levy	
2002	\$ 5,243,610	\$ 5,243,610	100.00%	
2003	5,717,060	5,717,060	100.00%	
2004	6,746,867	6,746,867	100.00%	
2005	6,573,621	6,573,621	100.00%	
2006	7,627,523	7,627,523	100.00%	
2007	9,101,288	9,101,288	100.00%	
2008	9,615,265	9,615,265	100.00%	
2009	9,336,714	9,336,714	100.00%	
2010	8,875,114	8,875,114	100.00%	
2011	9,505,101	9,505,101	100.00%	

MULLICA TOWNSHIP

Fiscal Year Ended June 30,	Taxes Levied for the Fiscal Year	Collected within the Fiscal Year of the Levy (a)		Collections in Subsequent Years
		Amount	Percentage of Levy	
2002	\$ 1,436,310	\$ 1,436,310	100.00%	
2003	1,623,416	1,623,416	100.00%	
2004	1,844,895	1,844,895	100.00%	
2005	1,749,396	1,579,191	90.27%	\$ 170,206
2006	1,802,921	1,802,921	100.00%	
2006	1,802,921	1,802,921	100.00%	
2007	2,086,924	2,086,924	100.00%	
2008	2,225,589	2,225,589	100.00%	
2009	2,288,269	2,288,269	100.00%	
2010	2,365,144	2,365,144	100.00%	
2011	2,531,179	2,531,179	100.00%	

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

a 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

GREATER EGG HARBOR REGIONAL HIGH SCHOOL DISTRICT
Ratios of Outstanding Debt by Type,
Last Ten Fiscal Years

Exhibit J-10

Fiscal Year Ended June 30,	Governmental Activities			Business-Type Activities		Total District	Percentage of Personal Income	Per Capita
	General Obligation Bonds	Certificates of Participation	Capital Leases	Bond Anticipation Notes (BANs)	Capital Leases			
2002	\$ 20,417,000		\$ 988,362			\$ 21,405,362	1.09%	32,851
2003	18,415,000		832,144			19,247,144	0.97%	33,623
2004	17,000,000		656,740			17,656,740	0.86%	34,671
2005	16,450,000		468,006			16,918,006	0.80%	35,826
2006	15,870,000		267,711			16,137,711	0.72%	37,194
2007	15,625,000		55,146			15,680,146	0.57%	38,553
2008	42,384,000		-			42,384,000	1.50%	39,835
2009	41,009,000		-			41,009,000	1.47%	39,156
2010	42,894,000		-			42,894,000	Not Available	Not Available
2011	41,119,000		-			41,119,000	Not Available	Not Available

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

GREATER EGG HARBOR REGIONAL HIGH SCHOOL DISTRICT
Ratios of Net General Bonded Debt Outstanding,
Last Ten Fiscal Years

Exhibit J-11

Fiscal Year Ended June 30,	Governmental Activities			Net General Bonded Debt Outstanding	Percentage of Actual Taxable Value ^a of Property	Per Capita ^b
	General Obligation Bonds	Deductions				
2002	\$ 18,415,000	\$ -		\$ 18,415,000	0.62%	65,673
2003	17,000,000	-		17,000,000	0.55%	67,084
2004	16,450,000	-		16,450,000	0.51%	68,599
2005	15,870,000	-		15,870,000	0.47%	69,591
2006	15,870,000	-		15,870,000	0.43%	70,536
2007	15,625,000	-		15,625,000	0.42%	70,822
2008	42,384,000	-		42,384,000	1.11%	71,127
2009	41,009,000	-		41,009,000	0.73%	71,335
2010	42,894,000	-		42,894,000	0.77%	Not Available
2011	41,119,000			41,119,000	0.65%	Not Available

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

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

b Population data can be found in Exhibit NJ J-14. Per Capital Income by Municipality was not available. Used Per Capita Income by County.

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

**GREATER EGG HARBOR REGIONAL HIGH SCHOOL DISTRICT
Direct and Overlapping Governmental Activities Debt,
As of December 31, 2010**

Exhibit J-12

<u>Governmental Unit</u>	<u>Debt Outstanding</u>	<u>Estimated Percentage Applicable</u>	<u>Estimated Share of Overlapping Debt</u>
Debt Repaid with Property Taxes			
Local Municipalities:			
City of Egg Harbor City	\$ 4,858,333.00	100.00%	\$ 4,858,333.00
Township of Galloway	31,806,295.00	100.00%	31,806,295.00
Township of Hamilton	17,563,000.00	100.00%	17,563,000.00
Township of Mullica	1,978,223.00	100.00%	1,978,223.00
Other Debt			
County of Atlantic	137,077,871.00	9.95%	13,639,248.16
Atlantic County Utilities Authority	85,782,144.00	9.95%	8,535,323.33
Atlantic County Improvement Authority	53,263,005.00	9.95%	5,299,669.00
Subtotal, Overlapping Debt			83,680,091.49
Greater Egg Harbor Regional High School District Direct Debt			<u>41,119,000.00</u>
Total Direct and Overlapping Debt			<u><u>\$ 124,799,091.49</u></u>

Sources: Assessed value data used to estimate applicable percentages provided by the Atlantic County Board of Taxation.
Debt outstanding data provided by each governmental unit.

GREATER EGG HARBOR REGIONAL HIGH SCHOOL DISTRICT
 Legal Debt Margin Information,
 Last Ten Fiscal Years

Exhibit J-13

Equalized valuation basis:	
2010	\$ 7,338,717,054
2009	7,694,433,786
2008	7,561,877,309
	<u>\$ 22,595,028,149</u>
Average equalized valuation of taxable property	\$ 7,531,676,050
Debt limit (% of average)	225,950,281
Net bonded school debt	41,119,000
Legal debt margin	<u>\$ 184,831,281</u>

	2002	2003	2004	2005	2006	2007	2008	2009	2010	2011
Debt limit	\$ 115,296,733	\$ 92,771,853	\$ 102,598,888	\$ 118,503,274	\$ 140,735,002	\$ 170,871,333	\$ 199,837,643	\$ 219,523,277	\$ 225,950,281	\$ 225,950,281
Total net debt applicable to limit	20,417,000	19,082,000	17,000,000	16,500,000	15,870,000	15,625,000	42,384,000	44,329,000	42,894,000	41,119,000
Legal debt margin	<u>\$ 94,879,733</u>	<u>\$ 73,689,853</u>	<u>\$ 85,598,888</u>	<u>\$ 102,003,274</u>	<u>\$ 124,865,002</u>	<u>\$ 155,246,333</u>	<u>\$ 157,453,643</u>	<u>\$ 175,194,277</u>	<u>\$ 183,056,281</u>	<u>\$ 184,831,281</u>

Total net debt applicable to the limit
 as a percentage of debt limit

	17.71%	20.57%	16.57%	13.92%	11.28%	9.14%	21.21%	20.19%	18.98%
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Source: Abstract of Ratables and District Records CAFR Schedule J-7

GREATER EGG HARBOR REGIONAL HIGH SCHOOL DISTRICT
Demographic and Economic Statistics
Last Ten Fiscal Years

Exhibit J-14

EGG HARBOR CITY

Year	Population ^a	Personal Income ^b	Per Capita Personal Income ^c	Unemployment Rate ^d
2002	4,477	\$ 147,074	\$ 32,851	9.60%
2003	4,457	149,858	33,623	10.00%
2004	4,456	154,494	34,671	9.10%
2005	4,454	153,901	35,826	8.20%
2006	4,421	152,803	37,194	8.20%
2007	4,390	166,165	38,553	8.70%
2008	4,381	166,165	39,835	8.70%
2009	4,379	159,067	36,325	10.70%
2010	4,378	174,398	39,835	18.40%
2011	4,378	171,425	39,156	18.80%

GALLOWAY TOWNSHIP

Year	Population ^a	Personal Income ^b	Per Capita Personal Income ^c	Unemployment Rate ^d
2002	33,401	\$ 1,097,256	\$ 32,851	4.40%
2003	34,055	1,145,031	33,623	4.60%
2004	34,686	1,202,598	34,671	4.20%
2005	35,446	1,269,888	35,826	4.50%
2006	35,879	1,334,484	37,194	5.20%
2007	35,958	1,386,289	38,553	5.40%
2008	36,378	1,449,118	39,835	6.60%
2009	36,578	1,432,248	39,156	10.70%
2010	37,349	Not Available	Not Available	10.80%
2011	Not Available	Not Available	Not Available	Not Available

Source:

- ^a Population information provided by the NJ Dept of Labor and Workforce Development
- ^b Personal income has been estimated based upon the municipal population and per capita personal income presented
- ^c Per capita personal income by municipality estimated based upon the 2000 Census published by the US Bureau of Economic Analysis.
- ^d Unemployment data provided by the NJ Dept of Labor and Workforce Development

GREATER EGG HARBOR REGIONAL HIGH SCHOOL DISTRICT
Demographic and Economic Statistics
Last Ten Fiscal Years

Exhibit J-14A

HAMILTON TOWNSHIP

	Population ^a	Personal Income ^b	Per Capita Personal Income ^c	Unemployment Rate ^d
2002	21,854	717,926	32,851	5.10%
2003	22,583	759,308	33,623	5.30%
2004	23,443	812,792	34,671	4.80%
2005	23,638	846,855	35,826	4.30%
2006	24,197	899,983	37,194	4.80%
2007	24,446	942,467	38,553	4.80%
2008	24,340	969,584	39,835	6.00%
2009	24,326	952,509	39,156	10.70%
2010	Not Available	Not Available	Not Available	10.90%
2011	Not Available	Not Available	Not Available	Not Available

MULLICA TOWNSHIP

Year	Population ^a	Personal Income ^b	Per Capita Personal Income ^c	Unemployment Rate ^d
2001	5,913	\$ 191,197	\$ 32,335	5.10%
2002	5,941	195,168	32,851	6.40%
2003	5,989	201,368	33,623	6.60%
2004	6,014	208,511	34,671	6.00%
2005	6,053	216,855	35,826	5.40%
2006	6,039	224,615	37,194	5.70%
2007	6,028	232,397	38,553	5.70%
2008	6,028	240,125	39,835	7.10%
2009	6,052	238,788	39,456	12.60%
2010	Not Available	Not Available	Not Available	12.80%
2011	Not Available	Not Available	Not Available	Not Available

Sources:

- ^a Population information provided by the NJ Dept of Labor and Workforce Development
- ^b Personal income has been estimated based upon the municipal population and per capita personal income presented
- ^c Per capita personal income by municipality estimated based upon the 2000 Census published by the US Bureau of Economic Analysis.
- ^d Unemployment data provided by the NJ Dept of Labor and Workforce Development

GREATER EGG HARBOR REGIONAL HIGH SCHOOL DISTRICT
Principal Employers,
Current Year and Ten Years Ago

Exhibit J-15A

Employer	2011			2002		
	Employees	Rank	Percentage of Total Employment	Employees	Rank	Percentage of Total Employment
EGG HARBOR CITY						
Ocean Yachts, Inc.	100	1	N/A			
Egg Harbor City Schools	100	2	N/A			
Renault Winery	82	3	N/A			
Herr Foods	70	4	N/A			
City of Egg Harbor	60	5	N/A			
Neilbud Services Group, Inc.	60	6	N/A			
Italian America Club, Inc.	50	7	N/A			
	<u>522</u>		<u>0.00%</u>	<u>-</u>		<u>0.00%</u>
MULLICA TOWNSHIP						
Mullica Township Schools	115	1	N/A			
Township of Mullica	41	2	N/A			
	<u>156</u>		<u>0.00%</u>	<u>-</u>		<u>0.00%</u>

Source: Municipalities.

GREATER EGG HARBOR HIGH SCHOOL DISTRICT
Full-time Equivalent District Employees by Function/Program,
Last Ten Fiscal Years

Exhibit J-16

Function/Program	2002	2003	2004	2005	2006	2007	2008	2009	2010	2011
Instruction	195	204	209	216	218	219	220	233	232	232
Regular	34	70	86	92	97	95	97	98	93	92
Special education	2	2	2	2	2	2	2	2	2	4
Other special education										
Vocational										
Other instruction				2	2	2	2	2	4	4
Nonpublic school programs										
Adult/continuing education programs										
Support Services:										
Student & instruction related services	47	49	47	52	50	56	44	34	34	38
General administration						6	7	10	11	12
School administrative services	40	39	41	35	35	29	38	37	42	42
Other administrative services								15		
Central services	10	10	10	10	9	10	15	9	19	19
Administrative Information Technology	9	11	10	10	10	10	9	68	11	12
Plant operations and maintenance	64	68	67	66	66	66	65	1	62	64
Pupil transportation			1	1	1	1	1		1	1
Other support services										
Special Schools										
Food Service										
Child Care										
Total	401	453	473	486	490	496	500	509	511	520

Source: District Personnel Records

GREATER EGG HARBOR REGIONAL HIGH SCHOOL DISTRICT
Operating Statistics,
Last Ten Fiscal Years

Exhibit J-17

Fiscal Year	Enrollment	Operating Expenditures ^a	Cost Per Pupil	Percentage Change	Teaching Staff	Senior High School	Average Daily Enrollment (ADE)	Average Daily Attendance (ADA)	% Change in Average Daily Enrollment	Student Attendance Percentage
2002	3,274	37,412,605	11,427	-8.43%	279	14:1	3,456.0	2,917	15.28%	84.40%
2003	3,390	43,313,877	12,777	11.81%	311	13.3:1	3,343.4	3,086	-3.26%	92.30%
2004	3,390	44,309,800	13,071	2.30%	327	14:1	3,476.9	3,201	3.99%	92.06%
2005	3,598	49,271,228	13,694	4.77%	337	14:1	3,597.3	3,303	3.46%	91.81%
2006	3,949	51,107,249	12,942	-5.49%	294	13.4:1	3,949.0	3,549	9.78%	89.87%
2007	3,914	53,472,734	13,664	5.58%	298	13:1	3,865.4	3,614	-2.12%	93.49%
2008	3,877	56,006,819	14,448	5.74%	317	12.25:1	3,854.0	3,555	-0.29%	92.24%
2009	3,873	59,450,165	15,350	6.24%	322	12:1	3,838.8	3,556	-0.39%	92.63%
2010	3,827	61,111,833	15,969	4.03%	312	12:1	3,806.5	3,520	-0.84%	92.46%
2011	3,773	60,619,976	16,067	0.61%	321	11.75:1	3,795.8	3,523	-0.28%	92.82%

Sources: District records

Note: Enrollment based on annual October district count.

a Operating expenditures equal total expenditures less debt service and capital outlay.

GREATER EGG HARBOR HIGH SCHOOL DISTRICT
School Building Information
Last Ten Fiscal Years

Exhibit J-18

	2002	2003	2004	2005	2006	2007	2008	2009	2010	2011
District Building										
<u>High School</u>										
Absegami (1982)	248,394	308,744	308,744	308,744	308,744	308,744	308,744	308,744	308,744	308,744
Square Feet	2,044	2,225	2,225	1,625	1,625	1,625	1,625	1,625	1,625	1,625
Capacity (students)	1,830	1,934	2,108	2,166	2,192	2,175	2,146	2,173	2,165	1,976
Enrollment										
Oakcrest (1960)	280,965	280,965	280,965	280,965	280,965	280,965	280,965	280,965	280,965	280,965
Square Feet	1,701	1,701	1,701	1,326	1,326	1,326	1,326	1,326	1,326	1,326
Capacity (students)	1,397	1,460	1,545	1,615	1,693	1,739	1,731	1,700	1,694	1,416
Enrollment ^a										
Cedar Creek (2010)										212,732
Square Feet										1,000
Capacity (students)										398
Enrollment ^a										
<u>Other</u>										
Maintenance Garages (1960)	7,068	7,068	7,068	7,068	7,068	7,068	7,068	7,068	7,068	7,068
Square Feet										

Number of Schools at June 30, 2011
 Elementary - 0
 Middle School - 0
 Senior High Schools - 3
 Other - 0

Source: District Records.
Note: Year of original construction is shown in parentheses. Increases in square footage and capacity are the result of and additions. Changes in capacity are also due to recalculations under Department of Education guidelines. Enrollment is based on the Fall survey reports

GREATER EGG HARBOR HIGH SCHOOL DISTRICT
General Fund
Schedule of Required Maintenance for School Facilities,
Last Ten Fiscal Years
(Unaudited)

Undistributed Expenditures - Required Maintenance for School Facilities

School Facilities	Project # (s)	2002	2003	2004	2005	2006	2007	2008	2009	2010	2011
Absegami High School	N/A	\$ 448,264.00	\$ 457,713.00	\$ 465,684.08	\$ 641,267.79	\$ 606,487.84	\$ 521,175.15	\$ 639,339.37	\$ 716,350.90	\$ 631,950.77	\$ 516,145.00
Oakcrest High School	N/A	372,881.00	380,741.79	387,375.77	524,673.64	496,217.33	426,416.03	523,095.84	586,105.27	525,678.63	431,877.00
Cedar Creek High School	NA										105,336.00
Total School Facilities		<u>\$821,145.00</u>	<u>\$ 838,454.79</u>	<u>\$ 853,059.85</u>	<u>\$ 1,165,941.43</u>	<u>\$ 1,102,705.17</u>	<u>\$ 947,591.18</u>	<u>\$ 1,162,435.21</u>	<u>\$ 1,302,456.17</u>	<u>\$ 1,157,629.40</u>	<u>\$ 1,053,358.00</u>
Other Facilities											
Grand Total		<u>\$821,145.00</u>	<u>\$ 838,454.79</u>	<u>\$ 853,059.85</u>	<u>\$ 1,165,941.43</u>	<u>\$ 1,102,705.17</u>	<u>\$ 947,591.18</u>	<u>\$ 1,162,435.21</u>	<u>\$ 1,302,456.17</u>	<u>\$ 1,157,629.40</u>	<u>\$ 1,053,358.00</u>

Source: District records

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

GREATER EGG HARBOR REGIONAL SCHOOL DISTRICT
Insurance Schedule
For the Year Ended June 30, 2011
Unaudited

	<u>Coverage</u>	<u>Deductible</u>
School Package Policy - Atlantic & Cape May Counties		
School Business Officials Joint Insurance Fund (ACCASBOJIF)		
Property, Inland Marine and Automobile Physical Damages		
Blanket Loss Limit of Liability	\$ 150,000,000	\$ 500
ACCASBOJIF Per Occurrence Retention	200,000	
Perils Included	"All Risk"	
Property Valuation		
Buildings and Contents	Replacement Cost	
Contractors Equipment	Actual Cash Value	
Automobiles	Actual Cash Value	
Boiler and Machinery		
Limit of Liability	125,000,000	1,000
JIF Self-Insured Retention	None	
Crime		
Limit of Liability	500,000	500
JIF Self-Insured Retention	200,000	
General Liability and Automobile Liability		
Limit of Liability	10,000,000	
JIF Self-Insured Retention	150,000	
Workers' Compensation		
Limit of Liability	Statutory	
JIF Self-Insured Retention	250,000	
Educator's Legal Liability		
Limit of Liability	10,000,000	
JIF Self-Insured Retention	100,000	
Pollution Legal Liability		
Limit of Liability	3,000,000	25,000
Pollution and Mold Legal Liability		
Limit of Liability - Pollution	3,000,000	25,000
JIF Self-Insured Retention	None	

Source: District Records

SINGLE AUDIT SECTION



FORD - SCOTT

& ASSOCIATES, L.L.C.

CERTIFIED PUBLIC ACCOUNTANTS

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K-1 REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS

Honorable President and
Members of the Board of Education
Greater Egg Harbor Regional High School District
County of Atlantic
Mays Landing, New Jersey

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 Board of Education of the Greater Egg Harbor Regional High School District, in the county of Cape May, State of New Jersey, as of and for the fiscal year ended June 30, 2011, and have issued our report thereon dated December 2, 2011. We conducted our audit in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and audit requirements presented by the Division of Finance, Department of Education, State of New Jersey.

Internal Control Over Financial Reporting

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

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

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

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Greater Egg Harbor Regional Board of Education's basic 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.

We noted certain matters that we reported to management of the Greater Egg Harbor Regional Board of Education in a separate letter dated December 2, 2011.

This report is intended solely for the information of management, the Greater Egg Harbor Regional Board of Education, the New Jersey State Department of Education, and other federal and state awarding agencies and pass-through entities, and is not intended to be and should not be used by anyone other than these parties.

Ford, Scott & Associates, L.L.C.
FORD, SCOTT & ASSOCIATES, L.L.C.
CERTIFIED PUBLIC ACCOUNTANTS



Leon P. Costello
Certified Public Accountant
Licensed Public School Accountant
No. 767

December 2, 2011



FORD - SCOTT

& ASSOCIATES, L.L.C.

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K-2 REPORT ON COMPLIANCE WITH REQUIREMENTS THAT HAVE A DIRECT AND MATERIAL EFFECT ON EACH MAJOR PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE IN ACCORDANCE WITH OMB CIRCULAR A-133 AND NEW JERSEY OMB CIRCULAR 04-04

The Honorable President and
Members of Board of Education
Greater Egg Harbor Regional High School District
County of Atlantic
Mays Landing, New Jersey

Compliance

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

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

In our opinion, Greater Egg Harbor Regional High School District Board of Education, in the County of Atlantic, State of New Jersey, complied, in all material respects, with the requirements referred to above that are applicable to each of its major federal and state programs for the fiscal year ended June 30, 2011. However, the results of our auditing procedures disclosed an instance of noncompliance with those requirements, which are required to be reported in accordance with OMB Circular A-133 and New Jersey Circular 04-04 which are described in the accompanying findings and questioned costs as items 2011-1 and 2011-2.

Internal Control Over Compliance

The management of the Board of Education of the Greater Egg Harbor Regional High 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 Greater Egg Harbor Regional High School District's Board of Education's internal control over compliance with requirements that could have a direct and material effect on a major federal and state program in order to determine our auditing procedures for the purpose of expressing our opinion on compliance and to test and report on internal control over compliance in accordance with OMB Circular A-133 and NJ Circular 04-04, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the Greater Egg Harbor Regional High School District's Board of Education's internal control over compliance.

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

Our consideration of the 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 of the management of the Greater Egg Harbor Regional High School District Board of Education, the New Jersey State Department of Education (cognizant audit agency), other state and federal awarding agencies and pass-through entities, and is not intended and should not be used by anyone other than these parties.

Ford, Scott & Associates, L.L.C.
FORD, SCOTT & ASSOCIATES, L.L.C.
CERTIFIED PUBLIC ACCOUNTANTS



Leon P. Costello
Certified Public Accountant
Licensed Public School Accountant
No. 767

December 2, 2011

GREATER EGG HARBOR REGIONAL HIGH SCHOOL DISTRICT
Schedule of Expenditures of Federal Awards
For the Fiscal Year Ended June 30, 2011

Federal Grantor/Pass-Through Grantor/ Program Title	Federal CFDA Number	Grant Period	Award Amount	Balance June 30, 2010	Carryover (Walkover) Amount	Cash Received	Budgetary Expenditures	Adjustment	Repayment of Prior Years' Balances	(Accounts Receivable)	Balance at June 30, 2011 Deferred Revenue	Due to Grantor
U.S. Department of Education												
General Fund:												
Medical Assistance Program (SEM)	93.778	7/1/2010	29,535.53	-	-	29,535.53	(29,535.53)	-	-	-	-	-
Total General Fund			29,535.53	-	-	29,535.53	(29,535.53)	-	-	-	-	-
U.S. Department of Education												
Passed-Through State												
Department of Education												
Special Revenue Fund:												
Title I Cluster												
Title I SIA, Carryover	84.010	9/1/2010	388,336.00	(109,877.45)	-	203,658.00	(273,440.72)	-	-	(164,678.00)	96,815.28	10,080.00
Title I SIA, Carryover	84.010	9/1/2009	359,299.00	(47,998.00)	-	153,405.00	(61,978.55)	-	-	(38,451.00)	-	-
Title I, Carryover	84.010	9/1/2008	282,114.00	(24,278.76)	-	42,267.00	(208,628.13)	-	-	(74,690.00)	16,572.11	-
ARRA - Title I	84.389	9/1/2009	256,483.00	-	-	172,989.00	(288,906.69)	-	-	-	-	-
Total Title I Cluster			1,086,232.00	(182,154.21)	-	572,139.00	(632,974.06)	-	-	(173,219.00)	113,387.39	10,080.00
Title II SIA, Carryover	84.010	9/1/2008	26,177.00	(26,177.00)	-	26,177.00	-	-	-	-	-	-
Title II SIA, Carryover	84.010	9/1/2009	31,750.00	(31,750.00)	-	-	-	-	-	-	-	-
Title II A	84.281	9/1/2010	90,566.00	(41,333.00)	-	29,587.00	(57,397.77)	-	-	(31,750.00)	-	-
Title II A	84.281	9/1/2009	90,140.00	(401.00)	-	59,457.00	(20,487.00)	-	-	(60,979.00)	33,168.23	-
Title II A, Carryover	84.281	9/1/2008	82,571.00	(401.00)	-	401.00	-	-	-	(2,363.00)	-	-
Title II D	84.281	9/1/2010	784.00	(3,688.00)	-	784.00	(784.00)	-	-	-	-	-
Title II D	84.281	9/1/2009	3,688.00	(3,688.00)	-	3,688.00	-	-	-	(20,935.00)	5,070.65	-
Title II D	84.281	9/1/2008	39,875.00	(4,677.43)	-	18,940.00	(34,804.35)	-	-	(1,632.00)	-	-
Title III - Carryover	84.365	9/1/2009	13,627.00	(6,564.30)	-	7,522.00	(4,676.57)	-	-	-	-	-
Title IV, Carryover	84.186	9/1/2009	9,561.00	(580.00)	-	7,218.00	(653.70)	-	-	-	-	-
Title IV, Carryover	84.186	9/1/2008	8,960.00	(580.00)	-	580.00	-	-	-	-	-	-
Total Special Education Cluster			186,232.00	(18,813.73)	-	100,000.00	(100,000.00)	-	-	(419,435.00)	97,270.02	7,053.00
Special Education Cluster												
I.D.E.A. Part B, Basic Regular, Carryover	84.027	9/1/2010	838,875.00	(176,060.00)	-	419,440.00	(838,875.00)	-	-	(419,435.00)	-	-
I.D.E.A. Part B, Basic Regular, Carryover	84.027	9/1/2009	832,361.00	(29.00)	-	176,060.00	-	-	-	-	-	-
I.D.E.A. Part B, Basic Regular, Carryover	84.027	9/1/2008	827,425.00	(29.00)	-	29.00	-	-	-	-	-	-
ARRA - IDEA	84.391	9/1/2009	965,854.00	(103,067.64)	-	454,280.00	(562,591.34)	-	-	(315,702.00)	97,270.02	7,053.00
Total Special Education Cluster			3,464,519.00	(282,166.64)	-	1,050,780.00	(1,401,472.34)	-	-	(1,230,908.52)	250,993.25	25,133.00
U.S. Department of Agriculture												
Passed-Through State												
Enterprise Fund:												
Department of Education												
Enterprise Fund:												
U.S.D.A. Commodities Program	10.550	7/1/2010	48,200.39	(21,050.74)	-	48,200.39	(48,200.39)	-	-	-	-	-
National School Lunch Program	10.555	7/1/2009	391,652.82	(4,991.54)	-	21,050.74	-	-	-	(12,954.52)	(0.00)	-
National School Breakfast Program	10.553	7/1/2009	63,667.40	(454,293.92)	-	436,448.18	(64,292.64)	(627.22)	-	(17,845.74)	-	-
National School Lunch Program	10.555	7/1/2010	454,293.92	(80,292.64)	-	74,979.34	-	-	-	(5,313.30)	-	-
National School Breakfast Program	10.553	7/1/2010	80,292.64	(26,042.28)	-	585,670.19	(582,786.95)	-	-	(23,159.04)	-	-
Total Enterprise Fund			1,048,114.15	(26,042.28)	-	1,048,114.15	(1,048,114.15)	(627.22)	-	(1,254,067.56)	250,993.25	25,133.00
Total Federal Financial Awards			\$ 2,134,346.15	\$ (188,996.43)	\$ -	\$ 2,607,834.29	\$ (2,831,281.86)	\$ (627.22)	\$ -	\$ (1,254,067.56)	\$ 250,993.25	\$ 25,133.00

See the accompanying notes to schedules of awards and financial assistance

GREATER EGG HARBOR REGIONAL HIGH SCHOOL DISTRICT
Schedule of Expenditures of State Financial Assistance
For the Fiscal Year Ended June 30, 2011

State Grants/Program Title	Grant or State Project Number	Grant Period	Award Amount	Balance at June 30, 2010		Carryover (Walkover) Amount	Cash Received	Budgetary Expenditures	Repayment of Prior Years' Balances	Balance at June 30, 2011		MEMO		
				Deferred Revenue (Accts Receivable)	Due to Grantor					(Accounts Receivable)	Revenue/Intrafund Payable		Budgetary Receivable	Cumulative Total Expenditures
State Department of Education														
General Fund:														
Equalization Aid	11-485-034-5120-078	7/1/2010	26,388,720.00	\$	\$	\$	24,149,640.40	(26,388,720.00)		\$	\$	(2,239,079.60)	\$	24,149,640.40
Special Education Aid	11-485-034-5120-069	6/30/2011	2,087,034.00				1,887,300.80	(2,087,034.00)				(209,703.40)		1,887,300.80
Textbook Aid	11-485-034-5120-064	7/1/2010	396,106.00	(396,106.00)			396,106.00							396,106.00
Expendable Aid	11-485-034-5120-057	7/1/2010	593,604.00					(593,604.00)						593,604.00
Other State Aid - Reimbursement of Nonpublic School Transportation Costs	10-485-034-5120-014	7/01/2009	28,989.00	(28,989.00)			28,989.00							28,989.00
Other State Aid - Reimbursement of Nonpublic School Transportation Costs	11-485-034-5120-011	7/1/2010	31,807.88				78,602.59	(31,807.88)						31,807.88
Reimbursed TPAF Social Security Contributions	10-485-034-5095-002	7/1/2009	1,624,143.73	(78,602.59)										78,602.59
Reimbursed TPAF Social Security Contributions	11-485-034-5095-002	7/1/2010	1,644,523.39	(503,687.59)			1,565,663.11	(1,644,523.39)				(78,602.59)		1,565,663.11
Total General Fund				(503,687.59)			28,108,331.70	(30,755,689.27)				(2,448,703.00)		28,171,743.58
Special Revenue Fund:														
NJ Nonpublic Aid:														
Nursing	10-100-034-5120-070	7/1/2009	9,958.00		0.42				(0.42)					9,957.58
Nursing	11-100-034-5120-070	7/1/2010	9,025.00			9,025.00							3.94	9,021.06
Textbook	10-100-034-5120-064	7/1/2009	8,398.00		2.01				(2.01)					8,395.99
Textbook	11-100-034-5120-064	7/1/2010	7,616.00			7,616.00								7,616.00
Paraprofessional Services:														
Transportation	10-100-034-5120-068	7/1/2009	129.00		0.42				(0.42)					128.58
Transportation	11-100-034-5120-068	7/1/2010	93.00			93.00								93.00
Initial Exam and Classification	10-100-034-5120-066	7/1/2009	10,230.00		0.66				(0.66)					10,229.34
Initial Exam and Classification	11-100-034-5120-066	7/1/2010	11,156.00			11,156.00							8,924.86	2,231.14
Annual Exam and Classification	10-100-034-5120-067	7/1/2009	5,130.00		1,470.00				(1,470.00)					3,660.00
Annual Exam and Classification	11-100-034-5120-067	7/1/2010	4,156.00			4,156.00								4,156.00
Connective Speech	10-100-034-5120-068	7/1/2010	782.00			782.00								782.00
School Counseling Initiative	11-100-034-5120-068	7/1/2011	4,937.50	(4,937.50)								(4,937.50)		
Total Special Revenue Fund				(4,937.50)	1,473.51		32,638.00	(23,899.20)	(1,473.51)			8,928.80		23,899.20
Capital Projects Fund:														
SDA - OHS Ext Door/Window Replace	1790-050-10-1002	Open	1,714,968.00											1,714,968.00
SDA - OHS Boiler Replacement - 1962	1790-040-10-1014	Open	250,385.00										122,315.00	1,592,653.00
SDA - OHS Water Tank Replacement	1790-050-10-1003	Open	107,471.00										202,508.40	47,876.60
SDA - OHS Courtyard	1790-050-10-1013	Open	46,732.00											46,732.00
SDA - OHS Courtyard	1790-040-10-1019	Open	78,889.00											78,889.00
SDA - OHS Parking Lot Resealing	1790-040-10-1020	Open	428,742.00										29,821.50	49,067.50
SDA - OHS Replace Ext Doors/Frames	1790-050-10-1011	Open	134,871.00											134,871.00
SDA - OHS Replace Ext Doors/Frames	1790-050-10-1011	Open	34,871.00											34,871.00
SDA - OHS Modification to Pumps/Wells	1790-050-10-1015	Open	86,610.00											86,610.00
SDA - OHS Boiler Replacement - 1962	1790-050-09-1001	Open	279,162.00											279,162.00
Total Capital Projects Fund								(276,129.00)				(276,129.00)		276,129.00
Total State Department of Education				(503,687.59)	1,473.51		873,768.00	(673,768.00)						873,768.00
Debt Service Fund:														
Debt Service Aid Type II														
Enterprise Fund:	11-485-034-5120-017	7/1/2010	873,768.00											873,768.00
State Department of Agriculture														
National School Lunch Program	10-100-010-3350-023	7/1/2009	17,717.22	(929.28)		929.35								17,717.29
National School Breakfast Program	10-100-010-3350-021	7/1/2009	4,153.90	(325.00)		325.00								4,153.90
National School Lunch Program	11-100-010-3350-023	7/1/2010	11,876.59	(1,254.28)		12,647.26						(485.68)		11,876.59
Total Enterprise Fund				(509,885.37)	1,473.51		29,025,574.96	(34,452,924.56)				(8,928.80)		32,140,571.28
Total State Financial Assistance				(509,885.37)	1,473.51		29,025,574.96	(34,452,924.56)				(8,928.80)		32,140,571.28

**GREATER EGG HARBOR REGIONAL HIGH SCHOOL DISTRICT
K-5 NOTES TO THE SCHEDULES OF EXPENDITURES OF AWARDS
AND FINANCIAL ASSISTANCE
JUNE 30, 2011**

NOTE 1. GENERAL

The accompanying schedules of expenditures federal awards and state financial assistance include federal and state award activity of the Board of Education, Greater Egg Harbor Regional High School District. The Board of Education is defined in Note 1 (A) to the Board's basic financial statements. All federal and state awards received directly from federal and state agencies, as well as federal awards and state financial assistance passed through other government agencies is included on the schedule of expenditures of federal awards and state financial assistance.

NOTE 2. BASIS OF ACCOUNTING

The accompanying schedules of federal awards and state financial assistance are presented on the budgetary basis of accounting with the exception of programs recorded in the food service fund, which are presented using the accrual basis of accounting. These bases of accounting are described in Notes 1 (C) and 1 (D) to the Board's basic financial statements. The information included 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 last state aid payment in the current budget year, which is mandated pursuant to *N.J.S.A. 18A:22-44.2*. For GAAP purposes that payment is not recognized until the subsequent budget year due to the state deferral and recording of the last state aid payment in the subsequent year. The special revenue fund is presented in the accompanying schedules on the grant accounting budgetary basis, which recognizes encumbrances as expenditures and also recognizes the related revenues, whereas the GAAP basis does not. The special revenue fund also recognizes the last state aid payment in the current budget year, consistent with *N.J.S.A. 18A:22-4.2*.

The net adjustment to reconcile from the budgetary basis to the GAAP basis is \$383,536 for the general fund and (\$8,637) for the special revenue fund. See the Notes to the Required Supplementary Information for a reconciliation of the budgetary basis to the modified accrual basis of accounting for the general and special revenue funds. Awards and financial assistance revenues are reported in the Board's basic financial statements on a GAAP basis as presented as follows page:

	<u>Federal</u>	<u>State</u>	<u>TPAF Pension</u>	<u>Total</u>
General Fund	\$ 29,535.53	\$ 32,662,024.27	\$ (1,522,799.00)	\$ 31,168,760.80
Special Revenue Fund	2,211,392.72	23,201.86		2,234,594.58
Capital Projects Fund		3,234,448.00		3,234,448.00
Debt Service Fund		873,768.00		873,768.00
Food Service Fund	<u>582,786.95</u>	<u>11,878.59</u>		<u>594,665.54</u>
Total Financial Assistance	<u>\$ 2,823,715.20</u>	<u>\$ 36,805,320.72</u>	<u>\$ (1,522,799.00)</u>	<u>\$ 38,106,236.92</u>

**GREATER EGG HARBOR REGIONAL HIGH SCHOOL DISTRICT
K-5 NOTES TO THE SCHEDULES OF EXPENDITURES OF AWARDS
AND FINANCIAL ASSISTANCE
JUNE 30, 2011
(CONTINUED)**

NOTE 4. RELATIONSHIP TO FEDERAL AND STATE FINANCIAL REPORTS

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

NOTE 5. OTHER

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

NOTE 6. ADJUSTMENTS

The District has instances where a grant period overlaps fiscal years and the grant has not closed out at the end of the current fiscal year. In addition, local contributions are reflected as adjustments. The following adjustments were a result of final grant payments being rounded by the grantor, prior encumbrances being canceled and grantor cost disallowances from a prior period. The total adjustment was \$7,415.13.

**GREATER EGG HARBOR REGIONAL HIGH SCHOOL DISTRICT
K-6 SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED JUNE 30, 2011**

I. SUMMARY OF AUDITOR'S RESULTS

Financial Statements

Type of auditor's report issued: Unqualified Opinion

Internal control over financial reporting:

- 1) Material weakness identified? No
- 2) Significant deficiencies? None reported

Noncompliance material to basic financial statements noted? No

Federal Awards

Internal control over major programs:

- 1) Material weakness identified? No
- 2) Significant deficiencies? None reported

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

Any audit findings disclosed that are required to be reported in accordance with section .510(a) of Circular A-133? Yes

Identification of major programs:

<u>CFDA Numbers</u>	<u>Name of Federal Program or Cluster</u>
84.027 84.391	<u>Special Education Cluster</u> IDEA Basic Part A ARRA IDEA Basic
84.010 84.389	<u>Title I Cluster</u> Title I ARRA Title I
10.555 10.553	<u>Child Nutrition Cluster</u> National School Lunch Program School Breakfast Program

Dollar threshold used to distinguish between type A and type B programs: \$300,000

Auditee qualified as low-risk auditee? Yes

**GREATER EGG HARBOR REGIONAL HIGH SCHOOL DISTRICT
K-6 SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED JUNE 30, 2011
(CONTINUED)**

I. SUMMARY OF AUDITOR'S RESULTS (Continued)

State Awards

Dollar threshold used to distinguish between type A and type B Programs:	\$1,033,576
Auditee qualified as low-risk auditee?	Yes
Type of auditor's report issued on compliance for major programs:	Unqualified Opinion
Internal control over major programs:	
1) Material weakness identified?	No
2) Significant deficiencies?	None reported
Any audit findings disclosed that are required to be reported in accordance with NJ OMB Circular Letter 04-04?	Yes

Identification of major programs:

GMIS Numbers

Name of State Program

11-495-034-5120-078
11-495-034-5120-089

State Aid-Public Cluster
Equalization Aid
Special Education Categorical Aid

11-495-034-5095-002
1790-xxx-04-1000

Reimbursed TPAF Social Security Contributions
SDA Capital Grants

**GREATER EGG HARBOR REGIONAL HIGH SCHOOL DISTRICT
K-6 SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED JUNE 30, 2011
(CONTINUED)**

II. FINANCIAL STATEMENT FINDINGS

Our audit disclosed no findings required to be reported under *Government Auditing Standards*.

III. FEDERAL AWARDS AND STATE FINANCIAL ASSISTANCE FINDINGS AND QUESTIONED COSTS

Federal:

Information on Program:

Child Nutrition Cluster

National School Lunch and Breakfast Programs: 10.555, 10.553

Finding 2011-1:

There were a number of errors in the classification of free and reduced lunch applications and the district did not document a required internal verification process.

Criteria:

Verification Regulations issued by the United States Department of Agriculture require all sponsors of the National School Lunch and School Breakfast Programs to verify a minimum number of approved applications on file as of October 1 of each school year. Sample selection and verification may begin earlier based on projections done by school officials.

Condition:

There were errors in the classification of some free and reduced students, and applications were signed off on by the "determining official", but no evidence of review or sign off by the "confirming official".

Context:

There were twelve applications either missing information or not classified properly and two students listed as low income with no supporting application on file.

Cause:

The district did not ensure that all application data was complete, nor did the "confirming official" double-check the determining officials initial classification. There was no documentation of the required internal verification process.

Effect:

Possible overclaiming of lunch and breakfast subsidy reimbursements.

Recommendation:

That the District accurately categorize free and reduced lunch students, and that the internal verification process be adhered to and documented.

Management Response:

Management has prepared and the Board has adopted a corrective action plan in 2011 which has been implemented.

**GREATER EGG HARBOR REGIONAL HIGH SCHOOL DISTRICT
K-6 SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED JUNE 30, 2011
(CONTINUED)**

III. FEDERAL AWARDS AND STATE FINANCIAL ASSISTANCE FINDINGS AND QUESTIONED COSTS (continued)

State:

Information on Program:

State Aid Cluster

11-495-034-5120-078 Equalization Aid
11-495-034-5120-089 Special Education Categorical

Finding 2011-2:

There were a number of students underreported and some misclassified on the ASSA report. Also, the district has not developed written internal procedures documenting the count process for reporting ASSA.

Criteria:

School districts are required to complete a set of workpapers which document the compilation of register data for the ASSA student count, report those counts accurately, and the district must also prepare written internal procedures that provide a description of the October 15, 2010 count process.

Condition:

There were underreported students and some misclassified on the ASSA report. In addition, written internal procedures have not been developed documenting the count process for ASSA reporting.

Context:

There were twenty-one students underreported on the ASSA submission and one misclassified as to grade, and two resident low income without supporting applications.

Cause:

The district did not reconcile registers with those reported on the ASSA. The district has not developed written internal procedures describing the ASSA count process.

Effect:

Possible affects on state aid.

Recommendation:

That the district should maintain proper workpapers to support the information reported on the ASSA, and develop written internal procedures documenting the count process for reporting ASSA.

Management Response:

Management has prepared and the Board has adopted a corrective action plan in 2011 which has been implemented.

**GREATER EGG HARBOR REGIONAL HIGH SCHOOL DISTRICT
K-7 SUMMARY SCHEDULE OF PRIOR-YEAR AUDIT FINDINGS
AND QUESTIONED COSTS AS PREPARED BY MANAGEMENT
FOR THE FISCAL YEAR ENDED JUNE 30, 2011**

STATUS OF PRIOR YEAR FINDINGS

There were no prior year findings.