

COMPREHENSIVE ANNUAL
FINANCIAL REPORT
OF THE



KEANSBURG SCHOOL DISTRICT
KEANSBURG, NEW JERSEY
For the Fiscal Year Ended June 30, 2011

Prepared by
Keansburg School District
Business Office

KEANSBURG SCHOOL DISTRICT
 COMPREHENSIVE ANNUAL FINANCIAL REPORT
 For the Fiscal Year Ended June 30, 2011

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Introductory Section

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Keansburg Public Schools
Board of Education
100 Palmer Place, Keansburg, NJ 07734
732-787-2007 ext. 2400
Fax 732-787-4399

COREY J. LOWELL, CPA
Business Administrator/
Board Secretary

GERALD NORTH
Superintendent

November 28, 2011

Honorable President and
Members of the Board of Education
Keansburg School District
County of Monmouth
Keansburg, New Jersey

Dear Board Members:

The comprehensive Annual Financial Report of the Keansburg Public School District ("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, rest with the management of the Keansburg Board of Education ("Board"). To the best of our knowledge and belief, the data presented in this report is accurate in all material respects and is reported in a manner designed to present fairly the financial position and results of operation of the various funds and account groups of the District. All disclosures necessary to enable the reader to gain an understanding of the District's financial activities have been included.

The Comprehensive Annual Financial Report is presented in four sections: introductory, financial, statistical and single audit. The introductory section includes this transmittal letter, the District's organizational chart, a roster of principal officials and a list of consultants and advisors. The financial section includes the general-purpose financial statements and schedules, as well as the auditor's report thereon. The statistical section includes selected financial and demographic information, generally presented on a multi-year basis. The District is required to undergo an annual single audit in conformity with the provisions of the Single Audit Act of 1984, the U.S. Office of Management and Budget ("OMB") 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 Payments. Information related to this single audit, including the auditor's report on the internal structure and compliance with applicable laws and regulations and findings and recommendations, are included in the single audit section of this report.

1. REPORTING ENTITY AND ITS SERVICES: Keansburg School District is an independent reporting entity within the criteria adopted by the GASB as established by NCGA Statement No. 3. All funds and account groups of the

District are included in this report. The Keansburg Board of Education and all its schools constitute the District's reporting entity.

The District operates four schools and two Pre-K sites and provides a full range of educational services appropriate to grade levels Pre-K through 12. Pre-K students age three and four are housed in temporary classroom units which are located adjacent to the Port Monmouth Road School and former Caruso Elementary School. Grades Kindergarten through grade two are housed in Port Monmouth Elementary School and grades three and four who are assigned to Caruso Elementary School attend class in a rented school facility which was formerly St. Ann's Elementary School. Grades five through eight attend the Joseph Bolger Middle School and grades nine through twelve are housed in Keansburg High School. Each school includes regular as well as special education for handicapped children. The District completed the 2010-2011 fiscal year with an average daily enrollment of 1716.

The following details the changes in the resident student enrollment, upon which the District's state aid is based, over the last ten years:

Fiscal Year	Resident Enrollment
2001/02	2,041
2002/03	2,030
2003/04	2,064
2004/05	1,957
2005/06	1,938
2006/07	1,858
2007/08	1,909
2008/09	1,890
2009/10	1,814
2010/11	1,759

- ECONOMIC CONDITION AND OUTLOOK:** The financial difficulties facing the nation which include high unemployment and declining home values continues to impact the economics of the Borough of Keansburg. Keansburg was reassessed in 2007 and during the 2010-2011 year the assessed value was 77.58% to true market value. In order for the district to increase their general fund budget, a penny increase in the tax levy raises \$52,880.

The Keansburg School District is heavily dependent on State funding with 76% of the district's revenue attributed to those funds. State Aid for 2010-2011 was decreased by 4.99% or \$1,847,540. Due to the severe cut in aid coupled with a lack of surplus funds, the district needed to make significant cuts in spending. Cuts included elimination of busing except for pre-school children and required special education busing, and all non-public busing and payments to parents in lieu of busing. Reductions in materials and supplies were made, but non-personnel cuts alone were not sufficient to achieve a balanced budget. Personnel cuts were made in every department. Administrators, education services, direct

instruction, instructional support, paraprofessionals and secretarial positions were reviewed, positions combined, and a total of 72 positions were eliminated.

With only 12% of the budget funded by the local taxpayers, the future outlook for financing the Keansburg School district continues to depend primarily upon the willingness and ability of the Governor and State Legislature to provide funding in accordance with the School Funding Reform Act and the availability of tax revenues to the State.

3. **MAJOR INITIATIVES:** Each school principal is responsible for specific educational initiatives based on the grade levels of the students. Initiatives in preschool through grade 2 included school wide implementation of the skillstreaming program which teaches pro-social behavior to preschool and primary age students. One main focus of the program this year was on conflict resolution. Kindergarten staff examined the components of the APEEC classroom assessment tool. Grades 1 and 2 worked on improving open ended questions on their unit comprehension assessments. More in depth work in these areas will continue in the coming year.

Initiatives in grades three and four included increasing faculty knowledge of writing workshop and increasing the bank of teaching strategies and methodologies in teaching of writing. Articulation across grade levels regarding writing and implementation of Achieve 3000 KidBiz writing programs were two keys in the implementation process. A Writer's Workshop Consultant provided professional development for one full day plus six partial days during which she provided class coaching and modeling of writer's workshop strategies and methodologies. An Achieve 3000 KidBiz consultant provided professional development as well as data analysis related to writing and reading.

Students in grades five through eight continued to participate in the Restorative Practices Model to ensure a positive school culture. The Restorative Practice Model was used in both academic activities and to teach both tolerance and social norms. Our reading engagement program implemented a shared experience between grade levels. In this model, 7th grade students were reading mentors to 5th and 6th grade students. Also through the reading engagement program, students invited parents to share in their child's reading experience by hosting Social Tea events where parents viewed and engaged in student learning. Teachers benefit from ongoing professional development in the form of initial trainings and up to ten follow up coaching visits. Additionally, the use of Performance Plus has enabled our instruction to be data driven ensuring all student needs are identified. Based on the identified needs, students receive assistance from our summer skills based program and our push-in and pull-out interventions during the school year.

High School initiatives included numerous department level programs. The Athletic and Guidance departments published their first quarterly newsletters for parents and the community. The English department streamlined and improved the senior research paper and presentation. The business department connected with one of the local restaurants to improve their menu in one of our technology classes. The Challenge Day program was attended by over 200 students and addressed harassment and bullying which included ideas to promote a positive

school environment. School administration and teachers collaborated to implement a new schedule for students. The high school also partnered with AT&T to offer students math tutoring on the AT&T campus. Students received tutoring in class assignments, HSPA and SAT.

The district has seen a major change in the administration with the retirement of Superintendent Nicholas Eremita who served in that position for the past three years. Mr. Eremita began his employment with the Keansburg School District on July 1, 2001 as the middle school principal and was promoted to the position of Director of Curriculum and Instruction prior to being named Superintendent in 2008. On July 1, 2011 the district welcomed our new superintendent, Mr. Gerald North who has taken the challenge to lead our district during these difficult financial times.

4. ACCOUNTING SYSTEMS AND REPORTS: The District's accounting records reflect generally accepted accounting principles, as promulgated by the Governmental Accounting Standards Board (GASB). The accounting system of the District is organized on the basis of funds and account groups. These funds and account groups are explained in the Notes to the Financial Statements.
5. INDEPENDENT AUDIT: State statutes require an annual audit by independent certified public accountants or registered municipal accountants. The Board selected the accounting firm of Cowan, Guteski and Co. for this task. In addition to meeting the requirement set forth in state statutes, the audit was also designed to meet the requirements of the Single Audit Act of 1984, the related OMB Circular A-133 and State OMB Circular 04-04. The auditor's report on the general-Purpose financial statements and combining and individual fund statements and schedules 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.
6. ACKNOWLEDGMENTS: We would like to express our appreciation to the members of the Keansburg Board of Education for their concern in providing fiscal accountability to the citizens and taxpayers of the District and thereby contributing their full support to the development and maintenance of our financial operation. The preparation of this report could not have been accomplished without the efficient and dedicated services of our financial and accounting staff.

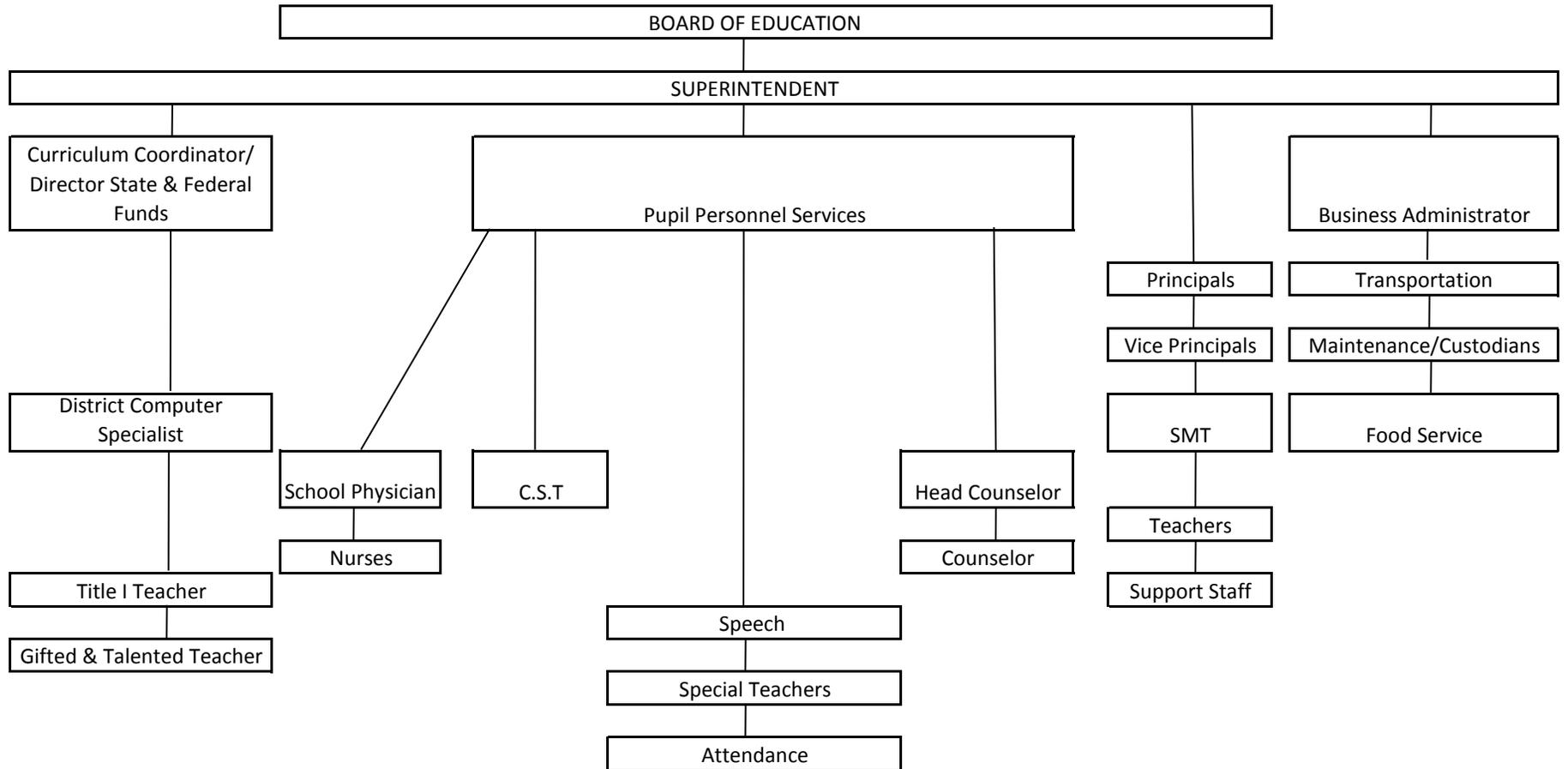
Respectfully submitted,



Corey J. Lowell, CPA
Business Administrator/
Board Secretary

KEANSBURG SCHOOL DISTRICT

Organization Chart



KEANSBURG SCHOOL DISTRICT
BOARD OF EDUCATION
KEANSBURG, NEW JERSEY

Roster of Officials
June 30, 2011

<u>Members of the Board of Education</u>	<u>Term Expires</u>
Judy Ferraro	2012
Kimberly Kelaher Moran, Vice President	2014
Ann Marie Best	2013
Dolores A. Bartram	2013
Ann Commarato	2013
Robert Ketch	2012
Christine Blum	2014
Steven Rogan	2012
Michael Donaldson	2012

Other Officials

Gerald North, Superintendent of Schools

Corey Lowell, School Business Administrator/Board Secretary

Sean Gately, Treasurer of School Monies

KEANSBURG SCHOOL DISTRICT
BOARD OF EDUCATION
KEANSBURG, NEW JERSEY

Consultants and Advisors

Auditor

Cowan, Guteski & Co., P.A.
40 Bey Lea Road, Suite A101
Toms River, New Jersey 08753

Attorney

John O. Bennet, Esq.
Dillworth, Paxton, LLP
1305 Campus Parkway-Suite 201
Neptune, New Jersey 07753

Architect

Andrew F. Trocchia, AIA
Sonnenfeld and Trocchia Architects
53 Main Street
Holmdel, New Jersey 07733

Health Insurance Broker

John Lajewski
Connor Strong Companies, Inc.
231 Main Street, P.O. Box 2017
Toms River, NJ 08754

Property/Casualty Insurance Broker

New Jersey School Boards
Association Insurance Group
450 Veterans Drive
Burlington, New Jersey 08016

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Financial Section

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Independent Auditors' Report

Honorable President and Members
of the Board of Education
Keansburg School District
Keansburg, New Jersey
County of Monmouth

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

We conducted our audit in accordance with auditing standards generally accepted in the United States of America; audit requirements as prescribed by the Division of Administration and Finance, Department of Education, State of New Jersey; and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards and requirements require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes consideration of internal control over financial reporting as a basis for designing audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the District's internal control over financial reporting. Accordingly, we express no such opinion. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinions.

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

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and budgetary comparison information on pages 10 through 17 and 45 through 50 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because

the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise of the District's basic financial statements. The accompanying supplementary information, such as the introductory section, combining and individual 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 do not express an opinion on them.

The accompanying schedules of expenditures of federal awards and state financial assistance are presented for purposes of additional analysis as required by U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations* and New Jersey OMB 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.



William C. McNamara, CPA
Licensed Public School Accountant
No. CS02023
Cowan, Guteski & Co., P.A.

Toms River, New Jersey
November 28, 2011

Required Supplementary Information - Part I

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**KEANSBURG SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
YEAR ENDED JUNE 30, 2011**

As management of the Keansburg School District, we offer readers of the District's financial statements this narrative overview and analysis of the financial activities of the District for the fiscal year ended June 30, 2011. We encourage readers to consider the information presented here in conjunction with additional information presented in the Letter of Transmittal, the financial statements, notes to the financial statements, and other supplemental information to enhance their understanding of the District's financial performance.

Financial Highlights

- The total assets of the Keansburg School District exceeded its liabilities at the end of the 2011 fiscal year by \$10,371,513.
- Total assets of the District's business-type activities, the school food services program are \$67,235.
- General revenues accounted for \$36,833,475. Program specific revenues in the form of charges for services and grants and contributions accounted for \$5,655,821.

Overview of the Financial Statements

This discussion and analysis is intended to serve as an introduction to the District's basic financial statements. The District's basic financial statements comprise three components: 1) district-wide financial statements, 2) fund financial statements and 3) notes to the financial statements. This report also contains other supplementary information in addition to the basic financial statements themselves.

District-wide financial statements. The *district-wide financial statements* are designed to provide readers with a broad overview of the District's finances, in a manner similar to private-sector companies.

The *Statement of Net Assets* presents information on all of the District's assets and liabilities, with the difference between the two reported as *net assets*. Over time, increases or decreases in net assets may serve as a useful indicator of whether the financial position of the District is improving or deteriorating. To assess the District's overall health, additional non-financial factors, such as changes in the District's property tax base and the condition of school buildings and other facilities should be considered.

The *Statement of Activities* presents information showing how the District's net assets changed during the most recent fiscal year. All of the current year's revenue and expenses are reported as soon as the underlying event giving rise to the changes occurs, regardless of when cash is received or paid. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods.

In the district-wide financial statements, the District's activities are divided into two distinct activities.

Governmental Activities – Most of the District's programs and services reported here include instruction, support services, operation and maintenance of plant, pupil transportation, and administration. Property taxes and state formula aid finance most of these activities.

Business-Type Activities – The District charges fees and receives federal and state reimbursements to cover the costs of its food service operation. The financial activity of this program is reported as business-type activity.

Fund financial statements. Fund financial statements provide information about the District's major funds. The District uses many funds to account for a multitude of financial transactions. New Jersey school districts are required to treat all governmental and enterprise funds as major funds because of the importance placed on these funds by users of these financial statements.

Governmental Funds – Most of the District's activities are reported in the governmental funds, which focus on how money flows into and out of those funds and the balance left at year-end available for spending in future periods. These funds are reported using the accounting method called Modified Accrual Accounting. This method of accounting measures cash and all other financial assets that can readily be converted into cash. The governmental fund financial statements provide a detail short-term view of the District's general governmental operations and 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 at the district-wide level and those reported at the fund level are reconciled in the financial statements of the governmental funds.

Proprietary Fund – Services for which the District charges a fee are generally reported in proprietary funds. Proprietary funds are reported in the same way as the district-wide statements. The Food Service Fund has historically operated as the Enterprise Fund using the same basis of accounting as business type activities.

Fiduciary Fund – The District serves as the trustee, or *fiduciary*, for assets that belong to others such as the student activities fund. The District is responsible for ensuring that the assets reported in these funds are used only for their intended purposes and by those to whom the assets belong. The District excludes these activities from the district-wide financial statements because it cannot use these assets to finance its operations.

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.

Other information. In addition to the basic financial statements and accompanying notes, this report also presents certain *required supplementary information* concerning the District’s budget process. The district adopts an annual expenditure budget for all governmental funds. A budgetary comparison statement has been provided for the General Fund as required supplementary information.

Financial Analysis of the District as a Whole

Net assets. Net assets serve over time as a useful indicator of a government’s financial position. In the case of the District, assets exceeded liabilities by \$10,371,513 as of June 30, 2011.

The largest portion of the District’s net assets reflect its investment in capital assets (e.g. land and improvements, building and improvements, vehicles, furniture and equipment and construction in progress), less any related debt used to acquire those assets that is still outstanding. The District uses these capital assets to provide services to its students; consequently, these assets are not available for future spending. Although the District’s investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

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

The following table presents a summary of the District’s net assets for the fiscal year ended June 30, 2010 and comparison with June 30, 2011.

	<u>2010</u>	<u>2011</u>
Current assets	\$ 9,297,673	\$ 8,106,327
Capital assets, net	<u>7,806,619</u>	<u>7,577,958</u>
Total assets	\$17,104,292	\$15,684,285
Current liabilities	6,575,177	2,895,871
Long-term debt outstanding	<u>3,277,750</u>	<u>2,312,493</u>
Total liabilities	\$ 9,852,927	\$ 5,208,364

Net assets:

Invested in capital assets, net of related debt	\$ 4,116,440	\$ 4,784,327
Restricted	\$ 2,474,284	4,991,990
Unrestricted	<u>\$ 660,641</u>	<u>699,604</u>
Total net assets	\$ 7,251,365	\$ 10,475,921

The District's total net assets were \$10,390,501 as of June 30, 2011. Of this amount \$699,604 is unrestricted. In the District's only business-type activities, the food service program, liabilities exceeded assets by \$104,408 as of June 30, 2011.

Changes in net assets. The District's total revenues for the fiscal year ended June 30, 2011, were \$42,488,213. The total cost of all programs and services was \$39,399,519. The following table presents a summary of the changes in net assets for the fiscal year ended June 30, 2011 and comparison with June 30, 2010.

	<u>2010</u>	<u>2011</u>
Revenues:		
Program revenues:		
Charges for services	\$ 283,936	\$ 197,230
Operating grants and contributions	7,105,408	5,458,591
General revenues:		
Property taxes	4,656,030	4,802,995
Federal and State Aid	32,301,985	31,283,072
Other	<u>23,154</u>	<u>746,325</u>
Total Revenues	44,370,513	42,488,213
Expenses:		
Program expenses:		
Instruction:		
Regular	\$16,219,154	\$14,014,543
Special	6,050,083	5,851,117
Other	3,271,008	3,391,348
Support services:		
Tuition	2,587,266	2,747,958
Support services	6,587,572	4,850,056
General administration	781,386	694,793
School administration	1,162,403	1,496,058
Operations and maintenance	2,327,790	2,919,370
Pupil transportation	1,389,447	999,079
Business and other support services	1,350,623	838,566
Food Service	1,128,573	995,014

Other	<u>635,690</u>	<u>601,617</u>
Total Expenses	43,490,995	39,399,519
Increase (decrease) in net assets	\$ 879,518	\$ 3,088,694

Governmental and business-type activities. The following table presents the cost of the major District functional activities. It also shows each function's net cost (total cost less charges for services generated by the activities and intergovernmental aid provided for specific programs.) The net cost shows the financial burden that was placed on the State and District's taxpayers by each of these functions.

	<u>Total Cost</u>	<u>Net Cost</u>
Governmental Activities		
Instruction	\$23,257,008	\$18,461,422
Tuition	2,747,958	2,747,958
Support services – instructional	4,850,056	4,850,056
General administration	694,793	694,793
School administration	1,496,058	1,496,058
Operations and maintenance	2,919,370	2,919,370
Pupil transportation	999,079	999,079
Business and other support services	838,566	838,566
Other	<u>601,617</u>	<u>601,617</u>
Total Governmental Activities	38,404,505	33,608,919
Business-type Activities		
Food Service Program	995,014	134,779
Total	\$ 39,399,519	33,743,698

- The cost of all governmental activities this year was \$38,404,505.
- Federal and state governments and charges for services subsidized certain programs with grants and contributions and other local revenue of \$5,655,821.
- Instruction represents 60.5% of the total cost of all governmental activities of the District.
- Administration represents 5.7% of the total cost of all governmental activities of the District.
- For business-type activities, the food services program expenses exceeded revenues by \$134,779.
- Charges for services in the food service program represent \$197,230.

Financial Analysis of the District's Funds

The focus of the District's governmental funds is to provide information on near-term inflows, outflows and balances of spendable resources. Such information is useful in assessing the District's financial requirements. In particular, unreserved fund balance may serve as a useful measure of the District's net resources available for spending at the end of the fiscal year.

The financial performance of the District as a whole is reflected in its governmental funds. As the District completed the year, its governmental funds reported a combined fund balance of \$6,160,076. There is a deficit of \$756,536 in the unassigned fund balance. The remaining fund balance is reserved or designated to indicate that it is not available for spending because it has already been committed.

General Fund Budgetary Highlights

The District's budget is prepared according to the State of New Jersey budget law and is based on a basis of cash receipts, disbursements, and encumbrance system. The most significant budgeted funds are the General Fund and the Special Revenue Fund.

The District uses school-based budgets as required by the New Jersey Department of Education. The utilization of these budgets provides tight budgetary control for each school and flexibility for site management.

During the fiscal year 2011, the District amended its general fund budget as needed. The amendments are due to changes in expenditure priorities of the District. The State of New Jersey budget guidelines provide flexibilities for Districts to amend budget line items upon the Board's approval.

A schedule showing the original and final budget amounts compared to the actual financial activity for the General Fund is provided in this report.

Capital Assets and Debt Administration

Capital assets. For the fiscal year ended June 30, 2011, the District had \$7,577,958, net of depreciation in a broad range of capital assets, including school building, athletic facilities, computer and audiovisual equipment.

Debt administration As of June 30, 2011, the District had \$2,590,000 in general obligation bonds outstanding, \$860,000 due within one year. (More detailed information about the District's long-term liabilities is presented in notes to the financial statements.)

Factors Bearing on the District's Future

At the time these financial statements were prepared and audited, the administration and Board of Education were not aware of any existing circumstances that would significantly impact the financial health of the District.

Contacting the District's Financial Management

The financial report is designed to provide a general overview of the Keansburg School District's finances for all those with an interest in the District's finances. Questions concerning any of the information in this report or requests for additional information should be addressed to Corey Lowell, School Business Administrator/Board Secretary, Keansburg Board of Education, 100 Palmer Place, Keansburg, NJ 07734.

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Basic Financial Statements

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District-wide Financial Statements

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KEANSBURG SCHOOL DISTRICT
STATEMENT OF NET ASSETS
June 30, 2011

Exhibit A-1

	Governmental Activities	Business-type Activities	Total
ASSETS			
Cash and Cash Equivalents	\$ 4,083,711	\$ 14,089	\$ 4,097,800
Accounts Receivable, net	2,441,024	47,111	2,488,135
Interfund Receivables	1,581,592	-	1,581,592
Inventory	-	4,194	4,194
Capital Assets, net	7,577,958	1,841	7,579,799
Total Assets	\$ 15,684,285	\$ 67,235	\$ 15,751,520
LIABILITIES			
Accounts Payable	\$ 3,363	\$ 157,520	\$ 160,883
Accrued Expenses	314,682	-	314,682
Accrued Interest	47,117	-	47,117
Interfund Payables	1,623,015	14,123	1,637,138
Deferred Revenue	5,191	-	5,191
Current Portion of Long Term Debt	902,503	-	902,503
Noncurrent Liabilities:			
Due beyond one year	2,312,493	-	2,312,493
Total Liabilities	5,208,364	171,643	5,380,007
NET ASSETS			
Invested in Capital Assets, net of related debt	4,784,327	-	4,784,327
Restricted for:			
Reserved Fund Balance - Excess Surplus - designated for subsequent year's expenditures	1,048,079	-	1,048,079
Reserved Fund Balance - Excess Surplus	2,085,279	-	2,085,279
Reserved for Maintenance Reserve	400,000	-	400,000
Reserved for Emergency Reserve	250,000	-	250,000
Encumbrances	1,208,632	-	1,208,632
Unrestricted	699,604	(104,408)	595,196
Total Net Assets	\$ 10,475,921	\$ (104,408)	\$ 10,371,513

See Accompanying Notes and Independent Auditors' Report

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KEANSBURG SCHOOL DISTRICT
STATEMENT OF ACTIVITIES
For the Fiscal Year Ended June 30, 2011

Exhibit A-2

Functions/Programs	Expenses	Program Revenues		Net (Expense) Revenue and Changes in Net Assets		
		Charges for Services	Operating Grants and Contributions	Governmental Activities	Business-type Activities	Total
Governmental Activities						
Instruction						
Regular	\$ 14,014,543	\$ -	\$ 3,549,350	\$ (10,465,193)	\$ -	\$ (10,465,193)
Special education	5,851,117	-	-	(5,851,117)	-	(5,851,117)
Other instruction	3,391,348	-	1,246,236	(2,145,112)	-	(2,145,112)
Support services						
Tuition	2,747,958	-	-	(2,747,958)	-	(2,747,958)
Student and instruction related services	4,850,056	-	-	(4,850,056)	-	(4,850,056)
General administrative services	694,793	-	-	(694,793)	-	(694,793)
School administrative services	1,496,058	-	-	(1,496,058)	-	(1,496,058)
Plant operations and maintenance	2,919,370	-	-	(2,919,370)	-	(2,919,370)
Pupil transportation	999,079	-	-	(999,079)	-	(999,079)
Business and other support services	838,566	-	-	(838,566)	-	(838,566)
Interest on long-term debt	125,817	-	-	(125,817)	-	(125,817)
Unallocated depreciation	475,800	-	-	(475,800)	-	(475,800)
Total Governmental Activities	<u>38,404,505</u>	<u>-</u>	<u>4,795,586</u>	<u>(33,608,919)</u>	<u>-</u>	<u>(33,608,919)</u>
Business-type Activities						
Food Service	995,014	197,230	663,005	-	(134,779)	(134,779)
Total Business-type Activities	<u>995,014</u>	<u>197,230</u>	<u>663,005</u>	<u>-</u>	<u>(134,779)</u>	<u>(134,779)</u>
Total Primary Government	<u>\$ 39,399,519</u>	<u>\$ 197,230</u>	<u>\$ 5,458,591</u>	<u>\$ (33,608,919)</u>	<u>\$ (134,779)</u>	<u>\$ (33,743,698)</u>
General revenues and transfers:						
Taxes:						
Taxes levied for general purposes				\$ 4,352,386	\$ -	\$ 4,352,386
Taxes levied for debt service				450,609	-	450,609
Federal and State aid not restricted				31,283,072	-	31,283,072
Investment Earnings				1,961	37	1,998
Miscellaneous Income (Expense)				447,450	(1,120)	446,330
Recovery on Disposal of Fixed Assets				297,997	-	297,997
Total general revenues and transfers				<u>36,833,475</u>	<u>(1,083)</u>	<u>36,832,392</u>
Change in Net Assets				3,224,556	(135,862)	3,088,694
Net Assets—beginning				7,251,365	31,454	7,282,819
Net Assets—ending				<u>\$ 10,475,921</u>	<u>\$ (104,408)</u>	<u>\$ 10,371,513</u>

See Accompanying Notes and Independent Auditors' Report

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Fund Financial Statements

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Governmental Funds

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KEANSBURG SCHOOL DISTRICT
BALANCE SHEET
GOVERNMENTAL FUNDS
June 30, 2011

Exhibit B-1

	General Fund	Special Revenue Fund	Capital Projects Fund	Debt Service Fund	Total Governmental Funds
ASSETS					
Cash and Cash Equivalents	\$ 3,340,200	\$ 743,511	\$ -	\$ -	\$ 4,083,711
Accounts Receivables from Other Governments	1,599,485	841,539	-	-	2,441,024
Interfund Receivable	1,581,592	-	-	-	1,581,592
Total Assets	\$ 6,521,277	\$ 1,585,050	\$ -	\$ -	\$ 8,106,327
LIABILITIES AND FUND BALANCES					
Liabilities					
Accrued Expenses	\$ -	\$ 314,682	\$ -	\$ -	\$ 314,682
Interfund Payable	361,201	1,261,814	-	-	1,623,015
Payable to State Government	-	3,363	-	-	3,363
Deferred Revenue	-	5,191	-	-	5,191
Total Liabilities	361,201	1,585,050	-	-	1,946,251
Fund Balances					
Restricted for:					
Excess Surplus - Current Year	2,085,279	-	-	-	2,085,279
Excess Surplus - Designated for subsequent year's expenditures	1,048,079	-	-	-	1,048,079
Maintenance Reserve	400,000	-	-	-	400,000
Emergency Reserve	250,000	-	-	-	250,000
Committed to:					
Encumbrances	1,208,632	-	-	-	1,208,632
Assigned to:					
Designated for subsequent year's expenditures	1,924,622	-	-	-	1,924,622
Unassigned, reported in:					
General Fund	(756,536)	-	-	-	(756,536)
Total Fund Balances	6,160,076	-	-	-	6,160,076
Total Liabilities and Fund Balances	\$ 6,521,277	\$ 1,585,050	\$ -	\$ -	

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 \$16,777,197 and the accumulated depreciation is \$9,199,239

\$ 7,577,958

Long-term liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported as liabilities in the funds. Long-term liabilities at year-end consist of:

Bonds payable	\$ (2,590,000)
Accrued interest on the bonds	(47,117)
Capital leases payable	(203,631)
Compensated absences	(421,365)

(3,262,113)

Net assets of governmental activities

\$ 10,475,921

KEANSBURG SCHOOL DISTRICT
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
For the Fiscal Year Ended June 30, 2011

Exhibit B-2

	General Fund	Special Revenue Fund	Capital Projects Fund	Debt Service Fund	Total Governmental Funds
REVENUES					
Local sources					
Local Tax Levy	\$ 4,352,386	\$ -	\$ -	\$ 450,609	\$ 4,802,995
Interest on Investments	1,961	-	-	-	1,961
Miscellaneous	313,932	133,518	-	-	447,450
Total - Local Sources	<u>4,668,279</u>	<u>133,518</u>	<u>-</u>	<u>450,609</u>	<u>5,252,406</u>
State Sources	29,884,325	3,203,239	-	561,035	33,648,599
Federal Sources	84,071	2,345,988	-	-	2,430,059
Total Revenues	<u>34,636,675</u>	<u>5,682,745</u>	<u>-</u>	<u>1,011,644</u>	<u>41,331,064</u>
EXPENDITURES					
Current					
Regular Instruction	7,556,633	2,993,914	-	-	10,550,547
Special Education Instruction	4,126,280	-	-	-	4,126,280
Other Instruction	1,538,607	1,246,236	-	-	2,784,843
Support Services and Undistributed Costs					
Tuition	2,747,958	-	-	-	2,747,958
Student and Instruction Related Services	3,399,124	-	-	-	3,399,124
General Administrative	606,357	-	-	-	606,357
School Administrative Services	1,075,871	-	-	-	1,075,871
Plant Operations and Maintenance	2,905,426	-	-	-	2,905,426
Student Transportation	983,010	-	-	-	983,010
Business and Other Support Services	623,944	-	-	-	623,944
Unallocated Benefits	7,268,625	686,634	-	-	7,955,259
Principal	-	-	-	870,000	870,000
Interest and Other Charges	-	-	-	141,644	141,644
Capital Outlay	18,912	2,320	69,551	-	90,783
Total Expenditures	<u>32,850,747</u>	<u>4,929,104</u>	<u>69,551</u>	<u>1,011,644</u>	<u>38,861,046</u>
(Deficiency) Excess of Revenues (Under) Over Expenditures	<u>1,785,928</u>	<u>753,641</u>	<u>(69,551)</u>	<u>-</u>	<u>2,470,018</u>
OTHER FINANCING SOURCES (USES)					
Transfers In	17,958,237	-	-	-	17,958,237
Transfers Out	<u>(17,204,596)</u>	<u>(753,641)</u>	<u>-</u>	<u>-</u>	<u>(17,958,237)</u>
Total Other Financing Sources (Uses)	<u>753,641</u>	<u>(753,641)</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balances	2,539,569	-	(69,551)	-	2,470,018
Fund Balance - July 1	3,620,507	-	69,551	-	3,690,058
Fund Balance - June 30	<u>\$ 6,160,076</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 6,160,076</u>

See Accompanying Notes and Independent Auditors' Report

KEANSBURG SCHOOL DISTRICT
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS
TO THE STATEMENT OF ACTIVITIES
For the Fiscal Year Ended June 30, 2011

Exhibit B-3

Total net change in fund balances - Governmental Funds (from B-2) \$ 2,470,018

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

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

Depreciation expense	\$ (475,800)	
Capital outlays	<u>388,782</u>	(87,018)

Repayment of capital leases is an expenditure in the Governmental Fund, but the repayment reduces long-term liabilities in the Statement of Net Assets and is not reported in the Statement of Activities. 26,553

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. 870,000

In the Statement of Activities, interest on long-term debt in the Statement of Activities is accrued, regardless of when due. In the Governmental Funds, interest is reported when due. The accrued interest is an addition in the reconciliation. The payment of the prior year accrued interest is a deduction. The net reconciling item is: 15,827

In the Statement of Activities, certain operating expenses, e.g. compensated absences (vacations and sick time) 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 deduction; when the paid amounts exceed the earned amount the difference is an addition to the reconciliation. (70,824)

Change in net assets of governmental activities		<u><u>\$ 3,224,556</u></u>
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Proprietary Funds

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KEANSBURG SCHOOL DISTRICT
STATEMENT OF NET ASSETS
PROPRIETARY FUNDS
June 30, 2011

	ASSETS	Business-type Activities - Enterprise Funds <u>Food Service</u>
Current Assets		
Cash and Cash Equivalents		\$ 11,885
Accounts Receivable		
State		46,318
Federal		793
Investments		2,204
Inventory		<u>4,194</u>
Total Current Assets		<u>65,394</u>
Capital Assets, net		<u>1,841</u>
Total Assets		<u><u>\$ 67,235</u></u>
	LIABILITIES	
Liabilities		
Accounts Payable		\$ 157,520
Interfund Accounts Payable		<u>14,123</u>
Total Liabilities		<u>171,643</u>
	NET ASSETS	
Unrestricted		<u>(104,408)</u>
Total Liabilities and Net Assets		<u><u>\$ 67,235</u></u>

KEANSBURG SCHOOL DISTRICT
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET ASSETS
PROPRIETARY FUNDS
For the Fiscal Year Ended June 30, 2011

	<u>Business-type Activities - Enterprise Fund Food Service</u>
Operating Revenues	
Charges for Services	
Daily Sales - Reimbursable Programs	\$ 197,230
Total Operating Revenues	<u>197,230</u>
Operating Expenses	
Cost of Sales	349,740
Salaries	519,689
Equipment	10,918
Management Fee	80,137
Depreciation Expense	1,786
Food Distribution	19,190
Miscellaneous Costs	13,554
Total Operating Expenses	<u>995,014</u>
Operating Loss	<u>(797,784)</u>
Non-Operating Revenues (Expenses)	
State Sources	
State School Lunch Program	10,681
Federal Sources	
National School Lunch Program	461,636
National School Breakfast Program	131,105
National After School Snack Program	6,405
Fresh Fruit and Veggies Grant	33,988
Food Distribution Program	19,190
Interest and Investment Revenue	37
Miscellaneous Income (Expense)	(1,120)
Total Non-Operating Revenues (Expenses)	<u>661,922</u>
Change in Net Assets	(135,862)
Total Net Assets - July 1	<u>31,454</u>
Total Net Assets - June 30	<u>\$ (104,408)</u>

See Accompanying Notes and Independent Auditors' Report

KEANSBURG SCHOOL DISTRICT
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
For the Fiscal Year Ended June 30, 2011

	Business-type Activities - Enterprise Fund <u>Food Service</u>
CASH FLOWS FROM OPERATING ACTIVITIES	
Receipts From Customers	\$ 207,084
Payments to Employees	(519,689)
Payments for Other Costs	(90,487)
Payments to Suppliers	<u>(282,499)</u>
Net Cash Used by Operating Activities	<u>(685,591)</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES	
Cash Received from State and Federal Reimbursements	<u>643,815</u>
Net Cash Provided from Noncapital Financing Activities	<u>643,815</u>
CASH FLOWS FROM INVESTING ACTIVITIES	
Interest and Dividends	<u>37</u>
Net Cash Provided from Investing Activities	<u>37</u>
Net Decrease in Cash and Cash Equivalents	(41,739)
Cash and Cash Equivalents, Beginning of Year	<u>53,624</u>
Cash and Cash Equivalents, End of Year	<u><u>\$ 11,885</u></u>
Reconciliation of Operating Loss to Net cash Used	
by Operating Activities	
Operating Loss	<u>\$ (797,784)</u>
Adjustments to Reconcile Operating Loss to net Cash Used	
by Operating Activities	
Depreciation Expense	1,786
Food Distribution Program	19,190
Decrease in:	
Accounts Receivable	11,728
Inventory	7,667
Increase (Decrease) in:	
Accounts Payable	59,574
Interfund Payable	14,122
Deferred Revenue	<u>(1,874)</u>
Total Adjustments	<u>112,193</u>
Net Cash Used by Operating Activities	<u><u>\$ (685,591)</u></u>

See Accompanying Notes and Independent Auditors' Report

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Fiduciary Fund

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KEANSBURG SCHOOL DISTRICT
STATEMENT OF FIDUCIARY NET ASSETS
FIDUCIARY FUNDS
June 30, 2011

	Private Purpose Scholarship Fund	Agency Fund
ASSETS		
Cash and Cash Equivalents	\$ 20,513	\$ 231,611
Total Assets	\$ 20,513	\$ 231,611
LIABILITIES		
Due to Student Groups	\$ -	\$ 80,615
Payroll Deductions and Withholdings	-	150,996
Total Liabilities	-	231,611
NET ASSETS		
Fund Balance Reserved for Scholarships	20,513	-
Total Liabilities and Net Assets	\$ 20,513	\$ 231,611

See Accompanying Notes and Independent Auditors' Report

KEANSBURG SCHOOL DISTRICT
 STATEMENT OF CHANGES IN FIDUCIARY NET ASSETS
 FIDUCIARY FUNDS
 For the Fiscal Year Ended June 30, 2011

	Private Purpose Scholarship Fund
REVENUE	
Interest on Investments	\$ 15
DEDUCTIONS	
Scholarships	(1,200)
Change in Net Assets	(1,185)
Net Assets - Beginning of the Year	21,698
Net Assets - End of the Year	\$ 20,513

Notes to Financial Statements

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KEANSBURG SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2011

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The basic financial statements of the Keansburg 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 GASB has issued codification of governmental accounting and financial standards dated June 30, 2000. This codification and subsequent GASB pronouncements are recognized as generally accepted accounting principles for state and local government.

This financial report has been prepared in accordance with GASB Statement No. 34, Basic Financial Statements – Management's Discussion and Analysis – for State and Local Governments, issued in June 1999. Significant changes included in the Statement include the following:

- A Management and Discussion and Analysis (MD&A) section providing an analysis of the District's overall financial position and results of its operations.
- Financial statements prepared using full accrual accounting for all of the District's activities.
- A change in the fund financial statements to focus on the major funds.

These and other changes are reflected in the accompanying basic financial statements. The more significant of the District's accounting policies are described below.

A. Reporting Entity:

The District is a Type II district located in the County of Monmouth, State of New Jersey. As a Type II district, the District functions independently through a Board of Education ("Board"). The Board consists of nine members elected to three-year terms 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.

Component units are legally separate organizations for which the school district is financially accountable. Component units may also include organizations that are fiscally dependent on the school district in that the school district approves their budget, the issuance of their debt, or the levy of taxes. The District has no component units. Furthermore, the District is not includable in any other reporting entity on the basis of such criteria.

The District also applies Financial Accounting Standards Board pronouncements issued on or before November 30, 1989 to its governmental and business-type activities and proprietary funds provided they do not conflict with or contradict GASB pronouncements.

B. Basic Financial Statements – Government-Wide Statements:

The District's basic financial statements include both government-wide (reporting the District as a whole) and fund financial statements. The government-wide financial statements categorize primary activities as either governmental or business-type.

The government-wide statement of net assets is reported on the full accrual, economic resource basis, which recognizes all long-term assets and receivables as well as long-term debt and obligations. Governmental activities, which are normally supported by taxes and intergovernmental revenues, are reported separately from business-type activities, which rely on fees and charges for support. The District's net assets are reported in three parts—invested in capital assets, net of related debt; restricted net assets; and unrestricted net assets.

KEANSBURG SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2011

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

B. Basic Financial Statements – Government–Wide Statements (continued):

The government-wide statement of activities reports both the gross and net costs of each of the District's functions. The net costs by function are normally supported by general revenues (property taxes, unrestricted intergovernmental revenues and investment income). The direct expenses of a given function or business segment, including depreciation expense, are offset by program revenues. Program revenues must be directly associated with the functional expense and includes charges for services, operating grants restricted to a specific function and capital grants and contributions.

The District does not allocate indirect costs. In creating the government-wide financial statements the District has eliminated interfund transactions.

The District maintains a policy of utilizing restricted resources first in financing qualified activities.

C. Basic Financial Statements – Fund Financial Statements:

The accounts of the District are organized on the basis of funds, each of which is considered a separate accounting entity with a self-balancing set of accounts that comprise its assets, liabilities, fund balance, revenue and expenditures. Governmental resources are allocated to and for individual funds based upon the purposes for which they are to be spent and the means by which spending activities are controlled. Funds are classified into three categories: governmental, proprietary and fiduciary. Each category, in turn, is divided into separate "fund types."

Governmental Fund Types - Governmental funds are those funds through which most of the District's functions are typically financed. The acquisition, use and balances of the District's expendable financial resources and the related current liabilities are accounted for through 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.

Special Revenue Fund: The District accounts for the proceeds of specific revenue sources (other than expendable trusts or major capital projects) that are legally restricted to expenditures for specified purposes in the special revenue funds.

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

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

KEANSBURG SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2011

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

C. Basic Financial Statements – Fund Financial Statements (continued):

Proprietary Fund Types:

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

The District's enterprise fund is comprised solely of its food service fund.

Fiduciary Fund Types:

Trust and Agency Funds: The trust and agency funds are used to account for assets held by the District on behalf of outside parties, including other governments, or on behalf of other funds within the District.

Expendable Trust Funds (Unemployment Compensation Insurance Fund and Scholarship Fund): Expendable trust funds are used to account for assets held under the terms of a formal trust agreement, whereby the District may make expenditures against both the trust principal and any interest earned thereon.

Nonexpendable Trust Funds: 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. The District maintains a scholarship fund as a nonexpendable trust fund as of June 30, 2011.

Agency Funds (Payroll and Student Activities Fund): 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.

D. Measurement Focus and Basis of Accounting:

Basis of accounting refers to the point at which revenues or expenditure/expenses are recognized in the accounts and reported in the basic financial statements. It relates to the timing of the measurements made regardless of the measurement focus applied. Governmental funds use the current financial resources focus and the governmental-wide statement uses the economic resources measurement focus.

Accrual

Governmental activities in the government-wide financial statements are presented on the accrual basis of accounting. The accrual basis of accounting is also used for measuring financial position and operating results of proprietary fund types. Revenues are recognized when earned and expenses are recognized when incurred.

KEANSBURG SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2011

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

D. Measurement Focus and Basis of Accounting (continued):

Modified Accrual

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

Ad Valorem (Property) Taxes are susceptible to accrual as under New Jersey State Statute a municipality is required to remit to its school district the entire balance of taxes in the amount voted upon or certified, prior to the end of the school year. The District records the entire approved tax levy as revenue (accrued) at the start of the fiscal year, since the revenue is both measurable and available. The District is entitled to receive monies under the established payment schedule and the unpaid amount is considered to be an "accounts receivable."

E. Budgets/Budgetary Control:

Annual appropriated budgets are prepared in the spring of each year for the General, Special Revenue and Debt Service Funds. The budgets are submitted to the county office and are voted upon at the annual school election on the third Tuesday in April. Budgets are prepared using the modified accrual basis of accounting. The legal level of budgetary control is established at line item accounts within each fund. Line item accounts are defined as the lowest (most specific) level of details as established pursuant to the minimum chart of accounts referenced in N.J.A.C. 6A:23-2.1. All budget amendments must be approved by Board resolution.

Formal budgetary integration into the accounting system is employed as a management control device during the year. For governmental funds there are no substantial differences between the budgetary basis of accounting and accounting principles generally accepted in the United States of America 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.

A reconciliation of differences between budgetary inflows and outflows and GAAP revenues and expenditures is presented in exhibit C-3 in the financial statements.

KEANSBURG SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2011

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

F. Encumbrances:

Under encumbrance accounting, purchase orders, contracts and other commitments for the expenditure of resources are recorded to reserve a portion of the applicable appropriation. Open encumbrances in governmental funds, other than the special revenue fund, are reported as a reservation 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.

G. Cash, Cash Equivalents and Investments:

Cash and cash equivalents include petty cash, change funds, cash in banks and all highly liquid investments with 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.

H. Short-Term Interfund Receivables/Payables:

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

KEANSBURG SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2011

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

I. Inventory:

On the government-wide financial statements, inventory is presented at the lower of cost or market on a first-in, first-out basis, and are expensed when used. Inventory in governmental funds are stated at cost by the first-in, first-out method. The purchase method is used to account for inventory. Under the purchase method, inventory is recorded as expenditures when purchased; however, an estimated value of inventory is being reported as an asset in the general fund. The inventory in the general fund is equally offset by a fund balance reserve, which indicates they do not constitute "available spendable resources" even though they are a component of net current assets. There was no material balance of inventory in governmental funds at June 30, 2011.

A physical inventory of the food services fund was taken as of June 30, 2011. The inventory consisted of purchased commodities and supplies; both valued using the first-in, first-out method. The District values government commodities at their estimated fair market value and reports any unused commodities as deferred revenue.

J. Prepaid Expenses:

In both the government-wide and fund financial statements, prepaid expenses are recorded as assets in the specific governmental fund in which the future benefit will be received.

K. Allowance for Uncollectible Accounts:

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

L. Capital Assets:

Capital assets purchased or acquired are capitalized at historical costs or estimated historical costs and are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Capital assets as defined by the District are those assets with an initial individual cost of more than \$2,000 and an estimated useful life in excess of one year. Management has also elected to include certain homogenous asset categories with individual balances less than \$2,000 as composite groups for financial reporting purposes. Donated capital assets are recorded at estimated fair market at the date of donation.

The costs of normal maintenance and repairs that do not add to the value of an asset or materially extend the assets life are not capitalized. Improvements are capitalized and depreciated over the remaining useful lives of the related capital assets.

Depreciation on all capital assets is provided on the straight-line basis over the estimated useful lives as follows:

Site Improvements	50 years
Building and Building Improvements	20 – 50 years
Machinery and Equipment	5 – 12 years

KEANSBURG SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2011

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

M. Long-Term Obligations:

In the government-wide financial statements, and proprietary fund types in the fund financial statements, long-term debt and other long-term debt obligations are reported as liabilities in the applicable governmental activities or proprietary fund type statement of net assets. Bond premiums and discounts, as well as issuance costs, are deferred and amortized over the life of the bonds using the effective interest method. Bonds payable are reported net of the applicable bond premium or discount. Bond issuance costs are reported as deferred charges and amortized over the term of the related debt.

In the fund financial statements, governmental fund types recognize bond premiums and discounts, as well as bond issuance costs, during the current period. The face amount of debt issued is reported as other financing sources while discounts on debt issuances are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures.

N. Fund Balances:

In February 2009, the GASB issued GASB Statement No. 54, *Fund Balance Reporting and Governmental Fund Type Definitions* ("GASB 54"). GASB 54 is effective for periods beginning after June 15, 2010 and establishes fund balance classifications that comprise a hierarchy based primarily on the extent to which a government is bound to observe constraints imposed upon the use of the resources reported in governmental funds. Under GASB 54, fund balances in the governmental funds financial statements are reported under the modified accrual basis of accounting and classified into the following five categories, as defined below:

- 1) Nonspendable - includes amounts that cannot be spent because they are either (a) not in spendable form or (b) legally or contractually required to be maintained intact. Assets included in this fund balance category include prepaid assets, inventories, long-term receivables, and corpus of any permanent funds.
- 2) Restricted - includes amounts that can be spent only for the specific purposes stipulated by constitution, external resource providers, or through enabling legislation.
- 3) Committed - includes amounts that can be used only for the specific purposes determined by a formal action of the governments highest level of decision-making authority.
- 4) Assigned - amounts intended to be used by the government for specific purposes but do not meet the criteria to be classified as restricted or committed.
- 5) Unassigned - includes all spendable amounts not contained in the other classifications.

When both restricted and unrestricted resources are available for use, it is the District's policy to use restricted resources first, then unrestricted resources as they are needed. For the unrestricted fund balance, the District first spends committed funds, then assigned funds, and finally, unassigned funds.

O. Compensated Absences for Vacation and Sick Leave:

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

KEANSBURG SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2011

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

O. Compensated Absences for Vacation and Sick Leave (continued):

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 various employee unions.

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

The long-term liability for vested compensated absences of the governmental fund type is recorded in the government-wide financial statements as the benefits accrued to employees. As of June 30, 2011 the compensated absences liability for governmental funds was \$421,365.

P. Deferred Revenue:

Deferred revenue in the special revenue fund represents cash, which has been received but not yet earned. See NOTE 1(E) regarding the special revenue fund.

Q. Fund Equity:

In the fund financial statements, governmental funds report reservations of fund balance for amounts that are not available for appropriation or are legally restricted by outside parties. Designated fund balances represent plans for future use of financial resources. Contributed capital represents the amount of fund capital contributed to the proprietary funds from other funds.

R. Net Assets:

Net assets represent the difference between assets and liabilities in the government-wide financial statements. Net assets invested in capital assets are reported net of related debt and accumulated depreciation. Net assets are reported as restricted in the government-wide financial statements when there are limitations imposed on their use through external restrictions imposed by creditors, grantors, laws or regulations of other governments.

S. 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, workmen's compensation, and medical and dental benefits, were allocated based on salaries of that program. Depreciation expense, where practicable, is specifically identified by function and is included in the indirect expense column of the Statement of Activities. Depreciation expense that could not be attributed to a specific function is considered an indirect expense and is reported separately on the Statement of Activities. Interest on long-term debt is considered an indirect expense and is reported separately on the Statement of Activities.

KEANSBURG SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2011

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

T. Extraordinary and Special Items:

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

U. Memorandum Only – Total Columns:

Total columns are captioned “Memorandum Only” to indicate that they are presented only to facilitate financial analysis. Data in these columns do not present financial position, results of operations or changes in financial position in conformity with accounting principles generally accepted in the United States of America. Neither are such data comparable to a consolidation.

V. Comparative Data:

Comparative total data for the prior year had been presented in order to provide an understanding of changes on the District’s financial position and operations. Certain 2010 amounts have been reclassified to conform to the 2011 presentation. This had no effect on the financial statement amounts for either year.

W. Use of Estimates:

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

X. Subsequent Events:

Management has reviewed and evaluated all events and transactions that occurred between June 30, 2011 and November 28, 2011, the date that the financial statements were issued for possible disclosure and recognition in the financial statement, and no items have come to the attention of the District that would require disclosure.

NOTE 2. CASH AND CASH EQUIVALENTS AND INVESTMENTS

Cash and Cash Equivalents

Operating cash, in the form of checking accounts, is held in the District’s name by several commercial banking institutions. At June 30, 2011, the bank balance was \$3,357,068.

Pursuant to GASB Statement No. 40, “*Deposit and Investment Risk Disclosures*” (“GASB 40”), the District’s checking accounts are profiled in order to determine exposure if any, to Custodial Credit Risk (risk that in the event of failure of the counterparty the District would not be able to recover the value of its deposits of investment).

KEANSBURG SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2011

NOTE 2. CASH AND CASH EQUIVALENTS AND INVESTMENTS (continued)

Cash and Cash Equivalents (continued)

Deposits are considered to be exposed to Custodial Credit Risk if they are: uncollateralized (securities not pledged to the depositor), collateralized with securities held by the pledging financial institution, or collateralized securities held by financial institution's trust department or agent but not in the government's name. The District does not have a policy for custodial credit risk.

Investments

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

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

NOTE 3. ACCOUNTS RECEIVABLE

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

	GAAP Basis	Budget Basis
Federal Assistance	\$ 873,101	\$ 873,101
State Assistance	1,600,280	3,244,878
Total	\$ 2,473,381	\$ 4,117,979

NOTE 4. CAPITAL RESERVE ACCOUNT

The District does not maintain a capital reserve account as of June 30, 2011.

KEANSBURG SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2011

NOTE 5. FIXED ASSETS

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

	Beginning Balance	Additions/ Transfers	Retirements	Ending Balance
Governmental Activities:				
Land	\$ 34,453	\$ -	\$ -	\$ 34,453
Site Improvements	647,945	114,700	(100,200)	662,445
Building and Building Improvements	14,770,729	-	(1,800)	14,768,929
Machinery and Equipment	1,553,696	267,698	(510,024)	1,311,370
Totals at Historical Cost	<u>17,006,823</u>	<u>382,398</u>	<u>(612,024)</u>	<u>16,777,197</u>
Less Accumulated Depreciation for:				
Site Improvements	383,297	23,225	(85,170)	321,352
Building and Building Improvements	7,488,774	364,548	(440)	7,852,882
Machinery and Equipment	1,328,137	88,027	(391,159)	1,025,005
Total Accumulated Depreciation	<u>9,200,208</u>	<u>475,800</u>	<u>(476,769)</u>	<u>9,199,239</u>
Governmental Activity Capital Assets, net	<u><u>\$ 7,806,615</u></u>	<u><u>\$ (93,402)</u></u>	<u><u>\$ (135,255)</u></u>	<u><u>\$ 7,577,958</u></u>
Business-type Activities:				
Machinery and Equipment	\$ 327,202	\$ -	\$ (47,100)	\$ 280,102
Less: Accumulated Depreciation	<u>322,455</u>	<u>1,786</u>	<u>(45,980)</u>	<u>278,261</u>
Business-type Capital Assets, net	<u><u>\$ 4,747</u></u>	<u><u>\$ (1,786)</u></u>	<u><u>\$ (1,120)</u></u>	<u><u>\$ 1,841</u></u>

Depreciation expense for the fiscal year ended June 30, 2011, amounted to \$477,586. The District determined that it was impractical to allocate depreciation expense to the various governmental activities as the assets serve various functions.

NOTE 6. GENERAL LONG-TERM DEBT

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

	Beginning Balance	Additions	Adjustments/ Retirements	Ending Balance
Bonds Payable	\$ 3,460,000	\$ -	\$ 870,000	\$ 2,590,000
Compensated Absences	492,188	35,814	106,637	421,365
Obligations Under Capital Leases	<u>230,184</u>	<u>-</u>	<u>26,553</u>	<u>203,631</u>
	<u><u>\$ 4,182,372</u></u>	<u><u>\$ 35,814</u></u>	<u><u>\$ 1,003,190</u></u>	<u><u>\$ 3,214,996</u></u>

KEANSBURG SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2011

NOTE 6. GENERAL LONG-TERM DEBT (continued)

Bonds Payable

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

Principal and interest due on serial bonds outstanding is as follows:

	Principal	Interest	Total
2012	\$ 860,000	\$ 88,939	\$ 948,939
2013	865,000	55,135	920,135
2014	865,000	19,454	884,454
Total	\$ 2,590,000	\$ 163,528	\$ 2,753,528

Capital Leases Payable

The District is leasing various items under capital leases. Following is a schedule of the future minimum lease payments and the present net value of the net minimum payments at June 30, 2011:

	Payment	Interest	Total
2012	\$ 50,571	\$ 28,434	\$ 79,005
2013	51,672	22,747	74,419
2014	63,759	18,198	81,957
2015	37,629	14,558	52,187
	\$ 203,631	\$ 83,937	\$ 287,568

NOTE 7. FUND BALANCE – RESERVATIONS AND DESIGNATIONS

General Funds:

Of the \$7,804,674 General Fund Balance at June 30, 2011, \$1,208,632 is reserved for encumbrances; \$2,085,279 is reserved as excess surplus in accordance with N.J.S.A. 18A: 7F-7; \$1,048,079 was reserved as excess surplus at June 30, 2010, and has been appropriated and included as anticipated revenue for the year ended June 30, 2011; \$400,000 is reserved for maintenance reserve; \$250,000 is reserved for emergency reserve; \$1,924,622 has been appropriated and also included as anticipated revenue for the year ending June 30, 2011, and \$888,062 is unreserved and undesignated.

KEANSBURG SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2011

NOTE 7. FUND BALANCE – RESERVATIONS AND DESIGNATIONS (continued)

Committed to Encumbrances:

Under encumbrance accounting, purchase orders, contracts and other commitments for the expenditure of resources are recorded to reserve a portion of the applicable appropriation. Open encumbrances in governmental funds (i.e. general fund), other than the special revenue fund, are reported as reservation 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 general fund and capital projects at June 30, 2011 were \$1,208,632 and \$0, respectively.

Calculation of Excess Surplus:

In accordance with N.J.S.A. 18A: 7F-7, the designation for reserved fund balance – excess surplus is a required calculation pursuant to the New Jersey Comprehensive Educational Improvement and Financing Act of 1996 (CEIFA). New Jersey school districts are required to reserve general fund balance at the fiscal year end of June 30 if they did not appropriate a required minimum amount as budgeted fund balance in their subsequent years' budget. The excess fund balance at June 30, 2011 is \$2,085,279.

NOTE 8. PENSION PLANS

Description of Plans:

All required employees of the District are covered by either the Public Employees' Retirement System ("PERS") or the Teachers' Pension and Annuity Fund ("TPAF") 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 PERS and the TPAF. These reports may be obtained by writing to the Division of Pensions and Benefits, P.O. Box 295, Trenton, New Jersey 08625.

Teachers' Pension and Annuity Fund (TPAF):

The TPAF was established in January 1955 under the provisions of N.J.S.A. 18A:66 to provide retirement benefits, death, disability and medical benefits to certain qualified members. The TPAF 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 and 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. The PERS was established in January 1955 under the provisions of N.J.S.A. 43:15A to provide retirement benefits, death, disability and medical benefits to certain qualified members. The PERS 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.

KEANSBURG SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2011

NOTE 8. PENSION PLANS (continued)

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 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 provide 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 contributions. In the case of death before retirement, members' beneficiaries are entitled to full interest credited to the members' accounts. 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 provide 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.

Significant Legislation:

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

Contribution Requirements

The contribution policy is set by N.J.S.A. 43:15A, Chapter 62, P.L. of 1994, Chapter 115, P.L. of 1997 and N.J.S.A. 18:66, and requires contributions by active members and contributing employers. Plan member and employer contributions may be amended by State of New Jersey legislation. TPAF and PERS provide for employee contributions of 5% of employees' annual compensation, as defined. Employers are required to contribute at an actuarially determined rate in both TPAF and PERS. The actuarially determined contribution includes funding for cost-of-living adjustments, noncontributory death benefits, and post-retirement medical premiums. Under current statute the Board is a non-contributing employer of the TPAF.

KEANSBURG SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2011

NOTE 8. PENSION PLANS (continued)

Contribution Requirements (continued)

Three-Year Trend Information for PERS			
Year Funding	Annual Pension Cost (APC)	Percentage of APC Contributed	Net Pension Obligation
June 30, 2011	\$ -	100%	\$ -
June 30, 2010	-	100%	-
June 30, 2009	-	100%	-

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
June 30, 2011	\$ 1,260,490	100%	\$ -
June 30, 2010	1,255,928	100%	-
June 30, 2009	1,204,402	100%	-

During the fiscal year ended June 30, 2011, the State of New Jersey contributed \$1,260,490 to the TPAF for normal and post-retirement medical benefits on behalf of the Board. Also, in accordance with N.J.S.A. 18A: 66-66 the State of New Jersey reimbursed the Board \$1,200,410 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. These amounts have been included in the general-purpose financial statements, and the combining and individual fund and account group statements and schedules as revenues and expenditures in accordance with GASB 24.

NOTE 9. POST-RETIREMENT BENEFITS

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

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

KEANSBURG SCHOOL DISTRICT
 NOTES TO THE FINANCIAL STATEMENTS
 June 30, 2011

NOTE 10. DEFERRED COMPENSATION

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

Equitable Life Assurance Co.
 MetLife Resources
 Variable Annuity Life Insurance Co.
 Putnam

NOTE 11. STATEMENT OF CASH FLOWS

The District made no disbursements for interest or taxes in their Proprietary Funds during the fiscal year ended June 30, 2011.

NOTE 12. INTERFUND BALANCES

Interfund balances at June 30, 2011 consisted of the following:

	<u>Fund 11</u>	<u>Fund 15</u>	<u>Fund 20</u>	<u>Total</u>
Fund 11	\$ -	\$(17,958,237)	\$ -	\$(17,958,237)
Fund 15	<u>17,204,596</u>	<u>-</u>	<u>753,641</u>	<u>17,958,237</u>
Total	<u>\$ 17,204,596</u>	<u>\$(17,958,237)</u>	<u>\$ 753,641</u>	<u>\$ -</u>

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, student accident, and surety bonds. A complete schedule of insurance coverage can be found in the Statistical Section of this Comprehensive Annual Financial Report.

New Jersey Unemployment Compensation Insurance - The District has elected to fund its New Jersey Unemployment Compensation Insurance under the "Benefit Reimbursement Method." Under this plan, the District is required to reimburse the New Jersey Unemployment Trust Fund for benefits paid to its former employees and charged to its account with the state. The District is billed quarterly for amounts due to the state.

Required Supplementary Information - Part II

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Budgetary Comparison Schedules

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KEANSBURG SCHOOL DISTRICT
 BUDGETARY COMPARISON SCHEDULE
 GENERAL FUND
 For the Fiscal Year Ended June 30, 2011

Exhibit C-1

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
REVENUES					
Local Sources					
Local Tax Levy	\$ 4,352,386	\$ -	\$ 4,352,386	\$ 4,352,386	\$ -
Interest on Investments	-	-	-	1,961	(1,961)
Prior Year Refunds	-	-	-	32,875	(32,875)
Miscellaneous	200,000	-	200,000	281,057	(81,057)
Total Local Sources	4,552,386	-	4,552,386	4,668,279	(115,893)
State Sources					
Transportation Aid	171,351	-	171,351	171,351	-
Special Education Aid	881,916	-	881,916	881,916	-
Extraordinary Aid	-	-	-	290,162	(290,162)
Reimbursed TPAF On Behalf	-	-	-	1,260,490	(1,260,490)
Reimbursed TPAF Social Security Aid	-	-	-	1,200,410	(1,200,410)
Equalization Aid	17,718,371	-	17,718,371	17,718,371	-
Categorical Security Aid	554,916	-	554,916	554,916	-
Adjustment Aid	7,578,328	-	7,578,328	7,578,328	-
Total State Sources	26,904,882	-	26,904,882	29,655,944	(2,751,062)
Federal Sources					
Medicaid Reimbursement	79,000	-	79,000	84,071	(5,071)
Total Federal Sources	79,000	-	79,000	84,071	(5,071)
Total Revenues	\$ 31,536,268	\$ -	\$ 31,536,268	\$ 34,408,294	\$ (2,872,026)
EXPENDITURES					
Current Expense					
Regular Programs					
Salaries of Teachers					
Preschool/Kindergarten	\$ 422,320	\$ -	\$ 422,320	\$ 351,948	\$ 70,372
Grades 1-5	3,034,689	(231)	3,034,458	2,849,845	184,614
Grades 6-8	1,742,742	(148,664)	1,594,078	1,584,530	9,548
Grades 9-12	2,040,625	11,599	2,052,224	2,052,189	35
Regular Programs - Home Instruction					
Salaries of Teachers	43,000	12,551	55,551	55,551	-
Purchased Professional - Educational Services	25,000	(2,748)	22,252	16,462	5,790
Regular Programs - Undistributed Instruction					
Other Salaries for Instruction	150,690	10	150,700	137,747	12,953
Purchased Professional - Educational Services	18,000	(10)	17,990	3,800	14,190
Purchased Technical Services	128,045	(3,991)	124,054	93,893	30,160
Other Purchased Services (400-500 series)	13,305	-	13,305	6,036	7,269
General Supplies	298,775	70,561	369,336	350,491	18,845
Textbooks	75,690	(20,031)	55,659	35,337	20,322
Other Objects	38,100	(969)	37,131	18,804	18,327
Total Regular Programs	8,030,981	(81,923)	7,949,058	7,556,633	392,425
Special Education					
Learning and/or Language Disabilities					
Salaries of Teachers	265,175	(51,050)	214,126	206,953	7,173
Other Salaries for Instruction	125,880	18,443	144,323	133,048	11,275
General Supplies	1,200	-	1,200	1,200	-
Textbooks	1,000	-	1,000	-	1,000
Total Learning and/or Language Disabilities	393,255	(32,607)	360,649	341,201	19,448
Behavioral Disabilities					
Salaries of Teachers	66,155	24	66,179	66,155	24
Other Salaries for Instruction	19,540	19,040	38,580	38,532	48
General Supplies	1,200	-	1,200	885	315
Textbooks	1,000	(500)	500	-	500
Other Objects	-	500	500	235	265
Total Behavioral Disabilities	87,895	19,064	106,959	105,807	1,152
Multiple Disabilities					
Salaries of Teachers	321,310	(62,308)	259,002	258,937	65
Other Salaries for Instruction	130,650	10,321	140,971	140,646	325
General Supplies	1,920	(616)	1,304	970	334
Total Multiple Disabilities	453,880	(52,603)	401,277	400,553	724
Resource Room/Resource Center					
Salaries of Teachers	2,288,225	131,501	2,419,726	2,415,889	3,837
Other Salaries for Instruction	208,390	(911)	207,479	204,173	3,306
General Supplies	5,860	-	5,860	4,685	1,175
Total Resource Room/Resource Center	2,502,475	130,590	2,633,065	2,624,747	8,318

KEANSBURG SCHOOL DISTRICT
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
For the Fiscal Year Ended June 30, 2011

Exhibit C-1

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Autism					
Salaries of Teachers	138,310	(3,885)	134,425	125,258	9,167
Other Salaries for Instruction	42,615	(135)	42,480	36,905	5,575
General Supplies	100	20	120	120.00	-
Total Autism	181,025	(4,000)	177,025	162,283	14,742
Preschool Disabilities - Full-Time					
Salaries of Teachers	357,537	45,642	403,179	403,179	-
Other Salaries for Instruction	89,447	(10,783)	78,664	78,664	-
General Supplies	12,981	(4,981)	8,000	8,000	-
Other Objects	10,912	(9,067)	1,845	1,845	-
Total Preschool Disabilities - Full-Time	470,877	20,811	491,688	491,689	-
Total Special Education	4,089,407	81,255	4,170,663	4,126,280	44,383
Other Instructional Programs					
Basic Skills/Remedial					
Salaries of Teachers	546,437	59,195	605,632	583,545	22,087
General Supplies	3,220	-	3,220	2,929	291
Total Basic Skills/Remedial	549,657	59,195	608,852	586,474	22,378
Bilingual Education					
Salaries of Teachers	211,195	1,991	213,186	213,186	-
General Supplies	3,380	(2,866)	514	133	381
Textbooks	1,400	-	1,400	-	1,400
Total Bilingual Education	215,975	(875)	215,100	213,319	1,781
School Sponsored Co-Curricular Activities					
Salaries	78,077	6,742	84,819	82,683	2,136
Other Objects	2,500	127	2,627	2,627	-
Supplies and Materials	-	1,500	1,500	1,302	198
Total School Sponsored Co-Curricular Activities	80,577	8,369	88,946	86,612	2,334
School Sponsored Athletics					
Salaries	391,304	1,655	392,959	391,487	1,472
Purchased Services (300-500 series)	69,000	(8,955)	60,045	29,913	30,132
Supplies and Materials	44,000	3,511	47,511	38,826	8,685
Other Objects	49,000	-	49,000	13,260	35,740
Total School Sponsored Athletics	553,304	(3,789)	549,515	473,486	76,029
Before and After School Sponsored Activities					
Salaries	44,000	3,863	47,863	26,810	21,053
Other Salaries for Instruction	53,672	(2,074)	51,598	32,103	19,495
Total Before and After School Sponsored Activities	97,672	1,789	99,461	58,913	40,548
Summer School					
Salaries	86,032	17,342	103,374	98,877	4,497
Other Salaries for Instruction	28,620	6,419	35,039	20,398	14,641
Support	-	529	529	529	-
Total Summer School	114,652	24,290	138,942	119,804	19,139
Total Other Instructional Programs	1,611,837	88,979	1,700,816	1,538,607	162,209
Total Instruction	13,732,225	88,311	13,820,537	13,221,520	599,017
Undistributed Expenditures					
Instruction					
Tuition to Other LEAs Within the State - Regular	30,000	8,600	38,600	31,658	6,942
Tuition to Other LEAs Within the State - Special	176,921	167,620	344,541	272,233	72,308
Tuition to County Vocational School District - Regular	36,700	(5,600)	31,100	28,266	2,834
Tuition to County Vocational School District - Special	120,000	75,000	195,000	140,482	54,519
Tuition to County Special Services and Regular Day Schools	212,337	(49,870)	162,467	45,096	117,372
Tuition to Private Schools for the Handicapped - Within the State	2,345,348	(195,750)	2,149,598	2,034,389	115,209
Other LEAs - Special and Out of State	58,695	-	58,695	53,600	5,095
Tuition - State Facilities	142,235	-	142,235	142,235	-
Total Instruction	3,122,236	-	3,122,236	2,747,958	374,279
Attendance and Social Work Services					
Salaries	59,051	(3,000)	56,051	52,833	3,218
Other Purchased Services (400-500 series)	22,000	1,000	23,000	23,000	-
Supplies and Materials	2,780	-	2,780	331	2,449
Travel	4,000	(1,000)	3,000	-	3,000
Total Attendance and Social Work Services	87,831	(3,000)	84,831	76,164	8,667
Health Services					
Salaries	322,200	4,640	326,840	326,401	439
Purchased Professional and Technical Services	28,000	365	28,365	18,467	9,898
Other Purchased Services (400-500 series)	5,475	-	5,475	464	5,011
Supplies and Materials	18,365	(365)	18,000	12,843	5,157
Total Health Services	374,040	4,640	378,680	358,175	20,505

KEANSBURG SCHOOL DISTRICT
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
For the Fiscal Year Ended June 30, 2011

Exhibit C-1

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Other Support Services - Students - Related Services					
Salaries	387,135	5,474	392,609	392,609	-
Salaries-Other Professional Services	292,006	(72,278)	219,728	206,736	12,992
Purchased Professional and Technical Services	19,475	-	19,475	514	18,961
Supplies and Materials	11,760	-	11,760	4,735	7,025
Total Other Support Services - Students - Related Services	710,376	(66,804)	643,572	604,594	38,978
Other Support Services - Students - Extraordinary					
Purchased Professional and Technical Services	129,450	-	129,450	55,511	73,939
Total Other Support Services - Students - Extraordinary	129,450	-	129,450	55,511	73,939
Other Support Services - Regular					
Salaries of Other Professional Staff	606,583	(4,640)	601,943	585,540	16,403
Salaries of Secretarial and Clerical Assistants	33,550	-	33,550	33,550	-
Purchased Professional - Educational Services	17,150	408	17,558	5,123	12,435
Supplies and Materials	30,464	275	30,739	19,009	11,730
Other Objects	5,500	-	5,500	1,188	4,312
Total Other Support Services - Regular	693,247	(3,957)	689,290	644,410	44,880
Other Support Services - Students - Special					
Salaries of Other Professional Staff	770,504	-	770,504	817,808	(47,304)
Salaries of Secretarial and Clerical Assistants	100,650	-	100,650	100,336	314
Purchased Professional - Educational Services	71,400	-	71,400	13,845	57,555
Other Purchased Professional and Technical Services	122,328	-	122,328	14,949	107,379
Other Purchased Services (400-500 series)	47,000	-	47,000	-	47,000
Miscellaneous Purchased Services (400-500 series Other than Residential Costs)	1,000	-	1,000	627	373
Supplies and Materials	34,500	-	34,500	17,469	17,031
Other Objects	3,425	-	3,425	2,147	1,278
Total Other Support Services - Students - Special	1,150,807	-	1,150,807	967,181	183,626
Improvement of Instructional Services					
Salaries of Supervisors of Instructions	91,108	11,289	102,397	102,397	-
Salaries of Other Professional Staff	-	15,550	15,550	15,550	-
Salaries of Secretarial and Clerical Assistants	39,863	-	39,863	39,863	-
Other Purchased Services (400-500 series)	31,400	(18,977)	12,423	3,864	8,560
Supplies and Materials	18,070	(4,285)	13,785	7,973	5,811
Other Objects	31,590	(10,100)	21,490	15,715	5,775
Total Improvement of Instructional Services	212,031	(6,523)	205,508	185,361	20,146
Educational Media Services/School Library					
Salaries of Teachers	422,009	-	422,009	374,615	47,394
Other Salaries	2,000	-	2,000	-	2,000
Purchased Professional and Technical Services	224,395	18,523	242,918	76,857	166,061
Other Purchased Services (400-500 series)	9,935	-	9,935	3,356	6,579
Supplies and Materials	37,270	(1,000)	36,270	24,072	12,198
Other Objects	12,245	-	12,245	10,887	1,358
Total Educational Media Services/School Library	707,854	17,523	725,377	489,788	235,590
Instructional Staff Training Services					
Purchased Professional - Educational Services	11,400	-	11,400	200	11,200
Other Purchased Professional and Technical Services	18,380	(4,765)	13,615	4,985	8,630
Other Purchased Services (400-500 series)	32,275	(15,200)	17,075	12,516	4,559
Supplies and Materials	4,750	-	4,750	241	4,509
Total Instructional Staff Training Services	66,805	(19,965)	46,840	17,941	28,897

KEANSBURG SCHOOL DISTRICT
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
For the Fiscal Year Ended June 30, 2011

Exhibit C-1

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Support Services - General Administration					
Salaries	52,810	-	52,810	52,570	240
Salaries of Other	178,464	686	179,150	179,150	-
Legal Services	85,000	35,224	120,224	107,751	12,474
Audit Fees	62,000	(3,450)	58,550	58,550	-
Other Purchased Professional Services	30,000	(27,433)	2,568	2,568	-
Purchased Technical Services	14,000	(13,871)	129	-	129
Communications/Telephone	42,000	29,288	71,288	49,210	22,079
Other Purchased Services (400-500 series other than 530)	-	-	-	111,937	(111,937)
Board Member Travel	4,000	(3,850)	150	-	150
Board Member Dues	113,755	(1,256)	112,499	20,350	92,149
Judgments Against the School District	4,000	(3,100)	900	325	575
Miscellaneous Expenditures	35,000	4,758	39,758	18,666	21,092
Supplies and Materials	12,000	(6,031)	5,969	5,282	687
Total Support Services - General Administration	633,029	10,965	643,994	606,357	37,637
Support Services - School Administration					
Salaries of Principals/Assistant Principals	808,079	(4,895)	803,184	780,692	22,492
Salaries of Secretarial and Clerical Assistants	243,645	5,395	249,040	249,040	-
Purchased Professional and Technical Services	29,900	-	29,900	9,338	20,562
Other Purchased Services (400-500 series)	23,660	(1,000)	22,660	10,797	11,863
Supplies and Materials	28,055	1,000	29,055	15,545	13,510
Other Objects	16,580	(2,500)	14,080	10,459	3,621
Total Support Services - School Administration	1,149,919	(2,000)	1,147,919	1,075,871	72,048
Business/Human Resources					
Salaries	483,368	10,691	494,059	494,059	-
Purchased Educational Services	34,600	(9,790)	24,810	21,234	3,576
Purchased Services	12,500	(937)	11,563	7,108	4,455
Supplies and Materials	27,500	(3,264)	24,236	15,360	8,876
Other Objects	8,000	300	8,300	4,523	3,777
Total Business/Human Resources	565,968	(3,000)	562,968	542,284	20,684
Information Technology					
Salaries	17,077	71	17,148	17,148	-
Purchased Professional and Technical Services	64,750	2,929	67,679	64,512	3,167
Total Information Technology	81,827	3,000	84,827	81,660	3,167
Required Maintenance for School Facilities					
Cleaning, Repair, and Maintenance Services	638,926	447,486	1,086,412	735,662	350,750
General Supplies	49,968	469	50,437	45,970	4,466
Total Required Maintenance for School Facilities	688,894	447,954	1,136,848	781,632	355,216
Other Operations and Maintenance of Plant Services					
Salaries	110,430	(77,219)	33,211	33,211	-
Purchased Professional and Technical Services	56,000	-	56,000	1,950	54,050
Cleaning, Repair, and Maintenance Services	750,000	(12,634)	737,366	776,349	(38,983)
Other Purchased Property Services	140,000	-	140,000	124,001	15,999
Insurance	80,149	-	80,149	80,000	149
Miscellaneous Purchased Services	-	1,950	1,950	-	1,950
General Supplies	60,912	(32,201)	28,711	25,108	3,603
Energy (Heat and Electricity)	757,500	101,983	859,483	704,238	155,244
Total Other Operations and Maintenance of Plant Services	1,954,991	(18,122)	1,936,869	1,744,857	192,012
Grounds Maintenance					
Other Purchased Property Services	94,500	30,475	124,975	124,952	23
General Supplies	7,412	23,215	30,627	29,696	931
Total Grounds Maintenance	101,912	53,690	155,602	154,648	954
Security					
Purchased Professional and Technical Services	239,387	33,995	273,382	219,714	53,668
General Supplies	7,700	-	7,700	4,573	3,127
Total Security	247,087	33,995	281,082	224,287	56,795

KEANSBURG SCHOOL DISTRICT
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
For the Fiscal Year Ended June 30, 2011

Exhibit C-1

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Student Transportation Services					
Salaries for Pupil Transportation					
Between Home and School - Regular	44,446	-	44,446	38,274	6,172
Contracted Services					
Other than Between Home and School - Vendors	121,570	(6,754)	114,816	69,543	45,273
Special Education Students - Vendors	-	11,567	11,567	11,567	-
Regular Students - ESCs and CTSAs	207,774	(70,046)	137,728	45,857	91,871
Special Education Students - ESCs and CTSAs	852,345	58,979	911,324	803,769	107,555
Miscellaneous Purchased Services - Transportation	14,264	-	14,264	14,000	264
Miscellaneous Expenditures	1,600	(500)	1,100	-	1,100
Total Student Transportation Services	<u>1,241,999</u>	<u>(6,754)</u>	<u>1,235,245</u>	<u>983,010</u>	<u>252,235</u>
Unallocated Benefits					
Social Security Contributions	520,000	(87,384)	432,616	315,706	116,910
T.P.A.F. Contributions - ERIP	250,000	32,384	282,384	-	282,384
Unemployment Compensation	1,030,000	(300,000)	730,000	-	730,000
Workman's Compensation	190,219	55,494	245,713	245,562	151
Health Benefits	4,549,277	(27,327)	4,521,950	4,101,069	420,880
Tuition Reimbursement	55,000	3,645	58,645	38,750	19,895
Other Employee Benefits	86,304	20,333	106,637	106,637	-
Total Unallocated Benefits	<u>6,680,800</u>	<u>(302,855)</u>	<u>6,377,945</u>	<u>4,807,725</u>	<u>1,570,220</u>
On-Behalf Contributions					
TPAF Pension (On-Behalf)	-	-	-	1,260,490	(1,260,490)
TPAF Social Security (Reimbursed)	-	-	-	1,200,410	(1,200,410)
Total TPAF Pension/Social Security	<u>-</u>	<u>-</u>	<u>-</u>	<u>2,460,900</u>	<u>(2,460,900)</u>
Total Personal Services - Employee Benefits	<u>6,680,800</u>	<u>(302,855)</u>	<u>6,377,945</u>	<u>7,268,625</u>	<u>(890,680)</u>
Total Undistributed Expenditures	<u>20,601,103</u>	<u>138,787</u>	<u>20,739,890</u>	<u>19,610,314</u>	<u>1,129,576</u>
Total Expenditures - Current Expense	<u>34,333,328</u>	<u>227,098</u>	<u>34,560,426</u>	<u>32,831,834</u>	<u>1,728,592</u>
Capital Outlay					
Equipment					
Special Education - Instruction	7,000	(7,000)	-	-	-
Undistributed Expenditures					
Instruction	6,000	-	6,000	-	6,000
Non-Instructional Services	12,500	7,000	19,500	18,912	588
Total Equipment	<u>25,500</u>	<u>-</u>	<u>25,500</u>	<u>18,912</u>	<u>6,588</u>
Total Capital Outlay	<u>25,500</u>	<u>-</u>	<u>25,500</u>	<u>18,912</u>	<u>6,588</u>
Total Expenditures	<u>34,358,828</u>	<u>227,098</u>	<u>34,585,926</u>	<u>32,850,747</u>	<u>1,735,180</u>
Deficiency of Revenues Under Expenditures	<u>(2,822,560)</u>	<u>(227,098)</u>	<u>(3,049,660)</u>	<u>1,557,547</u>	<u>(4,607,207)</u>
Other Financing Sources (Uses):					
Operating Transfers In					
Contribution to School Based Budgets - General Fund	18,422,584	-	18,422,584	17,204,596	1,217,988
NCLB Contribution to School Based Budgets	494,860	-	494,860	494,860	-
Pre-K Ed Contribution to School Based Budget	258,781	-	258,781	258,781	-
Operating Transfers Out					
Transfer to School Based Budgets - From General Fund	(18,422,584)	-	(18,422,584)	(17,204,596)	(1,217,988)
Total Other Financing Sources	<u>753,641</u>	<u>-</u>	<u>753,641</u>	<u>753,641</u>	<u>-</u>
Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Sources (Uses)	<u>(2,068,921)</u>	<u>(227,098)</u>	<u>(2,296,019)</u>	<u>2,311,188</u>	<u>(4,607,207)</u>
Fund Balance, July 1	5,493,486	-	5,493,486	5,493,486	-
Fund Balance, June 30	<u>\$ 3,424,565</u>	<u>\$ (227,098)</u>	<u>\$ 3,197,467</u>	<u>\$ 7,804,674</u>	<u>\$ (4,607,207)</u>
Recapitulation:					
Restricted Fund Balance:					
Maintenance Reserve				\$ 400,000	
Emergency Reserve				250,000	
Excess Surplus - Designated for Subsequent Year's Expenditures				1,048,079	
Excess Surplus - Current Year				2,085,279	
Committed Fund Balance:					
Year-End Encumbrances				1,208,632	
Assigned Fund Balance:					
Designated for Subsequent Year's Expenditures				1,924,622	
Unassigned Fund Balance				<u>888,062</u>	
				<u>7,804,674</u>	
Reconciliation to Governmental Funds Statements (GAAP):					
Reconciliation of State Aid Payments for GAAP to Budgetary Basis				(1,644,598)	
Fund Balance per Governmental Funds (GAAP)				<u>\$ 6,160,076</u>	

KEANSBURG SCHOOL DISTRICT
 COMBINING SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
 GENERAL FUND
 For the Fiscal Year Ended June 30, 2011

Exhibit C-1a

	ORIGINAL BUDGET			BUDGET TRANSFER		
	Operating Fund	Blended Resource Fund 15	Total General Fund	Operating Fund	Blended Resource Fund 15	Total General Fund
REVENUES						
Local Sources						
Local Tax Levy	\$ 4,352,386	\$ -	\$ 4,352,386	\$ -	\$ -	\$ -
Interest on Investments	-	-	-	-	-	-
Prior Year Refunds	-	-	-	-	-	-
Miscellaneous	200,000	-	200,000	-	-	-
Total Local Sources	<u>4,552,386</u>	<u>-</u>	<u>4,552,386</u>	<u>-</u>	<u>-</u>	<u>-</u>
State Sources						
Transportation Aid	171,351	-	171,351	-	-	-
Special Education Aid	881,916	-	881,916	-	-	-
Extraordinary Aid	-	-	-	-	-	-
Reimbursed TPAF on Behalf	-	-	-	-	-	-
Reimbursed TPAF Social Security Aid	-	-	-	-	-	-
Equalization Aid	17,718,371	-	17,718,371	-	-	-
Categorical Security Aid	554,916	-	554,916	-	-	-
Adjustment Aid	7,578,328	-	7,578,328	-	-	-
Total State Sources	<u>26,904,882</u>	<u>-</u>	<u>26,904,882</u>	<u>-</u>	<u>-</u>	<u>-</u>
Federal Sources						
Medicaid Reimbursement	79,000	-	79,000	-	-	-
Total Federal Sources	<u>79,000</u>	<u>-</u>	<u>79,000</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Revenues	<u>\$ 31,536,268</u>	<u>\$ -</u>	<u>\$ 31,536,268</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
EXPENDITURES						
Current Expense						
Regular Programs						
Salaries of Teachers						
Preschool/Kindergarten	\$ -	\$ 422,320	\$ 422,320	\$ -	\$ -	\$ -
Grades 1-5	90,000	2,944,689	3,034,689	-	(231)	(231)
Grades 6-8	80,000	1,662,742	1,742,742	(5,385)	(143,279)	(148,664)
Grades 9-12	70,000	1,970,625	2,040,625	(3,543)	15,142	11,599
Regular Programs - Home Instruction						
Salaries of Teachers	43,000	-	43,000	12,551	-	12,551
Purchased Professional - Educational Services	25,000	-	25,000	(2,748)	-	(2,748)
Regular Programs - Undistributed Instruction						
Other Salaries for Instruction	-	150,690	150,690	-	10	10
Purchased Professional - Educational Services	-	18,000	18,000	-	(10)	(10)
Purchased Technical Services	46,845	81,200	128,045	-	(3,991)	(3,991)
Other Purchased Services (400-500 series)	-	13,305	13,305	-	-	-
General Supplies	59,300	239,475	298,775	-	70,561	70,561
Textbooks	-	75,690	75,690	-	(20,031)	(20,031)
Other Objects	-	38,100	38,100	-	(969)	(969)
Total Regular Programs	<u>414,145</u>	<u>7,616,836</u>	<u>8,030,981</u>	<u>875</u>	<u>(82,798)</u>	<u>(81,923)</u>
Learning and/or Language Disabilities						
Salaries of Teachers	-	265,175	265,175	-	(51,050)	(51,050)
Other Salaries for Instruction	-	125,880	125,880	-	18,443	18,443
General Supplies	-	1,200	1,200	-	-	-
Textbooks	-	1,000	1,000	-	-	-
Total Learning and/or Language Disabilities	<u>-</u>	<u>393,255</u>	<u>393,255</u>	<u>-</u>	<u>(32,607)</u>	<u>(32,607)</u>
Behavioral Disabilities						
Salaries of Teachers	-	66,155	66,155	-	24	24
Other Salaries for Instruction	-	19,540	19,540	-	19,040	19,040
General Supplies	-	1,200	1,200	-	-	-
Textbooks	-	1,000	1,000	-	(500)	(500)
Other Objects	-	-	-	-	500	500
Total Behavioral Disabilities	<u>-</u>	<u>87,895</u>	<u>87,895</u>	<u>-</u>	<u>19,064</u>	<u>19,064</u>
Multiple Disabilities						
Salaries of Teachers	-	321,310	321,310	-	(62,308)	(62,308)
Other Salaries for Instruction	-	130,650	130,650	-	10,321	10,321
General Supplies	-	1,920	1,920	-	(616)	(616)
Total Multiple Disabilities	<u>-</u>	<u>453,880</u>	<u>453,880</u>	<u>-</u>	<u>(52,603)</u>	<u>(52,603)</u>

FINAL BUDGET			ACTUAL		
Operating Fund	Blended Resource Fund 15	Total General Fund	Operating Fund	Blended Resource Fund 15	Total General Fund
\$ 4,352,386	\$ -	\$ 4,352,386	\$ 4,352,386	\$ -	\$ 4,352,386
-	-	-	1,961	-	1,961
-	-	-	32,875	-	32,875
200,000	-	200,000	281,057	-	281,057
4,552,386	-	4,552,386	4,668,279	-	4,668,279
171,351	-	171,351	171,351	-	171,351
881,916	-	881,916	881,916	-	881,916
-	-	-	290,162	-	290,162
-	-	-	1,260,490	-	1,260,490
-	-	-	1,200,410	-	1,200,410
17,718,371	-	17,718,371	17,718,371	-	17,718,371
554,916	-	554,916	554,916	-	554,916
7,578,328	-	7,578,328	7,578,328	-	7,578,328
26,904,882	-	26,904,882	29,655,944	-	29,655,944
79,000	-	79,000	84,071	-	84,071
79,000	-	79,000	84,071	-	84,071
\$ 31,536,268	\$ -	\$ 31,536,268	\$ 34,408,294	\$ -	\$ 34,408,294
\$ -	\$ 422,320	\$ 422,320	\$ -	\$ 351,948	\$ 351,948
90,000	2,944,458	3,034,458	81,853	2,767,992	2,849,845
74,615	1,519,463	1,594,078	65,067	1,519,463	1,584,530
66,457	1,985,767	2,052,224	66,422	1,985,767	2,052,189
55,551	-	55,551	55,551	-	55,551
22,252	-	22,252	16,462	-	16,462
-	150,700	150,700	-	137,747	137,747
-	17,990	17,990	-	3,800	3,800
46,845	77,209	124,054	45,959	47,934	93,893
-	13,305	13,305	-	6,036	6,036
59,300	310,036	369,336	56,636	293,855	350,491
-	55,659	55,659	-	35,337	35,337
-	37,131	37,131	-	18,804	18,804
415,020	7,534,038	7,949,058	387,949	7,168,683	7,556,633
-	214,126	214,126	-	206,953	206,953
-	144,323	144,323	-	133,048	133,048
-	1,200	1,200	-	1,200	1,200
-	1,000	1,000	-	-	-
-	360,649	360,649	-	341,201	341,201
-	66,179	66,179	-	66,155	66,155
-	38,580	38,580	-	38,532	38,532
-	1,200	1,200	-	885	885
-	500	500	-	-	-
-	500	500	-	235	235
-	106,959	106,959	-	105,807	105,807
-	259,002	259,002	-	258,937	258,937
-	140,971	140,971	-	140,646	140,646
-	1,304	1,304	-	970	970
-	401,277	401,277	-	400,553	400,553

KEANSBURG SCHOOL DISTRICT
 COMBINING SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
 GENERAL FUND
 For the Fiscal Year Ended June 30, 2011

Exhibit C-1a

	ORIGINAL BUDGET			BUDGET TRANSFER		
	Operating Fund	Blended Resource Fund 15	Total General Fund	Operating Fund	Blended Resource Fund 15	Total General Fund
Resource Room/Resource Center						
Salaries of Teachers	-	2,288,225	2,288,225	-	131,501	131,501
Other Salaries for Instruction	-	208,390	208,390	-	(911)	(911)
General Supplies	-	5,860	5,860	-	-	-
Total Resource Room/Resource Center	-	2,502,475	2,502,475	-	130,590	130,590
Autism						
Salaries of Teachers	-	138,310	138,310	-	(3,885)	(3,885)
Other Salaries for Instruction	-	42,615	42,615	-	(135)	(135)
General Supplies	-	100	100	-	20	20
Total Autism	-	181,025	181,025	-	(4,000)	(4,000)
Preschool Disabilities - Full-Time						
Salaries of Teachers	-	357,537	357,537	-	45,642	45,642
Other Salaries for Instruction	-	89,447	89,447	-	(10,783)	(10,783)
General Supplies	-	12,981	12,981	-	(4,981)	(4,981)
Other Objects	-	10,912	10,912	-	(9,067)	(9,067)
Total Preschool Disabilities - Full-Time	-	470,877	470,877	-	20,811	20,811
Total Special Education	-	4,089,407	4,089,407	-	81,255	81,255
Other Instructional Programs						
Basic Skills/Remedial						
Salaries of Teachers	-	546,437	546,437	-	59,195	59,195
General Supplies	-	3,220	3,220	-	-	-
Total Basic Skills/Remedial	-	549,657	549,657	-	59,195	59,195
Bilingual Education						
Salaries of Teachers	211,195	-	211,195	1,991	-	1,991
General Supplies	3,000	380	3,380	(2,866)	-	(2,866)
Textbooks	1,400	-	1,400	-	-	-
Total Bilingual Education	215,595	380	215,975	(875)	-	(875)
School Sponsored Co-Curricular Activities						
Salaries	-	78,077	78,077	-	6,742	6,742
Supplies and Materials	-	-	-	-	1,500	1,500
Other Objects	-	2,500	2,500	-	127	127
Total School Sponsored Co-Curricular Activities	-	80,577	80,577	-	8,369	8,369
School Sponsored Athletics						
Salaries	-	391,304	391,304	-	1,655	1,655
Purchased Services (300-500 series)	-	69,000	69,000	-	(8,955)	(8,955)
Supplies and Materials	-	44,000	44,000	-	3,511	3,511
Other Objects	-	49,000	49,000	-	-	-
Total School Sponsored Athletics	-	553,304	553,304	-	(3,789)	(3,789)
Before and After School Sponsored Activities						
Salaries	-	44,000	44,000	-	3,863	3,863
Other Salaries for Instruction	-	53,672	53,672	-	(2,074)	(2,074)
Total Before and After School Sponsored Activities	-	97,672	97,672	-	1,789	1,789
Summer School						
Salaries	-	86,032	86,032	-	17,342	17,342
Other Salaries for Instruction	-	28,620	28,620	-	6,419	6,419
Support	-	-	-	-	529	529
Total Summer School	-	114,652	114,652	-	24,291	24,291
Total Other Instructional Programs	215,595	1,396,242	1,611,837	(875)	89,854	88,979
Total Instruction	629,740	13,102,485	13,732,225	-	88,311	88,311
Undistributed Expenditures						
Instruction						
Tuition to Other LEAs Within the State - Regular	30,000	-	30,000	8,600	-	8,600
Tuition to Other LEAs Within the State - Special	176,921	-	176,921	167,620	-	167,620
Tuition to County Vocational School District - Regular	36,700	-	36,700	(5,600)	-	(5,600)
Tuition to County Vocational School District - Special	120,000	-	120,000	75,000	-	75,000
Tuition to County Special Services and Regular Day Schools	212,337	-	212,337	(49,870)	-	(49,870)
Tuition to Private Schools for the Handicapped - Within the State	2,345,348	-	2,345,348	(195,750)	-	(195,750)
Other LEAs - Special and Out of State	58,695	-	58,695	-	-	-
Tuition - State Facilities	142,235	-	142,235	-	-	-
Total Instruction	3,122,236	-	3,122,236	-	-	-
Attendance and Social Work Services						
Salaries	59,051	-	59,051	(3,000)	-	(3,000)
Other Purchased Services (400-500 series)	22,000	-	22,000	1,000	-	1,000
Supplies and Materials	1,600	1,180	2,780	-	-	-
Travel	4,000	-	4,000	(1,000)	-	(1,000)
Total Attendance and Social Work Services	86,651	1,180	87,831	(3,000)	-	(3,000)

FINAL BUDGET			ACTUAL		
Operating Fund	Blended Resource Fund 15	Total General Fund	Operating Fund	Blended Resource Fund 15	Total General Fund
-	2,419,726	2,419,726	-	2,415,889	2,415,889
-	207,479	207,479	-	204,173	204,173
-	5,860	5,860	-	4,685	4,685
-	2,633,065	2,633,065	-	2,624,747	2,624,747
-	134,425	134,425	-	125,258	125,258
-	42,480	42,480	-	36,905	36,905
-	120	120	-	120	120
-	177,025	177,025	-	162,283	162,283
-	403,179	403,179	-	403,179	403,179
-	78,664	78,664	-	78,664	78,664
-	8,000	8,000	-	8,000	8,000
-	1,845	1,845	-	1,845	1,845
-	491,688	491,688	-	491,688	491,688
-	4,170,663	4,170,663	-	4,126,279	4,126,279
-	605,632	605,632	-	583,545	583,545
-	3,220	3,220	-	2,929	2,929
-	608,852	608,852	-	586,474	586,474
213,186	-	213,186	213,186	-	213,186
134	380	514	133	-	133
1,400	-	1,400	-	-	-
214,720	380	215,100	213,319	-	213,319
-	84,819	84,819	-	82,683	82,683
-	1,500	1,500	-	1,302	1,302
-	2,627	2,627	-	2,627	2,627
-	88,946	88,946	-	86,612	86,612
-	392,959	392,959	-	391,487	391,487
-	60,045	60,045	-	29,913	29,913
-	47,511	47,511	-	38,826	38,826
-	49,000	49,000	-	13,260	13,260
-	549,515	549,515	-	473,486	473,486
-	47,863	47,863	-	26,810	26,810
-	51,598	51,598	-	32,103	32,103
-	99,461	99,461	-	58,912	58,912
-	103,374	103,374	-	98,877	98,877
-	35,039	35,039	-	20,398	20,398
-	529	529	-	529	529
-	138,943	138,943	-	119,804	119,804
214,720	1,486,096	1,700,816	213,319	1,325,288	1,538,607
629,740	13,190,797	13,820,538	601,269	12,620,250	13,221,520
38,600	-	38,600	31,658	-	31,658
344,541	-	344,541	272,233	-	272,233
31,100	-	31,100	28,266	-	28,266
195,000	-	195,000	140,482	-	140,482
162,467	-	162,467	45,096	-	45,096
2,149,598	-	2,149,598	2,034,389	-	2,034,389
58,695	-	58,695	53,600	-	53,600
142,235	-	142,235	142,235	-	142,235
3,122,236	-	3,122,236	2,747,959	-	2,747,959
56,051	-	56,051	52,833	-	52,833
23,000	-	23,000	23,000	-	23,000
1,600	1,180	2,780	85	246	331
3,000	-	3,000	-	-	-
83,651	1,180	84,831	75,918	246	76,164

KEANSBURG SCHOOL DISTRICT
 COMBINING SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
 GENERAL FUND
 For the Fiscal Year Ended June 30, 2011

Exhibit C-1a

	ORIGINAL BUDGET			BUDGET TRANSFER		
	Operating Fund	Blended Resource Fund 15	Total General Fund	Operating Fund	Blended Resource Fund 15	Total General Fund
Health Services						
Salaries	4,455	317,745	322,200	-	4,640	4,640
Purchased Professional and Technical Services	28,000	-	28,000	-	365	365
Other Purchased Services (400-500 series)	-	5,475	5,475	-	-	-
Supplies and Materials	-	18,365	18,365	-	(365)	(365)
Total Health Services	32,455	341,585	374,040	-	4,640	4,640
Other Support Services - Students - Related Services						
Salaries	387,135	-	387,135	5,474	-	5,474
Salaries-Other Professional Services	292,006	-	292,006	(72,278)	-	(72,278)
Purchased Professional and Technical Services	19,475	-	19,475	-	-	-
Supplies and Materials	11,760	-	11,760	-	-	-
Total Other Support Services - Students - Related Services	710,376	-	710,376	(66,804)	-	(66,804)
Other Support Services - Students - Extraordinary						
Purchased Professional and Technical Services	129,450	-	129,450	-	-	-
Total Other Support Services - Students - Extraordinary	129,450	-	129,450	-	-	-
Other Support Services - Regular						
Salaries of Other Professional Staff	-	606,583	606,583	-	(4,640)	(4,640)
Salaries of Secretarial and Clerical Assistants	-	33,550	33,550	-	-	-
Purchased Professional - Educational Services	-	17,150	17,150	-	408	408
Supplies and Materials	-	30,464	30,464	-	275	275
Other Objects	-	5,500	5,500	-	-	-
Total Other Support Services - Regular	-	693,247	693,247	-	(3,957)	(3,957)
Other Support Services - Students - Special						
Salaries of Other Professional Staff	770,504	-	770,504	-	-	-
Salaries of Secretarial and Clerical Assistants	100,650	-	100,650	-	-	-
Purchased Professional - Educational Services	71,400	-	71,400	-	-	-
Other Purchased Professional and Technical Services	122,328	-	122,328	-	-	-
Other Purchased Services (400-500 series)	47,000	-	47,000	-	-	-
Miscellaneous Purchased Services (400-500 series Other than Residential Costs)	1,000	-	1,000	-	-	-
Supplies and Materials	34,500	-	34,500	-	-	-
Other Objects	3,425	-	3,425	-	-	-
Total Other Support Services - Students - Special	1,150,807	-	1,150,807	-	-	-
Improvement of Instructional Services						
Salaries of Supervisors of Instructions	91,108	-	91,108	11,289	-	11,289
Salaries of Other Professional Staff	-	-	-	15,550	-	15,550
Salaries of Secretarial and Clerical Assistants	39,863	-	39,863	-	-	-
Other Purchased Services (400-500 series)	28,400	3,000	31,400	(18,977)	-	(18,977)
Supplies and Materials	17,570	500	18,070	(4,285)	-	(4,285)
Other Objects	28,175	3,415	31,590	(10,100)	-	(10,100)
Total Improvement of Instructional Services	205,116	6,915	212,031	(6,523)	-	(6,523)
Educational Media Services/School Library						
Salaries of Teachers	318,396	103,613	422,009	-	-	-
Other Salaries	-	2,000	2,000	-	-	-
Purchased Professional and Technical Services	171,600	52,795	224,395	18,523	-	18,523
Other Purchased Services (400-500 series)	-	9,935	9,935	-	-	-
Supplies and Materials	-	37,270	37,270	-	(1,000)	(1,000)
Other Objects	-	12,245	12,245	-	-	-
Total Educational Media Services/School Library	489,996	217,858	707,854	18,523	(1,000)	17,523
Instructional Staff Training Services						
Purchased Professional - Educational Services	3,000	8,400	11,400	-	-	-
Other Purchased Professional and Technical Services	13,300	5,080	18,380	(4,765)	-	(4,765)
Other Purchased Services (400-500 series)	32,275	-	32,275	(15,200)	-	(15,200)
Supplies and Materials	1,600	3,150	4,750	-	-	-
Total Instructional Staff Training Services	50,175	16,630	66,805	(19,965)	-	(19,965)
Support Services - General Administration						
Salaries	52,810	-	52,810	-	-	-
Salaries of Other	178,464	-	178,464	686	-	686
Legal Services	85,000	-	85,000	35,224	-	35,224
Audit Fees	62,000	-	62,000	(3,450)	-	(3,450)
Other Purchased Professional Services	30,000	-	30,000	(27,433)	-	(27,433)
Purchased Technical Services	14,000	-	14,000	(13,871)	-	(13,871)
Communications/Telephone	42,000	-	42,000	29,288	-	29,288
Other Purchased Services (400-500 series other than 530)	-	-	-	-	-	-
Board Member Travel	4,000	-	4,000	(3,850)	-	(3,850)
Board Member Dues	113,755	-	113,755	(1,256)	-	(1,256)
Judgments Against the School District	4,000	-	4,000	(3,100)	-	(3,100)
Miscellaneous Expenditures	35,000	-	35,000	4,758	-	4,758
Supplies and Materials	12,000	-	12,000	(6,031)	-	(6,031)
Total Support Services - General Administration	633,029	-	633,029	10,965	-	10,965

FINAL BUDGET			ACTUAL		
Operating Fund	Blended Resource Fund 15	Total General Fund	Operating Fund	Blended Resource Fund 15	Total General Fund
4,455	322,385	326,840	4,016	322,385	326,401
28,000	365	28,365	18,414	53	18,467
-	5,475	5,475	-	464	464
-	18,000	18,000	-	12,843	12,843
32,455	346,225	378,680	22,430	335,745	358,175
392,609	-	392,609	392,609	-	392,609
219,728	-	219,728	206,736	-	206,736
19,475	-	19,475	514	-	514
11,760	-	11,760	4,735	-	4,735
643,572	-	643,572	604,594	-	604,594
129,450	-	129,450	55,511	-	55,511
129,450	-	129,450	55,511	-	55,511
-	601,943	601,943	-	585,540	585,540
-	33,550	33,550	-	33,550	33,550
-	17,558	17,558	-	5,123	5,123
-	30,739	30,739	-	19,009	19,009
-	5,500	5,500	-	1,188	1,188
-	689,290	689,290	-	644,410	644,410
770,504	-	770,504	817,808	-	817,808
100,650	-	100,650	100,336	-	100,336
71,400	-	71,400	13,845	-	13,845
122,328	-	122,328	14,949	-	14,949
47,000	-	47,000	-	-	-
1,000	-	1,000	627	-	627
34,500	-	34,500	17,469	-	17,469
3,425	-	3,425	2,147	-	2,147
1,150,807	-	1,150,807	967,181	-	967,181
102,397	-	102,397	102,397	-	102,397
15,550	-	15,550	15,550	-	15,550
39,863	-	39,863	39,863	-	39,863
9,423	3,000	12,423	864	3,000	3,864
13,285	500	13,785	7,973	-	7,973
18,075	3,415	21,490	13,315	2,400	15,715
198,593	6,915	205,508	179,961	5,400	185,361
318,396	103,613	422,009	271,114	103,501	374,615
-	2,000	2,000	-	-	-
190,123	52,795	242,918	66,443	10,414	76,857
-	9,935	9,935	-	3,356	3,356
-	36,270	36,270	-	24,072	24,072
-	12,245	12,245	-	10,887	10,887
508,519	216,858	725,377	337,557	152,230	489,787
3,000	8,400	11,400	-	200	200
8,535	5,080	13,615	3,581	1,404	4,985
17,075	-	17,075	12,516	-	12,516
1,600	3,150	4,750	-	241	241
30,210	16,630	46,840	16,097	1,845	17,942
52,810	-	52,810	52,570	-	52,570
179,150	-	179,150	179,150	-	179,150
120,224	-	120,224	107,751	-	107,751
58,550	-	58,550	58,550	-	58,550
2,568	-	2,568	2,568	-	2,568
129	-	129	-	-	-
71,288	-	71,288	49,210	-	49,210
-	-	-	111,937	-	111,937
150	-	150	-	-	-
112,499	-	112,499	20,350	-	20,350
900	-	900	325	-	325
39,758	-	39,758	18,666	-	18,666
5,969	-	5,969	5,282	-	5,282
643,994	-	643,994	606,357	-	606,357

KEANSBURG SCHOOL DISTRICT
 COMBINING SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
 GENERAL FUND
 For the Fiscal Year Ended June 30, 2011

Exhibit C-1a

	ORIGINAL BUDGET			BUDGET TRANSFER		
	Operating Fund	Blended Resource Fund 15	Total General Fund	Operating Fund	Blended Resource Fund 15	Total General Fund
Support Services - School Administration						
Salaries of Principals/Assistant Principals	-	808,079	808,079	-	(4,895)	(4,895)
Salaries of Secretarial and Clerical Assistants	-	243,645	243,645	-	5,395	5,395
Purchased Professional and Technical Services	-	29,900	29,900	-	-	-
Other Purchased Services (400-500 series)	-	23,660	23,660	-	(1,000)	(1,000)
Supplies and Materials	-	28,055	28,055	-	1,000	1,000
Other Objects	-	16,580	16,580	-	(2,500)	(2,500)
Total Support Services - School Administration	-	1,149,919	1,149,919	-	(2,000)	(2,000)
Business/Human Resources						
Salaries	483,368	-	483,368	10,691	-	10,691
Purchased Educational Services	34,600	-	34,600	(9,790)	-	(9,790)
Other Purchased Services	12,500	-	12,500	(937)	-	(937)
Supplies and Materials	27,500	-	27,500	(3,264)	-	(3,264)
Other Objects	8,000	-	8,000	300	-	300
Total Business/Human Resources	565,968	-	565,968	(3,000)	-	(3,000)
Information Technology						
Salaries	17,077	-	17,077	71	-	71
Purchased Professional and Technical Services	64,750	-	64,750	2,929	-	2,929
Total Information Technology	81,827	-	81,827	3,000	-	3,000
Required Maintenance for School Facilities						
Cleaning, Repair, and Maintenance Services	638,926	-	638,926	447,486	-	447,486
General Supplies	49,968	-	49,968	469	-	469
Total Required Maintenance for School Facilities	688,894	-	688,894	447,954	-	447,954
Other Operations and Maintenance of Plant Services						
Salaries	110,430	-	110,430	(77,219)	-	(77,219)
Purchased Professional and Technical Services	56,000	-	56,000	-	-	-
Cleaning, Repair, and Maintenance Services	750,000	-	750,000	(12,634)	-	(12,634)
Other Purchased Property Services	140,000	-	140,000	-	-	-
Insurance	80,149	-	80,149	-	-	-
Miscellaneous Purchased Services	-	-	-	1,950	-	1,950
General Supplies	60,912	-	60,912	(32,201)	-	(32,201)
Energy (Heat and Electricity)	757,500	-	757,500	101,983	-	101,983
Total Other Operations and Maintenance of Plant Services	1,954,991	-	1,954,991	(18,122)	-	(18,122)
Grounds Maintenance						
Other Purchased Property Services	94,500	-	94,500	30,475	-	30,475
General Supplies	7,412	-	7,412	23,215	-	23,215
Total Grounds Maintenance	101,912	-	101,912	53,690	-	53,690
Security						
Purchased Professional and Technical Services	226,952	12,435	239,387	33,995	-	33,995
General Supplies	-	7,700	7,700	-	-	-
Total Security	226,952	20,135	247,087	33,995	-	33,995
Student Transportation Services						
Salaries for Pupil Transportation						
Between Home and School - Regular	44,446	-	44,446	-	-	-
Contracted Services						
Other than Between Home and School - Vendors	3,150	118,420	121,570	-	(6,754)	(6,754)
Special Education Students - Vendors	-	-	-	11,567	-	11,567
Regular Students - ESCs and CTSA's	207,774	-	207,774	(70,046)	-	(70,046)
Special Education Students - ESCs and CTSA's	852,345	-	852,345	58,979	-	58,979
Miscellaneous Purchased Services - Transportation	14,264	-	14,264	-	-	-
Miscellaneous Expenditures	1,600	-	1,600	(500)	-	(500)
Total Student Transportation Services	1,123,579	118,420	1,241,999	-	(6,754)	(6,754)
Unallocated Benefits						
Social Security Contributions	520,000	-	520,000	(87,384)	-	(87,384)
T.P.A.F. Contributions - ERIP	250,000	-	250,000	32,384	-	32,384
Unemployment Compensation	1,030,000	-	1,030,000	(300,000)	-	(300,000)
Workman's Compensation	190,219	-	190,219	55,494	-	55,494
Health Benefits	1,300,207	3,249,070	4,549,277	(20,827)	(6,500)	(27,327)
Tuition Reimbursement	55,000	-	55,000	3,645	-	3,645
Other Employee Benefits	86,304	-	86,304	20,333	-	20,333
Total Unallocated Benefits	3,431,730	3,249,070	6,680,800	(296,355)	(6,500)	(302,855)

FINAL BUDGET			ACTUAL		
Operating Fund	Blended Resource Fund 15	Total General Fund	Operating Fund	Blended Resource Fund 15	Total General Fund
-	803,184	803,184	-	780,692	780,692
-	249,040	249,040	-	249,040	249,040
-	29,900	29,900	-	9,338	9,338
-	22,660	22,660	-	10,797	10,797
-	29,055	29,055	-	15,545	15,545
-	14,080	14,080	-	10,459	10,459
-	1,147,919	1,147,919	-	1,075,871	1,075,871
494,059	-	494,059	494,059	-	494,059
24,810	-	24,810	21,234	-	21,234
11,563	-	11,563	7,108	-	7,108
24,236	-	24,236	15,360	-	15,360
8,300	-	8,300	4,523	-	4,523
562,968	-	562,968	542,284	-	542,284
17,148	-	17,148	17,148	-	17,148
67,679	-	67,679	64,512	-	64,512
84,827	-	84,827	81,660	-	81,660
1,086,412	-	1,086,412	735,662	-	735,662
50,437	-	50,437	45,970	-	45,970
1,136,848	-	1,136,848	781,632	-	781,632
33,211	-	33,211	33,211	-	33,211
56,000	-	56,000	1,950	-	1,950
737,366	-	737,366	776,349	-	776,349
140,000	-	140,000	124,001	-	124,001
80,149	-	80,149	80,000	-	80,000
1,950	-	1,950	-	-	-
28,711	-	28,711	25,108	-	25,108
859,483	-	859,483	704,238	-	704,238
1,936,869	-	1,936,869	1,744,857	-	1,744,857
124,975	-	124,975	124,952	-	124,952
30,627	-	30,627	29,696	-	29,696
155,602	-	155,602	154,648	-	154,648
260,947	12,435	273,382	216,201	3,513	219,714
-	7,700	7,700	-	4,573	4,573
260,947	20,135	281,082	216,201	8,086	224,287
44,446	-	44,446	38,274	-	38,274
3,150	111,666	114,816	2,166	67,377	69,543
11,567	-	11,567	11,567	-	11,567
137,728	-	137,728	45,857	-	45,857
911,324	-	911,324	803,769	-	803,769
14,264	-	14,264	14,000	-	14,000
1,100	-	1,100	-	-	-
1,123,579	111,666	1,235,245	915,633	67,377	983,010
432,616	-	432,616	315,706	-	315,706
282,384	-	282,384	-	-	-
730,000	-	730,000	-	-	-
245,713	-	245,713	245,562	-	245,562
1,279,380	3,242,570	4,521,950	1,054,292	3,046,777	4,101,069
58,645	-	58,645	38,750	-	38,750
106,637	-	106,637	106,637	-	106,637
3,135,375	3,242,570	6,377,945	1,760,948	3,046,777	4,807,725

KEANSBURG SCHOOL DISTRICT
 COMBINING SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
 GENERAL FUND
 For the Fiscal Year Ended June 30, 2011

Exhibit C-1a

	ORIGINAL BUDGET			BUDGET TRANSFER		
	Operating Fund	Blended Resource Fund 15	Total General Fund	Operating Fund	Blended Resource Fund 15	Total General Fund
On-Behalf Contributions						
TPAF Pension (On-Behalf)	-	-	-	-	-	-
TPAF Social Security (Reimbursed)	-	-	-	-	-	-
Total TPAF Pension/Social Security	-	-	-	-	-	-
Total Personal Services - Employee Benefits	3,431,730	3,249,070	6,680,800	(296,355)	(6,500)	(302,855)
Total Undistributed Expenditures	14,786,144	5,814,959	20,601,103	154,358	(15,571)	138,787
Total Expenditures - Current Expense	15,415,884	18,917,444	34,333,328	154,358	72,740	227,098
Capital Outlay						
Equipment						
Special Education - Instruction	7,000	-	7,000	(7,000)	-	(7,000)
Undistributed Expenditures						
Instruction	6,000	-	6,000	-	-	-
Non-Instructional Services	12,500	-	12,500	7,000	-	7,000
Total Equipment	25,500	-	25,500	-	-	-
Total Capital Outlay	25,500	-	25,500	-	-	-
Total Expenditures	15,441,384	18,917,444	34,358,828	154,358	72,740	227,098
Excess (Deficiency) of Revenues Over (Under) Expenditures	16,094,884	(18,917,444)	(2,822,560)	(154,358)	(72,740)	(227,098)
Other Financing Sources (Uses):						
Operating Transfers In						
Contribution to School Based Budgets - General Revenue Fund	-	18,422,584	18,422,584	-	-	-
NCLB Contribution to School Based Budgets	-	494,860	494,860	-	-	-
Pre-K Ed Contribution to School Based Budget	-	258,781	258,781	-	-	-
Operating Transfers Out						
Transfer to School Based Budgets - From General Fund	(18,422,584)	-	(18,422,584)	-	-	-
Total Other Financing Sources	(18,422,584)	19,176,225	753,641	-	-	-
Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Sources (Uses)	(2,327,700)	258,779	(2,068,921)	(154,358)	(72,740)	(227,098)
Fund Balance, July 1	5,493,486	-	5,493,486	-	-	-
Fund Balance, June 30	<u>\$ 3,165,786</u>	<u>\$ 258,779</u>	<u>\$ 3,424,565</u>	<u>\$ (154,358)</u>	<u>\$ (72,740)</u>	<u>\$ (227,098)</u>

FINAL BUDGET			ACTUAL		
Operating Fund	Blended Resource Fund 15	Total General Fund	Operating Fund	Blended Resource Fund 15	Total General Fund
-	-	-	1,260,490	-	1,260,490
-	-	-	1,200,410	-	1,200,410
-	-	-	2,460,900	-	2,460,900
3,135,375	3,242,570	6,377,945	4,221,848	3,046,777	7,268,625
14,940,502	5,799,388	20,739,890	14,272,328	5,337,987	19,610,315
15,570,242	18,990,185	34,560,428	14,873,597	17,958,237	32,831,834
-	-	-	-	-	-
6,000	-	6,000	-	-	-
19,500	-	19,500	18,912	-	18,912
25,500	-	25,500	18,912	-	18,912
25,500	-	25,500	18,912	-	18,912
15,595,742	18,990,185	34,585,928	14,892,510	17,958,237	32,850,747
15,940,526	(18,990,185)	(3,049,660)	19,515,784	(17,958,237)	1,557,547
-	18,422,584	18,422,584	-	17,204,596	17,204,596
-	494,860	494,860	-	494,860	494,860
-	258,781	258,781	-	258,781	258,781
(18,422,584)	-	(18,422,584)	(17,204,596)	-	(17,204,596)
(18,422,584)	19,176,225	753,641	(17,204,596)	17,958,237	753,641
(2,482,058)	186,040	(2,296,019)	2,311,188	-	2,311,188
5,493,486	-	5,493,486	5,493,486	-	5,493,486
<u>\$ 3,011,428</u>	<u>\$ 186,040</u>	<u>\$ 3,197,467</u>	<u>\$ 7,804,674</u>	<u>\$ -</u>	<u>\$ 7,804,674</u>

KEANSBURG SCHOOL DISTRICT
 BUDGETARY COMPARISON SCHEDULE
 SPECIAL REVENUE FUND
 For the Fiscal Year Ended June 30, 2011

Exhibit C-2

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
REVENUES					
State Sources	\$ 3,181,965	\$ 309,439	\$ 3,491,404	\$ 3,242,214	\$ 249,190
Federal Sources	2,096,905	669,084	2,765,989	2,610,852	155,137
Local Sources	-	152,360	152,360	143,840	8,520
Total Revenues	5,278,870	1,130,883	6,409,753	5,996,906	412,847
EXPENDITURES					
Instruction					
Salaries of Teachers	2,038,519	(152,469)	1,886,050	1,828,439	57,611
Other Salaries for Instruction	378,994	93,024	472,018	385,915	86,103
Purchased Professional - Educational Services	589,838	(556,712)	33,126	23,298	9,828
Purchased Professional - Technical Services	-	40,809	40,809	20,761	20,048
Other Purchased Services	-	533,030	533,030	532,871	159
General Supplies	83,930	546,488	630,418	449,469	180,949
Other Objects	7,770	8,326	16,096	12,841	3,255
Total Instruction	3,099,051	512,496	3,611,547	3,253,594	357,953
Support Services					
Salaries of Supervisors of Instruction	110,784	41,372	152,156	152,156	-
Salaries of Other Professional Staff	231,852	198,649	430,501	421,088	9,413
Salaries of Secretarial and Clerical Assistants	70,566	521	71,087	71,087	-
Other Salaries	133,300	(6,310)	126,990	90,972	36,018
Personal Services - Employee Benefits	537,588	149,644	687,232	687,232	-
Purchased Professional - Educational Services	-	163,131	163,131	155,714	7,417
Other Purchased Professional Services	23,547	210,467	234,014	144,206	89,808
Purchased Technical Services	167,906	(22,535)	145,371	85,193	60,178
Contracted Services - Transportation	86,587	-	86,587	79,760	6,827
Travel	2,040	4,839	6,879	5,212	1,667
Supplies and Materials	9,000	109,636	118,636	83,056	35,580
Other Objects	4,100	7,821	11,921	11,675	246
Total Support Services	1,377,270	857,235	2,234,505	1,987,351	247,154
Facilities Acquisition and Construction Services					
Instructional Equipment	-	2,500	2,500	2,320	180
Total Facilities Acquisition and Construction Services	-	2,500	2,500	2,320	180
Total Expenditures	4,476,321	1,372,231	5,848,552	5,243,265	605,287
Other Financing Sources (Uses)					
Transfer Out to School Based Budgets (General Fund)	(307,689)	(494,860)	(802,549)	(753,641)	(48,908)
Total Other Financing Sources (Uses)	(307,689)	(494,860)	(802,549)	(753,641)	(48,908)
Total Outflows	4,784,010	1,867,091	6,651,101	5,996,906	654,195
Excess (Deficiency) of Revenues Over (Under) Expenditures and Other Financing Sources (Uses)	\$ 494,860	\$ (736,208)	\$ (241,348)	\$ -	\$ (241,348)

Notes to Required Supplementary Information

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KEANSBURG SCHOOL DISTRICT
 REQUIRED SUPPLEMENTARY INFORMATION
 BUDGET TO GAAP RECONCILIATION
 NOTE TO REQUIRED SUPPLEMENTAL INFORMATION
 For the Fiscal Year Ended June 30, 2011

Exhibit C-3

NOTE 1. EXPLANATION OF DIFFERENCES BETWEEN BUDGETARY INFLOWS AND OUTFLOWS
 AND GAAP REVENUES AND EXPENDITURES

	General Fund	Special Revenue Fund
Sources/Inflows of Resources		
Actual amounts (budgetary basis) "revenue" from the budgetary comparison schedule	\$ 34,408,294	\$ 5,996,906
Difference - budget to GAAP:		
Grant accounting budgetary basis differs from GAAP in that encumbrances are recognized as expenditures, and the related revenue is recognized.	-	(314,161)
State aid payment recognized for GAAP statements in the current year, previously recognized for budgetary purposes	3,182,304	-
State aid payment recognized for budgetary purposes, not recognized for GAAP statements until the subsequent year.	(2,953,923)	-
Total revenues as reported on the statement of revenues, expenditures and changes in fund balances - governmental funds	\$ 34,636,675	\$ 5,682,745
Uses/Outflows of Resources		
Actual amounts (budgetary basis) "total outflows" from the budgetary comparison schedule	\$ 32,850,747	\$ 5,996,906
Difference - budget to GAAP:		
Grant accounting budgetary basis differs from GAAP in that encumbrances are recognized as expenditures, and the related revenue is recognized.	-	(314,161)
Total expenditures as reported on the statement of revenues, expenditures and changes in fund balances - governmental funds	\$ 32,850,747	\$ 5,682,745

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Other Supplementary Information

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School-Based Budget Schedules

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KEANSBURG SCHOOL DISTRICT
GENERAL FUND
COMBINING BALANCE SHEET
June 30, 2011

Exhibit D-1

	Operating Fund Fund 11 - 13	Blended Resource Fund 15	Total General Funds
ASSETS			
Cash and Cash Equivalents	\$ 3,340,200	\$ -	\$ 3,340,200
Interfund Receivable	1,289,244	292,348	1,581,592
Receivables, net	<u>3,244,083</u>	<u>-</u>	<u>3,244,083</u>
 Total Assets	 <u>\$ 7,873,527</u>	 <u>\$ 292,348</u>	 <u>\$ 8,165,875</u>
LIABILITIES AND FUND BALANCES			
Liabilities			
Interfund Payable	<u>\$ 361,201</u>	<u>\$ -</u>	<u>\$ 361,201</u>
 Total Liabilities	 <u>361,201</u>	 <u>-</u>	 <u>361,201</u>
Fund Balances			
Restricted for:			
Excess Surplus - current year	2,085,279	-	2,085,279
Excess Surplus- designated for subsequent year's expenditures	1,048,079	-	1,048,079
Maintenance Reserve	400,000	-	400,000
Emergency Reserve	250,000	-	250,000
Committed to:			
Encumbrances	916,284	292,348	1,208,632
Assigned to:			
Designated for Subsequent Year's Expenditures	1,924,622	-	1,924,622
Unassigned, reported in:			
General Fund	<u>888,062</u>	<u>-</u>	<u>888,062</u>
 Total Fund Balances	 <u>7,512,326</u>	 <u>292,348</u>	 <u>7,804,674</u>
 Total Liabilities and Fund Balances	 <u>\$ 7,873,527</u>	 <u>\$ 292,348</u>	 <u>\$ 8,165,875</u>

KEANSBURG SCHOOL DISTRICT
 BLENDED RESOURCE FUND 15
 SCHEDULE OF EXPENDITURES ALLOCATED BY RESOURCE TYPE - ACTUAL
 For the Fiscal Year Ended June 30, 2011

District-wide

Resources	Resource Amount (Final Budget)	District-wide Blended % of Total Resources	Total Expenditures Allocated as a % of Total Resources	Total Surplus/ Carryover
General Fund Contribution	\$ 18,422,582	95.83%	\$ 17,496,949	\$ 925,633
Other State Resources ECPA Carryover	307,689	1.60%	258,781	48,908
Combined General Fund Contribution and Other State Resources	18,730,271	97.43%	17,755,730	974,541
Restricted Federal Resources Title I, Part A of NCLB: <i>Improving Basic Programs</i>	494,860	2.57%	494,860	-
Total	\$ 19,225,131	100.00%	\$ 18,250,590	\$ 974,541

KEANSBURG SCHOOL DISTRICT
 BLENDED RESOURCE FUND 15
 SCHEDULE OF EXPENDITURES ALLOCATED BY RESOURCE TYPE - ACTUAL
 For the Fiscal Year Ended June 30, 2011

School: Port Monmouth Road

Resources	Resource Amount (Final Budget)	% of Total Resources	Total Expenditures Allocated as a % of Total Resources	Total Surplus/ Carryover
General Fund Contribution	\$ 4,583,325	94.61%	\$ 4,192,071	\$ 391,254
Other State Resources ECPA Carryover	100,030	2.06%	84,130	15,900
Combined General Fund Contribution and Other State Resources	4,683,355	96.68%	4,276,202	407,153
Restricted Federal Resources Title I, Part A of NCLB: <i>Improving Basic Programs</i>	160,869	3.32%	160,869	-
Total	<u>\$ 4,844,224</u>	<u>100.00%</u>	<u>\$ 4,437,071</u>	<u>\$ 407,153</u>

KEANSBURG SCHOOL DISTRICT
 BLENDED RESOURCE FUND 15
 SCHEDULE OF EXPENDITURES ALLOCATED BY RESOURCE TYPE - ACTUAL
 For the Fiscal Year Ended June 30, 2011

School: Caruso

Resources	Resource Amount (Final Budget)	% of Total Resources	Total Expenditures Allocated as a % of Total Resources	Total Surplus/ Carryover
General Fund Contribution	\$ 2,773,413	91.21%	\$ 2,617,433	\$ 155,980
Other State Resources ECPA Carryover	102,491	3.37%	86,200	16,291
Combined General Fund Contribution and Other State Resources	2,875,904	94.58%	2,703,633	172,271
Restricted Federal Resources Title I, Part A of NCLB: <i>Improving Basic Programs</i>	164,860	5.42%	164,860	-
Total	<u>\$ 3,040,764</u>	<u>100.00%</u>	<u>\$ 2,868,493</u>	<u>\$ 172,271</u>

KEANSBURG SCHOOL DISTRICT
 BLENDED RESOURCE FUND 15
 SCHEDULE OF EXPENDITURES ALLOCATED BY RESOURCE TYPE - ACTUAL
 For the Fiscal Year Ended June 30, 2011

School: Bolger

Resources	Resource Amount (Final Budget)	% of Total Resources	Total Expenditures Allocated as a % of Total Resources	Total Surplus/ Carryover
General Fund Contribution to Whole School Reform	\$ 5,202,802	94.99%	\$ 5,062,198	\$ 140,604
Other State Resources ECPA Carryover	105,168	1.92%	88,451	16,717
Combined General Fund Contribution and Other State Resources	5,307,970	96.91%	5,150,649	157,321
Restricted Federal Resources Title I, Part A of NCLB: <i>Improving Basic Programs</i>	169,131	3.09%	169,131	-
Total	<u>\$ 5,477,101</u>	<u>100.00%</u>	<u>\$ 5,319,780</u>	<u>\$ 157,321</u>

KEANSBURG SCHOOL DISTRICT
 BLENDED RESOURCE FUND 15
 SCHEDULE OF EXPENDITURES ALLOCATED BY RESOURCE TYPE - ACTUAL
 For the Fiscal Year Ended June 30, 2011

School: Keansburg High School

Resources	Resource Amount (Final Budget)	% of Total Resources	Total Expenditures Allocated as a % of Total Resources	Total Surplus/ Carryover
General Fund Contribution to Whole School Reform	\$ 5,863,042	100.00%	\$ 5,625,246	\$ 237,796
Other State Resources ECPA Carryover	-	0.00%	-	-
Total	\$ 5,863,042	100.00%	\$ 5,625,246	\$ 237,796

KEANSBURG SCHOOL DISTRICT
 BLENDED RESOURCE FUND 15
 Schedule of Blended Expenditures - Budget and Actual
 For the Fiscal Year Ended June 30, 2011

Exhibit D-3

<u>DISTRICT-WIDE</u>	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
EXPENDITURES					
Current Expense					
Regular Programs					
Salaries of Teachers					
Preschool/Kindergarten	\$ 422,320	\$ -	\$ 422,320	\$ 351,948	\$ 70,373
Grades 1-5	2,944,689	(231)	2,944,458	2,767,991	176,467
Grades 6-8	1,662,742	(143,279)	1,519,463	1,519,463	-
Grades 9-12	1,970,625	15,142	1,985,767	1,985,767	-
Regular Programs - Undistributed Instruction					
Other Salaries for Instruction	150,690	10	150,700	137,747	12,953
Purchased Professional - Educational Services	13,000	-	13,000	3,800	9,200
Purchased Technical Services	81,200	(3,991)	77,209	57,188	20,021
Other Purchased Services (400-500 series)	13,305	-	13,305	6,201	7,104
General Supplies	239,475	70,560	310,035	310,035	-
Textbooks	75,690	(20,031)	55,659	39,553	16,106
Other Objects	35,100	(969)	34,131	25,227	8,904
Total Regular Programs	<u>7,608,835</u>	<u>(82,788)</u>	<u>7,526,047</u>	<u>7,204,920</u>	<u>321,128</u>
Learning and/or Language Disabilities					
Salaries of Teachers	265,175	(51,050)	214,126	206,953	7,173
Other Salaries for Instruction	125,880	18,443	144,323	133,048	11,274
General Supplies	1,200	-	1,200	1,200	-
Textbooks	1,000	-	1,000	-	1,000
Total Learning and/or Language Disabilities	<u>393,255</u>	<u>(32,607)</u>	<u>360,648</u>	<u>341,201</u>	<u>19,447</u>
Behavioral Disabilities					
Salaries of Teachers	66,155	24	66,179	66,155	24
Other Salaries for Instruction	19,540	19,040	38,580	38,532	48
General Supplies	1,200	-	1,200	885	315
Textbooks	1,000	(500)	500	-	500
Other Objects	-	500	500	480	20
Total Behavioral Disabilities	<u>87,895</u>	<u>19,064</u>	<u>106,959</u>	<u>106,052</u>	<u>907</u>
Multiple Disabilities					
Salaries of Teachers	321,310	(62,308)	259,002	258,937	64
Other Salaries for Instruction	130,650	10,321	140,971	140,646	325
General Supplies	1,920	(21)	1,899	971	929
Total Multiple Disabilities	<u>453,880</u>	<u>(52,008)</u>	<u>401,872</u>	<u>400,553</u>	<u>1,319</u>
Resource Room/Resource Center					
Salaries of Teachers	2,288,225	131,501	2,419,725	2,415,889	3,836
Other Salaries for Instruction	208,390	(911)	207,479	204,173	3,306
General Supplies	5,860	-	5,860	4,685	1,175
Total Resource Room/Resource Center	<u>2,502,475</u>	<u>130,591</u>	<u>2,633,064</u>	<u>2,624,747</u>	<u>8,318</u>
Autism					
Salaries of Teachers	138,310	(3,885)	134,425	125,258	9,168
Other Salaries for Instruction	42,615	(135)	42,480	36,905	5,575
General Supplies	100	20	120	120	-
Total Autism	<u>181,025</u>	<u>(3,999)</u>	<u>177,026</u>	<u>162,283</u>	<u>14,743</u>
Preschool Disabilities - Full Time					
Salaries of Teachers	357,537	45,642	403,179	403,179	-
Other Salaries for Instruction	89,447	(10,783)	78,664	78,664	-
General Supplies	12,981	(4,981)	8,000	8,000	-
Other Objects	10,912	(9,067)	1,845	1,845	-
Total Preschool Disabilities - Full-Time	<u>470,877</u>	<u>20,810</u>	<u>491,687</u>	<u>491,688</u>	<u>-</u>
Total Special Education	<u>4,089,407</u>	<u>81,851</u>	<u>4,171,258</u>	<u>4,126,522</u>	<u>44,736</u>
Other Instructional Programs					
Basic Skills/Remedial					
Salaries of Teachers	546,437	59,195	605,632	583,545	22,087
General Supplies	3,220	-	3,220	2,929	291
Total Basic Skills/Remedial	<u>549,657</u>	<u>59,195</u>	<u>608,852</u>	<u>586,474</u>	<u>22,378</u>
Bilingual Education					
General Supplies	380	-	380	-	380
Total Bilingual Education	<u>380</u>	<u>-</u>	<u>380</u>	<u>-</u>	<u>380</u>
School Sponsored Co-Curricular Activities					
Salaries	78,077	6,741	84,818	82,681	2,137
Supplies and Materials	-	1,500	1,500	1,302	198
Other Objects & General Supplies	2,500	127	2,627	2,627	-
Total School Sponsored Co-Curricular Activities	<u>80,577</u>	<u>8,368</u>	<u>88,945</u>	<u>86,610</u>	<u>2,335</u>

KEANSBURG SCHOOL DISTRICT
 BLENDED RESOURCE FUND 15
 Schedule of Blended Expenditures - Budget and Actual
 For the Fiscal Year Ended June 30, 2011

Exhibit D-3

<u>DISTRICT-WIDE</u>	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
School Sponsored Athletics					
Salaries	391,304	1,655	392,960	391,487	1,473
Purchased Services (300-500 series)	69,000	(8,955)	60,045	38,778	21,267
Supplies and Materials	44,000	3,511	47,511	44,295	3,217
Other Objects	49,000	-	49,000	19,714	29,286
Total School Sponsored Athletics	<u>553,304</u>	<u>(3,789)</u>	<u>549,516</u>	<u>494,274</u>	<u>55,242</u>
Before and After School Sponsored Activities					
Salaries	44,000	3,863	47,863	26,810	21,052
Other Salaries for Instruction	53,672	(2,074)	51,598	32,103	19,495
Total Before and After School Sponsored Activities	<u>97,672</u>	<u>1,789</u>	<u>99,461</u>	<u>58,914</u>	<u>40,547</u>
Summer School					
Salaries	86,032	17,342	103,374	98,877	4,498
Other Salaries for Instruction	28,620	6,419	35,039	20,398	14,641
Support	-	529	529	529	-
Total Community Services Programs/Operations	<u>114,652</u>	<u>24,291</u>	<u>138,943</u>	<u>119,805</u>	<u>19,138</u>
Total Other Instructional Programs	<u>1,396,243</u>	<u>89,854</u>	<u>1,486,096</u>	<u>1,346,078</u>	<u>140,020</u>
Total Instruction	<u>13,094,485</u>	<u>88,918</u>	<u>13,183,403</u>	<u>12,677,520</u>	<u>505,884</u>
Undistributed Expenditures					
Attendance and Social Work Services					
Supplies and Materials	1,180	-	1,180	887	293
Total Attendance and Social Work Services	<u>1,180</u>	<u>-</u>	<u>1,180</u>	<u>887</u>	<u>293</u>
Health Services					
Salaries	317,744	4,640	322,385	322,385	-
Purchased Professional and Technical Services	-	365	365	53	313
Other Purchased Services (400-500 series)	5,475	-	5,475	464	5,012
Supplies and Materials	18,365	(365)	18,000	12,907	5,093
Total Health Services	<u>341,584</u>	<u>4,640</u>	<u>346,225</u>	<u>335,809</u>	<u>10,417</u>
Other Support Services - Regular					
Salaries of Other Professional Staff	606,583	(4,640)	601,943	585,541	16,402
Salaries of Secretarial and Clerical Assistants	33,550	-	33,550	33,550	-
Purchased Professional - Educational Services	17,150	408	17,558	10,912	6,645
Supplies and Materials	35,464	274	35,738	28,821	6,918
Other Objects	5,500	-	5,500	1,188	4,312
Total Other Support Services - Regular	<u>698,246</u>	<u>(3,958)</u>	<u>694,288</u>	<u>660,012</u>	<u>34,278</u>
Improvement of Instructional Services					
Other Purchased Services (400-500 series)	3,000	-	3,000	3,000	-
Supplies and Materials	500	-	500	-	500
Other Objects	3,415	-	3,415	2,400	1,015
Total Improvement of Instructional Services	<u>6,915</u>	<u>-</u>	<u>6,915</u>	<u>5,400</u>	<u>1,515</u>
Educational Media Services/School Library					
Salaries	103,613	-	103,613	103,501	112
Other Salaries	6,250	-	6,250	-	3,610
Purchased Professional and Technical Services	48,545	-	48,545	18,065	30,480
Other Purchased Services (400-500 series)	9,935	-	9,935	3,356	6,579
Supplies and Materials	37,270	(1,000)	36,270	28,213	8,057
Other Objects	12,245	-	12,245	11,228	1,017
Total Educational Media Services/School Library	<u>217,858</u>	<u>(1,000)</u>	<u>216,859</u>	<u>164,363</u>	<u>49,855</u>
Instructional Staff Training Services					
Purchased Professional - Educational Services	8,400	-	8,400	875	7,525
Other Purchased Professional and Technical Services	2,150	-	2,150	241	1,909
Other Purchased Services (400-500 series)	5,080	-	5,080	1,485	3,595
Supplies and Materials	1,000	-	1,000	-	1,000
Total Instructional Staff Training Services	<u>16,630</u>	<u>-</u>	<u>16,630</u>	<u>2,601</u>	<u>14,029</u>

KEANSBURG SCHOOL DISTRICT
 BLENDED RESOURCE FUND 15
 Schedule of Blended Expenditures - Budget and Actual
 For the Fiscal Year Ended June 30, 2011

Exhibit D-3

<u>DISTRICT-WIDE</u>	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Support Services - School Administration					
Salaries of Principals/Assistant Principals	808,079	(4,895)	803,183	780,692	22,491
Salaries of Secretarial and Clerical Assistants	243,644	5,395	249,039	249,039	-
Purchased Professional and Technical Services	29,900	-	29,900	10,857	19,043
Other Purchased Services (400-500 series)	23,660	(1,000)	22,660	12,226	10,434
Supplies and Materials	28,055	1,000	29,055	15,947	13,108
Other Objects	16,580	(2,500)	14,080	10,611	3,469
Total Support Services - School Administration	<u>1,149,918</u>	<u>(2,000)</u>	<u>1,147,918</u>	<u>1,079,373</u>	<u>68,544</u>
Security					
Purchased Professional and Technical Services	12,435	-	12,435	3,513	8,922
Supplies and Materials	7,700	-	7,700	4,573	3,127
Total Security	<u>20,135</u>	<u>-</u>	<u>20,135</u>	<u>8,086</u>	<u>12,049</u>
Student Transportation Services					
Other than Between Home and School - Vendors	118,420	(6,754)	111,666	91,540	20,126
Total Student Transportation Services	<u>118,420</u>	<u>(6,754)</u>	<u>111,666</u>	<u>91,540</u>	<u>20,126</u>
Unallocated Benefits					
Health Benefits	3,249,071	(6,500)	3,242,571	3,225,000	17,570
Total Unallocated Benefits	<u>3,249,071</u>	<u>(6,500)</u>	<u>3,242,571</u>	<u>3,225,000</u>	<u>17,570</u>
Total Personal Services - Employee Benefits	<u>3,249,071</u>	<u>(6,500)</u>	<u>3,242,571</u>	<u>3,225,000</u>	<u>17,570</u>
Total Undistributed Expenditures	5,819,957	(15,571)	5,804,387	5,573,072	228,677
Total Expenditures - Current Expense	<u>18,914,442</u>	<u>73,346</u>	<u>18,987,790</u>	<u>18,250,590</u>	<u>734,560</u>
Total Expenditures	<u>18,914,442</u>	<u>73,346</u>	<u>18,987,790</u>	<u>18,250,590</u>	<u>734,560</u>
Other Financing Sources (Uses):					
Operating Transfers In	19,225,131	-	19,225,131	18,250,590	974,541
Total Other Financing Sources (Uses)	<u>19,225,131</u>	<u>-</u>	<u>19,225,131</u>	<u>18,250,590</u>	<u>974,541</u>
Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Sources (Uses)	310,689	(73,346)	237,341	-	237,341
Fund Balance, July 1	6,587,636	47,968	6,635,604	-	6,635,604
Fund Balance, June 30	<u>\$ 6,898,325</u>	<u>\$ (25,378)</u>	<u>\$ 6,872,945</u>	<u>\$ -</u>	<u>\$ 6,872,945</u>

KEANSBURG SCHOOL DISTRICT
 BLENDED RESOURCE FUND 15
 SCHEDULE OF BLENDED EXPENDITURES - BUDGET AND ACTUAL
 For the Fiscal Year Ended June 30, 2011

Exhibit D-3-a

<u>School: Keansburg High School</u>	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
EXPENDITURES					
Current Expense					
Regular Programs					
Salaries of Teachers					
Grades 9-12	\$ 1,970,625	\$ 15,142	\$ 1,985,767	\$ 1,985,767	\$ -
Regular Programs - Undistributed Instruction					
Other Salaries for Instruction	-	10	10	10	-
Purchased Educational Services	8,000	-	8,000	-	8,000
Purchased Technical Services	24,000	-	24,000	18,055	5,945
General Supplies	103,653	(244)	103,409	103,409	-
Textbooks	30,000	1,000	31,000	29,965	1,035
Other Objects	3,000	-	3,000	2,063	937
Total Regular Programs	2,139,278	15,909	2,155,186	2,139,270	15,917
Special Education					
Learning and/or Language Disabilities					
Salaries of Teachers	124,830	-	124,830	124,830	-
General Supplies	1,200	-	1,200	1,200	-
Textbooks	1,000	-	1,000	-	1,000
Total Learning and/or Language Disabilities	127,030	-	127,030	126,030	1,000
Behavioral Disabilities					
Salaries of Teachers	66,155	24	66,179	66,155	24
Other Salaries for Instruction	19,540	19,040	38,580	38,532	48
General Supplies	1,200	-	1,200	885	315
Textbooks	1,000	(500)	500	-	500
Other Objects	-	500	500	480	20
Total Behavioral Disabilities	87,895	19,064	106,959	106,052	907
Resource Room/Resource Center					
Salaries of Teachers	680,030	15,659	695,689	695,689	-
Other Salaries for Instruction	41,365	(18,706)	22,659	21,242	1,417
General Supplies	900	-	900	259	641
Total Resource Room/Resource Center	722,295	(3,047)	719,248	717,189	2,058
Total Special Education	937,220	16,016	953,236	949,271	3,965
Other Instructional Programs					
Basic Skills/Remedial					
Salaries of Teachers	141,200	21,115	162,315	162,315	-
General Supplies	500	-	500	500	-
Total Basic Skills/Remedial	141,700	21,115	162,815	162,815	-
School Sponsored Co-Curricular Activities					
Salaries	55,422	(5,993)	49,430	47,293	2,137
Supplies and Materials	-	1,500	1,500	1,302	198
Total School Sponsored Co-Curricular Activities	55,422	(4,493)	50,930	48,595	2,335
School Sponsored Athletics					
Salaries	347,661	11,936	359,597	359,597	-
Purchased Services (300-500 series)	57,000	(11,936)	45,064	23,797	21,267
Supplies and Materials	44,000	3,511	47,511	44,295	3,217
Other Objects	49,000	-	49,000	19,714	29,286
Total School Sponsored Athletics	497,661	3,511	501,172	447,403	53,770
Before and After School Sponsored Activities					
Salaries	23,520	(553)	22,967	4,410	18,556
Total Before and After School Sponsored Activities	23,520	(553)	22,967	4,410	18,556
Summer School					
Salaries	36,060	-	36,060	34,992	1,068
Total Summer School	36,060	-	36,060	34,992	1,068
Total Other Instructional Programs	754,363	19,581	773,944	698,215	75,729
Total Instruction	3,830,860	51,507	3,882,368	3,786,756	95,610
Undistributed Expenditures					
Attendance and Social Work Services					
Supplies and Materials	600	-	600	600	-
Total Attendance and Social Work Services	600	-	600	600	-

KEANSBURG SCHOOL DISTRICT
 BLENDED RESOURCE FUND 15
 SCHEDULE OF BLENDED EXPENDITURES - BUDGET AND ACTUAL
 For the Fiscal Year Ended June 30, 2011

Exhibit D-3-a

<u>School: Keansburg High School</u>	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Health Services					
Salaries	81,240	-	81,240	81,240	-
Other Purchased Services (400-500 series)	5,475	-	5,475	464	5,012
Supplies and Materials	5,000	-	5,000	4,832	168
Total Health Services	91,715	-	91,715	86,536	5,180
Other Support Services - Regular					
Salaries of Other Professional Staff	312,128	-	312,128	303,687	8,441
Salaries of Secretarial and Clerical Assistants	33,550	-	33,550	33,550	-
Purchased Professional - Educational Services	17,150	408	17,558	10,912	6,645
Supplies and Materials	22,200	-	22,200	16,584	5,616
Other Objects	5,500	-	5,500	1,188	4,312
Total Other Support Services - Regular	390,528	408	390,935	365,921	25,014
Improvement of Instructional Services					
Other Purchased Services (400-500 series)	3,000	-	3,000	3,000	-
Supplies and Materials	500	-	500	-	500
Other Objects	3,415	-	3,415	2,400	1,015
Total Improvement of Instructional Services	6,915	-	6,915	5,400	1,515
Educational Media Services/School Library					
Salaries	21,145	-	21,145	21,145	-
Purchased Professional and Technical Services	24,600	-	24,600	7,365	17,235
Supplies and Materials	18,500	(1,000)	17,500	11,691	5,809
Other Objects	9,075	-	9,075	8,409	666
Total Educational Media Services/School Library	73,320	(1,000)	72,320	48,610	23,710
Instructional Staff Training Services					
Other Purchased Services (400-500 series)	4,980	(114)	4,866	1,271	3,595
Supplies and Materials	1,000	-	1,000	-	1,000
Total Instructional Staff Training Services	5,980	(114)	5,866	1,271	4,595
Support Services - School Administration					
Salaries of Principals/Assistant Principals	296,073	(4,895)	291,178	268,686	22,491
Salaries of Secretarial and Clerical Assistants	61,475	-	61,475	61,475	-
Purchased Professional and Technical Services	24,100	-	24,100	7,910	16,190
Other Purchased Services (400-500 series)	16,120	-	16,120	9,129	6,991
Supplies and Materials	17,000	-	17,000	6,432	10,568
Other Objects	4,500	-	4,500	3,361	1,139
Total Support Services - School Administration	419,268	(4,895)	414,372	356,993	57,379
Security					
Purchased Professional and Technical Services	4,610	-	4,610	-	4,610
General Supplies	800	1,000	1,800	1,409	391
Total Security	5,410	1,000	6,410	1,409	5,001
Student Transportation Services					
Contracted Services					
Other than Between Home and School - Vendors	80,000	-	80,000	66,750	13,250
Total Student Transportation Services	80,000	-	80,000	66,750	13,250
Unallocated Benefits					
Health Benefits	914,654	-	914,654	905,000	9,654
Total Unallocated Benefits	914,654	-	914,654	905,000	9,654
Total Personal Services - Employee Benefits	914,654	-	914,654	905,000	9,654
Total Undistributed Expenditures	1,988,390	(4,602)	1,983,788	1,838,490	145,297
Total Expenditures - Current Expense	5,819,251	46,905	5,866,155	5,625,246	240,908

KEANSBURG SCHOOL DISTRICT
 BLENDED RESOURCE FUND 15
 SCHEDULE OF BLENDED EXPENDITURES - BUDGET AND ACTUAL
 For the Fiscal Year Ended June 30, 2011

Exhibit D-3-a

<u>School: Keansburg High School</u>	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
District-wide School Based Expenditures	5,819,251	46,905	5,866,154	5,625,246	240,908
Operating Finance Sources (Uses)					
Operating Transfers In	5,863,042	-	5,863,042	5,625,246	237,795.61
Total Operating Finance Sources (Uses)	5,863,042	-	5,863,042	5,625,246	237,796
Deficient of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses	43,791	(46,905)	(3,112)	-	(3,112)
Fund Balance, July 1	(494,193)	(485,252)	(979,445)	-	(979,445)
Fund Balance, June 30	<u>\$ (450,402)</u>	<u>\$ (532,157)</u>	<u>\$ (982,557)</u>	<u>\$ -</u>	<u>\$ (982,557)</u>

KEANSBURG SCHOOL DISTRICT
 BLENDED RESOURCE FUND 15
 SCHEDULE OF BLENDED EXPENDITURES - BUDGET AND ACTUAL
 For the Fiscal Year Ended June 30, 2011

Exhibit D-3-b

<u>School: Caruso</u>	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
EXPENDITURES					
Current Expense					
Regular Programs					
Salaries of Teachers					
Grades 1-5	\$ 1,195,820	\$ (16,673)	\$ 1,179,147	\$ 1,163,142	\$ 16,005
Regular Programs - Undistributed Instruction					
Purchased Technical Services	7,500	-	7,500	6,550	950
General Supplies	76,242	25,800	102,042	102,042	-
Textbooks	2,000	(200)	1,800	-	1,800
Other Objects	13,900	200	14,100	14,100	-
Total Regular Programs	<u>1,295,462</u>	<u>9,127</u>	<u>1,304,589</u>	<u>1,285,834</u>	<u>18,755</u>
Special Education					
Multiple Handicapped or DEPA					
Salaries of Teachers	49,675	(400)	49,275	49,210	65
Other Salaries	-	400	400	75	325
General Supplies	1,320	(595)	725	725	-
Total Multiple Handicapped or DEPA	<u>50,995</u>	<u>(595)</u>	<u>50,400</u>	<u>50,010</u>	<u>390</u>
Resource Room/Resource Center					
Salaries of Teachers	285,465	12,863	298,328	298,328	-
Other Salaries for Instruction	143,205	-	143,205	143,205	-
General Supplies	3,860	-	3,860	3,860	-
Total Resource Room/Resource Center	<u>432,530</u>	<u>12,863</u>	<u>445,393</u>	<u>445,393</u>	<u>-</u>
Autism					
Salaries of Teachers	86,100	-	86,100	86,100	-
Total Autism	<u>86,100</u>	<u>-</u>	<u>86,100</u>	<u>86,100</u>	<u>-</u>
Total Special Education	<u>569,625</u>	<u>12,269</u>	<u>581,894</u>	<u>581,504</u>	<u>390</u>
Other Instructional Programs					
Basic Skills/Remedial					
Salaries of Teachers	79,795	26,593	106,388	106,388	-
General Supplies	2,320	-	2,320	2,045	275
Total Basic Skills/Remedial	<u>82,115</u>	<u>26,593</u>	<u>108,708</u>	<u>108,433</u>	<u>275</u>
Bilingual Education					
General Supplies	380	-	380	-	380
Total Bilingual Education	<u>380</u>	<u>-</u>	<u>380</u>	<u>-</u>	<u>380</u>
School Sponsored Co-Curricular Activities					
Salaries	3,468	(1,721)	1,747	1,747	-
Total School Sponsored Co-Curricular Activities	<u>3,468</u>	<u>(1,721)</u>	<u>1,747</u>	<u>1,747</u>	<u>-</u>
Before and After School Sponsored Activities					
Salaries	14,720	(672)	14,048	11,552	2,496
Other Salaries for Instruction	25,600	-	25,600	16,832	8,768
Total Before and After School Sponsored Activities	<u>40,320</u>	<u>(672)</u>	<u>39,648</u>	<u>28,384</u>	<u>11,264</u>
Summer School					
Salaries	12,480	1,752	14,232	14,232	-
Other Salaries for Instruction	7,020	4,072	11,092	4,072	7,020
Support	-	529	529	529	-
Total Summer School	<u>19,500</u>	<u>6,354</u>	<u>25,854</u>	<u>18,834</u>	<u>7,020</u>
Total Other Instructional Programs	<u>145,783</u>	<u>30,553</u>	<u>176,336</u>	<u>157,398</u>	<u>18,939</u>
Total Instruction	<u>2,010,870</u>	<u>51,949</u>	<u>2,062,819</u>	<u>2,024,735</u>	<u>38,084</u>
Undistributed Expenditures					
Attendance and Social Work Services					
Supplies and Materials	580	-	580	287	293
Total Attendance and Social Work Services	<u>580</u>	<u>-</u>	<u>580</u>	<u>287</u>	<u>293</u>
Health Services					
Salaries	72,910	-	72,910	72,910	-
Supplies and Materials	4,330	-	4,330	2,838	1,492
Total Health Services	<u>77,240</u>	<u>-</u>	<u>77,240</u>	<u>75,748</u>	<u>1,492</u>
Other Support Services - Students - Regular					
Salaries of Other Professional Staff	72,395	-	72,395	72,395	-
Supplies and Materials	3,424	-	3,424	2,675	749
Total Other Support Services - Students - Regular	<u>75,819</u>	<u>-</u>	<u>75,819</u>	<u>75,070</u>	<u>749</u>

KEANSBURG SCHOOL DISTRICT
 BLENDED RESOURCE FUND 15
 SCHEDULE OF BLENDED EXPENDITURES - BUDGET AND ACTUAL
 For the Fiscal Year Ended June 30, 2011

Exhibit D-3-b

<u>School: Caruso</u>	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Educational Media Services/School Library					
Purchased Professional and Technical Services	8,125	-	8,125	6,573	1,552
Other Purchased Services (400-500 series)	1,100	-	1,100	782	319
Supplies and Materials	3,640	-	3,640	2,629	1,011
Total Educational Media Services/School Library	<u>12,865</u>	<u>-</u>	<u>12,865</u>	<u>9,985</u>	<u>2,881</u>
Instructional Staff Training Services					
Other Purchased Professional and Technical Services	2,150	-	2,150	241	1,909
Total Instructional Staff Training Services	<u>2,150</u>	<u>-</u>	<u>2,150</u>	<u>241</u>	<u>1,909</u>
Support Services - School Administration					
Salaries of Principals/Assistant Principals	110,978	-	110,978	110,978	-
Salaries of Secretarial and Clerical Assistants	33,550	-	33,550	33,550	-
Purchased Professional and Technical Services	5,800	-	5,800	2,947	2,853
Other Purchased Services (400-500 series)	2,040	-	2,040	-	2,040
Supplies and Materials	2,570	-	2,570	1,850	720
Other Objects	1,500	-	1,500	1,457	43
Total Support Services - School Administration	<u>156,438</u>	<u>-</u>	<u>156,438</u>	<u>150,782</u>	<u>5,655</u>
Student Transportation Services					
Contracted Services					
Other than Between Home and School - Vendors	12,000	146	12,146	6,645	5,501
Total Student Transportation Services	<u>12,000</u>	<u>146</u>	<u>12,146</u>	<u>6,645</u>	<u>5,501</u>
Unallocated Benefits					
Health Benefits	532,411	(6,500)	525,911	525,000	911
Total Unallocated Benefits	<u>532,411</u>	<u>(6,500)</u>	<u>525,911</u>	<u>525,000</u>	<u>911</u>
Total Personal Services - Employee Benefits	<u>532,411</u>	<u>(6,500)</u>	<u>525,911</u>	<u>525,000</u>	<u>911</u>
Total Undistributed Expenditures	<u>869,503</u>	<u>(6,354)</u>	<u>863,149</u>	<u>843,758</u>	<u>19,394</u>
Total Expenditures - Current Expense	<u>2,880,373</u>	<u>45,595</u>	<u>2,925,968</u>	<u>2,868,493</u>	<u>57,478</u>
District-wide School Based Expenditures	<u>2,880,373</u>	<u>45,595</u>	<u>2,925,968</u>	<u>2,868,493</u>	<u>57,478</u>
Other Financing Sources (Uses)					
Operating Transfers In	3,040,764	-	3,040,764	2,868,493	172,271
Total Financing Sources (Uses)	<u>3,040,764</u>	<u>-</u>	<u>3,040,764</u>	<u>2,868,493</u>	<u>172,271</u>
Excess of Revenues and Other Financing Sources					
Under Expenditures and Other Financing Sources	160,391	(45,595)	114,796	-	114,796
Fund Balance, July 1	403,964	54,695	458,659	-	458,659
Fund Balance, June 30	<u>\$ 564,355</u>	<u>\$ 9,100</u>	<u>\$ 573,455</u>	<u>\$ -</u>	<u>\$ 573,455</u>

KEANSBURG SCHOOL DISTRICT
 BLENDED RESOURCE FUND 15
 SCHEDULE OF BLENDED EXPENDITURES - BUDGET AND ACTUAL
 For the Fiscal Year Ended June 30, 2011

Exhibit D-3-c

School: Bolger	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
EXPENDITURES					
Current Expense					
Regular Programs					
Salaries of Teachers					
Grades 1-5	\$ 515,354	\$ 46,745	\$ 562,099	\$ 561,838	\$ 260
Grades 6-8	1,662,742	(143,279)	1,519,463	1,519,463	-
Regular Programs - Undistributed Instruction					
Purchased Professional - Educational Services	5,000	-	5,000	1,800	3,200
Purchased Technical Services	19,900	(3,991)	15,909	12,267	3,642
Other Purchased Services (400-500 series)	3,150	-	3,150	501	2,649
General Supplies	19,350	20,004	39,354	39,354	-
Textbooks	43,690	(20,830)	22,860	9,588	13,272
Other Objects	8,100	831	8,931	4,473	4,458
Total Regular Programs	<u>2,277,286</u>	<u>(100,521)</u>	<u>2,176,765</u>	<u>2,149,284</u>	<u>27,481</u>
Special Education					
Learning and/or Language Disabilities					
Salaries of Teachers	140,345	(51,050)	89,296	82,123	7,173
Other Salaries for Instruction	125,880	18,443	144,323	133,048	11,274
Total Learning and/or Language Disabilities	<u>266,225</u>	<u>(32,607)</u>	<u>233,618</u>	<u>215,171</u>	<u>18,447</u>
Multiple Disabilities					
Salaries of Teachers	137,645	(34,067)	103,579	103,579	-
Other Salaries for Instruction	44,050	-	44,050	44,050	-
Total Multiple Disabilities	<u>181,695</u>	<u>(34,067)</u>	<u>147,629</u>	<u>147,630</u>	<u>-</u>
Resource Room/Resource Center					
Salaries of Teachers	900,910	90,939	991,849	988,012	3,837
Other Salaries for Instruction	20,040	-	20,040	18,690	1,350
Total Resource Room/Resource Center	<u>920,950</u>	<u>90,939</u>	<u>1,011,889</u>	<u>1,006,702</u>	<u>5,187</u>
Total Special Education	<u>1,368,870</u>	<u>24,266</u>	<u>1,393,136</u>	<u>1,369,501</u>	<u>23,635</u>
Other Instructional Programs					
Basic Skills/Remedial					
Salaries of Teachers	-	139,665	139,665	138,360	1,305
Total Basic Skills/Remedial	<u>-</u>	<u>139,665</u>	<u>139,665</u>	<u>138,360</u>	<u>1,305</u>
School Sponsored Co-Curricular Activities					
Salaries	17,287	13,061	30,348	30,348	-
Other Objects	2,500	127	2,627	2,627	-
Total School Sponsored Co-Curricular Activities	<u>19,787</u>	<u>13,187</u>	<u>32,974</u>	<u>32,974</u>	<u>-</u>
School Sponsored Athletics					
Salaries	43,643	(10,281)	33,362	31,890	1,472
Purchased Services (300-500 series)	12,000	2,981	14,981	14,981	-
Total School Sponsored Athletics	<u>55,643</u>	<u>(7,300)</u>	<u>48,343</u>	<u>46,871</u>	<u>1,472</u>
Before and After School Sponsored Activities					
Other Salaries for Instruction	14,592	(3,865)	10,727	-	10,727
Total Before and After School Sponsored Activities	<u>14,592</u>	<u>(3,865)</u>	<u>10,727</u>	<u>-</u>	<u>10,727</u>
Summer School					
Salaries	2,164	18,321	20,485	20,485	-
Other Salaries for Instruction	-	2,347	2,347	2,347	-
Total Summer School	<u>2,164</u>	<u>20,668</u>	<u>22,832</u>	<u>22,832</u>	<u>-</u>
Total Other Instructional Programs	<u>92,186</u>	<u>162,355</u>	<u>254,541</u>	<u>241,037</u>	<u>13,504</u>
Total Instruction	<u>3,738,342</u>	<u>86,100</u>	<u>3,824,442</u>	<u>3,759,822</u>	<u>64,619</u>

KEANSBURG SCHOOL DISTRICT
 BLENDED RESOURCE FUND 15
 SCHEDULE OF BLENDED EXPENDITURES - BUDGET AND ACTUAL
 For the Fiscal Year Ended June 30, 2011

Exhibit D-3-c

School: Bolger	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Undistributed Expenditures					
Health Services					
Salaries	64,135	4,640	68,775	68,775	-
Supplies and Materials	5,830	-	5,830	2,931	2,899
Total Health Services	69,965	4,640	74,605	71,706	2,899
Other Support Services - Students - Regular					
Salaries of Other Professional Staff	147,645	(4,640)	143,005	135,043	7,962
Supplies and Materials	9,150	275	9,425	9,425	-
Total Other Support Services - Students - Regular	156,795	(4,365)	152,430	144,468	7,962
Educational Media Services/School Library					
Salaries	37,581	-	37,581	37,581	-
Other Salaries	2,000	-	2,000	-	2,000
Purchased Professional and Technical Services	15,820	-	15,820	1,487	14,333
Other Purchased Services (400-500 series)	8,835	-	8,835	2,574	6,261
Supplies and Materials	10,500	-	10,500	9,708	792
Total Educational Media Services/School Library	74,736	-	74,736	51,351	23,386
Instructional Staff Training Services					
Purchased Professional - Educational Services	6,500	-	6,500	-	6,500
Total Instructional Staff Training Services	6,500	-	6,500	-	6,500
Support Services - School Administration					
Salaries of Principals/Assistant Principals	198,206	-	198,206	198,206	-
Salaries of Secretarial and Clerical Assistants	70,566	-	70,566	70,566	-
Other Purchased Services (400-500 series)	5,500	(1,000)	4,500	3,097	1,403
Supplies and Materials	4,350	1,000	5,350	4,922	428
Other Objects	3,800	-	3,800	3,654	146
Total Support Services - School Administration	282,422	-	282,422	280,445	1,976
Security					
General Supplies	6,900	(1,000)	5,900	3,164	2,736
Total Security	6,900	(1,000)	5,900	3,164	2,736
Student Transportation Services					
Contracted Services					
Other than Between Home and School - Vendors	21,000	(6,900)	14,100	13,823	277
Total Student Transportation Services	21,000	(6,900)	14,100	13,823	277
Unallocated Benefits					
Health Benefits	996,563	-	996,563	995,000	1,563
Total Unallocated Benefits	996,563	-	996,563	995,000	1,563
Total Personal Services - Employee Benefits	996,563	-	996,563	995,000	1,563
Total Undistributed Expenditures	1,614,881	(7,625)	1,607,256	1,559,958	47,298
Total Expenditures - Current Expense	5,353,223	78,475	5,431,697	5,319,780	111,918
District-wide School Based Expenditures	5,353,223	78,475	5,431,697	5,319,780	111,918
Other Financing Sources					
Operating Transfers In	5,477,101	-	5,477,101	5,319,780	157,321
Total Other Financing Sources (Uses)	5,477,101	-	5,477,101	5,319,780	157,321
Deficit of Revenues and Other Financing Sources					
Under Expenditures and Other Financing Sources	123,878	(78,475)	45,404	-	45,404
Fund Balance, July 1	(14,878,248)	(733)	(14,878,981)	-	(14,878,981)
Fund Balance, June 30	<u>\$ (14,754,370)</u>	<u>\$ (79,208)</u>	<u>\$ (14,833,577)</u>	<u>\$ -</u>	<u>\$ (14,833,577)</u>

KEANSBURG SCHOOL DISTRICT
 BLENDED RESOURCE FUND 15
 SCHEDULE OF BLENDED EXPENDITURES - BUDGET AND ACTUAL
 For the Fiscal Year Ended June 30, 2011

Exhibit D-3-d

School: Port Monmouth Road	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
EXPENDITURES					
Current Expense					
Regular Programs					
Salaries of Teachers					
Preschool/Kindergarten	\$ 422,320	\$ -	\$ 422,320	\$ 351,948	\$ 70,373
Grades 1-5	1,233,515	(30,303)	1,203,212	1,043,012	160,201
Regular Programs - Undistributed Instruction					
Other Salaries for Instruction	150,690	-	150,690	137,737	12,953
Purchased Professional - Educational Services	5,000	(10)	4,990	2,000	2,990
Purchased Technical Services	29,800	-	29,800	20,316	9,484
Other Purchased Services (400-500 series)	10,155	-	10,155	5,700	4,455
General Supplies	40,230	25,000	65,230	65,230	-
Other Objects	13,100	(2,000)	11,100	4,591	6,509
Total Regular Programs	1,904,810	(7,313)	1,897,497	1,630,534	266,965
Special Education					
Multiple Disabilities					
Salaries of Teachers	133,990	(27,842)	106,148	106,148	-
Other Salaries for Instruction	86,600	9,921	96,521	96,521	-
General Supplies	600	(21)	579	246	333
Other Objects	-	-	-	-	-
Total Multiple Disabilities	221,190	(17,942)	203,248	202,915	333
Resource Room/Resource Center					
Salaries of Teachers	421,820	12,040	433,860	433,860	-
Other Salaries for Instruction	3,780	17,795	21,575	21,036	539
General Supplies	1,100	-	1,100	566	534
Total Resource Room/Resource Center	426,700	29,835	456,535	455,462	1,074
Autism					
Salaries of Teachers	52,210	(3,885)	48,325	39,158	9,168
Other Salaries for Instruction	42,615	(135)	42,480	36,905	5,575
General Supplies	100	20	120	120	-
Total Autism	94,925	(3,999)	90,926	76,183	14,743
Preschool Disabilities - Full-Time					
Salaries of Teachers	357,537	45,642	403,179	403,179	-
Other Salaries for Instruction	89,447	(10,783)	78,664	78,664	-
General Supplies	12,981	(4,981)	8,000	8,000	-
Other Objects	10,912	(9,067)	1,845	1,845	-
Total Preschool Disabilities - Full-Time	470,877	20,810	491,687	491,688	-
Total Special Education	1,213,692	28,704	1,242,396	1,226,248	16,150
Other Instructional Programs					
Basic Skills/Remedial					
Salaries of Teachers	325,442	(128,178)	197,264	176,482	20,782
General Supplies	400	-	400	384	16
Total Basic Skills/Remedial	325,842	(128,178)	197,664	176,866	20,798
School Sponsored Co-Curricular Activities					
Salaries	1,900	1,395	3,295	3,295	-
Total School Sponsored Co-Curricular Activities	1,900	1,395	3,295	3,295	-
Before and After School Sponsored Activities					
Salaries	5,760	5,088	10,848	10,848	-
Other Salaries for Instruction	13,480	1,791	15,271	15,271	-
Total Before and After School Sponsored Activities	19,240	6,879	26,119	26,119	-
Summer School					
Salaries	35,328	(2,730)	32,598	29,168	3,430
Other Salaries for Instruction	21,600	-	21,600	13,979	7,621
Total Summer School	56,928	(2,730)	54,198	43,147	11,050
Total Other Instructional Programs	403,910	(122,635)	281,275	249,427	31,848
Total Instruction	3,522,412	(101,243)	3,421,169	3,106,209	314,963
Undistributed Expenditures					
Health Services					
Salaries	99,460	-	99,460	99,460	-
Purchased Professional and Technical Services	-	365	365	53	313
Supplies and Materials	3,205	(365)	2,840	2,306	534
Total Health Services	102,665	-	102,665	101,819	846

KEANSBURG SCHOOL DISTRICT
 BLENDED RESOURCE FUND 15
 SCHEDULE OF BLENDED EXPENDITURES - BUDGET AND ACTUAL
 For the Fiscal Year Ended June 30, 2011

Exhibit D-3-d

School: Port Monmouth Road	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Other Support Services - Students - Regular					
Salaries of Other Professional Staff	74,415	-	74,415	74,415	-
Supplies and Materials	690	-	690	136	554
Total Other Support Services - Students - Regular	<u>75,105</u>	<u>-</u>	<u>75,105</u>	<u>74,551</u>	<u>554</u>
Educational Media Services/School Library					
Salaries	44,887	-	44,887	44,775	112
Other Salaries	4,250	-	4,250	2,640	1,610
Supplies and Materials	4,630	-	4,630	4,184	446
Other Objects	3,170	-	3,170	2,819	351
Total Educational Media Services/School Library	<u>56,937</u>	<u>-</u>	<u>56,937</u>	<u>54,418</u>	<u>2,519</u>
Instructional Staff Training Services					
Purchased Professional - Educational Services	1,900	-	1,900	875	1,025
Other Purchased Services (400-500 series)	100	114	214	214	-
Total Instructional Staff Training Services	<u>2,000</u>	<u>114</u>	<u>2,114</u>	<u>1,089</u>	<u>1,025</u>
Support Services - School Administration					
Salaries of Principals/Assistant Principals	202,822	-	202,822	202,822	-
Salaries of Secretarial and Clerical Assistants	78,054	5,395	83,449	83,449	-
Supplies and Materials	4,135	-	4,135	2,743	1,392
Other Objects	6,780	(2,500)	4,280	2,138	2,142
Total Support Services - School Administration	<u>291,791</u>	<u>2,895</u>	<u>294,686</u>	<u>291,152</u>	<u>3,534</u>
Security					
Purchased Professional and Technical Services	7,825	-	7,825	3,513	4,312
Total Security	<u>7,825</u>	<u>-</u>	<u>7,825</u>	<u>3,513</u>	<u>4,312</u>
Student Transportation Services					
Contracted Services					
Other than Between Home and School - Vendors	5,420	-	5,420	4,320	1,100
Total Student Transportation Services	<u>5,420</u>	<u>-</u>	<u>5,420</u>	<u>4,320</u>	<u>1,100</u>
Unallocated Benefits					
Health Benefits	805,442	-	805,442	800,000	5,442
Total Unallocated Benefits	<u>805,442</u>	<u>-</u>	<u>805,442</u>	<u>800,000</u>	<u>5,442</u>
Total Personal Services - Employee Benefits	<u>805,442</u>	<u>-</u>	<u>805,442</u>	<u>800,000</u>	<u>5,442</u>
Total Undistributed Expenditures	<u>1,347,185</u>	<u>3,009</u>	<u>1,350,194</u>	<u>1,330,862</u>	<u>19,333</u>
Total Expenditures - Current Expense	<u>4,869,597</u>	<u>(98,234)</u>	<u>4,771,363</u>	<u>4,437,071</u>	<u>334,292</u>
District-wide School Based Expenditures	<u>4,869,597</u>	<u>(98,234)</u>	<u>4,771,363</u>	<u>4,437,071</u>	<u>334,292</u>
Other Financing Sources (Uses)					
Operating Transfers In	4,844,224	-	4,844,224	4,437,071	407,153
Total Other Financing Sources (Uses)	<u>4,844,224</u>	<u>-</u>	<u>4,844,224</u>	<u>4,437,071</u>	<u>407,153</u>
Deficiency of Revenues and Other Financing Sources Under Expenditures and Other Financing Uses	(25,373)	98,234	72,861	-	72,861
Fund Balance, July 1	(10,251,672)	290,856	(9,960,816)	-	(9,960,816)
Fund Balance, June 30	<u>\$ (10,277,045)</u>	<u>\$ 389,090</u>	<u>\$ (9,887,955)</u>	<u>\$ -</u>	<u>\$ (9,887,955)</u>

Special Revenue Fund

KEANSBURG SCHOOL DISTRICT
 SPECIAL REVENUE FUND
 COMBINING SCHEDULE OF PROGRAM REVENUES AND EXPENDITURES
 BUDGETARY BASIS
 For the Fiscal Year Ended June 30, 2011
 (With Comparative Totals for June 30, 2010)

	Rutgers Grant	Preschool Education Aid	Preschool Education Aid Carryover	Madison Square Garden	NJSBIG Safety Grant	General Fund Contribution to Pre-K Ed Aid
REVENUES						
State Sources	\$ -	\$ 2,877,896	\$ 50,000	\$ -	\$ -	\$ -
Federal Sources	-	-	-	-	-	-
Local Sources	300	-	-	2,068	11,442	110,565
Total Revenues	<u>300</u>	<u>2,877,896</u>	<u>50,000</u>	<u>2,068</u>	<u>11,442</u>	<u>110,565</u>
EXPENDITURES						
Instruction						
Salaries of Teachers	-	902,425	50,000	-	-	110,565
Other Salaries of Instruction	-	355,066	-	1,000	-	-
Purchased Professional-Educational Services	-	-	-	-	-	-
Purchased Professional-Technical Services	-	-	-	-	-	-
Other Purchased Services	-	-	-	-	-	-
General Supplies	-	17,792	-	1,068	-	-
Other Objects	-	3,928	-	-	-	-
Total Instruction	<u>-</u>	<u>1,279,211</u>	<u>50,000</u>	<u>2,068</u>	<u>-</u>	<u>110,565</u>
Support Services						
Salaries of Supervisors of Instruction	-	145,676	-	-	-	-
Salaries of Other Professional Staff	-	389,657	-	-	-	-
Salaries of Secretarial and Clerical Asst.	-	71,087	-	-	-	-
Other Salaries	-	-	-	-	-	-
Personal Services - Employee Benefits	-	537,588	-	-	-	-
Purchased Professional-Educational Services	-	-	-	-	-	-
Other Purchased Professional Services	-	17,172	-	-	-	-
Purchased Technical Services	-	83,293	-	-	-	-
Contractual Services Transportation	-	79,760	-	-	-	-
Travel	300	-	-	-	300	-
Supplies and Materials	-	11,816	-	-	10,650	-
Other Objects	-	3,855	-	-	492	-
Total Support Services	<u>300</u>	<u>1,339,904</u>	<u>-</u>	<u>-</u>	<u>11,442</u>	<u>-</u>
Facilities Acquisition and Construction						
Instructional Equipment	-	-	-	-	-	-
Transfer to School Based Budgets						
	-	258,781	-	-	-	-
Total Expenditures	<u>300</u>	<u>2,877,896</u>	<u>50,000</u>	<u>2,068</u>	<u>11,442</u>	<u>110,565</u>
Excess of Revenues Over (Under) Expenditures and Other Financing Sources						
	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

Oral Health Initiative	21st C Community	21st C Community Carryover	I.D.E.A. Part B Carryover	I.D.E.A. Part B	Title II D	Title II D Carryover	Title I
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	268,202	106,165	16,333	499,392	1,901	2,568	1,212,939
1,999	-	-	-	-	-	-	-
1,999	268,202	106,165	16,333	499,392	1,901	2,568	1,212,939
-	75,483	55,130	-	-	-	-	282,187
-	-	-	-	16,457	-	-	6,200
600	14,508	3,240	-	-	-	-	-
-	-	-	16,333	475,057	1,901	-	20,761
-	-	-	-	-	-	-	-
1,399	8,565	16,897	-	-	-	-	213,305
-	4,249	3,664	-	-	-	-	-
-	-	-	-	-	-	-	-
1,999	102,805	78,931	16,333	491,514	1,901	-	522,453
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	28,876
-	-	-	-	-	-	-	-
-	79,368	11,604	-	-	-	-	-
-	25,578	-	-	5,978	-	-	64,631
-	20,886	6,000	-	-	-	-	48,716
-	33,713	7,842	-	-	-	-	48,494
-	-	-	-	1,900	-	-	-
-	-	-	-	-	-	-	-
-	2,266	481	-	-	-	-	-
-	3,586	869	-	-	-	2,568	4,909
-	-	438	-	-	-	-	-
-	165,397	27,234	-	7,878	-	2,568	195,626
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	494,860
1,999	268,202	106,165	16,333	499,392	1,901	2,568	1,212,939
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

KEANSBURG SCHOOL DISTRICT
 SPECIAL REVENUE FUND
 COMBINING SCHEDULE OF PROGRAM REVENUES AND EXPENDITURES
 BUDGETARY BASIS
 For the Fiscal Year Ended June 30, 2011
 (With Comparative Totals for June 30, 2010)

	Title I Carryover	Title I SIA	Title I SIA Carryover	Title III Carryover	Title II A	Title II A Carryover	ARRA Title I
REVENUES							
State Sources	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Federal Sources	113,541	5,259	15,804	1,432	100,240	23,543	119,656
Local Sources	-	-	-	-	-	-	-
Total Revenues	113,541	5,259	15,804	1,432	100,240	23,543	119,656
EXPENDITURES							
Instruction							
Salaries of Teachers	-	-	-	-	72,770	-	59,530
Other Salaries of Instruction	-	-	-	-	-	-	-
Purchased Professional-Educational Services	-	-	-	-	-	-	-
Purchased Professional-Technical Services	-	-	-	-	-	-	-
Other Purchased Services	-	-	-	-	-	-	-
General Supplies	80,805	4,897	15,804	1,432	-	-	38,669
Other Objects	-	-	-	-	-	-	-
Total Instruction	80,805	4,897	15,804	1,432	72,770	-	98,199
Support Services							
Salaries of Supervisors of Instruction	-	-	-	-	-	-	-
Salaries of Other Professional Staff	2,555	-	-	-	-	-	-
Salaries of Secretarial and Clerical Asst.	-	-	-	-	-	-	-
Other Salaries	-	-	-	-	-	-	-
Personal Services - Employee Benefits	-	-	-	-	14,554	-	9,225
Purchased Professional-Educational Services	-	-	-	-	-	-	4,442
Other Purchased Professional Services	30,181	-	-	-	5,129	-	-
Purchased Technical Services	-	-	-	-	-	-	-
Contractual Services Transportation	-	-	-	-	-	-	-
Travel	-	-	-	-	-	-	-
Supplies and Materials	-	362	-	-	7,787	23,543	7,790
Other Objects	-	-	-	-	-	-	-
Total Support Services	32,736	362	-	-	27,470	23,543	21,457
Facilities Acquisition and Construction							
Instructional Equipment	-	-	-	-	-	-	-
Transfer to School Based Budgets							
	-	-	-	-	-	-	-
Total Expenditures	113,541	5,259	15,804	1,432	100,240	23,543	119,656
Excess of Revenues Over (Under) Expenditures and Other Financing Sources	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

ARRA SIA	ARRA IDEA	ARRA IDEA Pre-K	Workforce Investment In School	Learn and Serve	I.D.E.A. Part B Preschool Carryover	I.D.E.A. Part B Preschool	NJDHS School Based Health Svcs
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 263,976
12,498	34,675	4,905	-	12,933	147	16,392	-
-	-	-	17,466	-	-	-	-
<u>12,498</u>	<u>34,675</u>	<u>4,905</u>	<u>17,466</u>	<u>12,933</u>	<u>147</u>	<u>16,392</u>	<u>263,976</u>
-	-	-	-	-	-	13,660	183,155
-	-	-	6,592	600	-	-	-
-	-	-	-	-	-	-	-
-	34,675	4,905	-	-	-	-	-
11,984	-	-	-	3,338	147	-	-
-	-	-	-	1,000	-	-	-
<u>11,984</u>	<u>34,675</u>	<u>4,905</u>	<u>6,592</u>	<u>4,938</u>	<u>147</u>	<u>13,660</u>	<u>183,155</u>
-	-	-	64	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	597	-	-	2,732	26,196
283	-	-	8,064	3,934	-	-	50,025
-	-	-	-	1,675	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	1,865	-	-	-
231	-	-	1,035	521	-	-	1,824
-	-	-	1,114	-	-	-	2,776
<u>514</u>	<u>-</u>	<u>-</u>	<u>10,874</u>	<u>7,995</u>	<u>-</u>	<u>2,732</u>	<u>80,821</u>
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
<u>12,498</u>	<u>34,675</u>	<u>4,905</u>	<u>17,466</u>	<u>12,933</u>	<u>147</u>	<u>16,392</u>	<u>263,976</u>
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

KEANSBURG SCHOOL DISTRICT
SPECIAL REVENUE FUND
COMBINING SCHEDULE OF PROGRAM REVENUES AND EXPENDITURES
BUDGETARY BASIS
For the Fiscal Year Ended June 30, 2011
(With Comparative Totals for June 30, 2010)

	NJDHS	Carl Perkins	Carl Perkins	NJDHS	NJ Character	Reading	Memorandum	
	School Based	Vocational	Vocational	Family		First	2011	2010
	Health Svcs	Grant	Grant	Friendly	Education			
	Carryover		Carryover	Center				
REVENUES								
State Sources	\$ 4,416	\$ -	\$ -	\$ 45,463	\$ 463	\$ -	\$ 3,242,214	\$ 3,755,898
Federal Sources	-	23,119	77	-	-	19,131	2,610,852	3,318,297
Local Sources	-	-	-	-	-	-	143,840	33,942
Total Revenues	4,416	23,119	77	45,463	463	19,131	5,996,906	7,108,137
EXPENDITURES								
Instruction								
Salaries of Teachers	-	-	-	23,534	-	-	1,828,439	2,157,871
Other Salaries of Instruction	-	-	-	-	-	-	385,915	472,989
Purchased Professional-Educational Services	-	4,950	-	-	-	-	23,298	16,646
Purchased Professional-Technical Services	-	-	-	-	-	-	20,761	3,531
Other Purchased Services	-	-	-	-	-	-	532,871	1,177,673
General Supplies	-	13,696	77	-	463	19,131	449,469	261,553
Other Objects	-	-	-	-	-	-	12,841	14,909
Total Instruction	-	18,646	77	23,534	463	19,131	3,253,594	4,105,172
Support Services								
Salaries of Supervisors of Instruction	4,416	2,000	-	-	-	-	152,156	124,437
Salaries of Other Professional Staff	-	-	-	-	-	-	421,088	318,406
Salaries of Secretarial and Clerical Asst.	-	-	-	-	-	-	71,087	67,621
Other Salaries	-	-	-	-	-	-	90,972	123,236
Personal Services - Employee Benefits	-	153	-	-	-	-	687,232	819,440
Purchased Professional-Educational Services	-	-	-	13,364	-	-	155,714	132,063
Other Purchased Professional Services	-	-	-	-	-	-	144,206	170,215
Purchased Technical Services	-	-	-	-	-	-	85,193	322,525
Contractual Services Transportation	-	-	-	-	-	-	79,760	73,698
Travel	-	-	-	-	-	-	5,212	2,849
Supplies and Materials	-	-	-	5,565	-	-	83,056	90,928
Other Objects	-	-	-	3,000	-	-	11,675	30,501
Total Support Services	4,416	2,153	-	21,929	-	-	1,987,351	2,275,919
Facilities Acquisition and Construction								
Instructional Equipment	-	2,320	-	-	-	-	2,320	24,817
Transfer to School Based Budgets	-	-	-	-	-	-	753,641	702,229
Total Expenditures	4,416	23,119	77	45,463	463	19,131	5,996,906	7,108,137
Excess of Revenues Over (Under) Expenditures and Other Financing Sources	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

KEANSBURG SCHOOL DISTRICT
SPECIAL REVENUE FUND
PRESCHOOL EDUCATION AID SCHEDULE OF EXPENDITURES
BUDGETARY BASIS
For the Fiscal Year Ended June 30, 2011

Exhibit E-2

District-wide

EXPENDITURES	Budget			Actual	Variance
	Original	Transfers	Budgeted		
Instruction					
Salaries of Teachers	\$ 1,130,907	\$ (67,919)	\$ 1,062,988	\$ 952,425	\$ 110,563
Other Salaries of Instruction	378,994	(3,176)	375,818	355,066	20,752
General Supplies	17,625	2,040	19,665	17,792	1,873
Other Objects	7,770	(3,273)	4,497	3,928	569
Total Instruction	1,535,296	(72,328)	1,462,968	1,329,211	133,757
Support Services					
Salaries of Supervisors of Instruction	110,784	34,892	145,676	145,676	-
Salaries of Other Professional Staff	193,562	196,095	389,657	389,657	-
Salaries of Secretarial and Clerical Assistance	70,566	521	71,087	71,087	-
Other Salaries	133,300	(125,521)	7,779	-	7,779
Personal Services - Employee Benefits	537,588	-	537,588	537,588	-
Other Purchased Professional Services	23,547	-	23,547	17,172	6,375
Purchased Technical Services	167,906	(34,435)	133,471	83,293	50,178
Contractual Services Transportation	88,627	(2,040)	86,587	79,760	6,827
Supplies and Materials	9,000	2,816	11,816	11,816	-
Other Objects	4,100	-	4,100	3,855	245
Total Support Services	1,338,980	72,328	1,411,308	1,339,904	71,404
Transfers to Fund 15	307,589	-	307,589	258,781	48,808
Total Expenditures	\$ 3,181,865	\$ -	\$ 3,181,865	\$ 2,927,896	\$ 253,969

Calculation of Budget & Carryover

Total 2010/2011 PreK and ECPA Aid Allocation	\$ 2,877,896
Add:	
Carryover June 30, 2010	<u>50,000</u>
Total Funds Available for 2010/2011 Budget	2,927,896
Less:	
2010/2011 Budgeted PreK/ECPA	<u>3,181,865</u>
Available and Unbudgeted Funds as of June 30, 2011	(253,969)
Add:	
June 30, 2011 - Unexpended PreK Aid	<u>253,969</u>
2010-2011 Actual Carryover - PreK Aid	<u>\$ -</u>
2010 -2011 PreK Aid Carryover Budgeted in 2011/2012	<u>\$ -</u>

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Capital Projects Fund

KEANSBURG SCHOOL DISTRICT
 Capital Projects Fund
 Summary Schedule of Project Expenditures
 For the Fiscal Year Ended June 30, 2011

Project Title/Issue	Revised Budgetary Appropriations	GAAP Expenditures to Date		Unexpended Appropriations June 30, 2011
		Prior Years	Current Year	
Renovation of Swing Space - St. Anne's School Temporary Space	\$ 124,730	\$ 55,179	\$ 69,551	\$ -
Roof Repair - Port Monmouth Road School	<u>216,728</u>	<u>214,899</u>	<u>-</u>	<u>1,829</u>
Totals	<u><u>\$ 341,458</u></u>	<u><u>\$ 270,078</u></u>	<u><u>\$ 69,551</u></u>	<u><u>\$ 1,829</u></u>

KEANSBURG SCHOOL DISTRICT
 Schedule of Project Revenues, Expenditures, Project Balance, and Project Status - Budgetary Basis
 Swing Space Renovation - St. Anne's School Temporary Space
 From Inception and for the Year Ended June 30, 2011

	<u>Prior Periods</u>	<u>Current Period</u>	<u>Totals</u>	<u>Revised Authorized Cost</u>
Revenues and Other Financing Sources:				
State sources - SDA grant	\$ 124,730	\$ -	\$ 124,730	\$ 124,730
Total Revenues	<u>124,730</u>	<u>-</u>	<u>124,730</u>	<u>124,730</u>
Expenditures and Other Financing Uses:				
Construction services	119,412	-	119,412	119,412
Supplies and Materials	858	-	858	858
Equipment purchases	4,460	-	4,460	4,460
Total Expenditures	<u>124,730</u>	<u>-</u>	<u>124,730</u>	<u>124,730</u>
Excess (Deficiency) of revenues over (under) expenses	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

Additional Project Information:

Project Number	2400-e01-02-0116
Grant Date/Letter of Notification	July 1, 2009
Bond Authorization/Referendum Date	N/A
Bonds Authorized	N/A
Bonds Issued	N/A
Original Project Authorized Cost	\$123,876
Additional Authorized Cost	\$854
Revised Authorized Cost	\$124,730
Percentage Increase Over	
Original Authorized Cost	1%
Percentage Completion	100%
Original Target Completion Date	N/A
Actual Completion Date	August 2010

KEANSBURG SCHOOL DISTRICT
 Schedule of Project Revenues, Expenditures, Project Balance, and Project Status - Budgetary Basis
 Roof Repairs to Port Monmouth Road School
 From Inception and for the Year Ended June 30, 2011

	Prior Periods	Current Period	Totals	Revised Authorized Cost
Revenues and Other Funding Sources:				
State sources - SDA grant	\$ 214,899	\$ -	\$ 214,899	\$ 216,728
Total Revenues	<u>214,899</u>	<u>-</u>	<u>214,899</u>	<u>216,728</u>
Expenditures and Other Financing Uses:				
Purchased professional and technical services	41,899	-	41,899	42,256
Construction services	173,000	-	173,000	174,472
Total Expenditures	<u>214,899</u>	<u>-</u>	<u>214,899</u>	<u>216,728</u>
Excess (Deficiency) of revenues over (under) expenses	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

Additional Project Information:

Project Number	2400-040-08-2000
Grant Date/Letter of Notification	July 2, 2009
Bond Authorization/Referendum Date	NA
Bonds Authorized	NA
Bonds Issued	NA
Original Project Authorized Cost	\$227,040
Revision to Authorized Cost	(\$10,312)
Revised Authorized Cost	\$216,728
Percentage Increase Over Original Authorized Cost	0%
Percentage Completion	100%
Original Target Completion Date	N/A
Actual Completion Date	June 2010

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Proprietary Funds

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Enterprise Fund

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KEANSBURG SCHOOL DISTRICT
 ENTERPRISE FUND
 FOOD SERVICES
 COMBINING SCHEDULE OF NET ASSETS
 June 30, 2011
 (With Comparative Totals for June 30, 2010)

ASSETS	<u>2011</u>	<u>2010</u>
Cash and Cash Equivalents	\$ 11,885	\$ 53,624
Accounts Receivable		
State	46,318	2,663
Federal	793	56,176
Investments	2,204	2,204
Inventory	<u>4,194</u>	<u>11,861</u>
Total Current Assets	65,394	126,528
Capital Assets, net	<u>1,841</u>	<u>4,746</u>
Total Assets	<u>\$ 67,235</u>	<u>\$ 131,274</u>
LIABILITIES AND NET ASSETS		
Accounts Payable	\$ 157,520	\$ 97,946
Interfund Accounts Payable	14,123	-
Deferred Revenue	<u>-</u>	<u>1,874</u>
Total Current Liabilities	171,643	99,820
Net Assets		
Unrestricted	<u>(104,408)</u>	<u>31,454</u>
Total Liabilities and Net Assets	<u>\$ 67,235</u>	<u>\$ 131,274</u>

KEANSBURG SCHOOL DISTRICT
ENTERPRISE FUND
COMBINING SCHEDULE OF REVENUES, EXPENSES, AND CHANGES IN FUND NET ASSETS
PROPRIETARY FUNDS
For the Fiscal Year Ended June 30, 2011
(With Comparative Totals for June 30, 2010)

	<u>2011</u>	<u>2010</u>
Operating Revenues		
Charges for Services		
Daily Sales - Reimbursable Programs	\$ 197,230	\$ 240,744
Special Functions	-	43,192
	<u>197,230</u>	<u>283,936</u>
Total Operating Revenues		
Operating Expenses		
Cost of Sales	349,740	416,716
Salaries	519,689	556,728
Equipment	10,918	4,255
Management Fee	80,137	114,619
Depreciation Expense	1,786	2,767
Food Distribution	19,190	28,720
Miscellaneous Costs	13,554	4,768
	<u>995,014</u>	<u>1,128,573</u>
Total Operating Expenses		
Operating Loss	<u>(797,784)</u>	<u>(844,637)</u>
Nonoperating Revenues (Expenses)		
State Sources		
State School Lunch Program	10,681	19,553
State School Breakfast Program	-	9,984
Federal Sources		
National School Lunch Program	461,636	466,875
National School Breakfast Program	131,105	146,238
National After School Snack Program	6,405	13,052
Fresh Fruit and Veggies Grant	33,988	48,557
Food Distribution Program	19,190	28,720
Transfer from General Fund	-	53,684
Interest and Investment Revenue	37	246
Miscellaneous Income (Expense)	(1,120)	21,185
	<u>661,922</u>	<u>808,094</u>
Total Nonoperating Revenues (Expenses)		
Change in Net Assets	(135,862)	(36,543)
Total Net Assets - July 1	<u>31,454</u>	<u>67,997</u>
Total Net Assets - June 30	<u>\$ (104,408)</u>	<u>\$ 31,454</u>

KEANSBURG SCHOOL DISTRICT
 ENTERPRISE FUND
 COMBINING SCHEDULE OF CASH FLOWS
 PROPRIETARY FUNDS
 For the Fiscal Year Ended June 30, 2011
 (With Comparative Totals for June 30, 2010)

	2011	2010
CASH FLOWS FROM OPERATING ACTIVITIES		
Operating Loss	\$ (797,784)	\$ (844,637)
Adjustments to reconcile operating loss to net cash used by operating activities		
Depreciation Expense	1,786	2,767
Food Distribution Program	19,190	28,720
(Increase) Decrease in Accounts Receivable	11,728	69,501
(Increase) Decrease in Inventory	7,667	(2,493)
Increase (Decrease) in Accounts Payable	59,574	(13,041)
Increase (Decrease) in Interfund Accounts Payable	14,122	-
Increase (Decrease) in Deferred Revenue	(1,874)	(1,460)
	(685,591)	(760,643)
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES		
Transfer from General Fund	-	53,684
State and Federal Sources	643,815	704,259
	643,815	757,943
CASH FLOWS FROM INVESTING ACTIVITIES		
Investment Revenue	-	21,190
Interest and Dividends	37	246
	37	21,436
Net Cash Provided from Investing Activities	37	21,436
Net Increase (Decrease) in Cash and Cash Equivalents	(41,739)	18,736
Cash and Cash Equivalents at Beginning of Year	53,624	34,888
Cash and Cash Equivalents at End of Year	\$ 11,885	\$ 53,624

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Fiduciary Fund

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KEANSBURG SCHOOL DISTRICT
TRUST AND AGENCY FUND
COMBINING STATEMENT OF FIDUCIARY NET ASSETS
June 30, 2011
(With Comparative Totals for June 30, 2010)

	Agency		Expendable Trust	Totals	
	Student Activity	Payroll	Scholarship Trust Fund	2011	2010
ASSETS					
Cash and Cash Equivalents	\$ 80,615	\$ 150,996	\$ 20,513	\$ 252,124	\$ 94,481
Total Assets	<u>\$ 80,615</u>	<u>\$ 150,996</u>	<u>\$ 20,513</u>	<u>\$ 252,124</u>	<u>\$ 94,481</u>
LIABILITIES AND FUND BALANCES					
LIABILITIES					
Payroll Deductions and Withholdings	\$ -	\$ 150,996	\$ -	\$ 150,996	\$ 49,729
Due to Student Groups	<u>80,615</u>	<u>-</u>	<u>-</u>	<u>80,615</u>	<u>55,987</u>
Total Liabilities	80,615	150,996	-	231,611	105,716
FUND BALANCES					
Reserved for Scholarships	-	-	20,513	20,513	21,698
Undesignated	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(32,933)</u>
Total Liabilities and Fund Balances	<u>\$ 80,615</u>	<u>\$ 150,996</u>	<u>\$ 20,513</u>	<u>\$ 252,124</u>	<u>\$ 94,481</u>

KEANSBURG SCHOOL DISTRICT
 COMBINING STATEMENT OF CHANGES IN FIDUCIARY NET ASSETS
 For the Fiscal Year Ended June 30, 2011
 (With Comparative Totals for June 30, 2010)

	Scholarship Trust	
	2011 Total	2010 Total
OPERATING REVENUES		
Local Sources		
Interest on Investments	\$ 15	\$ 102
OPERATING EXPENSES		
Scholarship Payments	1,200	2,102
Net Loss	(1,185)	(2,000)
Fund Balance, July 1	21,698	23,698
Fund Balance, June 30	\$ 20,513	\$ 21,698

KEANSBURG SCHOOL DISTRICT
STUDENT ACTIVITY AGENCY FUND
SCHEDULE OF RECEIPTS AND DISBURSEMENTS
For the Fiscal Year Ended June 30, 2011

	<u>Balance July 1, 2010</u>	<u>Cash Receipts</u>	<u>Cash Disbursements</u>	<u>Balance June 30, 2011</u>
Elementary:				
Joseph C. Caruso	\$ 9,955	\$ 6,006	\$ (8,298)	\$ 7,663
Port Monmouth Road	<u>3,685</u>	<u>8,256</u>	<u>(6,203)</u>	<u>5,738</u>
Total Elementary	13,640	14,262	(14,501)	13,401
Intermediate:				
Joseph R. Bolger	1,797	28,878	(29,538)	1,137
High School:				
Keansburg High School	<u>40,550</u>	<u>173,271</u>	<u>(147,745)</u>	<u>66,076</u>
Total	<u>\$ 55,987</u>	<u>\$ 216,411</u>	<u>\$ (191,783)</u>	<u>\$ 80,615</u>

KEANSBURG SCHOOL DISTRICT
 PAYROLL AGENCY FUND
 SCHEDULE OF RECEIPTS AND DISBURSEMENTS
 For the Fiscal Year Ended June 30, 2011

	<u>Balance July 1, 2010</u>	<u>Cash Receipts</u>	<u>Cash Disbursements</u>	<u>Balance June 30, 2011</u>
Net Payroll Account	\$ 8,994	\$ 10,166,298	\$ (10,032,096)	\$ 143,196
Payroll Agency Account	<u>7,801</u>	<u>18,334,097</u>	<u>(18,334,098)</u>	<u>7,800</u>
	<u>\$ 16,795</u>	<u>\$ 28,500,395</u>	<u>\$ (28,366,194)</u>	<u>\$ 150,996</u>

Long-Term Debt

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KEANSBURG SCHOOL DISTRICT
 LONG-TERM DEBT
 SCHEDULE OF SERIAL BONDS
 June 30, 2011

Issue	Date of Issue	Amount of Issue	Annual Maturities		Interest Rate	Balance July 1, 2010	Issued	Payments	Balance June 30, 2011
			Date	Amount					
Series 2001 - School Refunding Bonds	10/15/01	\$ 10,425,000	01/15/12	860,000	4.00%				
			01/15/13	865,000	4.13%				
			01/15/14	865,000	4.25%				
						\$ 3,460,000	\$ -	\$ 870,000	\$ 2,590,000
						<u>\$ 3,460,000</u>	<u>\$ -</u>	<u>\$ 870,000</u>	<u>\$ 2,590,000</u>

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KEANSBURG SCHOOL DISTRICT
 LONG-TERM DEBT
 SCHEDULE OF OBLIGATIONS UNDER CAPITAL LEASES AND NOTES PAYABLE
 For the Fiscal Year Ended June 30, 2011

Series	Amount of Original Issue	Balance July 1, 2010	Issued Current Year	Retired Current Year	Balance June 30, 2011
<u>RICOH COPIERS</u>					
KHS Library Copier	\$ 13,729	\$ 12,887	\$ -	\$ 1,232	\$ 11,655
KHS Guidance Copier	21,869	20,527	-	2,692	17,835
KHS Copier	33,887	31,815	-	3,551	28,264
Bolger Main Office Copier	33,887	31,815	-	3,551	28,264
PMRS Copier	33,635	31,597	-	3,690	27,907
PMRS Copier	20,018	18,851	-	2,159	16,692
Superintendent's Office Copier	35,895	33,692	-	3,960	29,732
Curriculum Copier	12,888	12,098	-	1,422	10,676
PMRS Copier	13,729	12,887	-	1,515	11,372
PMRS Pre-K Copier	13,729	12,887	-	1,515	11,372
Caruso Copier	11,808	11,128	-	1,267	9,861
		<u>\$ 230,184</u>	<u>\$ -</u>	<u>\$ 26,553</u>	<u>\$ 203,631</u>

KEANSBURG SCHOOL DISTRICT
BUDGETARY COMPARISON SCHEDULE
DEBT SERVICE FUND
For the Fiscal Year Ended June 30, 2011

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
REVENUE					
Local Sources					
Local Tax Levy	\$ 450,609	\$ -	\$ 450,609	\$ 450,609	\$ -
State Sources					
Debt Service Aid Type II	561,035	-	561,035	561,035	-
Total Revenue	1,011,644	-	1,011,644	1,011,644	-
EXPENDITURES					
Regular Debt Service					
Interest	141,644	-	141,644	141,644	-
Redemption of Principal	870,000	-	870,000	870,000	-
Total Regular Debt Service	1,011,644	-	1,011,644	1,011,644	-
Total Expenditures	1,011,644	-	1,011,644	1,011,644	-
Deficiency of Revenue Under Expenditures	-	-	-	-	-
Fund Balance, July 1	-	-	-	-	-
Fund Balance, June 30	\$ -	\$ -	\$ -	\$ -	\$ -
Recapitulation of Revenue Under Expenditures					
Budgeted Fund Balance	\$ -	\$ -	\$ -	\$ -	\$ -

Statistical Section

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Financial Trends

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KEANSBURG SCHOOL DISTRICT
NET ASSETS BY COMPONENT
LAST EIGHT FISCAL YEARS
UNAUDITED

Exhibit J-1

	2011	2010	2009	2008	2007	2006	2005	2004
Governmental Activities								
Invested in capital assets, net of related debt	\$ 4,784,327	\$ 4,116,440	\$ 3,719,344	\$ 3,174,539	\$ 2,365,281	\$ 985,107	\$ 1,033,063	\$ 442,629
Restricted	4,991,990	2,474,284	2,289,605	1,839,535	4,433,569	5,146,958	4,318,727	-
Unrestricted	699,604	660,641	84,773	2,057,913	(241,410)	234,499	930,979	3,774,909
Total Governmental Activities net assets	<u>10,475,921</u>	<u>7,251,365</u>	<u>6,093,722</u>	<u>7,071,987</u>	<u>6,557,440</u>	<u>6,366,564</u>	<u>6,282,769</u>	<u>4,217,538</u>
Business-type Activities								
Invested in capital assets, net of related debt	-	-	-	-	-	-	85,170	125,815
Unrestricted	(104,408)	31,454	67,997	47,822	65,505	59,663	85,170	125,815
Total Business-type Activities net assets	<u>(104,408)</u>	<u>31,454</u>	<u>67,997</u>	<u>47,822</u>	<u>65,505</u>	<u>59,663</u>	<u>170,340</u>	<u>251,630</u>
District-wide								
Invested in capital assets, net of related debt	4,784,327	4,116,440	3,719,344	3,174,539	2,365,281	985,107	1,118,233	568,444
Restricted	4,991,990	2,474,284	2,289,605	1,839,535	4,433,569	5,146,958	4,318,727	-
Unrestricted	595,196	692,095	152,770	2,105,735	(175,905)	294,162	1,016,149	3,900,724
Total District-wide net assets	<u>\$ 10,371,513</u>	<u>\$ 7,282,819</u>	<u>\$ 6,161,719</u>	<u>\$ 7,119,809</u>	<u>\$ 6,622,945</u>	<u>\$ 6,426,227</u>	<u>\$ 6,453,109</u>	<u>\$ 4,469,168</u>

KEANSBURG SCHOOL DISTRICT
CHANGES IN NET ASSETS
LAST EIGHT FISCAL YEARS
UNAUDITED

Exhibit J-2

Expenses	2011	2010	2009	2008	2007	2006	2005	2004
Governmental activities								
Instruction:								
Regular	\$ 14,014,543	\$ 16,219,154	\$ 14,877,102	\$ 15,443,962	\$ 15,468,557	\$ 13,895,388	\$ 12,922,658	\$ 11,883,397
Special Education	5,851,117	6,050,083	5,616,694	4,241,621	4,292,647	4,303,063	3,918,325	3,867,161
Other Special Education	3,391,348	3,271,008	-	-	3,812,752	1,753,924	-	666,696
School-Sponsored/Other Instructional	-	-	2,961,710	3,247,767	-	-	1,216,560	461,477
Support Services:								
Tuition	2,747,958	2,587,266	2,358,749	3,608,118	3,234,255	2,959,373	3,313,368	3,603,598
Student and Instruction Related Services	4,850,056	6,587,572	7,725,115	7,345,360	7,698,465	8,307,815	6,954,251	6,470,673
School Administrative Services	1,496,058	1,162,403	1,128,848	2,270,463	1,501,300	1,497,178	839,000	1,971,608
General Administration	694,793	781,386	658,427	807,987	733,842	749,952	2,096,995	1,058,020
Plant Operation and Maintenance	2,919,370	2,327,790	2,721,289	2,849,833	2,833,445	2,498,354	2,062,186	1,903,640
Pupil Transportation	999,079	1,389,447	1,458,312	1,658,811	1,762,535	1,404,951	1,742,589	1,448,213
Other Support Services	838,566	1,350,623	758,914	-	776,428	733,159	1,143,862	680,494
Interest on Long-term Debt	125,817	160,945	196,235	231,648	266,708	336,460	329,574	353,697
Unallocated Depreciation	475,800	474,745	474,220	472,357	504,743	1,093,947	523,286	518,223
Total governmental activities expenses	38,404,505	42,362,422	40,935,615	42,177,927	42,885,677	39,533,564	37,062,654	34,886,897
Business-type activities:								
Food Service	991,251	1,128,573	1,080,152	946,581	957,396	945,447	932,810	834,038
Total district expenses	\$ 39,395,756	\$ 43,490,995	\$ 42,015,767	\$ 43,124,508	\$ 43,843,073	\$ 40,479,011	\$ 37,995,464	\$ 35,720,935
Program Revenues								
Governmental activities:								
Charges for services:								
Central and other support services	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,135,400	\$ 1,468,977
Operating grants and contributions	4,795,586	6,372,429	5,504,799	5,229,353	6,439,867	4,757,691	2,954,233	2,622,589
Total governmental activities program revenues	4,795,586	6,372,429	5,504,799	5,229,353	6,439,867	4,757,691	4,089,633	4,091,566
Business-type activities:								
Charges for services:								
Food Service	197,230	283,936	276,743	281,271	332,748	317,668	287,098	287,098
Operating grants and contributions	663,005	732,979	687,543	646,169	619,758	601,163	585,804	554,943
Total business-type activities program revenues	860,235	1,016,915	964,286	927,440	952,506	918,831	872,902	842,041
Total district-wide	\$ 5,655,821	\$ 7,389,344	\$ 6,469,085	\$ 6,156,793	\$ 7,392,373	\$ 5,676,522	\$ 4,962,535	\$ 4,933,607
Net (Expense)/Revenue								
Governmental activities	\$ (33,608,919)	\$ (35,989,993)	\$ (35,430,816)	\$ (36,948,574)	\$ (36,445,810)	\$ (34,775,873)	\$ (32,973,021)	\$ (30,795,331)
Business-type activities	(131,016)	(111,658)	(115,866)	(19,141)	(4,890)	(26,616)	(59,908)	8,003
Total district-wide net expense	\$ (33,739,935)	\$ (36,101,651)	\$ (35,546,682)	\$ (36,967,715)	\$ (36,450,700)	\$ (34,802,489)	\$ (33,032,929)	\$ (30,787,328)
General Revenues and Other Changes in Net Assets								
Governmental activities:								
Property taxes levied for general purposes, net	\$ 4,352,386	\$ 4,286,910	\$ 4,241,088	\$ 4,077,969	\$ 3,921,124	\$ 3,921,124	\$ 3,921,124	\$ 3,921,124
Taxes levied for debt service	450,609	369,120	379,616	395,460	398,801	403,597	401,668	399,351
Unrestricted grants and contributions	31,283,072	32,301,985	30,545,264	32,750,056	31,944,223	30,853,999	29,267,099	26,771,402
Investment earnings	1,961	3,375	35,919	-	294,024	75,175	89,366	45,390
Miscellaneous income	447,450	(1,652)	333,523	239,366	78,514	140,061	935,151	154,997
Recovery on Disposal of Fixed Assets	297,997	-	-	-	-	-	-	-
Total governmental activities	36,833,475	36,959,738	35,535,410	37,462,851	36,636,686	35,393,956	34,614,408	31,292,264
Business-type activities:								
Miscellaneous Income	(1,120)	21,185	-	-	-	-	-	-
Investment Earnings	37	246	-	1,458	1,462	1,109	-	-
Total business-type activities	(1,083)	21,431	-	1,458	1,462	1,109	-	-
Total district-wide	\$ 36,832,392	\$ 36,981,169	\$ 35,535,410	\$ 37,464,309	\$ 36,638,148	\$ 35,395,065	\$ 34,614,408	\$ 31,292,264

Source: District Records (Exhibit A)

KEANSBURG SCHOOL DISTRICT
 FUND BALANCES, GOVERNMENTAL FUNDS
 LAST EIGHT FISCAL YEARS
 UNAUDITED

Exhibit J-3

	2011	2010	2009	2008	2007	2006	2005	2004
General Fund								
Reserved	\$ 6,916,612	\$ 2,404,733	\$ 1,810,050	\$ 1,839,535	\$ 3,915,434	\$ 2,502,003	\$ 1,165,480	\$ 628,665
Unreserved	(756,536)	1,215,774	1,506,397	2,494,977	813,766	2,879,454	3,338,750	4,236,382
Total General Fund	<u>\$ 6,160,076</u>	<u>\$ 3,620,507</u>	<u>\$ 3,316,447</u>	<u>\$ 4,334,512</u>	<u>\$ 4,729,200</u>	<u>\$ 5,381,457</u>	<u>\$ 4,504,230</u>	<u>\$ 4,865,047</u>
All Other Governmental Funds								
Reserved	\$ -	\$ 69,551	\$ -	\$ -	\$ -	\$ -	\$ 314,951	\$ -
Unreserved, reported in:								
Special revenue fund	-	-	-	-	-	-	-	64,711
Debt service fund	-	-	-	-	-	-	-	-
Total All Other Governmental Funds	<u>\$ -</u>	<u>\$ 69,551</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 314,951</u>	<u>\$ 64,711</u>

KEANSBURG SCHOOL DISTRICT
CHANGES IN FUND BALANCE - GOVERNMENTAL FUNDS
LAST EIGHT FISCAL YEARS
UNAUDITED

Exhibit J-4

	2011	2010	2009	2008	2007	2006	2005	2004
Revenues ①								
Local Tax Levy	\$ 4,352,386	\$ 4,286,910	\$ 4,241,088	\$ 4,473,429	\$ 4,319,925	\$ 4,322,792	\$ 4,322,792	\$ 4,320,475
Other Local Revenue	315,893	1,723	369,442	703,676	1,565,921	125,518	125,520	200,156
State Revenue	29,884,325	31,134,435	29,779,866	35,350,438	34,697,057	31,137,255	33,201,305	28,877,688
Federal Revenue	84,071	134,997	52,770	2,339,750	2,370,406	2,277,372	2,018,922	1,985,280
Total Revenue	\$ 34,636,675	\$ 35,558,065	\$ 34,443,166	\$ 42,867,293	\$ 42,953,309	\$ 37,862,937	\$ 39,688,539	\$ 35,383,599
Expenditures ②								
Instruction:								
Regular	\$ 7,556,633	\$ 8,273,779	\$ 8,426,354	\$ 11,846,031	\$ 8,287,594	\$ 7,262,224	\$ 7,306,691	\$ 6,904,872
Special	4,126,280	4,311,870	4,090,480	3,094,869	3,130,874	2,967,908	3,000,687	2,971,495
Other	1,538,607	1,347,539	1,450,503	1,401,008	1,266,124	943,318	944,825	570,825
School-Sponsored/Other Instructional	-	-	-	-	-	-	-	312,795
Total Instruction	13,221,520	13,933,188	13,967,337	16,341,908	12,684,592	11,173,450	11,252,203	10,759,987
Undistributed								
Instruction	2,747,958	2,587,266	2,358,749	13,075,340	3,234,255	3,313,368	3,313,368	3,603,598
Support Services - Students	1,627,286	2,584,038	2,029,872	6,016,941	5,694,286	4,485,898	2,165,519	1,978,662
Support Services - Instructional Staff	662,351	22,697	769,679	1,401,008	-	-	51,767	52,784
Attendance and Social Work Services	76,164	250,152	494,165	491,067	-	-	399,862	375,308
Health Services	358,174	561,365	550,953	613,560	-	-	537,573	527,520
Improvement of Instruction Services	185,361	580,863	758,660	849,354	-	-	686,932	767,821
Educational Media Services/School Library	489,788	698,559	1,016,909	1,085,349	-	-	672,293	617,550
General Administration	606,357	676,846	573,346	703,377	627,731	755,196	755,196	935,789
School Administration	1,075,871	1,167,007	1,186,290	1,696,778	1,131,003	1,703,958	1,717,416	1,617,433
Operations and Maintenance	2,905,426	2,294,288	2,713,917	2,836,122	2,822,293	2,062,186	2,062,446	1,906,681
Student Transportation	983,010	1,389,447	1,439,908	1,641,243	1,762,535	1,742,589	1,742,830	1,448,214
Business and Other Support Services	623,944	1,113,934	553,058	-	572,695	879,472	879,472	540,453
Unallocated Benefits	4,807,725	5,374,272	4,968,076	3,705,118	7,095,926	5,381,744	3,763,477	2,945,888
On-behalf TPAF Pension Contribution	1,260,490	1,255,928	1,204,402	2,153,036	-	-	510,732	436,238
Reimbursed TPAF Social Security Contributions	1,200,410	1,408,630	1,401,412	1,326,518	-	-	1,130,514	1,085,046
Total Undistributed	19,610,315	21,965,292	22,019,396	37,594,811	22,940,724	20,324,411	20,389,397	18,838,985
Capital Outlay:								
Equipment	18,912	4,100	38,289	35,572	-	-	36,405	215,075
Facilities Acquisition and Construction Services	-	-	-	214,427	26,231	239,747	203,342	260,865
Total Capital Outlay	18,912	4,100	38,289	249,999	26,231	239,747	239,747	475,940
Total General Fund Expenditures	32,850,747	35,902,580	36,025,022	54,186,718	35,651,547	31,737,608	31,881,347	30,074,912
Special Revenue:								
Federal	3,203,239	3,739,639	2,140,454	2,234,903	2,289,842	3,260,860	2,014,126	1,982,986
State	2,345,988	3,301,077	3,342,513	2,705,229	2,956,642	1,291,451	3,076,475	2,161,739
Other	133,518	33,942	21,832	476,382	1,193,383	612,503	898,999	11,546
Total Special Revenue Expenditures	5,682,745	7,074,658	5,504,799	5,416,514	6,439,867	5,164,814	5,989,600	4,156,271
Debt Service Expenditures	1,011,644	1,062,044	1,092,244	1,137,839	1,147,444	1,155,694	1,155,694	1,159,544
Total Governmental Fund Expenditures	\$ 39,545,136	\$ 44,039,282	\$ 42,622,065	\$ 60,741,071	\$ 43,238,858	\$ 38,058,116	\$ 39,026,641	\$ 35,390,727

① Note: Excludes Capital Projects Fund as these revenues vary substantially from year to year. The financial data presented would not be as meaningful for comparative purposes if these were included.

① Source: District Record (GAAP Basis)

② Source: District Records

KEANSBURG SCHOOL DISTRICT
GENERAL FUND - OTHER LOCAL REVENUE BY SOURCE
LAST EIGHT FISCAL YEARS
UNAUDITED

Description	2011	2010	2009	2008	2007	2006	2005	2004
Interest on Investments	\$ 1,961	\$ 3,375	\$ 35,919	\$ 186,928	\$ 294,024	\$ 179,081	\$ 75,175	\$ 45,159
Tuition	-	-	28,000	-	21,527	-	-	9,943
Prior Year Refunds	32,875	40,239	-	8,581	23,883	35,229	14,191	63,178
Miscellaneous	281,057	(41,892)	305,523	31,783	12,430	25,941	36,152	71,122
	<u>\$ 315,893</u>	<u>\$ 1,722</u>	<u>\$ 369,442</u>	<u>\$ 227,292</u>	<u>\$ 351,864</u>	<u>\$ 240,251</u>	<u>\$ 125,518</u>	<u>\$ 189,402</u>

Source: District Records

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Revenue Capacity

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KEANSBURG SCHOOL DISTRICT
 ASSESSED AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY
 LAST TEN CALENDAR YEARS
 UNAUDITED

Year Ended December 31,	Net Assessed Valuations Taxable	Estimated Full Cash Valuations	Percentage of Net Assessed to Estimated Full Cash Valuation
2001	\$268,738,639	\$ 299,530,360	89.72%
2002	268,510,800	366,317,599	73.30%
2003	270,964,742	424,344,833	63.85%
2004	274,127,870	551,697,480	49.69%
2005	276,085,830	606,375,466	45.53%
2006	277,260,283	720,985,142	38.46%
2007	277,260,283	788,948,982	35.14%
2008	272,345,621	825,331,061	33.00%
2009	774,755,975	784,087,899	98.81%
2010	520,992,021	681,658,804	76.43%

Note: Real property is required to be assessed at some percentage of true value (fair or market value) established by each county board of taxation. Reassessment occurs when the County Board of Taxation requests Treasury to order a reassessment.

Source: Abstract of Ratables, County Board of Taxation

KEANSBURG SCHOOL DISTRICT
 DIRECT AND OVERLAPPING PROPERTY TAX RATES
 PER \$100 OF ASSESSED VALUATION
 LAST TEN CALENDAR YEARS
 UNAUDITED

Assessment Year	Keansburg School District	Borough of Keansburg	Monmouth County	Total
2001	1.63	1.82	0.52	3.97
2002	1.61	1.79	0.53	3.93
2003	1.60	2.17	0.57	4.34
2004	1.58	2.10	0.59	4.27
2005	1.57	2.41	0.62	4.60
2006	1.56	2.53	0.66	4.75
2007	0.58	0.93	0.25	1.76
2008	0.58	1.08	0.26	1.92
2009	0.58	1.10	0.25	1.93
2010	0.92	1.95	0.37	3.24

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

Source: Monmouth County Board of Taxation - Tax Rate Archive

KEANSBURG SCHOOL DISTRICT
SCHEDULE OF PRINCIPAL TAXPAYERS
CURRENT YEAR AND NINE YEARS AGO
UNAUDITED

Taxpayer	2011		2002	
	Taxable Assessed Value	% of Total District Net Assessed Value	Taxable Assessed Value	% of Total District Net Assessed Value
TRC Real Estate Partnership	\$ 13,451,900	4.87%	\$ 2,805,000	1.04%
Jersey Shore Beach and Boardwalk Co.	9,058,900	3.28%	3,323,700	1.24%
Beachview Realty, LLC	7,413,800	2.69%	4,469,400	1.66%
544 Beachway, LLC	3,023,200	1.10%	-	0.00%
Creek Point, LLC	2,725,000	0.99%	1,393,700	0.52%
Eugene & Barbara Schwartz	2,196,400	0.80%	1,057,100	0.39%
Tomar, Inc.	2,093,600	0.76%	981,500	0.37%
Keansburg Plaza	1,875,200	0.68%	-	0.00%
O'Dwyer Holdings, LLC	1,632,700	0.59%	-	0.00%
The Three Little Bears, LLC	1,306,800	0.47%	-	0.00%
Carl Bachstadt	-	0.00%	1,179,700	0.43%
John & Wilma Keelen	-	0.00%	1,165,400	0.43%
Beachview Gardens	-	0.00%	1,009,800	0.38%
AIRA Associates	-	0.00%	874,500	0.33%
Total Net Taxable Value	\$ 44,777,500	16.24%	\$ 18,259,800	6.79%

Source: Municipal Tax Assessor

KEANSBURG SCHOOL DISTRICT
PROPERTY TAX LEVIES AND COLLECTIONS
LAST TEN CALENDAR YEARS
UNAUDITED

<u>Year Ended December 31,</u>	<u>Total Tax Levy</u>	<u>Current Tax Collections</u>	<u>Percent of Tax Levy Collected</u>
2001	\$ 10,651,642	\$ 10,588,797	99.41%
2002	10,544,904	10,425,747	98.87%
2003	11,739,256	11,650,038	99.24%
2004	12,673,497	11,710,311	92.40%
2005	12,673,497	12,546,889	99.00%
2006	13,671,805	13,655,399	99.88%
2007	13,671,805	13,543,974	99.07%
2008	14,818,699	14,786,098	99.78%
2009	15,297,259	14,608,882	95.50%
2010	16,885,622	15,988,592	94.69%

Source: Municipal Tax Collector

Debt Capacity

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KEANSBURG SCHOOL DISTRICT
 RATIOS OF OUTSTANDING DEBT BY TYPE
 LAST EIGHT FISCAL YEARS
 UNAUDITED

Fiscal Year Ended June 30,	<u>Governmental Activities</u>			Percentage ① of Personal Income	① Per Capita
	② General Obligation Bonds	Capital Leases	Total District		
2004	\$ 8,640,000	\$ 203,341	\$ 8,843,341	1.77%	823
2005	7,825,000	43,530	7,868,530	1.54%	741
2006	6,980,000	31,516	7,011,516	1.37%	629
2007	6,115,000	47,047	6,162,047	1.11%	583
2008	5,225,000	30,209	5,255,209	0.89%	497
2009	4,345,000	13,206	4,358,206	0.72%	413
2010	3,460,000	2,235	3,462,235	0.60%	329
2011	2,590,000	203,627	2,793,627	1.18%	276

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

① See Exhibit NJ J-14 for personal income and population data. These ratios are calculated using personal income and population for the prior calendar year.

② Includes Early Retirement Incentive Plan (ERIP) refunding

KEANSBURG SCHOOL DISTRICT
RATIOS OF GENERAL BONDED DEBT OUTSTANDING
LAST TEN FISCAL YEARS
UNAUDITED

Fiscal Year Ended June 30,	Net Bonded Debt	Ratio of Bonded Debt To Assessed Value	Per Capita
2002	\$ 9,435,000	3.51%	873
2003	8,640,000	3.19%	804
2004	7,825,000	2.85%	729
2005	7,825,000	2.83%	729
2006	6,980,000	2.52%	657
2007	6,115,000	1.00%	578
2008	5,225,000	0.86%	494
2009	4,345,000	0.57%	412
2010	3,460,000	0.45%	328
2011	2,590,000	0.34%	256

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

Source: Assessed valuations were provided by the Abstract of Ratables, County Board of Taxation. School District population data was provided by the U.S. Bureau of the Census, Population Division.

KEANSBURG SCHOOL DISTRICT
 DIRECT AND OVERLAPPING BONDED GOVERNMENTAL ACTIVITIES DEBT
 FOR THE FISCAL YEAR ENDED JUNE 30, 2011
 UNAUDITED

Net Direct Debt of School District as of June 30, 2011	\$ 2,793,631
Net Overlapping Debt of School District:	
Borough of Keansburg (100%)	2,590,000
County of Monmouth-Keansburg's Share (5.5%)	<u>531,048</u>
Total Direct and Overlapping Bonded Debt as of June 30, 2011	<u>\$ 5,914,679</u>

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

Source: Municipal Tax Collector

KEANSBURG SCHOOL DISTRICT
FOR THE FISCAL YEAR ENDED JUNE 30, 2011
LEGAL DEBT MARGIN INFORMATION
UNAUDITED

<u>Year</u>	<u>Equalized Valuation Basis</u>
2008	\$ 825,331,061
2009	784,087,899
2010	<u>681,658,804</u>
	<u>\$ 2,291,077,764</u>
Average equalized valuation of taxable property	<u>\$ 763,692,588</u>
School Borrowing Margin - 4% of \$ 763,692,588	\$ 30,547,704
Net Bonded School Debt as of June 30, 2011	<u>2,590,000</u>
School Borrowing Margin Available	<u>\$ 27,957,704</u>

Source: Borough of Keansburg Supplemental Debt Statement for the Fiscal Year Ended June 30, 2011:

	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>
School Borrowing Margin	\$ 31,978,239	\$ 31,978,239	\$ 31,136,869	\$ 24,417,517	\$ 16,695,042	\$ 17,898,132
Net Bonded School Debt as of June 30,	<u>3,460,000</u>	<u>4,345,000</u>	<u>5,225,000</u>	<u>6,115,000</u>	<u>6,980,000</u>	<u>7,825,000</u>
School Borrowing Margin Available	<u>\$ 28,518,239</u>	<u>\$ 27,633,239</u>	<u>\$ 25,911,869</u>	<u>\$ 18,302,517</u>	<u>\$ 9,715,042</u>	<u>\$ 10,073,132</u>

Demographic and Economic Information

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KEANSBURG SCHOOL DISTRICT
 DEMOGRAPHIC AND ECONOMIC STATISTICS
 LAST TEN CALENDAR YEARS
 UNAUDITED

<u>Year Ended December 31,</u>	<u>Unemployment Rate</u>	<u>Total Per Capita Income (1)</u>	<u>Population</u>	<u>Personal Income</u>
2001	7.8%	\$ 43,863	10,799	\$ 473,676,537
2002	11.2%	43,837	10,812	473,965,644
2003	11.2%	43,634	10,746	468,890,964
2004	9.4%	46,545	10,739	499,846,755
2005	7.3%	48,072	10,619	510,476,568
2006	7.6%	52,499	10,573	555,071,927
2007	6.9%	55,826	10,582	590,750,732
2008	8.90%	57,353	10,550	605,074,150
2009	14.20%	54,771	10,536	577,067,256
2010	14.40%	23,370	10,105	236,153,850

(1) County Information

Source: State Department of Education

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KEANSBURG SCHOOL DISTRICT
 PRINCIPAL EMPLOYERS
 CURRENT YEAR
 UNAUDITED

<u>Employer</u>	<u>Employees</u>	<u>Rank</u>	<u>Percentage of Total Municipal Employment</u>
Aramark Facility Services	34	6	0.67%
Bayside Manor	135	3	2.66%
Cameron's Keansburg Florist	6	10	0.12%
Church Street Corporation	8	9	0.16%
Jersey Shore Beach and Boardwalk Co.	150	2	2.96%
Keansburg Borough	93	4	1.83%
Keansburg Pharmacy	35	5	0.69%
Keansburg School District	342	1	8.16%
Unites Postal Service	24	7	0.47%
Wachovia Bank	14	8	0.28%
	<u>841</u>		<u>18.00%</u>

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Operating Information

Schedules for Districts Required to Use School-

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KEANSBURG SCHOOL DISTRICT
 FULL-TIME EQUIVALENT DISTRICT EMPLOYEES BY FUNCTION/PROGRAM
 LAST EIGHT FISCAL YEARS
 UNAUDITED

Exhibit J-16

Function/Program	2011	2010	2009	2008	2007	2006	2005	2004
Instruction:								
Regular	141	151	214	196	213	209	240	240
Special Education	116	126	80	79	46	42	6	5
Other Special Education	-	-	-	5	25	25	32	12
School-Sponsored/Other Instructional	3	14	10	15	37	37	22	22
Support Services:								
Student and Instruction Related Services	50	81	85	85	22	18	21	22
School Administrative Services	18	20	16	20	36	36	34	27
General Administration	3	4	4	8	12	12	34	33
Central Services	8	9	9	9	13	13	2	-
Administrative Information Technology	1	1	1	1	10	10	2	8
Other Support Services	3	3	2	8	9	12	21	32
Total	343	409	421	426	423	414	414	401

Source: District Records

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KEANSBURG SCHOOL DISTRICT
OPERATING STATISTICS
LAST EIGHT FISCAL YEARS
UNAUDITED

Fiscal Year Ended June 30,	Enrollment	Operating Expenditures	Cost Per Pupil	Percentage Change	Teaching Staff	Average Daily Enrollment	Average Daily Attendance	% Change in Average Daily Enrollment	Attendance %
2004	2,064	\$ 35,390,727	\$ 17,147	3.0%	401	2,064	1,912	1.7%	92.6%
2005	1,957	39,026,641	19,942	16.3%	414	1,957	1,812	-5.2%	92.6%
2006	1,938	37,626,053	19,415	-2.6%	414	1,938	1,783	-0.9%	92.0%
2007	2,095	42,743,997	20,403	5.1%	427	2,095	1,732	-2.9%	82.7%
2008	2,043	36,443,806	17,838	-12.6%	376	1,829	1,698	-2.0%	92.8%
2009	2,071	36,025,023	17,395	-2.5%	421	1,838	1,712	0.8%	93.1%
2010	1,780	35,902,580	20,170	16.0%	409	1,729	1,613	-5.8%	93.3%
2011	1,725	32,533,818	18,860	-6.5%	343	1,681	1,529	-5.2%	91.0%

Source: District Records

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KEANSBURG SCHOOL DISTRICT
SCHOOL BUILDING INFORMATION
LAST EIGHT FISCAL YEARS
UNAUDITED

Exhibit J-18

<u>District Building</u>	<u>2011</u>	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>	<u>2004</u>
Elementary								
Square Feet	117,805	117,805	117,805	117,805	117,805	117,805	117,805	117,805
Capacity (students)	881	881	881	881	881	881	881	881
Enrollment	843	871	1,046	904	1,008	1,023	1,488	1,186
Middle School								
Square Feet	100,808	100,808	100,808	100,808	100,808	100,808	100,808	100,808
Capacity (students)	648	648	648	648	648	648	648	648
Enrollment	454	455	484	477	517	570	592	607
High School								
Square Feet	100,040	100,040	100,040	100,040	100,040	100,040	100,040	100,040
Capacity (students)	576	576	576	576	576	576	576	576
Enrollment	428	454	541	482	570	594	564	543

Number of Schools at June 30, 2011

- Elementary = 2
- Middle School = 1
- High School = 1

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KEANSBURG SCHOOL DISTRICT

GENERAL FUND
 SCHEDULE OF REQUIRED MAINTENANCE EXPENDITURES BY SCHOOL FACILITIES
 For the Fiscal Years Ended June 30, 2011 through June 30, 2004
 UNAUDITED

School Facilities	2011	2010	2009	2008	2007	2006	2005	2004
Keansburg High School	\$ 438,523	\$ 152,500	\$ 193,000	\$ 215,437	\$ 231,309	\$ 227,784	\$ 168,500	\$ 138,939
Joseph C. Caruso Elementary School	27,472	63,500	70,000	187,170	200,960	184,778	165,874	138,143
Port Monmouth Road Elementary School	113,965	79,997	71,500	300,634	322,783	248,521	176,500	139,446
Joseph R. Bolger Middle School	84,850	152,500	88,500	290,120	311,494	325,194	268,430	159,939
Total	<u>\$ 664,810</u>	<u>\$ 448,497</u>	<u>\$ 423,000</u>	<u>\$ 993,361</u>	<u>\$ 1,066,546</u>	<u>\$ 986,277</u>	<u>\$ 779,304</u>	<u>\$ 576,467</u>

KEANSBURG SCHOOL DISTRICT
INSURANCE SCHEDULE
June 30, 2011
UNAUDITED

	Coverage Limits	Deductible
Article I - Property (NJSBAIG)		
Blanket Real and Personal Property (Per Occurrence)	\$ 300,000,000	\$ -
Blanket Extra Expense	50,000,000	-
Blanket Valuable Papers and Records	10,000,000	-
Demolition and Increased Cost of Construction (Per Occurrence)	10,000,000	-
Loss of Rents	Not Covered	-
Loss of Business Income/Tuition	Not Covered	-
Builders' Risk	Not Covered	-
Fire Department Service Charge	10,000	-
Arson Reward	10,000	-
Pollutant Cleanup and Removal	250,000	-
Fine Arts	Not Covered	-
Sublimits: Flood Zones Prefix A and V (Per Occurrence/NJSBAIG Annual Aggregate)	10,000,000	-
All Other Flood Zones (Per Occurrence/NJSBAIG Annual Aggregate)	50,000,000	-
Earthquake (Per Occurrence/NJSBAIG Annual Aggregate)	50,000,000	-
Terrorism (Per Occurrence/NJSBAIG Annual Aggregate)	1,000,000	-
Deductibles: Real and Personal (Per Occurrence)	-	5,000
Deductibles: Extra Expense (Per Occurrence)	-	5,000
Deductibles: Valuable Papers (Per Occurrence)	-	5,000
Flood Deductibles: Zones Prefix A and V (Per Building)	-	500,000
Flood Deductibles: Zones Prefix A and V (Per Building Contents)	-	500,000
Flood Deductibles: All Other Flood Zones (Per Member/Per Occurrence)	-	10,000
Article II - Electronic Data Processing (NJSBAIG)		
Blanket Hardware/Software (Per Occurrence)	500,000	-
Blanket Extra Expense	Included	-
Coverage Extensions: Transit	25,000	-
Coverage Extensions: Loss of Income	10,000	-
Coverage Extensions: Terrorism	Included in Property	-
Deductible (Per Occurrence)	-	1,000
Flood (Per Occurrence)	1,000,000	-
Flood Deductible: Zones A and V (Per Building Content)	-	500,000
Flood Deductible: All Other Flood Zones (Per Member/Per Occurrence)	-	10,000
Article III - Equipment Breakdown (NJSBAIG)		
Combined Single Limit per Accident for Property Damage and Business Income	100,000,000	-
Sublimits: Property Damage	Included	-
Sublimits: Off Premises Property Damage	100,000	-
Sublimits: Business Income	Included	-
Sublimits: Extra Expense	10,000,000	-
Sublimits: Service Interruption	10,000,000	-
Sublimits: Perishable Goods	500,000	-
Sublimits: Data Restoration	100,000	-
Sublimits: Contingent Business Income	100,000	-
Sublimits: Demolition	1,000,000	-
Sublimits: Ordinance or Law	1,000,000	-
Sublimits: Expediting Expenses	500,000	-
Sublimits: Hazardous Substances	500,000	-
Sublimits: Newly Acquired Locations (60 Days Notice)	25,000	-
Sublimits: Terrorism	Included	-
Deductibles (Per Accident for Property Damage)	-	5,000

KEANSBURG SCHOOL DISTRICT
INSURANCE SCHEDULE
June 30, 2011
UNAUDITED

Article IV - Crime (NJSBAIG)

Public Employee Dishonesty with Faithful Performance	250,000	1,000
Theft, Disappearance and Destruction - Loss of Money and Securities On or Off Premises	25,000	500
Theft, Disappearance and Destruction - Money Orders and Counterfeit Paper Currency	25,000	500
Forgery or Alteration	250,000	1,000
Computer Fraud	25,000	500
Public Officials Bond: Treasurer	275,000	1,000
Public Officials Bond: Board Secretary	120,000	1,000
Public Officials Bond: Board Secretary	120,000	1,000

Article V - Comprehensive General Liability (NJSBAIG)

Bodily Injury and Property Damage (Combined Single Limit)	11,000,000	-
Bodily Injury from Products and Completed Operations (Annual Aggregate)	11,000,000	-
Sexual Abuse (Per Occurrence)	11,000,000	-
Sexual Abuse (Annual Pool Aggregate)	17,000,000	-
Personal Injury and Advertising Injury (Per Occurrence)	11,000,000	-
Personal Injury and Advertising Injury (Annual Aggregate)	11,000,000	-
Employee Benefits Liability (Per Occurrence/Annual Aggregate)	11,000,000	-
Employee Benefits Liability Deductible (Each Claim)	-	1,000
Premises Medical Payments (Per Accident)	10,000	-
Premises Medical Payments (Limit per Person)	5,000	-
Terrorism (Per Occurrence/Annual NJSBAIG Aggregate)	1,000,000	-

Article VI - Automobile (NJSBAIG)

Combined Single Limit for Bodily Injury and Property Damage (Per Accident)	11,000,000	-
Uninsured/Underinsured Motorists - Private Passenger Auto (Combined Single Limit)	1,000,000	-
Uninsured/Underinsured Motorists - All Other Vehicles (Bodily Injury per Person)	15,000	-
Uninsured/Underinsured Motorists - All Other Vehicles (Bodily Injury per Accident)	30,000	-
Uninsured/Underinsured Motorists - All Other Vehicles (Property Damage per Accident)	5,000	-
Personal Injury Protection (Including Pedestrians)	250,000	-
Medical Payments (Private Passenger Vehicles)	10,000	-
Medical Payments (All Other Vehicles)	5,000	-
Terrorism (Per Occurrence/Annual NJSBAIG Aggregate)	1,000,000	-
Physical Damage - Comprehensive Deductible	-	1,000
Physical Damage - Collision Deductible	-	1,000
Hired Car Physical Damage Deductible (\$75,000 Limit)	-	1,000
Replacement Cost	-	Not Covered

Errors and Omissions (NJSBAIG)

Coverage A (Each Policy Period)	11,000,000	5,000
Coverage B (Each Policy Period)	300,000	5,000
Coverage B (Each Claim)	100,000	5,000

Workmen's Compensation (NJSBAIG)

Estimated Professional and Clerical	16,877,595	-
Liability Limits: Bodily Injury by Accident (Each Accident)	2,000,000	-
Liability Limits: Bodily Injury by Disease (Each Employee)	2,000,000	-
Liability Limits: Bodily Injury by Disease (Aggregate Limit)	2,000,000	-

Source: District Records

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Single Audit Section

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Independent Auditors' 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
Keansburg School District
Keansburg, New Jersey
County of Monmouth

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 Keansburg School District, in the County of Monmouth, State of New Jersey (the "District"), as of and for the year ended June 30, 2011, which collectively comprise the District's basic financial statements and have issued our report thereon dated November 28, 2011. We conducted our audit in accordance with auditing standards generally accepted in the United States of America; audit requirements as prescribed by the Division of the Administration and Finance, Department of Education, State of New Jersey; and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

Internal Control Over Financial Reporting

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

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

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

We noted certain matters that we have reported to management of the District in a separate *Auditors' Management Report on Administrative Findings - Financial, Compliance and Performance* dated November 28, 2011.

Compliance and Other Matters

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

We noted certain matters that we have reported to management of the District, in a separate *Auditors' Management Report on Administrative Findings - Financial, Compliance and Performance* dated November 28, 2011.

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



William C. McNamara
Licensed Public School Accountant
No. CS02023
Cowan, Guteski & Co., P.A.

Toms River, New Jersey
November 28, 2011



Independent Auditors' Report on Compliance with Requirements
That Could Have a Direct and Material Effect on
Each Major Program and on
Internal Control Over Compliance in Accordance with
OMB Circular A-133 and New Jersey OMB Circular 04-04

Honorable President and Members
of the Board of Education
Keansburg School District
Keansburg, New Jersey
County of Monmouth

Compliance

We have audited the compliance of the Board of Education of the Keansburg School District, County of Monmouth, State of New Jersey (the "District") 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 year ended June 30, 2011. The District's major federal and state programs are identified in the summary of auditors' results section of the accompanying schedule of findings and questioned costs. Compliance with the requirements of laws, regulations, contracts and grants applicable to each of its major federal and state programs is the responsibility of the District's management. Our responsibility is to express an opinion on the District's compliance based on our audit.

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

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

Internal Control Over Compliance

The management of the District is responsible for establishing and maintaining effective internal control over compliance with the requirements of laws, regulations, contracts and grants applicable to federal and state programs. In planning and performing our audit, we considered the District'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 New Jersey OMB Circular 04-04, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the District's internal control over compliance.

A deficiency in internal control over compliance 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, noncompliance with a type of compliance requirement of a federal or state program on a timely basis. A material weakness in internal control over compliance is a deficiency, or combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal or state program will not be prevented, or detected and corrected, on a timely basis.

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

This report is intended solely for the information and use of the District's management and Board, others within the entity, the New Jersey State Department of Education federal and state awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties.



William C. McNamara
Licensed Public School Accountant
No. CS02023
Cowan, Guteski & Co., P.A.

Toms River, New Jersey
November 28, 2011

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SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS, SCHEDULE A
FOR THE FISCAL YEAR ENDED JUNE 30, 2011

Federal Grantor/Pass-Through Grantor/ Program Title	Federal CFDA Number	Grant or State Project Number	Grant Period	Award Amount	Balance at June 30, 2010
<u>General Fund</u>					
U.S. Department of Health and Human Services Passed-through State Department of Education: Special Education Medicaid Initiative Total General Fund	93.778	N/A	07/01/10-06/30/11	\$ 84,071	\$ - -
U.S. Department of Education					
Passed-through State Department of Education: Carl D. Perkins Grant Carl D. Perkins Grant	84.028 84.028	PERK_2400-11 PERK_2400-10	07/01/10-06/30/11 07/01/09-06/30/10	23,379 24,214	- 77
No Child Left Behind Consolidated Grant					
Title I, Basic	84.010	NCLB240011	09/01/10-08/31/11	1,244,451	-
Title I, Basic	84.010	NCLB240010	09/01/09-08/31/10	1,358,440	(268,705)
Title I, SIA	84.010	NCLB240011	09/01/10-08/31/11	43,545	-
Title I, SIA	84.010	NCLB240010	09/01/09-08/31/10	24,829	-
Title II, Part D - Math/Science	84.168	NCLB240011	09/01/10-08/31/11	3,372	-
Title II, Part D - Math/Science	84.168	NCLB240010	09/01/09-08/31/10	12,452	(9,884)
Title II, Part D - Math/Science	84.168	NCLB240009	09/01/08-08/31/09	17,904	(61)
Title II, Part A	84.168	NCLB240011	09/01/10-08/31/11	119,382	-
Title II, Part A	84.168	NCLB240010	09/01/09-08/31/10	115,847	(11,443)
Title III	84.365	NCLB240010	09/01/09-08/31/10	13,630	(5,102)
Title IV, Safe and Drug Free Schools	84.186	NCLB240010	09/01/09-08/31/10	17,985	(15,553)
Title IV, Safe and Drug Free Schools	84.186	NCLB240009	09/01/08-08/31/09	17,362	(686)
ARRA Grants					
ARRA Part A Title I - Recovery Act	84.389	84.389A	07/01/09-08/31/11	409,015	(43,695)
ARRA SIA - Recovery Act	84.389	84.389A	07/01/09-08/31/11	23,448	(9,229)
ARRA IDEA Basic - Recovery Act	84.391	84.391A	07/01/09-08/31/11	500,730	(33,956)
ARRA IDEA Preschool - Recovery Act	84.392	84.392A	07/01/09-08/31/11	17,977	-
IDEA Part B, Basic	84.027	IDEA240011	09/01/10-08/31/11	583,156	-
IDEA Part B, Basic	84.027	IDEA240010	09/01/09-08/31/10	599,330	(129,767)
IDEA Part B, Basic	84.027	IDEA240009	09/01/08-08/31/09	726,053	(77,880)
IDEA Part B, Preschool	84.173	IDEA240011	09/01/10-08/31/11	16,392	-
IDEA Part B, Preschool	84.173	IDEA240010	09/01/09-08/31/10	15,958	(4,478)
IDEA Part B, Preschool	84.173	IDEA240009	09/01/08-08/31/09	15,333	(1,499)
21st Century Community Learning Centers	84.287	CCLC240011	09/01/10-08/31/11	350,000	-
21st Century Community Learning Centers	84.287	10000111	09/01/09-08/31/10	350,000	(8,217)
Reading First	84.357A	84.357A	09/01/09-08/31/10	169,544	(34,747)
Learn and Serve America	94.004	11AMER328ALS	09/01/10-08/31/11	14,000	-
Total Special Revenue Fund					(654,825)
<u>Enterprise (Food Service) Fund:</u>					
U.S. Department of Agriculture					
Passed-through State Department of Education:					
Food Distribution Program	10.550	N/A	07/01/10-06/30/11	19,190	-
School Breakfast Program	10.553	N/A	07/01/09-06/30/10	146,238	(14,052)
School Breakfast Program	10.553	N/A	07/01/10-06/30/11	131,105	-
National School Lunch Program	10.555	N/A	07/01/09-06/30/10	466,875	(41,051)
National School Lunch Program	10.555	N/A	07/01/10-06/30/11	461,636	-
After School Snack Program	10.558	N/A	07/01/09-06/30/10	13,052	(1,073)
After School Snack Program	10.558	N/A	07/01/10-06/30/11	6,405	-
Fresh Fruits and Vegetable Program	10.582	N/A	07/01/10-06/30/11	33,988	-
Total Enterprise (Food Service) Fund					(56,176)
Total Federal Financial Awards					\$ (711,001)

<u>Cash Received</u>	<u>Budgetary Expenditures</u>	<u>Repayments</u>	<u>Adjustments</u>	<u>(Accounts Receivable) at June 30, 2011</u>	<u>Deferred Revenue at June 30, 2011</u>	<u>Due to Grantor at June 30, 2011</u>
\$ 84,071	\$ (84,071)	\$ -	\$ -	\$ -	\$ -	\$ -
<u>84,071</u>	<u>(84,071)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
19,546	(23,119)	-	-	(3,573)	-	-
-	(77)	-	-	-	-	-
597,036	(1,212,939)	-	-	(615,903)	-	-
382,246	(113,541)	-	-	-	-	-
5,259	(5,259)	-	-	-	-	-
15,804	(15,804)	-	-	-	-	-
1,551	(1,901)	-	-	(350)	-	-
9,884	(2,568)	-	-	(2,568)	-	-
-	-	-	61	-	-	-
76,291	(100,240)	-	-	(23,949)	-	-
34,986	(23,543)	-	-	-	-	-
4,586	(1,432)	-	-	(1,948)	-	-
14,867	-	-	686	-	-	-
686	-	-	-	-	-	-
129,197	(119,656)	-	-	(34,154)	-	-
18,281	(12,498)	-	-	(3,446)	-	-
68,631	(34,675)	-	-	-	-	-
4,905	(4,905)	-	-	-	-	-
443,358	(499,392)	-	-	(56,034)	-	-
121,770	(16,333)	-	24,330	-	-	-
77,880	-	-	-	-	-	-
14,219	(16,392)	-	-	(2,173)	-	-
4,625	(147)	-	-	-	-	-
1,439	-	-	60	-	-	-
191,450	(268,202)	-	-	(76,752)	-	-
114,382	(106,165)	-	-	-	-	-
79,874	(19,131)	-	(25,996)	-	-	-
7,000	(12,933)	-	-	(5,933)	-	-
<u>2,439,753</u>	<u>(2,610,852)</u>	<u>-</u>	<u>(859)</u>	<u>(826,783)</u>	<u>-</u>	<u>-</u>
19,190	(19,190)	-	-	-	-	-
14,052	-	-	-	-	-	-
120,301	(131,105)	-	-	(10,804)	-	-
41,051	-	-	-	-	-	-
429,146	(461,636)	-	-	(32,490)	-	-
1,073	-	-	-	-	-	-
6,105	(6,405)	-	-	(300)	-	-
31,264	(33,988)	-	-	(2,724)	-	-
<u>662,182</u>	<u>(652,324)</u>	<u>-</u>	<u>-</u>	<u>(46,318)</u>	<u>-</u>	<u>-</u>
<u>\$ 3,186,006</u>	<u>\$ (3,347,247)</u>	<u>\$ -</u>	<u>\$ (859)</u>	<u>\$ (873,101)</u>	<u>\$ -</u>	<u>\$ -</u>

See Independent Auditors' Report and Notes to the Schedules of Expenditures of Awards and Financial Assistance

SCHEDULE OF EXPENDITURES OF STATE FINANCIAL ASSISTANCE PROGRAMS, SCHEDULE B
For the Fiscal Year Ended June 30, 2011

State Grantor/Pass - Through Grantor Program Title	Grant or State Project Number	Grant Period	Award Amount	(Accounts Receivable) at June 30, 2010	Deferred Revenue at June 30, 2010
New Jersey Department of Education:					
<u>General Fund</u>					
Equalization Aid	11-495-034-5120-078	07/01/10-06/30/11	\$ 17,718,371	\$ -	\$ -
Equalization Aid	10-495-034-5120-078	07/01/09-06/30/10	19,075,093	(2,044,944)	-
Equalization Aid - Correction	10-495-034-5120-078	07/01/09-06/30/10	19,075,093	-	-
Security Aid	11-495-034-5120-084	07/01/10-06/30/11	554,916	-	-
Security Aid	10-495-034-5120-084	07/01/09-06/30/10	589,539	(61,274)	-
Adjustment Aid	11-495-034-5120-085	07/01/10-06/30/11	7,578,328	-	-
Adjustment Aid	10-495-034-5120-085	07/01/09-06/30/10	7,943,718	(954,389)	-
Transportation Aid	11-495-034-5120-014	07/01/10-06/30/11	171,351	-	-
Transportation Aid	10-495-034-5120-014	07/01/09-06/30/10	216,342	(23,522)	-
Special Education Aid	11-495-034-5120-089	07/01/10-06/30/11	881,916	-	-
Special Education Aid	10-495-034-5120-089	07/01/09-06/30/10	927,730	(98,175)	-
Extraordinary Aid	11-100-034-5120-473	07/01/10-06/30/11	290,162	-	-
Extraordinary Aid	10-100-034-5120-473	07/01/09-06/30/10	181,188	(75,000)	-
Reimbursed TPAF Social Security Aid	11-495-034-5095-002	07/01/10-06/30/11	1,200,410	-	-
Reimbursed TPAF Social Security Aid	10-495-034-5095-002	07/01/09-06/30/10	1,414,573	(69,618)	-
Reimbursed TPAF Pension On-Behalf	11-495-034-5095-001	07/01/10-06/30/11	1,260,490	-	-
<u>Total General Fund</u>				<u>(3,326,922)</u>	<u>-</u>
<u>Special Revenue Fund:</u>					
PreSchool Education Aid	11-495-034-5120-086	07/01/10-06/30/11	2,877,896	-	-
PreSchool Education Aid	10-495-034-5120-086	07/01/09-06/30/10	3,240,656	(190,093)	-
N.J. Nonpublic Aid:					
Nursing Services					
Chapter 192 Auxiliary Services:	10-100-034-5120-070	07/01/09-06/30/10	10,704	-	-
Compensatory English	10-100-034-5120-067	07/01/09-06/30/10	42,154	-	-
Transportation Aid	10-100-034-5120-068	07/01/09-06/30/10	1,740	-	-
Handicapped Services:					
Supplemental Instruction	10-100-034-5120-066	07/01/09-06/30/10	4,684	-	-
Textbook	10-100-034-5120-064	07/01/09-06/30/10	8,268	-	-
N.J. Character Education Partnership Initiative	10-495-034-5120-153	07/01/09-06/30/10	3,995	(283)	-
Family Care Insurance	N/A	07/01/09-06/30/10	25,000	(16,288)	-
N.J. Department of Children and Families					
Family Friendly Center	FFCE24C	07/01/10-06/30/11	45,463	-	-
Family Friendly Center	FFCE24C	07/01/09-06/30/10	45,463	-	3,363
School Based Youth and Health Services	FFCE24E	07/01/10-06/30/11	263,976	-	-
School Based Youth and Health Services	FFCE24E	07/01/09-06/30/10	263,976	-	71,785
<u>Total Special Revenue Fund</u>				<u>(206,664)</u>	<u>75,148</u>
<u>Capital Projects Fund:</u>					
Additional State School Building Aid - Facilities Lease for Caruso	2400-e01-02-0116	07/01/09-06/30/10	124,730	(44,211)	-
State School Building Aid - Port Monmouth Roof	2400-040-08-2000	07/01/09-06/30/10	224,040	(746)	-
<u>Total Capital Projects Fund</u>				<u>(44,957)</u>	<u>-</u>
<u>Debt Service Fund:</u>					
Debt Service Aid Type II	11-495-034-5120-075	07/01/10-08/31/11	561,035	-	-
Debt Service Aid Type II	10-495-034-5120-125	07/01/09-08/31/10	692,924	(30,760)	-
<u>Total Debt Service Fund</u>				<u>(30,760)</u>	<u>-</u>
<u>Enterprise (Food Service) Fund</u>					
State School Breakfast Program	10-100-010-3360-096	07/01/09-06/30/10	9,984	(955)	-
National School Lunch Program (State Share)	11-100-010-3360-067	07/01/10-06/30/11	10,681	-	-
National School Lunch Program (State Share)	10-100-010-3360-067	07/01/09-06/30/10	19,553	(1,708)	-
<u>Total Enterprise (Food Service) Fund</u>				<u>(2,663)</u>	<u>-</u>
Total State Financial Assistance Awards				\$ (3,611,966)	\$ 75,148

Due to Grantor Revenue at June 30, 2010	Balance at June 30, 2010	Cash Received	Budgetary Expenditures	Adjustments	Repayment of Prior Year's Balances	(Accounts Receivable) at June 30, 2011	Deferred Revenue at June 30, 2011	Due to Grantor at June 30, 2011
\$ -	\$ -	\$ 14,764,448	\$ (17,718,371)	\$ -	\$ -	\$ (2,953,923)	\$ -	\$ -
-	(2,044,944)	2,044,944	-	-	-	-	-	-
(2,166,954)	(2,166,954)	-	-	2,166,954	-	-	-	-
-	-	554,916	(554,916)	-	-	-	-	-
-	(61,274)	61,274	-	-	-	-	-	-
-	-	7,578,328	(7,578,328)	-	-	-	-	-
-	(954,389)	954,389	-	-	-	-	-	-
-	-	171,351	(171,351)	-	-	-	-	-
-	(23,522)	23,522	-	-	-	-	-	-
-	-	881,916	(881,916)	-	-	-	-	-
-	(98,175)	98,175	-	-	-	-	-	-
-	-	-	(290,162)	-	-	(290,162)	-	-
-	(75,000)	181,188	-	(106,188)	-	-	-	-
(69,201)	(69,201)	1,200,410	(1,200,410)	69,201	-	-	-	-
-	(69,618)	69,618	-	-	-	-	-	-
-	-	1,260,490	(1,260,490)	-	-	-	-	-
<u>(2,236,155)</u>	<u>(5,563,077)</u>	<u>29,844,969</u>	<u>(29,655,944)</u>	<u>2,129,967</u>	<u>-</u>	<u>(3,244,085)</u>	<u>-</u>	<u>-</u>
-	-	2,877,896	(2,877,896)	-	-	-	-	-
-	(190,093)	-	(50,000)	240,093	-	-	-	-
8,904	8,904	-	-	-	8,904	-	-	-
42,154	42,154	-	-	-	42,154	-	-	-
1,740	1,740	-	-	-	1,740	-	-	-
4,684	4,684	-	-	-	4,684	-	-	-
8,268	8,268	-	-	-	8,268	-	-	-
-	(283)	-	(463)	746	-	-	-	-
-	(16,288)	-	-	16,288	-	-	-	-
-	-	45,463	(45,463)	-	-	-	-	-
-	3,363	-	-	-	-	-	-	3,363
-	-	263,976	(263,976)	-	-	-	-	-
-	71,785	-	(4,416)	(67,369)	-	-	-	-
<u>65,750</u>	<u>(65,766)</u>	<u>3,187,335</u>	<u>(3,242,214)</u>	<u>189,758</u>	<u>65,750</u>	<u>-</u>	<u>-</u>	<u>3,363</u>
-	(44,211)	44,211	-	-	-	-	-	-
-	(746)	746	-	-	-	-	-	-
-	(44,957)	44,957	-	-	-	-	-	-
-	-	561,035	(561,035)	-	-	-	-	-
-	(30,760)	30,760	-	-	-	-	-	-
-	(30,760)	591,795	(561,035)	-	-	-	-	-
-	(955)	955	-	-	-	-	-	-
-	-	9,888	(10,681)	-	-	(793)	-	-
-	(1,708)	1,708	-	-	-	-	-	-
-	(2,863)	12,551	(10,681)	-	-	(793)	-	-
<u>\$ (2,170,405)</u>	<u>\$ (5,707,223)</u>	<u>\$ 33,681,607</u>	<u>\$ (33,469,874)</u>	<u>\$ 2,319,725</u>	<u>\$ 65,750</u>	<u>\$ (3,244,878)</u>	<u>\$ -</u>	<u>\$ 3,363</u>

KEANSBURG PUBLIC SCHOOLS
NOTES TO THE SCHEDULES OF AWARDS AND FINANCIAL ASSISTANCE
JUNE 30, 2011

NOTE 1. GENERAL

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

NOTE 2. BASIS OF ACCOUNTING

The accompanying schedules of awards and financial assistance are presented on the budgetary basis of accounting with the exception of programs recorded in the food service fund, which are presented using the accrual basis of accounting. These bases of accounting are described in Note 1 to the District's basic financial statements. The information in this schedule is presented in accordance with the requirements of OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of, the basic financial statements.

NOTE 3. RELATIONSHIP TO BASIC FINANCIAL STATEMENTS

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

The general fund is presented in the accompanying schedules on the modified accrual basis with the exception of the revenue recognition of the 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 \$(1,645,033) for the general fund and \$(314,161) for the special revenue fund. See Note 1, *Note to Required Supplementary Information*, for a reconciliation of the budgetary basis to the modified accrual basis of accounting for the general fund and special revenue fund. Awards and financial assistance revenues are reported in the District's basic financial statements on a GAAP basis as follows:

KEANSBURG PUBLIC SCHOOLS
NOTES TO THE SCHEDULES OF AWARDS AND FINANCIAL ASSISTANCE
JUNE 30, 2011

NOTE 3. RELATIONSHIP TO BASIC FINANCIAL STATEMENTS (Continued)

	<u>Federal</u>	<u>State</u>	<u>Total</u>
General Fund	\$ 84,071	\$ 29,655,944	\$ 29,740,015
Special Revenue Fund	2,610,852	3,242,214	5,853,066
Enterprise Fund	652,324	10,681	663,005
Debt Service Fund	-	561,035	561,035
Total Financial Assistance	<u>\$ 3,347,247</u>	<u>\$ 33,469,874</u>	<u>\$ 36,817,121</u>

NOTE 4. RELATIONSHIP TO FEDERAL AND STATE FINANCIAL REPORTS

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

NOTE 5. FEDERAL AND STATE LOANS OUTSTANDING

The Keansburg School District has no federal or state loans outstanding at June 30, 2011.

NOTE 6. OTHER

Revenues and expenditures reported under the Food Distribution Program represent current year value received and current year distributions respectively. 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 7. SCHOOL WIDE PROGRAM FUNDS

School wide program funds are not separate federal programs as defined in OMB Circular A-133; amounts used in the school wide programs are included in the total expenditures of the program contributing the funds in the Schedule of Expenditures of Federal Awards. The following funds by program are included in school wide programs in the district:

KEANSBURG SCHOOL DISTRICT

SCHEDULE OF FINDINGS AND QUESTIONED COSTS
For the Fiscal Year Ended June 30, 2011

I. Summary of Auditors' Results

Financial Statement Section

- | | |
|---|---------------|
| 1. Type of auditors' report issued: | UNQUALIFIED |
| 2. Internal control over financial reporting | |
| a. Material Weakness(es) identified? | NO |
| b. Significant deficiencies identified that are not considered to be material weaknesses? | NONE REPORTED |
| 3. Noncompliance material to the financial statements? | NO |

Federal Awards Section

- | | |
|---|---------------|
| 1. Dollar threshold used to determine Type A Programs: | \$300,000 |
| 2. Dollar threshold used to determine Type B Programs: | \$100,000 |
| 3. Auditee qualified as low-risk Auditee? | YES |
| 4. Type of auditors' report on compliance for major programs: | UNQUALIFIED |
| 5. Internal Control over compliance: | |
| a. Material weakness(es) identified? | NO |
| b. Significant deficiencies identified that are not considered to be material weaknesses? | NONE REPORTED |
| c. Any audit findings disclosed that are required to be reported in accordance with OMB Circular A-133 (section .510(a))? | YES |
| 6. Identification of major programs: | |

<u>CFDA Number</u>	<u>Program or Cluster Name</u>
84.010	Title I
84.389A	ARRA Title I
84.027	IDEA Basic
84.173	IDEA Preschool
84.391A	ARRA IDEA Basic
84.392A	ARRA IDEA Preschool
84.287	21st Century Community Learning
10.553, 10.555	Child Nutrition

KEANSBURG SCHOOL DISTRICT

SCHEDULE OF FINDINGS AND QUESTIONED COSTS
For the Fiscal Year Ended June 30, 2011

I. Summary of Auditors' Results (continued)

State Awards Section

- 1. Dollar threshold used to determine Type A Programs: \$1,004,096
- 2. Dollar threshold used to determine Type B Programs: \$100,409
- 2. Auditee qualified as low-risk Auditee? YES
- 3. Type of auditors' report on compliance for major programs: UNQUALIFIED
- 4. Internal Control over compliance:
 - a. Material weakness(es) identified? NO
 - b. Significant deficiencies identified that are not considered to be material weaknesses? NONE REPORTED
 - c. Any audit findings disclosed that are required to be reported in accordance with N.J. OMB Circular 04-04? YES
- 5. Identification of major programs:

<u>State Grant/Project Number</u>	<u>Name of State Program</u>
495-034-5120-078	Equalization Aid
495-034-5120-089	Special Education Aid
495-034-5120-084	Security Aid
495-034-5120-085	Adjustment Aid
495-034-5120-086	Preschool Education Aid

II. Schedule of Financial Statement Findings

NONE

III. Schedule of Federal and State Award Findings and Questioned Costs

Finding: The Board Secretary's Report did not follow the state issued Chart of Accounts. The report did not properly reflect carryover and revenue and expense items for amounts related to carryover where in some cases comingled with current year grant transactions. By not separately recording the funds, the District cannot be assured of efficiently and appropriately spending its grant resources.

Recommendation: The Business Office should review the Board Secretary's Report prior to submission to the Board of Education and ensure that the accounting treatment and recording of carryover funds meets the technical requirements of the specified grant agencies. The Business Office also should follow the prescribed Chart of Accounts coding in its general ledger reporting.

KEANSBURG SCHOOL DISTRICT

SCHEDULE OF FINDINGS AND QUESTIONED COSTS
For the Fiscal Year Ended June 30, 2011

Finding: The Board Secretary's Report at June 30, 2011 reflected expenditures in Fund 20 that could not be charged to the designated line items. These items were subsequently reclassified to the General Fund.

Recommendation: The Business Office must be more diligent in reviewing and operating the District's books and records. A review of the postings to key expenditure accounts should be maintained. This will ensure the proper utilization of Special Revenue Funds and reduce the amount of money being returned to the grantor or expenditures being reclassified to the General Fund.

KEANSBURG SCHOOL DISTRICT

SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS
For the Fiscal Year Ended June 30, 2011

There were no prior year audit findings related to the general-purpose financial statements and federal and state awards that are required to be reported on in accordance with Chapter 6.12 of *Governmental Auditing Standards*, U.S. OMB Circular A-133 and N.J. OMB Circular 04-04.

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