

**Year Ended June 30, 2011**

**Comprehensive Annual  
Financial Report**

# **The Piscataway Township Board of Education**





# **Piscataway Township School District**

**Piscataway, New Jersey**

**Comprehensive Annual Financial Report  
For the Year Ended June 30, 2011**

**Prepared by**

**Business Office**



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# Introductory Section





**PISCATAWAY**  
TOWNSHIP SCHOOLS

**Robert L. Copeland**  
Superintendent of Schools

**Brian P. De Lucia**  
Business Administrator/  
Board Secretary

1515 Stelton Road  
P.O. Box 1332  
Piscataway, NJ 08855-1332  
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Fax 732 572-7889  
[www.piscatawayschools.org](http://www.piscatawayschools.org)

November 30, 2011

Honorable President and  
Members of the Board of Education  
Piscataway Township School District  
County of Middlesex, New Jersey

Dear Board Members and Constituents:

The Comprehensive Annual Financial Report (CAFR) of the Piscataway Township School District (District) as of and for the year ended June 30, 2011 is hereby submitted. Responsibility for both the accuracy of the data and completeness and fairness of the presentation, including all disclosures, rests with the management of the Board of Education (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 of the governmental activities, the business-type activities, each major fund and the aggregate remaining fund information at June 30, 2011 and the respective changes in financial position and cash flows, where applicable, for the year then ended. All disclosures necessary to enable the reader to gain an understanding of the District's financial activities have been included.

The introductory section includes this transmittal letter (designed to complement Management's Discussion and Analysis and should be read in conjunction with it), the District's organization chart, a roster of officials, the list of independent auditors, and advisors and the International Association of School Business Officials Certificate of Excellence in Financial Reporting and the Government Finance Officers Association Certificate of Achievement for Excellence in Financial Reporting. The financial section includes management's discussion and analysis (presented immediately after the report of independent auditors), basic financial statements and related notes, required supplementary information, and other supplementary information, as well as the auditors' report thereon. The statistical section includes selected financial and demographic information, generally presented on a multi-year basis and is unaudited. The District is required to undergo an annual single audit in conformity with the provisions of the Single Audit Act Amendments of 1996 and the U.S. Office of Management and Budget Circular A-133, "Audits of States, Local Governments, and Non-Profit Organizations," and the New Jersey OMB Circular 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 internal control over compliance and compliance with major programs are included in the Single Audit section of this report.

**1) REPORTING ENTITY AND ITS SERVICES:** The Piscataway Township School District is an independent reporting entity within the criteria adopted by the Governmental Accounting Standards Board (GASB) as established by GASB Statement No. 14. All funds of the District are included in this report. The Piscataway Township Board of Education and all of its schools constitute the District's reporting entity.

The District provides a full range of educational services appropriate to grade levels PK through 12. These include regular and vocational programs as well as special education for handicapped students. The Township and School District are coterminous. The School District is an independent legal entity operating under Title 18A, Education of the New Jersey Statutes. The schools are organized on a preschool learning center, K-3, 4-5, 6-8 and 9-12 system and include a high school built in 1957, with additions in 1965, 1973 and 2007. The three middle schools, six elementary schools, and the early learning center all operate on a full-day schedule including kindergarten. In addition, Piscataway has three private/parochial elementary schools and a County vocational and technical high school. There is also a number of charter schools to which Piscataway sends students.

**Enrollment**

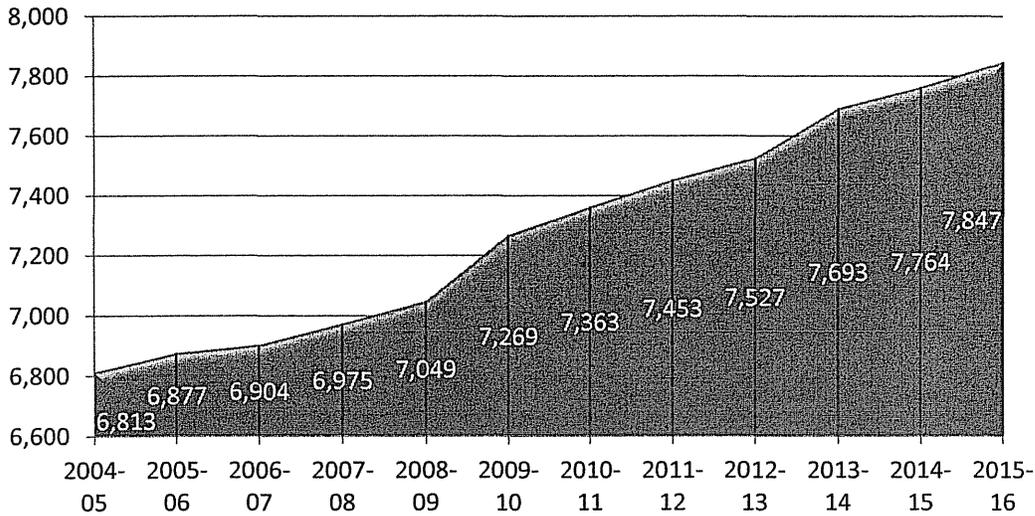
The District recently completed a ten-year enrollment history from Pre-K to 12<sup>th</sup> grade. Our enrollment grew from 6,752 students in 2000-01 to 7,363 students in 2010-11, representing an increase of 611 students, or 9.1%, although some of the increase can be attributed to the grant-funded Pre-K.

The exhibit on the next page illustrates enrollment projections. Our total enrollment is expected to rise by about 484 students over the next five years with the largest percentage increases in the middle schools with an anticipated increase of 16.5% (267 students).

Elementary school enrollment is expected to increase slightly from a total of 3,306 in 2011 to 3,321 in 2016. This represents an increase of 15 students or 0.5%, in these grades. High School enrollment is expected to remain stable over the next five years. The overall growth of general education students from 2011 through 2016 is projected to be 484 students. Pre-K and self-contained special education student populations are difficult to predict. However, there has been an increase in the number of special education students serviced by the district in the last year. The District goal of creating specialized programs in district instead of sending students out of district will affect enrollment, causing staffing needs. The projections reflect increases in enrollment due to the apartments that are being built on the former Pepsi Cola properties and the former Fairways Golf Center.

The District's school population will, of course, be affected by the number of live births in the community, the decision to enter the public schools at a given grade level, and the decision to continue that participation through high school graduation. For the 2011-2012 school year, we anticipate that we will have an average class size of 26 or less.

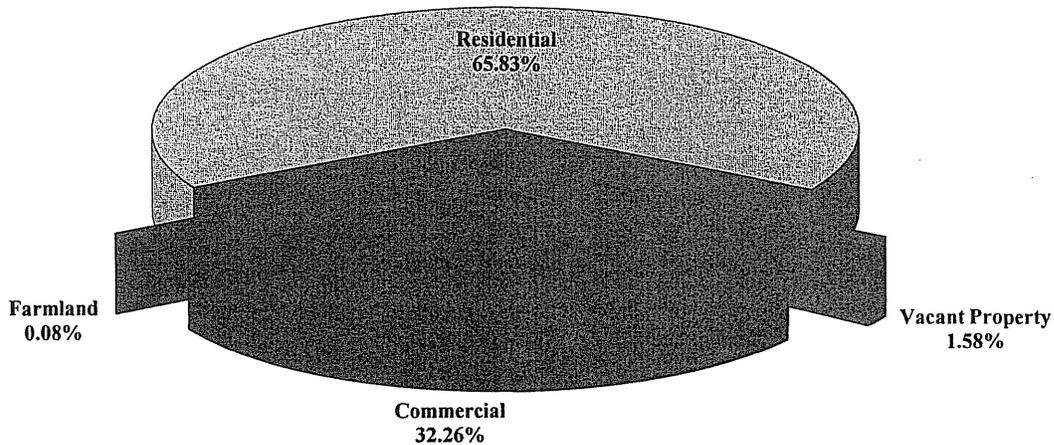
Table I  
Projected Enrollment



2) **ECONOMIC CONDITION AND OUTLOOK:** Ratables were stable during 2010-2011. Our bonded indebtedness is \$33,247,000, including obligations under certificates of participation and bonds payable as compared to our school-borrowing margin of \$237,038,462.

Piscataway is the home of many well-known industrial concerns, research centers and computer installations comfortably spaced in attractively designed modern buildings on broad beautifully landscaped sites including the major employers listed herein. Piscataway's ratables are classified in the 2011 Abstract of Ratables, Middlesex County Taxation Board, as follows:

Vacant land	\$ 32,197,500
Residential	1,451,405,950
Farmland	1,690,000
Commercial and other	<u>707,441,800</u>
<b>TOTAL Ratables</b>	<b><u>\$ 2,192,735,250</u></b>



Rutgers, The State University of New Jersey, and the University of Medicine and Dentistry of New Jersey (UMDNJ), covers approximately one-eighth of the Township. These entities include the College of Engineering, School of Pharmacy, Department of Physics, Chemistry, Life Sciences, Mathematics, and Computer Science as well as The Institute of Microbiology, the Graduate School of Applied and Professional Studies, the Institute for Alcohol Studies, the School of Business and Livingston College. The Rutgers Athletic Center Complex and Rutgers Stadium are also included. UMDNJ includes the Robert Wood Johnson Medical School.

**3) LONG TERM FINANCIAL PLANNING / MAJOR INITIATIVES:** As a public school community, we are faced with unbelievable challenges. The expectation that what was once meant for a very few – an elite education capable of sending only a few to college – is now the goal for every child we teach. Couple that with the realization that we will probably never have the resources at our fingers that we once had, and the challenge to public schools is huge.

Recognizing these realities, the Piscataway Schools has undertaken a three tiered approach to meeting our goals and responsibilities. First, we will continue to move toward the most rigorous program of study we can provide so that our students are in the best competitive position as possible. To this end, we have crafted a balanced literacy initiative in the elementary schools, enhanced the middle grades math program, and begun eliminating all but college preparatory courses at the high school.

Secondly, we will continue to create support structures such as preschool, full day kindergarten, Saturday and summer academies, the freshman foundations at the high school and partnerships with colleges and universities in order to provide the supplemental aids some students need to succeed.

Finally, the linchpin of all of this is a sound financial program that will continue to search for efficiencies and maximize return on our investments. Over the last five years, we have saved over \$7 million through investment, shared services and cost containment.

And, we have done all this through the adversity of a state funding formula that has left our community in the most precarious position. **Melvin Wynn**, a school finance expert and the former Director of the NJ Department of Education's Office of School Finance, recently analyzed school budgets. Here is what he had to say about Piscataway:

*“Piscataway is a relatively low spending K-12 district (ranks 40 out of 105 districts [105 is highest spending] in 2008-09 per comparative spending guide, below the median and state average per pupil spending for K-12 districts and below adequacy per SFRA) that has a tax levy substantially in excess of its local fair share. The aid caps in SFRA are dramatically impacting Piscataway. In 2009-10 Piscataway lost \$2.4M due to the aid shortfall but even with such amount and the 20% cap their aid would have been only 49.8% of the amounts determined per the SFRA adequacy formula. It appears that if the statutory caps were being implemented and SFRA was fully funded Piscataway’s issues would disappear in 5-6 years.”*

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

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

As part of the District's Single Audit described earlier, tests are made to determine the adequacy of internal control, including that portion related to federal awards and state financial assistance programs, as well as to evaluate whether the District has complied with applicable laws and regulations relating to its major programs.

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

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

**6) ACCOUNTING SYSTEM AND REPORTS:** The District's financial statements are presented in conformity with accounting principles generally accepted in the United States, as promulgated by the Governmental Accounting Standards Board (GASB). The accounting system of the District is organized on the basis of funds. These funds are explained in "Notes to the Basic Financial Statements," Note 1.

**7) DEBT ADMINISTRATION:** At June 30, 2011, the District's lone outstanding debt issue is General Obligation bonds, totaling \$33,247,000.

**8) CASH MANAGEMENT:** The investment policy of the District is guided in large part by state statute as detailed in the “Notes to the Basic Financial Statements,” Note 3. The District utilizes a cash management plan which requires it to deposit public funds in public depositories protected from loss under the provisions of the Governmental Unit Deposit Protection Act (“GUDPA”). GUDPA was enacted in 1970 to protect Governmental Units from a loss of funds on deposit with a failed banking institution in New Jersey. The law requires Governmental Units to deposit public funds only in public depositories located in New Jersey, where the funds are secured in accordance with the Act.

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

**10) OTHER INFORMATION:**

*A. Independent Audit:* State statutes require an annual audit by independent certified public accountants or registered municipal accountants. The accounting firm of Wiss & Company, LLP was selected by the Board. In addition to meeting the requirements set forth in state statutes, the audit also was designed to meet the requirements of the Single Audit Act and the related OMB Circular A-133 and New Jersey OMB Circular 04-04, as amended. The auditors’ report on the basic financial statements, required supplementary information, and other supplementary information are included in the financial section of this report. The auditors’ reports related specifically to the single audit are included in the single audit section of this report.

*B. Awards:* The International Association of School Business Officials (ASBO) awarded a Certificate of Excellence in Financial Reporting to the District for its comprehensive annual financial report for the fiscal year ended June 30, 2010. This was the fifth year that the District has received this prestigious award. In order to be awarded this certificate, the District published an easily readable and efficiently organized comprehensive annual financial report. This report satisfied both accounting principles generally accepted in the United States and applicable legal requirements.

The Certificate is valid for a period of one year only. We believe that our current comprehensive annual financial report continues to meet the Programs’ requirements and we are submitting it to ASBO to determine its eligibility for the fiscal year 2010-2011 certificate.

In addition, the Certificate of Achievement for Excellence in Financial Reporting has been awarded to Piscataway Township School District by the Government Finance Officers Association of the United States and Canada (GFOA) for its comprehensive annual financial report (CAFR). This was the fourth consecutive year that the District has received this prestigious award. The GFOA is a nonprofit professional association serving approximately 17,000 government finance professionals with offices in Chicago IL, and Washington, D.C.

The CAFR has been judged by an impartial panel to meet the high standards of the program including demonstrating a constructive “spirit of full disclosure” to clearly communicate its financial story and motivate potential users and user groups to read the CAFR. The Certificate of Achievement is the highest form of recognition in the area of governmental accounting and financial reporting, and its attainment represents a significant accomplishment by a government and its management. The Certificate is valid for a period of one year only. We believe that our current comprehensive annual financial report continues to meet the Programs’ requirements and we are submitting it to GFOA to determine its eligibility for the fiscal year 2010-2011 certificate.

11) ACKNOWLEDGMENTS:

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

Respectfully submitted,



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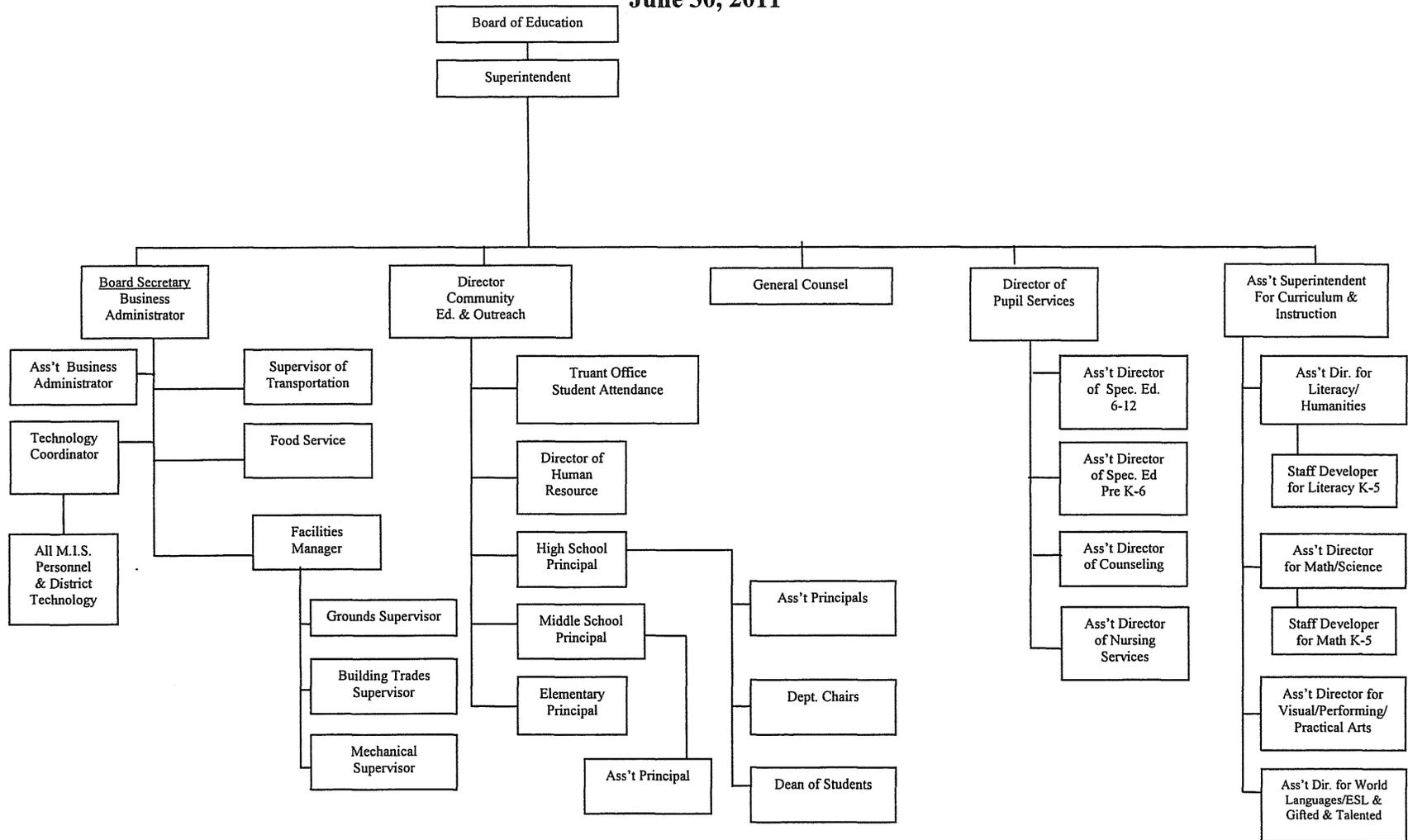
Robert L. Copeland  
Superintendent



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Brian P. De Lucia  
Business Administrator/Board Secretary

**Piscataway Township School District  
Organization Chart  
June 30, 2011**



Piscataway Township School District  
Piscataway, New Jersey

Roster of Officials

June 30, 2011

<u>Members of the Board of Education</u>	<u>Term Expires</u>
Paula A. Y. Maas, President	2014
Thomas Mosier, Vice President	2013
Tom Connors	2012
Catherine Sucher Greeley	2013
Margaret King	2012
Alexandra Lopez	2014
Mark Okamoto	2014
Russell E. Stoddard	2013
Jerry Szymonowicz	2012

Other Officials

Robert L. Copeland, Superintendent

Brian DeLucia, School Business Administrator/Board Secretary

David B. Rubin, Esq., Solicitor

Piscataway Township School District  
Piscataway, New Jersey

Independent Auditors and Advisors

**Architects**

Spiezle Group, Inc.  
120 Sanhican Drive  
Trenton, NJ 08618

*Independent Auditors*

Wiss & Company, LLP  
485C Route 1 South  
Suite 250  
Iselin, NJ 08830

*Attorney*

David B. Rubin  
(Staff Counsel)

*Official Depository*

TD Bank  
2473 Plainfield Avenue  
South Plainfield, NJ 07080

ASSOCIATION OF SCHOOL BUSINESS OFFICIALS  
INTERNATIONAL



This Certificate of Excellence in Financial Reporting is presented to

**PISCATAWAY TOWNSHIP PUBLIC SCHOOLS**

**For its Comprehensive Annual Financial Report (CAFR)**

**For the Fiscal Year Ended June 30, 2010**

Upon recommendation of the Association's Panel of Review which has judged that the Report substantially conforms to principles and standards of ASBO's Certificate of Excellence Program

President

Executive Director

# Certificate of Achievement for Excellence in Financial Reporting

Presented to

The Piscataway Township  
Board of Education, New Jersey

For its Comprehensive Annual  
Financial Report  
for the Fiscal Year Ended  
June 30, 2010

A Certificate of Achievement for Excellence in Financial Reporting is presented by the Government Finance Officers Association of the United States and Canada to government units and public employee retirement systems whose comprehensive annual financial reports (CAFRs) achieve the highest standards in government accounting and financial reporting.



*Linda C. Danson*

President

*Jeffrey R. Egan*

Executive Director

# Financial Section





## Independent Auditors' Report

Honorable President and Members  
of the Board of Education  
Piscataway Township School District  
Piscataway, New Jersey  
County of Middlesex

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund and the aggregate remaining fund information of the Piscataway Township School District, County of Middlesex, New Jersey (the "District"), as of and for the year ended June 30, 2011, which collectively comprise the District's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the 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 the significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinions.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund and the aggregate remaining fund information of the 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.

In accordance with *Government Auditing Standards*, we have also issued our report dated November 30, 2011, on our consideration of the District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance.

That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audit.

Management's discussion and analysis and budgetary comparison information as found in the table of contents, are not a required part of the basic financial statements but are supplementary information required by the Governmental Accounting Standards Board. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the District's basic financial statements. The accompanying supplementary information, such as the introductory section, combining and individual fund financial statements, budgetary schedules, special revenue fund and capital projects fund budgetary comparison schedules, capital projects fund schedule of project expenditures, fiduciary fund schedules, 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, budgetary schedules, special revenue fund and capital projects fund budgetary comparison schedules, capital projects fund schedule of project expenditures, fiduciary fund schedules, and long-term debt schedules have been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, are fairly stated in all material respects in relation to the basic financial statements taken as a whole. The introductory section and statistical information have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we 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*, respectively, and are not a required part of the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated in all material respects in relation to the basic financial statements taken as a whole.



David J. Gannon  
Licensed Public School Accountant  
No. 2305



WISS & COMPANY, LLP

November 30, 2011  
Iselin, New Jersey

Required Supplementary Information – Part I  
Management’s Discussion and Analysis



# Piscataway Township School District

## Management's Discussion and Analysis Year Ended June 30, 2011 (Unaudited)

As management of the Piscataway Township School District, we offer readers of the District's financial statements this narrative discussion, 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, in conjunction with additional information that we have furnished in our letter of transmittal.

The Management's Discussion and Analysis (MD&A) is Required Supplementary Information and required by the Governmental Accounting Standards Board. Certain comparative information between the current year and the prior year is presented in this MD&A.

### **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) government-wide financial statements, 2) fund financial statements, and 3) notes to the basic financial statements. This document also contains required and other supplementary information in addition to the basic financial statements themselves.

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

The statement of net assets presents information on all of the assets and liabilities of the District, 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.

The statement of activities presents information showing how the net assets of the District changed during the most recent fiscal year. All changes in net assets are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods (e.g., earned but unused vacation leave).

The government-wide financial statements can be found on pages 29-30 of this report.

**Fund financial statements.** A fund is a group of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The District, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the District can be divided into three categories: governmental funds, proprietary funds, and fiduciary funds.

**Governmental funds.** Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on near-term inflows and outflows of spendable resources, as well as on balances of spendable resources available at the end of the fiscal year. Such information may be useful in evaluating government's near-term financing requirements.

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the government's near-term financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures, and changes in fund balance provide a reconciliation to facilitate this comparison between governmental funds and governmental activities.

The District maintains four individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balance for the general fund, special revenue fund, capital projects fund and debt service fund, all of which are considered to be major funds.

The District adopts an annual appropriated budget for its general fund, special revenue fund and debt service fund. Budgetary comparison statements have been provided as required supplementary information for the general fund, special revenue fund and debt service fund to demonstrate compliance with this budget.

The basic governmental fund financial statements can be found on pages 31-33 of this report.

**Proprietary funds.** The District maintains two proprietary fund types. Proprietary funds are used to report the same functions presented as business-type activities in the government-wide financial statements. The District uses enterprise funds to account for the operations of its food service and adult and child care programs, both of which are considered major funds of the District. Internal service funds are funds used to accumulate and allocate costs internally among the District's various functions or for providing a service to other entities on a break-even basis. The District uses one internal service fund to account for services provided to all the other funds of the District for its

self-insurance activities, which is considered to be a major fund of the District. The internal service fund has been included within governmental activities in the government-wide financial statements. Proprietary funds provide the same type of information as the government-wide financial statements, only in more detail.

The basic proprietary fund financial statements can be found on pages 34-36 of this report.

**Fiduciary funds.** Fiduciary funds are used to account for resources held for the benefit of parties outside the governmental entity. Fiduciary funds are not reflected in the government-wide financial statements because the resources of those funds are not available to support the District's own programs.

The District uses agency funds to account for resources held for student activities and groups, and payroll related liabilities. The District also has an unemployment compensation fund and a private-purpose scholarship fund. The basic fiduciary fund financial statements can be found on pages 37-38 of this report.

**Notes to the basic financial statements.** The notes provide additional information that is essential for a full understanding of the data provided in the government-wide and fund financial statements. The notes to the basic financial statements can be found on pages 39-64 of this report.

**Other information.** The combining statements referred to earlier in connection with governmental funds are presented immediately following the notes to the basic financial statements. Combining and individual fund statements and schedules can be found on pages 65-130 of this report.

## **Financial Highlights**

### **Government-wide Financial Analysis**

Net assets may serve over time as a useful indicator of a government's financial position. In the case of the District, assets exceeded liabilities by \$43,251,331 (net assets) at the close of 2011. Of this amount, \$2,323,592 (unrestricted net assets) may be used to meet the District's ongoing obligation to taxpayers and creditors.

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

- Net assets increased by \$6,035,575 as a result of a reduction in operating expenses and an increase in the property tax levy.
- For the 2010/11 fiscal year, the State withheld the school district's last two state aid payments until July 2011.

The following table provides a summary of net assets relating to the District's governmental and business-type activities as of June 30, 2011 and 2010:

Piscataway Board of Education  
Piscataway, New Jersey

Net Assets

June 30,

	2011			2010		
	Governmental Activities	Business- type Activities	Total	Governmental Activities	Business- type Activities	Total
Current and other assets	\$ 15,420,164	\$ 1,724,432	\$ 17,144,596	\$ 15,141,391	\$ 1,577,508	\$ 16,718,899
Capital assets, net	64,703,738	291,576	64,995,314	63,195,700	442,029	63,637,729
Total assets	80,123,902	2,016,008	82,139,910	78,337,091	2,019,537	80,356,628
Current liabilities	4,151,083	826,251	4,977,334	3,866,361	690,848	4,557,209
Long-term liabilities outstanding	33,911,245		33,911,245	38,583,663		38,583,663
Total liabilities	38,062,328	826,251	38,888,579	42,450,024	690,848	43,140,872
Net assets:						
Invested in capital assets, net of related debt	31,456,738	291,576	31,748,314	28,198,700	442,029	28,640,729
Restricted	9,179,425		9,179,425	7,321,081		7,321,081
Unrestricted	1,425,411	898,181	2,323,592	367,286	886,660	1,253,946
Total net assets	\$ 42,061,574	\$ 1,189,757	\$ 43,251,331	\$ 35,887,067	\$ 1,328,689	\$ 37,215,756

The largest portion of the District's net assets reflects its investment in capital assets (e.g., land, construction in progress, building and equipment) net of related debt. The balance of invested in capital assets, net of related debt is the carrying value of capital assets less the amount of the outstanding debt used to finance those assets.

An additional portion of the District's net assets (restricted) represents resources that are subject to external restrictions on how they may be used, including funds reserved for future debt service, emergency reserve, capital reserve, self insurance claims and capital projects. Restricted net assets increased by \$1,858,344 during the year ended June 30, 2011 as a result of conservative planning and allocating resources for future expenditures.

The remaining balance represents unrestricted net assets of \$2,353,592 and reflects amounts that may be used to meet the District's ongoing obligations, net of any unfunded liabilities (e.g. compensated absences) that are not invested in capital assets.

**District activities.** The key elements of the District's changes in net assets for the years ended June 30, 2011 and 2010 are as follows:

Piscataway Board of Education  
Piscataway, New Jersey  
Changes in Net Assets

Year ended June 30,

	2011			2010		
	Governmental Activities	Business-type Activities	Total	Governmental Activities	Business-type Activities	Total
<b>Revenues:</b>						
Program revenues:						
Charges for services	\$ 880,416	\$4,741,715	\$ 5,622,131	\$ 953,713	\$4,366,468	\$ 5,320,181
Operating and capital grants and contributions	4,902,770	1,170,997	6,073,767	4,781,715	1,120,706	5,902,421
Capital grants and contributions	1,480,037		1,480,037	380,160		380,160
General revenues:						
Property taxes	80,564,191		80,564,191	79,028,217		79,028,217
State aid not restricted to specific purposes	20,283,429		20,283,429	23,292,650		23,292,650
Investment income	48,820	4,789	53,609	116,259	18,655	134,914
Miscellaneous	697,370		697,370	492,512	8,913	501,425
<b>Total revenues</b>	<b>108,857,033</b>	<b>5,917,501</b>	<b>114,774,534</b>	<b>109,045,226</b>	<b>5,514,742</b>	<b>114,559,968</b>
<b>Expenses:</b>						
Instructional services	62,003,904		62,003,904	64,923,571		64,923,571
Support services	39,157,617		39,157,617	42,066,952		42,066,952
Charter Schools	62,234		62,234	13,240		13,240
Interest on long term debt	1,427,261		1,427,261	1,495,832		1,495,832
Business type activities		6,087,943	6,087,943		5,613,079	5,613,079
<b>Total expenses</b>	<b>102,651,016</b>	<b>6,087,943</b>	<b>108,738,959</b>	<b>108,499,595</b>	<b>5,613,079</b>	<b>114,112,674</b>
Increase (decrease) in net assets before transfers	6,206,017	(170,442)	6,035,575	545,631	(98,337)	447,294
Transfers	(31,510)	31,510	-	150,000	(150,000)	-
Change in net assets	6,174,507	(138,932)	6,035,575	695,631	(248,337)	447,294
Net assets - beginning of year	35,887,067	1,328,689	37,215,756	35,191,436	1,577,026	36,768,462
<b>Net assets - end of year</b>	<b>\$ 42,061,574</b>	<b>\$ 1,189,757</b>	<b>\$43,251,331</b>	<b>\$ 35,887,067</b>	<b>\$ 1,328,689</b>	<b>\$ 37,215,756</b>

Governmental revenues remained relatively consistent from the prior year. The increase in revenue from capital grants and contributions is the result of increased funding from the New Jersey Schools Development Authority, which helped fund several renovation projects throughout the District. The decrease in revenue from federal and state aid not restricted for a specific purpose is mainly attributable to the decrease in ARRA funding received as compared to the prior year. Governmental expenses decreased as a result of a concentrated effort to reduce various operating expenses throughout the District.

The increase in business type revenues of \$402,759 is mainly attributable to an increase in daily food sales which also led to an increase in revenue received from the National School Lunch and Breakfast Program, as well as the expansion of the before and after care programs. The increase in business type expenses of \$474,864 is mainly attributable to the cost associated with the increase in daily food sales as well as the expansion of the before and after school programs.

### Financial Analysis of the District's Funds

As noted earlier, the District uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

**Governmental 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 financing requirements. The District's fund balance amounts are classified as either restricted, committed, assigned or unassigned.

As demonstrated by the various statements and schedules included in the financial section of this report, the District continues to meet its responsibility for sound financial management. The following schedule presents a summary of the General Fund, Special Revenue Fund and Debt Service Fund revenues for the fiscal year ended June 30, 2011, and the increases and (decreases) in relation to the prior year:

<b>Revenue</b>	<b>Amount</b>	<b>Percent of Total</b>	<b>Increase (Decrease) from 2010</b>	<b>Percent of Increase (Decrease)</b>
Local sources	\$ 82,306,069	76.6%	\$ 1,587,238	2.0%
State sources	20,592,153	19.2	(1,931,448)	(8.6)
Federal sources	4,466,385	4.2	(932,777)	(17.3)
<b>Total</b>	<b>\$107,364,607</b>	<b>100.0%</b>	<b>\$ (1,276,987)</b>	<b>(1.2)%</b>

The increase in local sources is mainly attributable to an increase in the local tax levy of \$1,535,974. The decrease in state sources is mainly attributable to the elimination of transportation aid, which amounted to \$1,567,113 in the prior year. The decrease in federal sources is mainly attributable to the decrease in ARRA funding received as compared to the prior year.

The following schedule presents a summary of General Fund, Special Revenue Fund and Debt Service Fund expenditures for the fiscal year ended June 30, 2011 and the increases and (decreases) in relation to the prior year:

<b>Expenditures</b>	<b>Amount</b>	<b>Percent of Total</b>	<b>(Decrease) Increase from 2010</b>	<b>Percent of (Decrease) Increase</b>
Current expenditures:				
Instruction	\$45,857,026	43.6%	\$ (954,785)	(2.0)%
Undistributed expenditures	54,875,749	52.3	(2,576,030)	(4.5)
Charter Schools	62,234	0.1	48,994	370.0
Capital outlay	911,339	0.9	713,183	359.9
Debt service:				
Principal	1,750,000	1.7	120,000	7.4
Interest	1,457,504	1.4	(70,641)	(4.6)
<b>Total</b>	<b>\$104,913,852</b>	<b>100.0%</b>	<b>\$(2,719,279)</b>	<b>(2.5)%</b>

The decrease in expenditures relating to instruction and undistributed expenditures is mainly the result of the District making a concentrated effort to reduce costs throughout the District. The increase in capital outlay expenditures is mainly attributable to the purchase of school buses.

#### General Fund

Of the \$4,138,499 of fund balance in the General Fund, \$14,914 is restricted in the capital reserve account, \$174,372 is restricted in the emergency reserve account, \$3,000,000 is assigned by the board of education for subsequent years' expenditures, \$149,897 of encumbrances is assigned to other purposes, and 799,316 is unassigned. The District is at its maximum unassigned fund balance limit, which is attributable to the efficient spending of the District as well as the proactive appropriation of funds for various capital projects throughout the District.

#### Special Revenue Fund

The District has an undesignated deficit fund balance of \$44,220 in the Special Revenue Fund as of June 30, 2011 as a result of the State deferring the payment of the final two state aid payments until July 2011.

For intergovernmental transactions, GASB Statement No. 33 requires that recognition (revenue, expenditures, asset, liability) should be in symmetry, i.e. if one government recognizes an asset, the other government recognizes a liability.

#### Capital Projects Fund

The capital projects fund is used to account for financial resources to be used for the acquisition or construction of major capital facilities (other than those financed by proprietary funds). The fund balance in the Capital Projects Fund of \$4,169,643 is the result of the unspent proceeds from transfers from capital reserve, private contributions, and state grant money that is being used for ongoing capital projects throughout the District.

## Internal Service Fund

The Internal Service Fund net assets increased by \$2,694,278 due to the District's planned use of net assets to fund insurance expenditures offset by increased funding to support the fund's activities related to the anticipated effect from a reduction-in-force in the current school year.

**Business Type Activities.** The focus of the District's business type activities is to provide information on near-term inflows, outflows, and balances of spendable resources related to the operations of its food service and adult and child care programs.

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

<b>Revenue</b>	<b>Amount</b>	<b>Percent of Total</b>	<b>Increase (Decrease) from 2010</b>	<b>Percent of Increase (Decrease)</b>
Local sources	\$ 4,746,504	80.2 %	\$ 352,468	8.0%
State sources	30,077	0.5	(19,769)	(39.7)
Federal sources	1,140,920	19.3	70,060	6.5
<b>Total</b>	<b>\$ 5,917,501</b>	<b>100.0%</b>	<b>\$ 402,759</b>	<b>7.3%</b>

The increase in local sources is mainly attributable to an increase in the participation in the adult and community education programs. The decrease in state sources is mainly attributable to the elimination of funding related to the state breakfast program. The increase in federal sources is due to the increase of eligible meals served for which the District receives reimbursement from the federal government.

The following schedule presents a summary of the Enterprise fund operating expenses for the fiscal year ended June 30, 2011, and the increases and decreases in relation to the prior year:

<b>Expenses</b>	<b>Amount</b>	<b>Percent of Total</b>	<b>Increase (Decrease) from 2010</b>	<b>Percent of Increase (Decrease)</b>
Salaries	\$ 2,914,423	47.9%	\$ 214,865	8.0%
Employee benefits	633,581	10.4	232,834	58.1
Other purchased services	676,191	11.1	47,394	7.5
Supplies and materials	346,948	5.7	61,062	21.4
Cost of sales	1,115,491	18.3	(78,516)	(6.6)
Other	401,309	6.6	(2,775)	(0.7)
<b>Total</b>	<b>\$ 6,087,943</b>	<b>100.0%</b>	<b>\$ 474,864</b>	<b>8.5%</b>

The increase in salaries and employee benefits is mainly attributable to the increased program offerings and client participation in our community education and outreach programs. The increase in other purchased services and supplies and materials is mainly attributable to the increase in meals served. However, the cost of sales decreased, even though meals served increased, due to greater discounts received on purchased foods as well as a reduction in the level of commodities granted to the District in the current year, which led to a reduction in the cost of sales attributable to commodities.

#### Food Service Fund

The food service fund operated at a \$33,829 deficit this year. Total revenues from daily food sales increased from the prior year by \$90,112 or 5.3% as a result of an increase in volume of daily sales. However, total operating expenses increased from the prior year by \$71,590 or 2.5% as a result of programmatic requirements to meet the increased demand for food products.

The net assets of the food service fund are comprised of net assets invested in capital assets of \$82,840 and unrestricted net assets of \$250,028.

#### Adult and Community Education Fund

The adult and community education fund realized revenue of \$2,967,454 for the year ended June 30, 2011. Current year tuition revenues increased from the prior year by \$276,222 or 10.3% as a result of increased participation in our summer camp program along with increased participation in our preschool program, while operating expenses increased from the prior year by \$403,274 or 14.9% as a result of increased staffing (salaries and ancillary benefits) related to the expanded programs. The fund generated an operating loss of \$136,613 due to the increase in staff needed in response to the increase in participation. However, the current level of staffing is expected to remain stable as revenues are expected to increase due to the increased participation, which will eliminate potential operating losses in future periods.

The net assets of the adult and community education fund are comprised of net assets invested in capital assets of \$208,736 and unrestricted net assets of \$648,153. The unrestricted net assets are result of the District running a successful adult and community education program.

#### **Capital Assets and Debt Administration**

*Capital Assets.* At June 30, 2011, the District's governmental activities had capital assets of \$64,703,738 (net of accumulated depreciation), including land, construction in progress, school buildings, machinery, equipment and vehicles.

The District’s governmental funds’ capital assets, net of depreciation consisted of the following at June 30, 2011 and 2010:

	June 30	
	2011	2010
Land	\$ 1,542,967	\$ 1,542,967
Construction in progress	1,456,743	-
Buildings and building improvements, net	59,818,920	59,298,386
Machinery, equipment and vehicles, net	1,885,108	2,354,347
Total capital assets, net	<u>\$ 64,703,738</u>	<u>\$ 63,195,700</u>

Construction in progress increased due to the renovation projects currently being performed throughout the District. Building and building improvements decreased mainly due to the current year depreciation expense exceeding the number of new additions. Machinery, equipment and vehicles decreased significantly due to the current year depreciation expense as well. More detailed information about the District’s capital assets can be found in Note 4 to the basic financial statements.

*Debt Administration.* During the 2011 fiscal year, the District had outstanding long-term liabilities of \$36,594,956 of which \$2,683,711 was classified as the current portion.

At June 30, 2011 and 2010, the District’s long-term liabilities consisted of:

	June 30	
	2011	2010
Bonds payable	\$ 33,247,000	\$ 34,152,000
Certificates of participation	-	845,000
Compensated absences payable	1,957,326	2,036,538
Accrued liability for insurance claims	1,390,630	4,084,875
Total long-term liabilities	<u>\$ 36,594,956</u>	<u>\$ 41,118,413</u>

Long-term liabilities decreased mainly due to the final payment made on the District’s certificates of participation, the current year payment of bonds of \$905,000, and a reduction in the accrued liability for insurance claims. The decrease in the District’s accrued liability for insurance claims is mainly attributable to a decrease in the IBNR liability related to dental insurance. Based on the availability of more historical trend data related to the District’s dental program, the District was able to reduce the IBNR liability related to dental claims. There were no new debt issuances during the year under audit. More detailed information about the District’s long-term liabilities and outstanding debt can be found in Notes 5 and 11 to the basic financial statements.

## **Economic Factors and Next Year's Budget**

This year's budget process has allowed for more thoughtful planning than the reckless scenario last year when we unexpectedly were told we lost \$5 million in state aid. However, the 2011-2012 budget process continues to boggle our minds because Piscataway remains shortchanged by the State of New Jersey. The best practices for government budgeting that Piscataway has tried to use over the last several years remain out of reach because of laws that restrict reserve accounts and governmental chicanery that usurps funds such as surplus that we should have at our disposal. I will detail these concerns later in the brief.

The 2011-2012 fiscal year budget is not the immediate problem. We have recommended an appropriation of a \$ 96 million operating budget that restores three guidance counselors in the K-5 schools, addresses class size at specific elementary grade levels and provides a program for gifted and talented students. The budget maintains the full athletic program in the High School and restores middle school sports. Full day kindergarten, lost in nearby Edison, remains a vital part of our early childhood goals and values. We continue to provide strong visual and performing arts. We restore our commitment to supplemental support programs with full funding for the Saturday and Summer Academies.

At this writing, Judge Peter Doyne, Special Master appointed by the New Jersey Supreme Court, is putting together his recommendation on the challenge to the School Funding Reform Act. If Judge Doyne does not support and the Supreme Court does not insist that school districts spending under adequacy be provided a path toward full funding, Piscataway's future is in jeopardy.

As Board members are aware, the administration has long supported both multiple-year budget planning and transparent, detailed information. While state vagaries have made the first difficult, we respect the Board and public with a transparent and detailed plan of both allocation and revenue.

As we project the future, we are working with the following assumptions:

- Assumption One – Tax Levies for school districts cannot exceed 2% unless we meet very few exceptions. In essence, unless our costs, many of which are beyond our control, are kept below the levy cap, Piscataway will progressively lose programs.
- Assumption Two – Personnel – We are a human resource dependent organization. Our budget projections have placed a 2% increase on total compensation costs for all bargaining units. Our five-year projection keeps all labor costs frozen meaning that programs will be sacrificed.
- Assumption Three – Energy – We are budgeting a 3% increase. Should we move forward with our solar project, the anticipated savings for 15 years will be applied to our roof repairs. We will still need to budget an increase in overall energy.
- Assumption Four – All other expenditures, including supplies and new equipment, will be held to a 3% inflationary growth.

Thus, our fifth assumption – revenue – assuming a 2% tax CAP, level state aid, and a dwindling reserve base, means that we expect to lose over \$700,000 in revenue in fiscal year 2013, a loss of \$1.2 million for fiscal 2014, and a loss of \$1.6 million for fiscal year 2015.

If neither the Supreme Court nor the Legislature addresses our underfunding, the Piscataway School District will see catastrophic program reductions in the next few years.

As always, in preparing the 2011-2012 budget, our overall strategy was to provide as high a level of service as possible in those program areas that are either required by law or board policy. In closing, the 2011-2012 budget has been able to resurrect some lost programs and expand a few. The irony of the last several years is that low-taxing, high-achieving districts are not rewarded. At every turn, Piscataway finds itself in an awkward battle. For example, last year the State cut districts based on their overall spending. Since our budget was \$100 million, we lost \$5 million. This year, the state **restored** based on spending. By spending less, we received less. And again, the State has held back funds they owe us for previous construction bonds.

### **General Fund Budgetary Highlights**

The District budget is prepared according to New Jersey Statutes. The most significant budgeted fund is the general fund. During the fiscal year, there were several differences between the original budget and the final amended budget as a result of transfers being applied to certain line items. These transfers were made between line items as part of the normal process as permitted by State guidelines. Readers should refer to Section C of the financial report for comparisons between actual and budgeted amounts.

Described below are explanations for variations in revenues and expenditures for those lines where the final budgeted amounts differ from the original budget by more than \$490,000 and 10%. All other fluctuations less than \$490,000 and 10% are considered immaterial.

#### Expenditures

- The original budget for regular programs – salaries of teachers for grades 1 through 12 exceeded the final budget, cumulatively, by approximately \$2,366,000 or 8.5% as a result of anticipated enrollment increases and class size requirements that did not come to fruition.
- The cumulative final budget for undistributed expenditures – regular programs – other salaries for instruction, purchased professional educational services, and general supplies exceeded the cumulative original budget by approximately \$1,330,000 or 86.5% as a result of an unanticipated increase in demand for these services.

- The original budgets for undistributed expenditures – instruction – tuition to CSSD and regional day schools and tuition to private schools for the handicapped within the state exceeded the final budgets by approximately \$718,000 or 33.3% as a result of out-of-district students returning to the District along with unanticipated enrollment changes.
- The original budget for undistributed expenditures – custodial services – energy – natural gas exceeded the final budget by approximately \$2,180,000 or 80.3% as a result of the District allocating approximately \$1,880,000 to energy – electricity and tracking this activity in a separate budget line.
- The final budget for undistributed expenditures – custodial services – energy – electricity exceeded the original budget by approximately \$1,880,000 or 100.0% as a result of the District establishing a new budget line in order to track these expenses separately.
- The original budget for undistributed expenditures - student transportation services – contracted services – vendors – special education exceeded the final budget by approximately \$651,000 or 63.6% as a result of the District returning a significant number of out-of-District special education students to its schools. This reduced the need to contract out the expensive bus routes to private schools for the disabled.
- The final budget for undistributed expenditures - unallocated benefits – unemployment compensation exceeded the original budget by \$590,000 or 536.4% as a result of anticipating the collateral effect from a reduction-in-force in the current school year.
- The final budget for undistributed expenditures - unallocated benefits – workers compensation exceeded the original budget by \$500,000 or 105.3% as a result of anticipating the collateral effect from a reduction-in-force in the current school year.
- The final budget for undistributed expenditures - unallocated benefits – health insurance exceeded the original budget by \$1,182,000 or 10.4% as a result of increased health care costs.
- The final budget for other financing sources – transfers out exceeded the original budget by approximately \$2,150,000 or 100% as a result of Board approved capital construction projects.

Described below are explanations for variations in realized revenues and expenditures for those lines where the final budgeted amounts differ from the actual amounts by more than \$490,000 and 10%. All other fluctuations less than \$490,000 and 10% are considered immaterial.

- On-behalf TPAF pension and reimbursed social security contributions are unbudgeted revenue sources. Consequently, actual revenues as well as the related expenditures exceeded the final budgeted amount by 100.0%

Other than the on-behalf revenue sources noted above, there were no other material fluctuations of actual versus budgeted revenues or expenditures as the District's spending was in line with the adjusted budget.

### **Requests for Information**

This financial report is designed to provide a general overview of the Piscataway School District's finances for all those with an interest in the government's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the Office of the School Business Administrator, 1515 Stelton Road, Piscataway, New Jersey 08855.

## Basic Financial Statements



## Government-wide Financial Statements

The government-wide financial statements provide a financial overview of the District's operations. These financial statements present the financial position and operating results of all governmental activities and business-type activities as of and for the year ended June 30, 2011.



## Piscataway Township School District

## Statement of Net Assets

June 30, 2011

	<u>Governmental Activities</u>	<u>Business-type Activities</u>	<u>Total</u>
<b>Assets</b>			
Cash and cash equivalents	\$ 12,974,039	\$ 1,139,882	\$ 14,113,921
Accounts receivable	2,496,272	340,155	2,836,427
Internal balances	(239,433)	239,433	-
Inventories		4,962	4,962
Restricted:			
Cash and cash equivalents	189,286		189,286
Capital assets, non-depreciable	2,999,710		2,999,710
Capital assets, depreciable, net	61,704,028	291,576	61,995,604
Total assets	<u>80,123,902</u>	<u>2,016,008</u>	<u>82,139,910</u>
<b>Liabilities</b>			
Accounts payable	627,272	186,867	814,139
Accrued interest payable	522,256		522,256
Intergovernmental payables - State	42,638		42,638
Unearned revenue	275,206	639,384	914,590
Current portion of long-term obligations	2,683,711		2,683,711
Noncurrent portion of long-term obligations	33,911,245		33,911,245
Total liabilities	<u>38,062,328</u>	<u>826,251</u>	<u>38,888,579</u>
<b>Net Assets</b>			
Invested in capital assets, net of related debt	31,456,738	291,576	31,748,314
Restricted for:			
Self insurance	4,819,674		4,819,674
Capital projects	4,169,643		4,169,643
Debt service	822		822
Capital reserve	14,914		14,914
Emergency reserve	174,372		174,372
Unrestricted	1,425,411	898,181	2,323,592
Total net assets	<u>\$ 42,061,574</u>	<u>\$ 1,189,757</u>	<u>\$ 43,251,331</u>

## Piscataway Township School District

## Statement of Activities

Year ended June 30, 2011

Functions/Programs	Expenses	Program Revenues		Net (Expense) Revenue and Changes in Net Assets		Total
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	
<b>Governmental activities</b>						
Instruction	\$ 62,003,904	\$ 337,374	\$ 3,067,153		\$ (58,599,377)	\$ (58,599,377)
Support services:						
Attendance/social work	297,537				(297,537)	(297,537)
Health services	1,115,912				(1,115,912)	(1,115,912)
Other support services	9,878,738		1,832,797		(8,045,941)	(8,045,941)
Improvement of instruction	1,975,003				(1,975,003)	(1,975,003)
Other support: instructional staff	19,428				(19,428)	(19,428)
School library	920,202				(920,202)	(920,202)
General administration	2,083,907				(2,083,907)	(2,083,907)
School administration	4,082,524				(4,082,524)	(4,082,524)
Central services	1,127,166				(1,127,166)	(1,127,166)
Administrative information technology	1,287,976				(1,287,976)	(1,287,976)
Plant operation and maintenance	10,948,650		2,820	\$ 1,480,037	(9,465,793)	(9,465,793)
Student transportation	5,420,574	543,042			(4,877,532)	(4,877,532)
Charter schools	62,234				(62,234)	(62,234)
Interest on long-term debt	1,427,261				(1,427,261)	(1,427,261)
Total governmental activities	<u>102,651,016</u>	<u>880,416</u>	<u>4,902,770</u>	<u>1,480,037</u>	<u>(95,387,793)</u>	<u>(95,387,793)</u>
<b>Business-type activities</b>						
Food service	2,983,876	1,778,428	1,170,997		\$ (34,451)	(34,451)
Adult school and child care	3,104,067	2,963,287			(140,780)	(140,780)
Total business-type activities	<u>6,087,943</u>	<u>4,741,715</u>	<u>1,170,997</u>	<u>-</u>	<u>(175,231)</u>	<u>(175,231)</u>
Total primary government	<u>\$ 108,738,959</u>	<u>\$ 5,622,131</u>	<u>\$ 6,073,767</u>	<u>\$ 1,480,037</u>	<u>(95,387,793)</u>	<u>(95,563,024)</u>
<b>General revenues and transfers:</b>						
Taxes:						
Property taxes, levied for general purposes					77,398,270	77,398,270
Property taxes, levied for debt service					3,165,921	3,165,921
State and federal sources—unrestricted					20,283,429	20,283,429
Investment income					48,820	53,609
Miscellaneous					697,370	697,370
Transfers					(31,510)	31,510
Total general revenues and transfers					<u>101,562,300</u>	<u>36,299</u>
Change in net assets					6,174,507	(138,932)
Net Assets—beginning					35,887,067	1,328,689
Net Assets—ending					<u>\$ 42,061,574</u>	<u>\$ 1,189,757</u>
						<u>\$ 43,251,331</u>

See independent auditors' report and accompanying notes to the basic financial statements.

## Fund Financial Statements



## Governmental Funds



Piscataway Township School District  
Governmental Funds

Balance Sheet

June 30, 2011

	Major Funds				Total Governmental Funds
	General Fund	Special Revenue Fund	Capital Projects Fund	Debt Service Fund	
<b>Assets</b>					
Cash and cash equivalents	\$ 3,642,786	\$ 76,271	\$ 2,922,233	\$ 822	\$ 6,642,112
Accounts receivable:					
State	889,125		1,332,996		2,222,121
Federal		173,750			173,750
Other	78,320	22,081			100,401
Restricted assets:					
Cash and cash equivalents	189,286				189,286
<b>Total assets</b>	<u>\$ 4,799,517</u>	<u>\$ 272,102</u>	<u>\$ 4,255,229</u>	<u>\$ 822</u>	<u>\$ 9,327,670</u>
<b>Liabilities and Fund Balances</b>					
<b>Liabilities:</b>					
Accounts payable	\$ 262,765	\$ 157,298	\$ 85,586		\$ 505,649
Intergovernmental payables:					
State		42,638			42,638
Interfunds payable	239,433				239,433
Deferred revenue	158,820	116,386			275,206
<b>Total liabilities</b>	<u>661,018</u>	<u>316,322</u>	<u>85,586</u>		<u>1,062,926</u>
<b>Fund balances:</b>					
Restricted for:					
Capital reserve account	14,914				14,914
Emergency reserve account	174,372				174,372
Debt service				\$ 822	822
Capital projects			4,169,643		4,169,643
Assigned to:					
Designated by the BOE for subsequent year's expenditures	3,000,000				3,000,000
Other purposes	149,897				149,897
Unassigned (deficit)	799,316	(44,220)			755,096
<b>Total fund balances</b>	<u>4,138,499</u>	<u>(44,220)</u>	<u>4,169,643</u>	<u>822</u>	<u>8,264,744</u>
<b>Total liabilities and fund balances</b>	<u>\$ 4,799,517</u>	<u>\$ 272,102</u>	<u>\$ 4,255,229</u>	<u>\$ 822</u>	

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 \$107,732,925, and the accumulated depreciation is \$43,029,187.	64,703,738
Internal service funds are used by the District to charge the costs of the District's self-insurance fund to the individual funds. The assets and liabilities of the internal service funds are included with governmental activities.	4,819,674
Accrued interest on long-term debt is not due and payable in the current period and therefore is not reported as a liability in the funds.	(522,256)
Long-term liabilities, including bonds payable, and compensated absences are not due and payable in the current period and therefore are not reported as liabilities in the funds.	<u>(35,204,326)</u>
<b>Net assets of governmental activities</b>	<u>\$ 42,061,574</u>

Piscataway Township School District  
Governmental Funds

Statement of Revenues, Expenditures and Changes in Fund Balances

Year ended June 30, 2011

	Major Funds				Total Governmental Funds
	General Fund	Special Revenue Fund	Capital Projects Fund	Debt Service Fund	
<b>Revenues</b>					
Local sources:					
Local tax levy	\$ 77,398,270			\$ 3,165,921	\$ 80,564,191
Tuition	337,374				337,374
Transportation	543,042				543,042
Investment income	36,431		\$ 12,389		48,820
Miscellaneous	697,370	\$ 127,661			825,031
<b>Total local sources</b>	<b>79,012,487</b>	<b>127,661</b>	<b>12,389</b>	<b>3,165,921</b>	<b>82,318,458</b>
State sources	19,572,792	977,777	1,480,037	41,584	22,072,190
Federal sources	669,053	3,797,332			4,466,385
<b>Total revenues</b>	<b>99,254,332</b>	<b>4,902,770</b>	<b>1,492,426</b>	<b>3,207,505</b>	<b>108,857,033</b>
<b>Expenditures</b>					
Current:					
Instruction	41,163,991	3,067,153			44,231,144
Undistributed-current:					
Instruction	1,625,882				1,625,882
Attendance/social work	212,657				212,657
Health services	802,596				802,596
Other support services	5,834,888	1,832,797	7,500		7,675,185
Improvement of instruction	1,518,930				1,518,930
Education media library	664,947				664,947
Other support: instructional staff	18,049				18,049
General administration	1,836,994				1,836,994
School administration	2,951,953				2,951,953
Central services	817,520				817,520
Administrative information technology	1,006,570				1,006,570
Required maintenance of plant services	1,297,575				1,297,575
Custodial services	6,765,266				6,765,266
Care and upkeep of grounds	613,195				613,195
Security	402,311				402,311
Student transportation	4,906,828				4,906,828
Unallocated benefits	16,998,903				16,998,903
On-behalf TPAF social security and pension contributions	6,393,770				6,393,770
Charter schools - current	62,234				62,234
Capital outlay	908,519	2,820	3,791,435		4,702,774
Debt Service:					
Principal				1,750,000	1,750,000
Interest				1,457,504	1,457,504
<b>Total expenditures</b>	<b>96,803,578</b>	<b>4,902,770</b>	<b>3,798,935</b>	<b>3,207,504</b>	<b>108,712,787</b>
Excess (deficiency) of revenues over (under) expenditures	2,450,754	-	(2,306,509)	1	144,246
Other financing sources (uses)					
Transfers in	130,879		2,000,000		2,130,879
Transfers out	(2,150,000)		(12,389)		(2,162,389)
<b>Total other financing sources (uses)</b>	<b>(2,019,121)</b>	<b>-</b>	<b>1,987,611</b>	<b>-</b>	<b>(31,510)</b>
Net change in fund balances	431,633	-	(318,898)	1	112,736
Fund balances (deficit), July 1	3,706,866	(44,220)	4,488,541	821	8,152,008
<b>Fund balances (deficit), June 30</b>	<b>\$ 4,138,499</b>	<b>\$ (44,220)</b>	<b>\$ 4,169,643</b>	<b>\$ 822</b>	<b>\$ 8,264,744</b>

The reconciliation of the fund balances of governmental funds to the net assets of governmental activities in the statement of activities is presented in an accompanying schedule (B-3).

Piscataway Township School District  
Governmental Funds

Reconciliation of the Statement of Revenues, Expenditures  
and Changes in Fund Balances to the Statement of Activities

Year ended June 30, 2011

**Total net change in fund balances - governmental funds (from B-2)** **\$ 112,736**

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

Capital additions are reported in governmental funds as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense.

This is the amount by which capital additions exceeded depreciation in the period.

Depreciation expense	\$(3,014,417)	
Capital additions	<u>4,522,455</u>	1,508,038

In the statement of activities, interest on long-term debt/certificates of participation is accrued,  
regardless of when due. In the governmental funds, interest is reported when due. 30,243

The Internal Service Fund is used by the District to charge the costs of self insurance  
to other funds. The activity of this fund is included in the Statement of Activities. 2,694,278

The repayment of the principal of long-term debt/certificates of participation consumes the current  
financial resources of governmental funds. This transaction, however, has no effect on net assets. 1,750,000

In the statement of activities, certain operating expenses, e.g., compensated absences (vacations) are  
measured by the amounts earned during the year. In the governmental funds, however, expenditures  
for these items are reported in the amount of financial resources used (paid). 79,212

**Change in net assets of governmental activities (A-2)** **\$ 6,174,507**

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## Proprietary Funds



Piscataway Township School District  
Proprietary Funds

Statement of Net Assets

June 30, 2011

	Major Funds			
	Business Type Activities - Enterprise Funds			Internal Service Fund
	Food Service	Other	Totals	Self Insurance Fund
<b>Assets</b>				
Current assets:				
Cash and cash equivalents		\$ 1,139,882	\$ 1,139,882	\$ 6,331,927
Accounts receivable:				
State	\$ 3,216		3,216	
Federal	57,355		57,355	
Other	279,584		279,584	
Interfund	89,433	150,000	239,433	
Inventories	4,962		4,962	
Total current assets	434,550	1,289,882	1,724,432	6,331,927
Capital assets:				
Equipment	800,126	443,222	1,243,348	
Accumulated depreciation	(717,286)	(234,486)	(951,772)	
Total capital assets, net	82,840	208,736	291,576	
Total assets	517,390	1,498,618	2,016,008	6,331,927
<b>Liabilities</b>				
Current liabilities:				
Accounts payable	179,560	7,307	186,867	121,623
Accrued liability for insurance claims				1,390,630
Unearned revenue	4,962	634,422	639,384	
Total current liabilities	184,522	641,729	826,251	1,512,253
<b>Net assets</b>				
Net assets, invested in capital assets	82,840	208,736	291,576	
Restricted				4,819,674
Unrestricted	250,028	648,153	898,181	
Total net assets	\$ 332,868	\$ 856,889	\$ 1,189,757	\$ 4,819,674

Piscataway Township School District  
Proprietary Funds

Statement of Revenues, Expenses and  
Changes in Fund Net Assets

Year ended June 30, 2011

	Major Funds			
	Business Type Activities -			Internal
	Enterprise Funds			Service Fund
	Food Service	Other	Totals	Self Insurance Fund
Operating revenues:				
Local sources:				
Daily food sales	\$ 1,498,844		\$ 1,498,844	
Tuition		\$ 2,963,287	2,963,287	
Charges for services				\$ 14,031,329
Miscellaneous	279,584		279,584	
Total operating revenues	1,778,428	2,963,287	4,741,715	14,031,329
Operating expenses:				
Salaries	982,134	1,932,289	2,914,423	
Employee benefits	266,835	366,746	633,581	11,360,577
Purchased property services	115,369	235,950	351,319	
Other purchased services	20,829	304,043	324,872	
Supplies and materials	171,495	175,453	346,948	
Cost of sales	1,115,491		1,115,491	
Depreciation	68,992	81,461	150,453	
Management Fee	239,644		239,644	
Miscellaneous	3,087	8,125	11,212	
Total operating expenses	2,983,876	3,104,067	6,087,943	11,360,577
Operating (loss) income	(1,205,448)	(140,780)	(1,346,228)	2,670,752
Nonoperating revenues:				
State sources:				
State school lunch program	30,077		30,077	
Federal sources:				
School breakfast program	109,930		109,930	
National school lunch program	857,992		857,992	
Food donation program	172,998		172,998	
Interest income	622	4,167	4,789	23,526
Total nonoperating revenues	1,171,619	4,167	1,175,786	23,526
(Loss) income before transfers	(33,829)	(136,613)	(170,442)	2,694,278
Transfers in		150,000	150,000	
Transfers out		(118,490)	(118,490)	
Change in net assets	(33,829)	(105,103)	(138,932)	2,694,278
Total net assets-beginning	366,697	961,992	1,328,689	2,125,396
Total net assets-ending	\$ 332,868	\$ 856,889	\$ 1,189,757	\$ 4,819,674

*See independent auditors' report and accompanying notes to the basic financial statements.*

Piscataway Township School District  
Proprietary Funds

Statement of Cash Flows

Year ended June 30, 2011

	Major Funds			
	Business Type Activities -			Internal
	Enterprise Funds			Service Fund
	Food Service	Adult School and Child Care Program	Totals	Self Insurance Fund
<b>Cash flows from operating activities</b>				
Receipts from customers	\$ 1,578,091	\$ 3,136,741	\$ 4,714,832	
Payments to employees	(982,134)	(1,932,289)	(2,914,423)	
Payments for employee benefits	(266,835)	(366,746)	(633,581)	
Payments to suppliers	(1,638,545)	(716,264)	(2,354,809)	
Receipts from services provided				\$ 14,031,329
Payments for insurance				(13,933,199)
Net cash (used in) provided by operating activities	(1,309,423)	121,442	(1,187,981)	98,130
<b>Cash flows from noncapital financing activities</b>				
(Payments) receipts (to) from other funds	(89,433)	(118,490)	(207,923)	1,400,000
Cash received from state and federal reimbursements	1,133,159		1,133,159	
Net cash provided by (used in) noncapital financing activities	1,043,726	(118,490)	925,236	1,400,000
<b>Cash flows from investing activities</b>				
Interest received	622	4,167	4,789	23,526
Net cash provided by investing activities	622	4,167	4,789	23,526
Net (decrease) increase in cash and cash equivalents	(265,075)	7,119	(257,956)	1,521,656
Cash and cash equivalents, beginning of year	265,075	1,132,763	1,397,838	4,810,271
Cash and cash equivalents, end of year	\$ -	\$ 1,139,882	\$ 1,139,882	\$ 6,331,927
<b>Reconciliation of operating (loss) income to net cash (used in) provided by operating activities:</b>				
Operating (loss) income	\$ (1,205,448)	\$ (140,780)	\$ (1,346,228)	\$ 2,670,752
Adjustments to reconcile operating (loss) income to net cash (used in) provided by operating activities:				
Depreciation	68,992	81,461	150,453	
Change in assets and liabilities:				
(Increase) in accounts receivable	(200,337)		(200,337)	
Decrease in inventory	36,364		36,364	
(Decrease) increase in accounts payable	(8,994)	7,307	(1,687)	121,623
Increase in unearned revenue		173,454	173,454	
(Decrease) in accrued liability for insurance claims				(2,694,245)
Net cash (used in) provided by operating activities	\$ (1,309,423)	\$ 121,442	\$ (1,187,981)	\$ 98,130

**Noncash noncapital financing activities:**

The District received \$136,634 of food commodities from the U.S. Department of Agriculture for the year ended June 30, 2011.

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## Fiduciary Funds



Piscataway Township School District  
Fiduciary Funds

Statement of Fiduciary Net Assets

June 30, 2011

	<u>Private-Purpose Scholarship Funds</u>	<u>Unemployment Compensation Trust</u>	<u>Agency Funds</u>
<b>Assets</b>			
Cash and cash equivalents	\$ 29,435	\$ 1,680,932	\$ 422,492
Total assets	<u>29,435</u>	<u>1,680,932</u>	<u>\$ 422,492</u>
<b>Liabilities</b>			
Payroll deductions payable			\$ 94,334
Accounts payable			51,360
Due to student groups			276,798
Total liabilities			<u>\$ 422,492</u>
<b>Net assets</b>			
Held in trust for unemployment claims		<u>\$ 1,680,932</u>	
Held in trust for scholarships	<u>\$ 29,435</u>		

Piscataway Township School District  
Fiduciary Funds

Statement of Changes in Fiduciary Net Assets

Year ended June 30, 2011

	<b>Private-Purpose Scholarship Funds</b>	<b>Unemployment Compensation Trust</b>
<b>Additions</b>		
Contributions:		
Board		\$ 700,000
Employee		121,715
Other	\$ 2,350	
Interest income	130	5,516
Total additions	2,480	827,231
<b>Deductions</b>		
Unemployment claims paid		671,463
Scholarship payments	6,150	
Total deductions	6,150	671,463
Change in net assets	(3,670)	155,768
Net assets-beginning of the year	33,105	1,525,164
Net assets-end of the year	\$ 29,435	\$ 1,680,932

Piscataway Township School District  
Notes to the Basic Financial Statements

Year ended June 30, 2011

**1. Summary of Significant Accounting Policies**

The financial statements of the Piscataway Township School District (the “District”) have been prepared in conformity with accounting principles generally accepted in the United States of America (GAAP) as applied to governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles.

The more significant of the District’s accounting policies are described below.

**A. Reporting Entity**

The financial reporting entity consists of (a) the primary government, (b) organizations for which the primary government is financially accountable, and (c) other organizations for which the nature and significance of their relationship with the primary government are such that exclusion would cause the reporting entity’s financial statements to be misleading or incomplete.

The definition of the reporting entity is based primarily on the notion of financial accountability. A primary government is financially accountable for the organizations that make up its legal entity. It is also financially accountable for legally separate organizations if its officials appoint a voting majority of an organization’s governing body and either it is able to impose its will on that organization or there is a potential for the organization to provide specific financial benefits to, or to impose specific financial burdens on, the primary government. A primary government may also be financially accountable for governmental organizations that are fiscally dependent on it.

The District, as the primary government for financial reporting entity purposes, has oversight responsibility and control over all activities related to the Piscataway Township School District in Piscataway Township, New Jersey. The District receives funding from local, state, and federal government sources and must comply with the requirements of these funding source entities.

The District has no component units that are required to be included within the reporting entity, as set forth in Section 2100 of the GASB Codification of Governmental Accounting and Financial Reporting Standards.

# Piscataway Township School District

## Notes to the Basic Financial Statements (continued)

Year ended June 30, 2011

### **1. Summary of Significant Accounting Policies (continued)**

#### **B. Government-wide and fund financial statements**

The government-wide financial statements (i.e., the statement of net assets and the statement of changes in net assets) report information on all of the nonfiduciary activities of the District. Governmental activities, which normally are supported by taxes and intergovernmental revenues, are reported separately from business-type activities, which rely to a significant extent on fees and charges for support.

The statement of activities demonstrates the degree to which the direct expenses of a given function or segment is offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function. Program revenues include (1) charges to students or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function and (2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function. Taxes and other items not properly included among program revenues are reported instead as general revenues.

Separate financial statements are provided for governmental funds, proprietary funds, and fiduciary funds, even though the latter are excluded from the government-wide financial statements. The New Jersey Department of Education (NJDOE) has elected to require New Jersey school districts to treat each governmental and proprietary fund as a major fund and each major individual fund is reported as separate columns in the fund financial statements. The NJDOE believes the presentation of all funds as major is important for public interest and to promote consistency among District financial reporting.

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

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as are the proprietary fund and fiduciary fund financial statements. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities

# Piscataway Township School District

## Notes to the Basic Financial Statements (continued)

Year ended June 30, 2011

### 1. Summary of Significant Accounting Policies (continued)

of the current period. For this purpose, the District considers all revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences, postemployment healthcare benefits and capital leases are recorded only when payment is due.

Property taxes, interest, and state and federal equalization monies associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal year. All other revenue items are considered to be measurable and available only when the District receives cash.

The District has reported the following major governmental funds:

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

*Special Revenue Fund:* The District maintains one special revenue fund, which includes the proceeds of specific revenue sources (other than major capital projects) that are legally restricted to expenditures for specified purposes.

*Capital Projects Fund:* The capital projects fund is used to account for and report financial resources that are restricted, committed, or assigned to an expenditure 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 accounts for and reports financial resources that are restricted, committed, or assigned to expenditures for payments made for principal and interest on long-term general obligation debt and certificates of participation of governmental funds.

# Piscataway Township School District

## Notes to the Basic Financial Statements (continued)

Year ended June 30, 2011

### 1. Summary of Significant Accounting Policies (continued)

The District reports the following major proprietary funds:

*Enterprise Funds (Food Service, Other-Adult School and Child Care Program):* The enterprise funds account for all revenues and expenses pertaining to the cafeteria and the adult school and child care program operations. The enterprise funds are utilized to account for operations that are financed and operated in a manner similar to private business enterprises. The stated intent is that the costs (i.e. expenses including depreciation and indirect costs) of providing goods or services on a continuing basis are financed or recovered primarily through user charges.

*Internal Service Fund (Self Insurance):* The self insurance internal service fund is used to account for the District's various insurance expenses and the funds reserved by the District to cover the self-insured limits of the various insurance policies of the District.

Additionally, the District reports the following fiduciary fund types:

Fiduciary Funds of the District include the unemployment compensation and private purpose scholarship trust funds and agency funds. The District's agency funds are purely custodial (assets equal liabilities) and thus do not involve measurements of results of operations. The following is a description of the fiduciary funds of the School District.

*Trust Funds:* The unemployment compensation fund is used to account for contributions from the District and employees and interest earned on the balance as well as payments to the State for reimbursement of unemployment claims. Although there is no formal trust agreement, the State of New Jersey requires school districts to include the unemployment compensation trust as a private-purpose trust fund in the fiduciary fund. The principal and income deposited into this fund are for the sole benefit of specific individuals, former employees, and can not be used to support the government's own programs. The management of the District is not involved in determining the amounts current employees contribute to the fund or amounts paid out by the fund. That determination is made by the State of New Jersey. Additionally, the unemployment compensation trust fund does not meet the criteria required to be included as an enterprise fund. One of the following criteria would need to be met for inclusion as an enterprise fund: the activity is financed with debt that is secured by a pledge of the revenues charged; laws or regulations require that the activity's cost be recovered with fees and charges, rather than with taxes or similar revenues; the pricing policies of the activity establish fees and charges designed to recover its costs. These criteria are not met as follows and therefore the unemployment compensation fund is recorded as a trust fund: there is no debt issued related to unemployment compensation claims; laws and regulations do not require that the activity's costs be recovered with fees and charges, in fact, employer contributions greatly

# Piscataway Township School District

## Notes to the Basic Financial Statements (continued)

Year ended June 30, 2011

### 1. Summary of Significant Accounting Policies (continued)

exceed employee contributions and those employee contributions are raised through taxation; and lastly pricing policies are not established by the District as employee contributions to the activity are regulated by the State of New Jersey and contributions are raised through payroll taxes. See footnote 11 for additional information. The private purpose scholarship fund is utilized to provide scholarships to students and to account for the related transactions.

*Agency Funds (Payroll, Bond and Interest, and Student Activity Fund):* The agency funds are used to account for the assets that the District holds on behalf of others as their agent. These are custodial in nature and do not involve measurement of results of operations.

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

As a general rule the effect of interfund activity has been eliminated from the government-wide financial statements, however, interfund services provided and used are not eliminated in the process of consolidation.

Amounts reported as program revenues include (1) charges to customers or applicants for goods, services, or privileges provided, (2) operating grants and contributions, and (3) capital grants and contributions. Internally dedicated resources are reported as general revenues rather than as program revenues. Likewise, general revenues include all taxes.

Proprietary funds distinguish operating revenue and expenses from non-operating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the District enterprise funds are charges for sales of food, charges to other funds and tuition. Operating expenses for proprietary funds include the cost of sales, administrative expenses, expenses for the payment of insurance claims and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as non-operating revenues and expenses.

The District reports deferred/unearned revenue on its balance sheets. Deferred/unearned revenue arises when potential revenue does not meet both the "measurable" and "available" criteria for recognition in the current period. Deferred/unearned revenue also arises when resources are received by the District before it has legal claim to them, as when federal assistance is received prior to the incurrence of qualifying expenditures. In subsequent periods, when both revenue recognition criteria are met, or when the District has a legal claim to the resources, the liability for deferred/unearned revenue is removed from the balance sheet and statement of net assets and revenue is recognized.

# Piscataway Township School District

## Notes to the Basic Financial Statements (continued)

Year ended June 30, 2011

### 1. Summary of Significant Accounting Policies (continued)

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 moneys under the established payment schedule and the unpaid amount is considered to be an "accounts receivable."

The County Board of Taxation is responsible for the assessment of properties and the Township Tax Collector is responsible for collection of taxes. Assessments are certified and taxes are levied on January 1; taxes are due February 1, May 1, August 1 and November 1. Unpaid taxes are considered delinquent the following January 1 and are then subject to lien.

### D. 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 and the special revenue fund uses a non-GAAP budget (budgetary basis). The legal level of budgetary control is established at line item accounts within each fund. Line item accounts are defined as the lowest (most specific) level of detail as established pursuant to the minimum chart of accounts referred in N.J.A.C. 6A:23. All budget amendments must be approved by School Board resolution. Budgetary transfers were made during the current year in accordance with statutory guidelines. The amendments made by the District were part of the normal course of operations. The over-expenditure in the General Fund is due to the inclusion of the non-budgeted on-behalf payments made by the State of New Jersey as District expenditures. These amounts are offset by related revenues and as such do not represent budgetary over-expenditures.

Formal budgetary integration into the accounting system is employed as a management control device during the year. For governmental funds, there are no substantial differences between the budgetary basis of accounting and accounting principles generally accepted in the United States of America with the exception of the legally mandated revenue recognition of the last two state aid payments 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.

# Piscataway Township School District

## Notes to the Basic Financial Statements (continued)

Year ended June 30, 2011

### **1. Summary of Significant Accounting Policies (continued)**

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.

#### **E. Interfund Receivables/Payables**

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.

#### **F. Inventories**

Enterprise fund inventories are recorded at market value at the time of donation, which approximates current market value, using the first-in, first-out (FIFO) method. At June 30, 2011, the District had inventories in the Food Service Fund of \$4,962, which represent unused Food Donation Program commodities, which are also reported as unearned revenue.

#### **G. Tuition**

Tuition charges were established by the Board of Education based on estimated costs. The charges are subject to adjustment when the final costs have been determined. Tuition charges for the 2010-11 fiscal year were based on rates established by the receiving district. These rates are subject to change when the actual costs have been determined.

#### **H. Capital Assets**

Capital assets, which include land, construction in progress, property, plant and equipment, are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Capital assets are defined by the District as assets with an initial, individual cost of more than \$2,000 and an estimated useful life in excess of two years. Such assets are recorded at historical cost or estimated historical cost through estimation procedures performed by an independent appraisal company. Land was valued at assessed value based upon information received from the Township of Piscataway. Donated capital assets are valued at their estimated fair market value on the date of donation.

The costs of normal repairs and maintenance that do not add to the value of the asset or materially extend the assets lives are not capitalized.

# Piscataway Township School District

## Notes to the Basic Financial Statements (continued)

Year ended June 30, 2011

### 1. Summary of Significant Accounting Policies (continued)

Property, plant and equipment of the District is depreciated using the straight line method. The following estimated useful lives are used to compute depreciation:

	<u>Years</u>
Machinery and equipment	2-20
Buildings	40
Building improvements	20
Vehicles	5-10

#### I. Compensated Absences

A liability for compensated absences that are attributable to services already rendered and that are not contingent on a specific event that is outside the control of the employer and employee is accrued as employees earn the rights to the benefits. The District uses the “vesting method” for estimating its accrued sick and vacation leave liability.

District employees are granted vacation and sick leave in varying amounts under the District’s personnel policies and collective bargaining agreements. In the event of termination, an employee is reimbursed for accumulated vacation time. Sick leave benefits provide for ordinary sick pay and begin vesting with the employee after one year of service.

The liability for vested compensated absences of the district is recorded in the government-wide financial statements and includes salary related payments.

The liability for vested compensated absences of the proprietary fund types is recorded within those funds as the benefits accrue to employees. As of June 30, 2011, a liability existed for compensated absences in the government-wide financial statements in the amount of \$1,957,326 and no liability existed for compensated absences in the enterprise funds.

#### J. Deferred Revenue

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

#### K. 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 obligations are reported as liabilities in the applicable governmental activities, business-type 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 straight-line method which approximates the effective interest method. Bonds payable are reported net of the

# Piscataway Township School District

## Notes to the Basic Financial Statements (continued)

Year ended June 30, 2011

### 1. Summary of Significant Accounting Policies (continued)

applicable bond premium or discount and unamortized loss on a refunding. Bond issuance costs are reported as deferred charges and amortized over the term of the related debt.

The District has no arbitrage rebate liability as of June 30, 2011.

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. Premiums received on debt issuances are 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 either capital projects fund or debt service fund expenditures.

### L. Fund Equity

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 government's 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.

# Piscataway Township School District

## Notes to the Basic Financial Statements (continued)

Year ended June 30, 2011

### **1. Summary of Significant Accounting Policies (continued)**

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.

Of the \$4,138,499 of fund balance in the General Fund, \$14,914 is restricted for the capital reserve account, \$174,372 has been restricted for the emergency reserve account, \$3,000,000 is assigned by the District for subsequent years, \$149,897 is assigned for other purposes - encumbrances, and \$799,316 is unassigned.

### **M. Net Assets and Fund Balance / Restricted Assets**

Net assets represent the difference between assets and liabilities in the Government-wide financial statements. Net assets invested in capital assets, net of related debt consists of capital assets, net of accumulated depreciation, reduced by the outstanding balance of any long-term debt used to build or acquire the capital assets. 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, or laws or regulations of other governments.

### **N. Management Estimates**

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

### **O. On-Behalf Payments**

Revenues and expenditures of the general fund include payments made by the State of New Jersey for social security contributions and pension contributions for certified teachers and other members of the New Jersey Teachers Pension and Annuity Fund. The amounts are not required to be included in the District's annual budget.

# Piscataway Township School District

## Notes to the Basic Financial Statements (continued)

Year ended June 30, 2011

### **1. Summary of Significant Accounting Policies (continued)**

#### **P. Calculation of Excess Surplus**

The designation for reserved fund balance-excess surplus is a required calculation pursuant to N.J.S.A. 18A:7F-7, as amended.

New Jersey school districts are required to reserve fund balance in the general fund at the fiscal year end of June 30 if they did not appropriate a required minimum amount as budgeted fund balance in their subsequent years' budget. The District did not have an excess fund balance generated during the 2010-2011 fiscal year.

#### **Q. Cash, Cash Equivalents and Investments**

Cash and cash equivalents include petty cash, amounts on deposit and short-term investments with original maturities of three months or less.

Investments are stated at fair value in accordance with Governmental Accounting Standards Board (GASB) Statement No. 31, "Accounting and Financial Reporting for Certain Investments and for External Investment Pools." The District classifies certificates of deposit, which have original maturity dates of more than three months but less than twelve months from the date of purchase, as investments and are stated at cost. All other investments are stated at fair value.

#### **R. Subsequent Events**

Management has reviewed and evaluated all events and transactions from June 30, 2011 through November 30, 2011, the date that the financial statements were issued and the effects of those that provide additional pertinent information about conditions that existed at the balance sheet date, have been recognized in the accompanying financial statements except for the following:

On September 13, 2011 the District issued \$27,280,000 in Refunding School Bonds with interest rates ranging from 2.50% to 5.00%. The District issued the bonds to advance refund a portion of the outstanding School Bonds dated August 15, 2002 with interest rates ranging from 4.0% to 4.60%. As a result, a portion of the refunded bonds is considered defeased and the liability will be removed from the basic financial statements.

# Piscataway Township School District

## Notes to the Basic Financial Statements (continued)

Year ended June 30, 2011

### 2. Reconciliation of Government-wide and Fund Financial Statements

#### Explanation of certain differences between the governmental fund balance sheet and the government-wide statement of net assets

The governmental fund balance sheet includes reconciliation between fund balance – total governmental funds and net assets – governmental activities as reported in the government-wide statement of net assets. One element of that reconciliation explains that long-term liabilities, including bonds payable and compensated absences are not due and payable in the current period and therefore are not reported in the funds. The details of this \$35,204,326 difference are as follows:

Bonds payable	\$ 33,247,000
Compensated absences	<u>1,957,326</u>
Net adjustment to reduce fund balance-total governmental funds to arrive at net assets – governmental activities	<u>\$ 35,204,326</u>

### 3. Deposits and Investments

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 Government 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 last equal to five percent of the average daily balance of collected public funds, to secure the deposits of governmental units. If a public depository fails, the collateral it has pledged, plus the collateral of all other public depositories, is available to pay the full amount of their deposits to the governmental units.

# Piscataway Township School District

## Notes to the Basic Financial Statements (continued)

Year ended June 30, 2011

### 3. Deposits and Investments (continued)

#### Deposits

New Jersey statutes require that school districts deposit public funds in public depositories located in New Jersey that are insured by the Federal Deposit Insurance Corporation, the Federal Savings and Loan Insurance Corporation, or by any other agency of the United States that insures deposits made in public depositories. School districts are also permitted to deposit public funds in the State of New Jersey Cash Management Fund (NJCMF), New Jersey Arbitrage Rebate Management Fund (NJARM) and M.B.I.A. CLASS.

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

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

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

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

The District's cash and cash equivalents are classified below to inform financial statement users about the extent to which the District's deposits and investments are exposed to custodial credit risk.

Operating cash accounts are held in the District's name by several commercial banking institutions. At June 30, 2011, the District's carrying amount of deposits was \$16,436,007 and the bank balance was \$18,708,857. Of the bank balance, \$250,373 was secured by federal depository insurance and the remaining bank balance of \$18,458,484 was covered by the New Jersey Governmental Unit Deposit Protection Act (GUDPA).

Pursuant to GASB Statement No. 40, "Deposit and Investment Risk Disclosures" ("GASB 40"), the District's operating cash 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 and investments). 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

# Piscataway Township School District

## Notes to the Basic Financial Statements (continued)

Year ended June 30, 2011

### 3. Deposits and Investments (continued)

institution, or collateralized with securities held by the financial institution's trust department or agent but not in the government's name.

The District does not have a policy for the management of custodial credit risk, other than depositing all of its funds in banks covered by GUDPA. At least five percent of the District's deposits were fully collateralized by funds held by the financial institution, but not in the name of the District. Due to the nature of GUDPA, further information is not available regarding the full amount that is collateralized.

#### Investments

New Jersey statutes permit the Board to purchase the following types of investments:

- a. Bonds and other obligations of the United States or obligations guaranteed by the United States.
- b. Bonds of any Federal Intermediate Credit Bank, Federal Home Loan Bank, Federal National Mortgage Agency or of any United States Bank which have a maturity date not greater than twelve months from the date of purchase.
- c. State of New Jersey Cash Management Fund (NJCMF), New Jersey Arbitrage Rebate Management Fund (NJARM) and M.B.I.A. CLASS.
- d. Bonds or other obligations of the School District.

In order to maximize liquidity, the District utilizes the New Jersey Arbitrage Rebate Management Fund ("NJARM") as its sole investment. The District invests funds in the New Jersey Arbitrage Management Fund, which is an investment pool managed by Public Financial Management Company. NJARM allows governments within the state to pool their funds for investment purposes and the Securities and Exchange Commission (SEC) does not restrict the pool. Earnings are allocated to all participants based upon shares held in the pool and distributed on the last day of each month. In addition, the fair value of the District's portion of the pool is the same as the value of its shares. Agencies that participate in the NJARM typically earn returns that mirror short-term investments rates. Monies can be freely added or withdrawn from the NJARM on a daily basis without penalty. At June 30, 2011, the District's bank and book balance in NJARM was \$59 and is classified as cash equivalents due to its short term nature.

*Custodial Credit Risk:* Pursuant to GASB 40, the NJARM which is a pooled investment is exempt from custodial credit risk exposure. The District does not have a policy for custodial credit risk.

# Piscataway Township School District

## Notes to the Basic Financial Statements (continued)

Year ended June 30, 2011

### 3. Deposits and Investments (continued)

*Credit Risk:* The District does not have an investment policy regarding the management of credit risk. GASB 40 requires that disclosure be made as to the credit rating of all debt security investments except for obligations of the U.S. government or investments guaranteed by the U.S. government. As of June 30, 2011, the District's investments in NJARM are not rated by a rating agency.

*Concentration of Credit Risk:* The District places no limit on the amount the District may invest in any one issuer. At June 30, 2011, all of the District's investments were invested in NJARM.

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

### 4. Capital Assets

The following schedule is a summarization of the governmental activities changes in capital assets for the year ended June 30, 2011:

	Beginning Balance	Increases	Ending Balance
<b>Governmental activities:</b>			
Capital assets, not being depreciated:			
Land	\$ 1,542,967		\$ 1,542,967
Construction in progress		\$ 1,456,743	1,456,743
Total capital assets, not being depreciated	1,542,967	1,456,743	2,999,710
Capital assets, being depreciated:			
Buildings and building improvements	95,353,372	2,633,204	97,986,576
Machinery, equipment and vehicles	6,314,131	432,508	6,746,639
Total capital assets being depreciated	101,667,503	3,065,712	104,733,215
Less accumulated depreciation for:			
Buildings and building improvements	36,054,986	2,112,670	38,167,656
Machinery, equipment and vehicles	3,959,784	901,747	4,861,531
Total accumulated depreciation	40,014,770	3,014,417	43,029,187
Total capital assets, being depreciated, net	61,652,733	51,295	61,704,028
Governmental activities capital assets, net	\$ 63,195,700	\$ 1,508,038	\$ 64,703,738

Piscataway Township School District

Notes to the Basic Financial Statements (continued)

Year ended June 30, 2011

**4. Capital Assets (continued)**

Depreciation expense was charged to functions/programs of the District for the year ended June 30, 2011 as follows:

Instruction	\$ 1,787,154
Attendance/social work	8,288
Health services	31,279
Other support services	299,120
Improvement of instruction	59,196
Education media library	25,915
Other support: Instruction staff	703
General administration	71,592
School administration	115,045
Central Services	31,861
Administrative information technology	39,228
Required maintenance of plant services	50,570
Custodial services	263,658
Care and upkeep of grounds	23,898
Security	15,679
Student transportation	191,231
Total depreciation expense – governmental activities	<u>\$ 3,014,417</u>

The following schedule is a summarization of business-type activities changes in capital assets for the year ended June 30, 2011:

	<u>Beginning Balance</u>	<u>Increases</u>	<u>Ending Balance</u>
<b>Business-type activities</b>			
Capital assets, being depreciated:			
Equipment	\$1,243,348		\$1,243,348
Less accumulated depreciation for:			
Equipment	801,319	\$ 150,453	951,772
Total business-type activities capital assets, net	<u>\$ 442,029</u>	<u>\$ (150,453)</u>	<u>\$ 291,576</u>

## Piscataway Township School District

### Notes to the Basic Financial Statements (continued)

Year ended June 30, 2011

#### 5. Long-Term Liabilities

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

	Beginning Balance	Additions	Reductions	Ending Balance	Due within One Year
Governmental activities:					
Compensated absences payable	\$ 2,036,538	\$ 251,594	\$ 330,806	\$ 1,957,326	\$ 225,093
Bonds payable	34,152,000		905,000	33,247,000	1,290,000
Certificates of participation	845,000		845,000	-	-
Accrued liability for insurance claims	4,084,875	612,792	3,307,037	1,390,630	1,168,618
	<u>\$ 41,118,413</u>	<u>\$ 864,386</u>	<u>\$ 5,387,843</u>	<u>\$ 36,594,956</u>	<u>\$ 2,683,711</u>

Refer to Note 11- Risk Management for further discussion of the District's accrued liability for insurance claims.

The District expects to liquidate the compensated absences with payments made from the District's general fund and the bonds payable from the debt service fund. The accrued liability for insurance claims is paid with charges to other funds' budgets from the internal service fund.

#### 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 District are general obligation bonds. The District's only outstanding bond issue remaining was issued on August 16, 2006 in the amount of \$35,507,000 with interest rates ranging from 4.0% to 4.6% and the proceeds being used for additions and alterations to various schools.

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

	Principal	Interest	Total
Year ending June 30:			
2012	\$ 1,290,000	\$ 1,392,683	\$ 2,682,683
2013	2,270,000	1,320,065	3,590,065
2014	2,380,000	1,224,158	3,604,158
2015	2,495,000	1,123,612	3,618,612
2016	2,615,000	1,018,218	3,633,218
2017-2021	15,095,000	3,301,064	18,396,064
2022-2023	7,102,000	328,683	7,430,683
	<u>\$ 33,247,000</u>	<u>\$ 9,708,483</u>	<u>\$ 42,955,483</u>

# Piscataway Township School District

## Notes to the Basic Financial Statements (continued)

Year ended June 30, 2011

### **6. Pension Plans**

#### **Description of Systems**

Substantially all of the District's employees participate in one of the following contributory defined benefit public employee retirement systems which have been established by State statute: the Teachers' Pension and Annuity Fund (TPAF) or the Public Employees' Retirement System (PERS). These systems are sponsored and administered by the State of New Jersey. The Teachers' Pension and Annuity Fund Retirement System 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 Board and the system's other related non-contributing employers. The Public Employees' Retirement System is considered a cost-sharing multiple-employer plan.

#### **Teachers' Pension and Annuity Fund**

The Teachers' Pension and Annuity Fund was established in January 1955 under the provisions of N.J.S.A. 18A:66 to provide coverage including post-retirement health care to substantially all full time public school employees in the State. Membership is mandatory for such employees and vesting occurs after 10 years of service for pension benefits and 25 years for health care coverage. Members are eligible for retirement at age 55 with an annual benefit generally determined to be 1/55th of the average annual compensation for the highest three fiscal years' compensation for each year of membership during years of credited service. Early retirement is available for these systems to those employees under age 55 participating in TPAF or PERS with 25 or more years of credited service. Anyone who retires early and is under age 55 receives retirement benefits as calculated in the above mentioned formula but at a reduced rate (one quarter of one percent for each month the member lacks of attaining age 55).

#### **Public Employee's Retirement System**

The Public Employees' Retirement System was established in January 1955 under the provisions of N.J.S.A. 43:15A to provide coverage including post-retirement health care to substantially all full time employees of the State or any county, municipality, school Board or public agency provided the employee is not a member of another State-administered retirement public agency, provided the employee is not a member of another State-administered retirement system. Membership is mandatory for such employees and vesting occurs after 8 to 10 years of service. Members are eligible for retirement at age 55 with an annual benefit generally determined to be 1/55th of the average annual compensation for the highest three fiscal years' compensation for each year of membership during years of creditable service. Early retirement is available for these systems to those employees under age 55 participating in TPAF or PERS with 25 or more years of credited service. Anyone who retires early and is under age 55 receives retirement benefits as calculated in the above

## Piscataway Township School District

### Notes to the Basic Financial Statements (continued)

Year ended June 30, 2011

#### **6. Pension Plans (continued)**

mentioned formula but at a reduced rate (one quarter of one percent for each month the member lacks of attaining age 55).

The State of New Jersey, Department of the Treasury, Division of Pensions and Benefits, issued publicly available financial reports that include the financial statements and required supplementary information for TPAF and PERS. The financial reports may be obtained by writing to the State of New Jersey, Department of the Treasury, Division of Pensions and Benefits, P.O. Box 295, Trenton, New Jersey 08625-0295.

#### **Funding Policy**

The contribution policy is set by New Jersey State Statutes and contributions are required by active members and contributing members. Plan member and employer contributions may be amended by State of New Jersey legislation. TPAF and PERS provide for employee contributions of 5.5% of employees' annual compensation, as defined. Employers are required to contribute at an actuarially determined rate in both TPAF and PERS. The actuarially determined contribution includes funding for cost-of-living adjustments, noncontributory death benefits, and post-retirement medical premiums. Under current statute the Board is a non-contributing employer of the TPAF.

During the year ended June 30, 2011, the State of New Jersey contributed \$3,085,773 to the TPAF for normal costs of pension and post-retirement medical benefits on behalf of the District. Also, in accordance with N.J.S.A. 18A:66-66 the State of New Jersey reimbursed the District \$3,307,997 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 as both revenues and expenditures in the government-wide and fund financial statements.

The Board's actuarially determined contributions to PERS for each of the years ended June 30, 2011, 2010 and 2009 were \$1,330,802, \$955,218, and \$846,162 respectively, equal to the required contributions for each year.

# Piscataway Township School District

## Notes to the Basic Financial Statements (continued)

Year ended June 30, 2011

### 6. Pension Plans (continued)

#### Post-Retirement Benefits

##### *Plan Description*

The School District contributes to the New Jersey State Health Benefits Program (the "SHBP"), a cost-sharing multiple-employer defined benefit postemployment healthcare plan administered by the State of New Jersey Division of Pension and Benefits. SHBP provide medical, prescription drug, mental health/substance abuse and Medicare Part B reimbursement to retirees and their covered dependents. The State Health Benefits Program Act is found in New Jersey Statutes Annotated, Title 52, Article 17.25 et seq. Rules governing the operation and administration of the program are found in Title 17, Chapter 9 of the New Jersey Administrative Code. The State of New Jersey Division of Pension and Benefits issues a publicly available financial report that includes financial statements and required supplementary information for SHBP. That report may be obtained by writing to Division of Pension and Benefits, PO Box 295, Trenton, NJ 08625-0295.

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

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

# Piscataway Township School District

## Notes to the Basic Financial Statements (continued)

Year ended June 30, 2011

### 6. Pension Plans (continued)

The State will set the contribution rate based on the *annual required contribution of the employers* (ARC), an amount actuarially determined in accordance with parameters of GASB 45. The ARC represents the level of funding that, if paid on an ongoing basis, is projected to cover normal cost each year and amortize any unfunded actuarial liabilities (or funding excess) of the plan over a period not to exceed thirty years. The State's contributions to the SHBP Fund for TPAF retirees' post-retirement benefits on behalf of the District for the years ended June 30, 2011, 2010 and 2009 were \$2,947,024, \$2,808,842, and \$2,715,386 respectively, which equaled the required contributions for each year. The State's contributions to the SHBP Fund for PERS retirees' post-retirement benefits on behalf of the District was not determined or made available by the State of New Jersey.

### 7. Deferred Compensation

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

- The Variable Annuity Life Insurance Company
- Great American Life Insurance Company Security First Group
- The Copeland Companies
- Great West Life Assurance Company
- Lincoln Investment Planning Incorporated
- The Equitable Financial Companies Vanguard Fiduciary Group
- Metropolitan Life and Affiliated Company
- American Express Financial Advisors
- Financial Resources and Retirement Advisory, Incorporated
- Fidelity Investments

Piscataway Township School District

Notes to the Basic Financial Statements (continued)

Year ended June 30, 2011

**8. Interfund Receivables and Payables**

The total interfund receivables and payables for the District at June 30, 2011 are as follows:

<u>Fund</u>	<u>Interfund Receivable</u>	<u>Interfund Payable</u>
General Fund		\$ 239,433
Food Service Enterprise Fund	\$ 89,433	
Other Enterprise Fund	150,000	
	<u>\$ 239,433</u>	<u>\$ 239,433</u>

The interfund payable in the general fund represents cash loaned to the food service enterprise fund to improve cash flows due to the timing of receiving amounts owed from the Federal and State granting agencies and amounts owed to the other enterprise fund for the rent and overhead for the preschool handicapped program which is housed in the Cabrini school. All interfunds are expected to be repaid within one year.

**9. Economic Dependency**

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

**10. Contingent Liabilities**

The District participates in numerous state and federal grant programs, which are governed by various rules and regulations of the grantor agencies; therefore, to the extent that the District has not complied with the rules and regulations governing the grants, refunds of any money received may be required. In addition, the District is receiving funding from the New Jersey Schools Development Authority (NJSDA), in connection with its approved referendum project. The costs associated with the funding received from the NJSDA are subject to a final review of eligible costs and compliance by the New Jersey Department of Education and the NJSDA. To the extent that the District has not complied with the rules and regulations governing the NJSDA funds or has not met the final eligible costs requirements, refunds of any money received may be required.

In the opinion of the District, there are no other significant contingent liabilities relating to compliance with the rules and regulations governing the respective grants; therefore, no provisions have been recorded in the accompanying basic financial statements for such contingencies.

Piscataway Township School District

Notes to the Basic Financial Statements (continued)

Year ended June 30, 2011

**10. Contingent Liabilities (continued)**

The District is also involved in several claims and lawsuits incidental to its operations. In the opinion of the administration and legal counsel, the ultimate resolution of these matters will not have a material adverse effect on the financial position of the District.

**11. Risk Management**

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

**Property and Liability Insurance**

The District maintains commercial insurance coverage for property, liability, student accident and surety bonds and does not retain risk of loss. A complete schedule of insurance coverage can be found in the Statistical Section of this Comprehensive Annual Financial Report. There have been no significant reductions in insurance coverage from the prior year and no settlements have exceeded insurance coverage over the past three years.

**Self-Insurance**

The District is self-insured for workers' compensation and dental benefits and has established an internal service fund to account for its self insurance activities. The accrued liability for unpaid workers' compensation and dental claims of \$1,390,630 has been recorded in the financial statements for Incurred But Not Reported Claims (IBNR), which is subject to modification and/or assessment of existing or additional claims. The workers' compensation IBNR liability has been calculated by an actuary contracted by the District's claims administrator. The actuary utilized a 3% discount rate in determining the workers compensation present value of the liability. The IBNR liability for dental benefits has been calculated by the District based on actual enrollment, the statute of limitations in reporting a claim, and actual claims reported. In addition, the District has restricted \$4,819,674 for future medical, dental, and prescription claims.

Changes in the Incurred But Not Reported claims liability amount in fiscal years 2011, 2010, and 2009 were:

	<b>Beginning of Year Liability</b>	<b>Current Year Claims and Changes in Estimates</b>	<b>Claim Payments</b>	<b>Balance at End of Year</b>
2010-11	\$4,084,875	\$(1,525,627)	\$(1,168,618)	\$1,390,630
2009-10	2,460,835	2,147,217	523,177	4,084,875
2008-09	1,071,535	2,094,448	705,148	2,460,835

# Piscataway Township School District

## Notes to the Basic Financial Statements (continued)

Year ended June 30, 2011

### 11. Risk Management (continued)

The District has estimated the short-term liability to be \$1,168,618, which approximates the District's recent claims history.

### 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.

### 12. Restricted Assets

Restricted assets consist of funds set-aside in a capital reserve fund and an emergency reserve that are restricted pursuant to enabling legislation.

### 13. Transfers – Reconciliation

The following presents a reconciliation of transfers during the 2011 fiscal year:

	<u>In</u>	<u>Out</u>
General Fund	\$ 130,879	\$2,150,000
Capital Projects Fund	2,000,000	12,389
Other Enterprise Fund	150,000	118,490
	<u>\$2,280,879</u>	<u>\$2,280,879</u>

The transfers from the capital projects fund to the general fund represents interest earned in the capital projects fund due to the general fund.

The transfer from the general fund to the capital projects fund represents a transfer of capital reserve funds from the general fund budget as approved in the annual budget's statement of purpose.

The transfer from the other enterprise fund to the general fund represents a payment for the allocation of overhead.

The transfer from the general fund to the other enterprise fund represents payment for rent and overhead for the preschool handicapped program which is housed at the Cabrini school.

Piscataway Township School District

Notes to the Basic Financial Statements (continued)

Year ended June 30, 2011

**14. Capital Reserve Account**

A capital reserve account was established by the District by transferring \$1 to a capital reserve account in 2002 for the accumulation of funds for use as capital outlay expenditures in subsequent fiscal years. The capital reserve account is maintained in the general fund and its activity is included in the general fund annual budget. Funds placed in the capital reserve account are restricted to capital projects in the District's approved Long Range Facilities Plan (LRFP). Upon submission of the LRFP to the Department of Education, a district may increase the balance in the capital reserve by appropriating funds in the annual general fund budget certified for taxes or by transfer by Board resolution at year-end (June 1 to June 30) of any unanticipated revenue or unexpended line – item appropriation amounts, or both. A district may also appropriate additional amounts when the express approval of the voters has been obtained either by a separate proposal at budget time or by a special question at one of the four special elections authorized pursuant to N.J.S.A. 19:60-2. Pursuant to N.J.A.C. 6A:23A-14.1(g), the balance in the account cannot at any time exceed the local support costs of uncompleted capital projects in its approved LRFP.

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

Beginning balance, July 1, 2010	\$ 14,813
Interest earnings	101
Deposits:	
Approved at the June 2011 Board meeting	2,000,000
Withdrawals:	
Board resolution/Budget	<u>(2,000,000)</u>
Ending balance, June 30, 2011	<u>\$ 14,914</u>

The LRFP balance of local support costs of uncompleted capital projects at June 30, 2011 is \$5,331,036.

# Piscataway Township School District

## Notes to the Basic Financial Statements (continued)

Year ended June 30, 2011

### **15. Deficit Fund Balances**

The District has an undesignated deficit fund balance of \$44,220 in the Special Revenue Fund as of June 30, 2011 as reported in the fund statements (modified accrual basis). For budget purposes only, P.L. 2003, C.97 provides that in the event a state school aid payment is not made until the following school budget year, districts must record the last state aid payment as revenue, in the current budget year. The bill provides legal authority for school districts to recognize this revenue in the current budget year.

For intergovernmental transactions, GASB Statement No. 33 requires that recognition (revenue, expenditures, asset, liability) should be in symmetry, i.e. if one government recognizes an asset, the other government recognizes a liability.

Since the State is recording the last two state aid payments in the subsequent fiscal year, the school district cannot recognize the last two state aid payments on the GAAP financial statements until the year the State records the payable. Due to the timing difference of recording the last two state aid payments, the Special Revenue Fund fund balance deficit does not alone indicate that the District is facing financial difficulties.

### **16. Commitments**

There was \$958,355 of contractual commitments at June 30, 2011 to vendors related to ongoing construction projects recorded which is included in restricted for capital projects in the Capital Projects Fund.

Required Supplementary Information – Part II

Budgetary Comparison Schedules



Piscataway Township School District  
General Fund

Budgetary Comparison Schedule  
(Budgetary Basis)

Year ended June 30, 2011

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
<b>Revenues</b>					
Local sources:					
Local tax levy	\$ 77,398,270		\$ 77,398,270	\$ 77,398,270	
Tuition	350,000		350,000	337,374	\$ (12,626)
Transportation	510,000		510,000	543,042	33,042
Interest on investments				36,431	36,431
Miscellaneous	322,973		322,973	697,370	374,397
Total revenues - local sources	78,581,243		78,581,243	79,012,487	431,244
State sources:					
Categorical Special education aid	4,043,223		4,043,223	4,043,223	
Equalization Aid	7,931,474		7,931,474	7,931,474	
Extraordinary aid	729,846		729,846	628,928	(100,918)
Homeless Tuition				4,532	4,532
Additional non public transportation aid				95,526	95,526
On-behalf TPAF pension contributions (non-budgeted)				3,085,773	3,085,773
Reimbursed TPAF social security contributions (non-budgeted)				3,307,997	3,307,997
Total - state sources	12,704,543		12,704,543	19,097,453	6,392,910
Federal sources:					
Medicaid reimbursement	73,517		73,517	112,199	38,682
Education Jobs Fund		\$ 556,854	556,854	556,854	
Total Federal sources:	73,517	556,854	630,371	669,053	38,682
Total revenues	91,359,303	556,854	91,916,157	98,778,993	6,862,836
<b>Expenditures</b>					
Current expenditures:					
Instruction - regular programs:					
Salaries of teachers:					
Preschool/kindergarten	1,597,766	(107,831)	1,489,935	1,489,501	434
Grades 1-5	10,467,946	(1,209,200)	9,258,746	9,246,232	12,514
Grades 6-8	7,164,217	(384,537)	6,779,680	6,779,680	
Grades 9-12	10,214,644	(772,755)	9,441,889	9,232,956	208,933
Home instruction - regular programs:					
Salaries of teachers	88,630	(33,018)	55,612	55,612	
Purchased professional-educational services	147,077	(113,824)	33,253	25,372	7,881
Undistributed instruction - regular programs:					
Other salaries for instruction	473,824	234,133	707,957	707,957	
Purchased professional-educational services	34,900	802,779	837,679	819,083	18,596
Purchased technical services	5,000		5,000		5,000
Other purchased services	49,575	(650)	48,925	25,501	23,424
General supplies	718,853	293,445	1,012,298	961,651	50,647
Textbooks	144,912	(2,088)	142,824	116,945	25,879
Other objects	110,005	1,621	111,626	88,498	23,128
Total instruction - regular programs	31,217,349	(1,291,925)	29,925,424	29,548,988	376,436

Piscataway Township School District  
General Fund

Budgetary Comparison Schedule  
(Budgetary Basis)

Year ended June 30, 2011

Expenditures (continued)	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Current expenditures (continued):					
Special education:					
Cognitive-mild:					
Salaries of teachers	\$ 284,715	\$ (48,157)	\$ 236,558	\$ 236,558	
Other salaries for instruction	287,395	(147,899)	139,496	139,496	
Purchased professional ed services		115,967	115,967	50,051	\$ 65,916
Other purchased services	1,500		1,500	288	1,212
General supplies	1,800		1,800	880	920
Textbooks	1,000		1,000	440	560
Total cognitive-mild:	576,410	(80,089)	496,321	427,713	68,608
Learning and/or language disabilities:					
Salaries of teachers	728,299	(140,379)	587,920	587,920	
Other salaries for instruction	369,702	(104,506)	265,196	265,196	
General supplies	4,300		4,300	3,523	777
Textbooks	2,205		2,205	1,440	765
Total learning and/or language disabilities	1,104,506	(244,885)	859,621	858,079	1,542
Behavioral disabilities:					
Salaries of teachers	119,729	(6,683)	113,046	113,046	
Other salaries for instruction	23,345	4,256	27,601	27,601	
Purchased professional ed services		68,992	68,992	49,207	19,785
Other purchased services		225	225		225
General supplies	4,900	20,200	25,100	22,257	2,843
Textbooks	200	3,000	3,200	3,100	100
Total behavioral disabilities	148,174	89,990	238,164	215,211	22,953
Multiple disabilities:					
Salaries of teachers	95,708	94,020	189,728	189,728	
Other salaries for instruction	125,729	(32,852)	92,877	91,767	1,110
General supplies	3,000	13,000	16,000	10,728	5,272
Textbooks	600		600	512	88
Total multiple disabilities	225,037	74,168	299,205	292,735	6,470
Resource room/center:					
Salaries of teachers	4,919,557	(26,244)	4,893,313	4,893,313	
Other salaries for instruction	1,002,699	38,042	1,040,741	1,040,741	
Purchased professional ed services		101,757	101,757	98,242	3,515
General supplies	16,750	1,441	18,191	15,299	2,892
Textbooks	7,050	(750)	6,300	3,882	2,418
Total resource room/center	5,946,056	114,246	6,060,302	6,051,477	8,825
Autism:					
Salaries of teachers	164,184	16,617	180,801	180,414	387
Other salaries for instruction	493,938	(315,847)	178,091	177,558	533
Purchased professional-educational services		66,185	66,185	36,885	29,300
Other purchased services		1,200	1,200	50	1,150
General supplies	1,800	19,821	21,621	20,787	834
Textbooks	1,100	800	1,900	532	1,368
Total autism	661,022	(211,224)	449,798	416,226	33,572
Preschool disabilities - part time:					
Salaries of teachers	413,054	(75,846)	337,208	337,208	
Other salaries for instruction	225,405	33,578	258,983	258,983	
Purchased professional-educational services		30,700	30,700	22,381	8,319
Other purchased services	1,000	(225)	775		775
General supplies	2,000	(299)	1,701	1,168	533
Total preschool disabilities - part time	641,459	(12,092)	629,367	619,740	9,627
Total special education	9,302,664	(269,886)	9,032,778	8,881,181	151,597

Piscataway Township School District  
General Fund

Budgetary Comparison Schedule  
(Budgetary Basis)

Year ended June 30, 2011

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
<b>Expenditures (continued)</b>					
Current expenditures (continued):					
Basic skills/remedial - instruction:					
Salaries of teachers	\$ 1,312,306	\$ (315,791)	\$ 996,515	\$ 995,523	\$ 992
General supplies	7,300	1,294	8,594	3,312	5,282
Total basic skills/remedial - instruction	1,319,606	(314,497)	1,005,109	998,835	6,274
Bilingual education - instruction:					
Salaries of teachers	891,104	(388,664)	502,440	502,440	
Other salaries for instruction	51,044	(1,583)	49,461	49,461	
General supplies	3,000		3,000	2,622	378
Total bilingual education - instruction	945,148	(390,247)	554,901	554,523	378
School - sponsored cocurricular activities:					
Salaries	227,300	(13,003)	214,297	207,986	6,311
Purchased services		900	900	900	
Supplies and materials	113,540	(7,864)	105,676	70,545	35,131
Other objects	4,000		4,000	1,122	2,878
Total school spn. cocurricular activities	344,840	(19,967)	324,873	280,553	44,320
School - sponsored athletics - instruction:					
Salaries	645,944	59,677	705,621	705,621	
Purchased services	131,969	7,686	139,655	126,783	12,872
Supplies and materials	42,798	1,214	44,012	42,131	1,881
Other objects	3,600	(100)	3,500	3,500	
Total school - sponsored athletics - instruction	824,311	68,477	892,788	878,035	14,753
Other instructional programs:					
Salaries	113,500	(113,500)			
Total other instructional programs	113,500	(113,500)			
Other supplemental / At Risk programs:					
Salaries of tutors	76,500	(59,296)	17,204	17,204	
Other Purchased services	7,500	500	8,000	3,950	4,050
Supplies and materials	5,000	(2,500)	2,500	722	1,778
Total Other supplemental / At Risk programs:	89,000	(61,296)	27,704	21,876	5,828
Total instruction	44,156,418	(2,392,841)	41,763,577	41,163,991	599,586
Undistributed expenditures:					
Instruction:					
Tuition to other LEAs w/in the state - reg.	61,200	6,879	68,079	68,079	
Tuition to other LEAs w/in the state - sp.	15,017	(15,017)			
Tuition to CSSD and regional day schools	394,368	(394,368)			
Tuition to private schools for the handicapped - within state	1,762,778	(324,393)	1,438,385	1,360,878	77,507
Tuition to private schools disabled & other LEAs-Spl, O/S St	25,606	(25,606)			
Tuition - state facilities	179,226	17,699	196,925	196,925	
Tuition - other	33,928	(33,928)			
Total instruction	2,472,123	(768,734)	1,703,389	1,625,882	77,507

Piscataway Township School District  
General Fund

Budgetary Comparison Schedule  
(Budgetary Basis)

Year ended June 30, 2011

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
<b>Expenditures (continued)</b>					
Current expenditures (continued):					
Undistributed expenditures (continued):					
Attendance and social work services:					
Salaries	\$ 242,635	\$ (32,119)	\$ 210,516	\$ 210,516	
Purchased professional and technical services	1,500	(1,500)			
Other purchased services	3,274	(2,153)	1,121	1,088	\$ 33
Supplies and materials	4,734	(3,640)	1,094	1,053	41
Total attendance and social work services	252,143	(39,412)	212,731	212,657	74
Health services:					
Salaries	759,020	16,677	775,697	775,121	576
Purchased professional and technical services	15,960	(5,600)	10,360	5,537	4,823
Other purchased services	800	600	1,400	764	636
Supplies and materials	21,820		21,820	21,174	646
Total health services	797,600	11,677	809,277	802,596	6,681
Speech, OT, PT and related services:					
Salaries	835,042	(196,139)	638,903	629,629	9,274
Supplies and materials	8,899		8,899	8,181	718
Total speech, OT, PT and related services	843,941	(196,139)	647,802	637,810	9,992
Other support services - students - extra services:					
Salaries	116,129	43,047	159,176	159,176	
Purchased professional educational services	710,585	26,213	736,798	593,712	143,086
Supplies and materials	5,940	1,517	7,457	7,457	
Total other support services - students - extra services	832,654	70,777	903,431	760,345	143,086
Guidance:					
Salaries of other professional staff	1,655,540	(181,636)	1,473,904	1,466,767	7,137
Salaries of secretarial and clerical assistants	350,215	(30,983)	319,232	318,936	296
Other Salaries		42,394	42,394	40,789	1,605
Purchased professional - educational services	3,000	200,991	203,991	95,797	108,194
Other purchased professional - technical services	3,000		3,000	713	2,287
Other purchased services	1,500		1,500		1,500
Supplies and materials	21,385	2,000	23,385	18,864	4,521
Other objects	905		905	564	341
Total guidance	2,035,545	32,766	2,068,311	1,942,430	125,881
Child Study Team:					
Salaries of other professional staff	2,429,026	(202,066)	2,226,960	2,104,028	122,932
Salaries of secretarial and clerical assistants	253,059	(12,000)	241,059	241,059	
Other Salaries		69,593	69,593	69,468	125
Purchased professional - educational services	60,000	(6,223)	53,777	48,231	5,546
Miscellaneous purchased services	16,255		16,255	9,388	6,867
Supplies and materials	21,730	1,793	23,523	22,129	1,394
Total child study team	2,780,070	(148,903)	2,631,167	2,494,303	136,864

Piscataway Township School District  
General Fund

Budgetary Comparison Schedule  
(Budgetary Basis)

Year ended June 30, 2011

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
<b>Expenditures (continued)</b>					
Current expenditures (continued):					
Undistributed expenditures (continued):					
Improvement of instructional services:					
Salaries of supervisors of instruction	\$ 293,115	\$ 76,618	\$ 369,733	\$ 369,733	
Salaries of other professional staff	199,100	(44,879)	154,221	117,014	\$ 37,207
Salaries of secretarial and clerical assistants	129,357	(17,028)	112,329	112,329	
Salaries of facilitators, math & literacy coaches	748,596	(173,452)	575,144	490,254	84,890
Purchased professional - educational services	74,600		74,600	55,255	19,345
Other purchased services	7,950		7,950	1,610	6,340
Supplies and materials	524,052	(45,617)	478,435	364,094	114,341
Other objects	11,080	2,500	13,580	8,641	4,939
<b>Total improvement of instructional services</b>	<b>1,987,850</b>	<b>(201,858)</b>	<b>1,785,992</b>	<b>1,518,930</b>	<b>267,062</b>
Educational media services/school library:					
Salaries	975,964	(342,331)	633,633	630,250	3,383
Other purchased services	5,000		5,000	399	4,601
Supplies and materials	39,500	206	39,706	34,298	5,408
<b>Total educational media services/school library</b>	<b>1,020,464</b>	<b>(342,125)</b>	<b>678,339</b>	<b>664,947</b>	<b>13,392</b>
Instructional staff training services:					
Salaries of other professional staff	900	900	1,800	1,800	
Other purchased services	62,050	(3,826)	58,224	14,314	43,910
Supplies and materials		1,000	1,000	871	129
Other objects	2,500	(500)	2,000	1,064	936
<b>Total instructional staff training services</b>	<b>65,450</b>	<b>(2,426)</b>	<b>63,024</b>	<b>18,049</b>	<b>44,975</b>
Support services-general administration:					
Salaries	428,709	(45,419)	383,290	375,552	7,738
Salaries of attorneys	103,480	(2,024)	101,456	101,456	
Legal services	31,500	9,000	40,500	33,971	6,529
Audit fees	80,300		80,300	80,300	
Architectural / engineering services	145,206	55,554	200,760	152,496	48,264
Other purchased professional services	14,000	2,540	16,540	16,540	
Communications/telephone	748,000	(307,971)	440,029	439,171	858
BOE Other purchased services	12,500	2,730	15,230	15,230	
Misc purchased services	388,500	150,000	538,500	433,103	105,397
General supplies	53,500	94,000	147,500	142,631	4,869
Judgments against the school district	75,000	(52,250)	22,750	6,000	16,750
BOE membership dues and fees	60,000		60,000	35,170	24,830
Miscellaneous expenditures	9,000		9,000	5,374	3,626
<b>Total support services-general administration</b>	<b>2,149,695</b>	<b>(93,840)</b>	<b>2,055,855</b>	<b>1,836,994</b>	<b>218,861</b>

Piscataway Township School District  
General Fund

Budgetary Comparison Schedule  
(Budgetary Basis)

Year ended June 30, 2011

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
<b>Expenditures (continued)</b>					
Current expenditures (continued):					
Undistributed expenditures (continued):					
Support services-school administration:					
Salaries of principals/ assistant principals	\$ 1,861,132	\$ 34,849	\$ 1,895,981	\$ 1,895,981	
Salaries of secretarial and clerical assistants	927,490	(69,221)	858,269	839,732	\$ 18,537
Other salaries	67,955	5,143	73,098	55,030	18,068
Purchased professional and technical services	1,700	29,233	30,933	18,697	12,236
Other purchased services	13,150	(26)	13,124	1,627	11,497
Supplies and materials	152,620	24,402	177,022	123,837	53,185
Other objects	21,781	4,920	26,701	17,049	9,652
<b>Total support services-school administration</b>	<b>3,045,828</b>	<b>29,300</b>	<b>3,075,128</b>	<b>2,951,953</b>	<b>123,175</b>
Central services:					
Salaries	931,347	(145,149)	786,198	763,337	22,861
Misc. purchased services	75,750	250	76,000	35,242	40,758
Supplies and materials	23,148	5,181	28,329	13,960	14,369
Miscellaneous expenditures	4,500	1,500	6,000	4,981	1,019
<b>Total central services</b>	<b>1,034,745</b>	<b>(138,218)</b>	<b>896,527</b>	<b>817,520</b>	<b>79,007</b>
Administrative information technology:					
Salaries	753,599	(72,750)	680,849	664,431	16,418
Purchased technical services	29,800		29,800	25,386	4,414
Other purchased services	22,000	315	22,315	20,830	1,485
Supplies and Materials	83,800	3,509	87,309	87,309	
Other objects	194,967	20,200	215,167	208,614	6,553
<b>Total administrative information technology</b>	<b>1,084,166</b>	<b>(48,726)</b>	<b>1,035,440</b>	<b>1,006,570</b>	<b>28,870</b>
Required maintenance for school facilities:					
Salaries	819,303	(139,823)	679,480	669,692	9,788
Cleaning, repair and maintenance services	389,015	55,206	444,221	427,300	16,921
General supplies	291,615	(30,001)	261,614	200,583	61,031
<b>Total required maintenance for school facilities</b>	<b>1,499,933</b>	<b>(114,618)</b>	<b>1,385,315</b>	<b>1,297,575</b>	<b>87,740</b>
Custodial Services:					
Salaries	3,181,501	(357,958)	2,823,543	2,710,057	113,486
Purchased professional and technical services	45,000	(3,978)	41,022	14,885	26,137
Cleaning, repair and maintenance services	250,219	461,911	712,130	684,537	27,593
Other purchased property services	193,084		193,084	131,647	61,437
Insurance	491,546		491,546	471,481	20,065
Miscellaneous purchased services	4,590	(90)	4,500	3,574	926
General supplies	336,255	98,961	435,216	419,142	16,074
Energy - Natural gas	2,713,875	(2,180,356)	533,519	515,377	18,142
Energy - Electricity		1,887,975	1,887,975	1,814,566	73,409
Energy - gasoline	70,350	(70,350)			
<b>Total custodial services</b>	<b>7,286,420</b>	<b>(163,885)</b>	<b>7,122,535</b>	<b>6,765,266</b>	<b>357,269</b>
Care & upkeep of grounds:					
Salaries	444,112	(24,236)	419,876	415,323	4,553
Cleaning, repair and maintenance services	102,000	2,000	104,000	84,008	19,992
General supplies	84,999	39,489	124,488	113,864	10,624
<b>Total care &amp; upkeep of grounds</b>	<b>631,111</b>	<b>17,253</b>	<b>648,364</b>	<b>613,195</b>	<b>35,169</b>

Piscataway Township School District  
General Fund

Budgetary Comparison Schedule  
(Budgetary Basis)

Year ended June 30, 2011

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
<b>Expenditures (continued)</b>					
Current expenditures (continued):					
Undistributed expenditures (continued):					
Security:					
Salaries	\$ 327,835	\$ 27,703	\$ 355,538	\$ 355,538	
Purchased professional and technical	51,400		51,400	44,100	\$ 7,300
Cleaning, repair and maintenance	5,000		5,000		5,000
General supplies	30,000		30,000	2,673	27,327
Other objects	1,000		1,000		1,000
<b>Total Security</b>	<b>415,235</b>	<b>27,703</b>	<b>442,938</b>	<b>402,311</b>	<b>40,627</b>
Student transportation services:					
Salaries for pupil transportation:					
Non instructional aides	21,882	(16,715)	5,167	5,164	3
Between home and school - regular	201,984	(23,777)	178,207	178,207	
Between home and school - special	770,977	(437,060)	333,917	333,917	
Between home and school - other	35,000	3,300	38,300	26,840	11,460
Between home and school - non public	12,367	315,487	327,854	327,854	
Other purchased professional services		461,360	461,360	461,360	
Cleaning, repair and maintenance	77,214	157,000	234,214	233,774	440
Management Fees - ESC	37,454	(37,454)			
Contracted services:					
Between home & school - regular	1,365,944	107,878	1,473,822	1,472,246	1,576
Other between home & school - regular	256,557	(92,883)	163,674	128,848	34,826
Between home & school - jointures	10,608	(10,608)			
Vendors - special ed	1,023,412	(651,372)	372,040	368,428	3,612
Joint agreements - special ed	50,918	(50,918)			
ESCs & CTSAs - regular ed	204,880	(90,000)	114,880	113,185	1,695
ESCs & CTSAs - special ed	295,162	252,562	547,724	547,724	
Aid in lieu - nonpublic	312,000	(112,000)	200,000	195,850	4,150
Aid in lieu - charter	9,880		9,880		9,880
Miscellaneous purchased services	46,134	49,366	95,500	78,124	17,376
General Supplies	8,194	6,514	14,708	11,559	3,149
Transportation Supplies and materials	172,224	251,561	423,785	423,748	37
<b>Total student transportation services</b>	<b>4,912,791</b>	<b>82,241</b>	<b>4,995,032</b>	<b>4,906,828</b>	<b>88,204</b>
Unallocated benefits:					
Social security contributions	1,479,000	(312,423)	1,166,577	1,162,549	4,028
Other retirement contributions - regular	955,218	385,784	1,341,002	1,331,089	9,913
Unemployment compensation	110,000	590,000	700,000	700,000	
Worker's compensation	475,000	500,000	975,000	975,000	
Health insurance	11,333,721	1,182,733	12,516,454	12,411,157	105,297
Tuition reimbursement	145,000	(91,960)	53,040	53,040	
Other employee benefits	325,000	194,594	519,594	366,068	153,526
<b>Total unallocated benefits</b>	<b>14,822,939</b>	<b>2,448,728</b>	<b>17,271,667</b>	<b>16,998,903</b>	<b>272,764</b>
On-behalf TPAF pension					
contributions ( non-budgeted)				3,085,773	(3,085,773)
Reimbursed TPAF social security					
contributions ( non-budgeted)				3,307,997	(3,307,997)
<b>Total personal services: benefits</b>	<b>14,822,939</b>	<b>2,448,728</b>	<b>17,271,667</b>	<b>23,392,673</b>	<b>(6,121,006)</b>
<b>Total undistributed expenditures</b>	<b>49,970,703</b>	<b>461,561</b>	<b>50,432,264</b>	<b>54,668,834</b>	<b>(4,236,570)</b>
<b>Total current expenditures</b>	<b>94,127,121</b>	<b>(1,931,280)</b>	<b>92,195,841</b>	<b>95,832,825</b>	<b>(3,636,984)</b>

Piscataway Township School District  
General Fund

Budgetary Comparison Schedule  
(Budgetary Basis)

Year ended June 30, 2011

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
<b>Expenditures (continued)</b>					
Capital outlay:					
Equipment:					
Undistributed expenditures:					
Operation and maintenance of plant services	\$ 34,800	\$ 8,868	\$ 43,668	\$ 43,668	
School buses special		386,020	386,020	386,020	
Total equipment	34,800	394,888	429,688	429,688	
Facilities acquisition and construction services:					
Other objects - debt service assessment	180,319		180,319	180,319	
Architectural / engineering		45,605	45,605	45,605	
Construction services		252,907	252,907	252,907	
Total facilities acquisition and construction services	180,319	298,512	478,831	478,831	
Total expenditures - capital outlay	215,119	693,400	908,519	908,519	
Transfer of funds to charter schools	17,500	44,734	62,234	62,234	
Total expenditures	94,359,740	(1,193,146)	93,166,594	96,803,578	\$ (3,636,984)
(Deficiency) excess of revenues (under) over expenditures	(3,000,437)	1,750,000	(1,250,437)	1,975,415	3,225,852
Other financing sources (uses):					
Transfers in				130,879	130,879
Transfers out		(2,150,000)	(2,150,000)	(2,150,000)	
Total other financing sources (uses)		(2,150,000)	(2,150,000)	(2,019,121)	130,879
(Deficiency) excess of revenues (under) over expenditures and other financing sources (uses)	(3,000,437)	(400,000)	(3,400,437)	(43,706)	3,356,731
Fund balances, July 1	5,326,611	-	5,326,611	5,326,611	-
Fund balances, June 30	\$ 2,326,174	\$ (400,000)	\$ 1,926,174	\$ 5,282,905	\$ 3,356,731
<b>Recapitulation of (deficiency) excess of revenues (under) over expenditures and other financing sources (uses)</b>					
Budgeted fund balance	\$ (2,947,829)	\$ (400,000)	\$ (3,347,829)	\$ 8,902	\$ 3,356,731
Adjustment for prior year encumbrances	(52,608)	-	(52,608)	(52,608)	-
Total	\$ (3,000,437)	\$ (400,000)	\$ (3,400,437)	\$ (43,706)	\$ 3,356,731
Recapitulation of fund balance:					
Restricted for:					
Emergency reserve			\$ 174,372		
Capital reserve			14,914		
Assigned to:					
Year end encumbrances			149,897		
Subsequent year's expenditures			3,000,000		
Unassigned fund balance			1,943,722		
			5,282,905		
Reconciliation to Government Funds Statements GAAP:					
Last 2 state aid payments not recognized on GAAP basis			(1,144,406)		
Fund balance per Government Funds (GAAP) (B-1)			\$ 4,138,499		

Piscataway Township School District  
 General Fund

American Recovery and Reinvestment Act - Budget and Actual  
 Education Jobs Fund  
 (Budgetary Basis)  
 Year ended June 30, 2011

	<b>Original Budget</b>	<b>Budget Transfers</b>	<b>Final Budget</b>	<b>Actual</b>	<b>Variance Final to Actual</b>
<b>Revenues:</b>					
Federal Sources					
Educational Jobs Fund	\$ -	\$ 556,854	\$ 556,854	\$ 556,854	\$ -
Total Revenues	-	556,854	556,854	556,854	-
<b>Expenditures:</b>					
Undistributed expenditures:					
Unallocated benefits:					
Health insurance	-	556,854	556,854	556,854	-
Total unallocated benefits	-	556,854	556,854	556,854	-
Total undistributed expenditures	-	556,854	556,854	556,854	-
Total expenditures - current expense	-	556,854	556,854	556,854	-
Total expenditures	\$ -	\$ 556,854	\$ 556,854	\$ 556,854	\$ -

Piscataway Township School District  
Special Revenue Fund

Budgetary Comparison Schedule  
(Budgetary Basis)

Year ended June 30, 2011

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
<b>Revenues:</b>					
State sources	\$ 1,142,200	\$ (121,785)	\$ 1,020,415	\$ 977,777	\$ (42,638)
Federal sources	2,840,928	1,402,832	4,243,760	3,814,281	(429,479)
Other sources	10,000	151,068	161,068	127,614	(33,454)
<b>Total revenues</b>	<b>3,993,128</b>	<b>1,432,115</b>	<b>5,425,243</b>	<b>4,919,672</b>	<b>(505,571)</b>
<b>Expenditures:</b>					
<b>Current expenditures:</b>					
<b>Instruction:</b>					
Salaries of teachers	630,640	164,310	794,950	789,154	5,796
Other Salaries for instruction		347,370	347,370	177,342	170,028
Tuition	1,497,500	92,207	1,589,707	1,589,707	
Purchased professional services	210,000	259,425	469,425	456,382	13,043
Supplies and materials	13,170	136,262	149,432	100,810	48,622
Other Objects		1,800	1,800	1,026	774
<b>Total instruction</b>	<b>2,351,310</b>	<b>1,001,374</b>	<b>3,352,684</b>	<b>3,114,421</b>	<b>238,263</b>
<b>Support services:</b>					
Salaries of other professional staff	45,618	171,629	217,247	195,955	21,292
Personal services-employee benefits	80,000	200,407	280,407	275,823	4,584
Purchased professional educational services - Pre-K	442,200		442,200	442,200	
Other purchased professional services	1,062,500	22,644	1,085,144	850,200	234,944
Supplies and materials	11,500	33,061	44,561	38,253	6,308
<b>Total support services</b>	<b>1,641,818</b>	<b>427,741</b>	<b>2,069,559</b>	<b>1,802,431</b>	<b>267,128</b>
<b>Capital outlay:</b>					
<b>Facilities acquisition and construction services:</b>					
Instructional equipment		3,000	3,000	2,820	180
<b>Total facilities acquisition and construction services</b>		<b>3,000</b>	<b>3,000</b>	<b>2,820</b>	<b>180</b>
<b>Total expenditures</b>	<b>3,993,128</b>	<b>1,432,115</b>	<b>5,425,243</b>	<b>4,919,672</b>	<b>505,571</b>
<b>Excess (deficiency) of revenues over (under) expenditures</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>

Piscataway Township School District  
Note to Required Supplementary Information

Budget to GAAP Reconciliation

Year ended June 30, 2011

	General Fund	Special Revenue Fund
<b>Sources/inflows of resources</b>		
Actual amounts (budgetary basis) "revenue" from the Budgetary Comparison Schedule (C-1, C-2)	\$ 98,778,993	\$ 4,919,672
Differences - Budget to GAAP:		
Grant accounting budgetary basis differs from GAAP in that encumbrances (net) are recognized as expenditures, and the related revenue is recognized.		
Current year		(60,303)
Prior year		43,401
State aid payment from prior year recognized in prior year for budgetary purposes, and recognized for GAAP statements in the current fiscal year.	1,619,745	44,220
State aid payment recognized for budgetary purposes, not recognized for GAAP statements	(1,144,406)	(44,220)
Total revenues as reported on the Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds (B-2)	\$ 99,254,332	\$ 4,902,770
<b>Uses/outflows of resources</b>		
Actual amounts (budgetary basis) "total outflows" from the Budgetary Comparison Schedule (C-1, C-2)	\$ 96,803,578	\$ 4,919,672
Differences - budget to GAAP		
Encumbrances (net) for supplies and equipment ordered but not received are reported in the year the order is placed for budgetary purposes, but in the year the supplies are received for financial reporting purposes.		
Current year		(60,303)
Prior year		43,401
Total expenditures as reported on the Statement of Revenues, Expenditures, and Changes in Fund Balances - Governmental Funds (B-2)	\$ 96,803,578	\$ 4,902,770

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## Other Supplementary Information



## Special Revenue Fund Detail Statements



Piscataway Township School District  
Special Revenue Fund

Combining Schedule of Program Revenues and Expenditures  
Budgetary Basis

Year ended June 30, 2011

	Title I		I.D.E.L.A. - Part B		I.D.E.L.A. - Preschool		I.K.E. Title II				Title III		Title IV Drug Free
	Regular Part A	Regular	Part B ARRA	Preschool	Preschool ARRA	Part A Regular	Part A Prior	Part D Regular	Part D Prior	Regular	Regular		
<b>Revenues:</b>													
State sources													
Federal sources	\$ 586,518	\$ 1,765,070	\$ 870,712	\$ 52,910	\$ 880	\$ 179,749	\$ 43,762	\$ 63	\$ 123	\$ 79,304	\$ 585		
Other sources													
<b>Total revenues</b>	<b>\$ 586,518</b>	<b>\$ 1,765,070</b>	<b>\$ 870,712</b>	<b>\$ 52,910</b>	<b>\$ 880</b>	<b>\$ 179,749</b>	<b>\$ 43,762</b>	<b>\$ 63</b>	<b>\$ 123</b>	<b>\$ 79,304</b>	<b>\$ 585</b>		
<b>Expenditures:</b>													
<b>Current expenditures:</b>													
<b>Instruction:</b>													
<b>Salaries:</b>													
Salaries of teachers	\$ 374,318		\$ 304,384			\$ 52,050				\$ 58,402			
Other Salaries for instruction	6,559		118,593										
Tuition		\$ 1,536,797		\$ 52,910									
Purchased professional services		228,273											\$ 359
Supplies and materials	45,616		8,373					\$ 63	\$ 76	4,700			
Other Objects			1,026										
<b>Total instruction</b>	<b>426,493</b>	<b>1,765,070</b>	<b>432,376</b>	<b>52,910</b>		<b>52,050</b>		<b>63</b>	<b>76</b>	<b>63,102</b>			<b>359</b>
<b>Support services:</b>													
Salaries of other professional staff	15,449		170,250										
Personal services—employee benefits	90,925		159,532			10,410				14,956			
Purchased professional educational services - contracted Pre-K													
Other purchased professional services	48,526		104,691		\$ 80	117,289	\$ 43,762			275			
Supplies and materials	5,125		3,863		800				47	971	226		
<b>Total support services</b>	<b>160,025</b>		<b>438,336</b>		<b>880</b>	<b>127,699</b>	<b>43,762</b>		<b>47</b>	<b>16,202</b>	<b>226</b>		
<b>Capital outlay:</b>													
<b>Facilities acquisition and construction services:</b>													
<b>Instructional equipment</b>													
<b>Total facilities acquisition and construction services</b>													
<b>Total expenditures</b>	<b>\$ 586,518</b>	<b>\$ 1,765,070</b>	<b>\$ 870,712</b>	<b>\$ 52,910</b>	<b>\$ 880</b>	<b>\$ 179,749</b>	<b>\$ 43,762</b>	<b>\$ 63</b>	<b>\$ 123</b>	<b>\$ 79,304</b>	<b>\$ 585</b>		

Piscataway Township School District  
Special Revenue Fund  
Combining Schedule of Revenues and Expenditures  
Budgetary Basis  
Year ended June 30, 2011

New Jersey Non-Public Aid									
	Comp Ed Regular Program	ESL Regular Program	Transpor- tation Regular Program	Exam & Class Regular Program	Corrective Speech Regular Program	Supple- mentary Instruction Regular Program	Nursing Regular Program	Home Instruction Regular Program	Text - books Regular Program
Revenues:									
State sources	\$ 120,400	\$ 17,246	\$ 28,900	\$ 75,899	\$ 79,249	\$ 45,478	\$ 90,720	\$ 553	\$ 77,132
Federal sources									
Other sources									
Total revenues	\$ 120,400	\$ 17,246	\$ 28,900	\$ 75,899	\$ 79,249	\$ 45,478	\$ 90,720	\$ 553	\$ 77,132
Expenditures:									
Current expenditures:									
Instruction:									
Salaries:									
Salaries of teachers									
Other Salaries for instruction									
Tuition									
Purchased professional services									
Supplies and materials									
Other Objects									
Total instruction									
Support services:									
Salaries of other professional staff									
Personal services-employee benefits									
Purchased professional educational services - contracted Pre-K									
Other purchased professional services	\$ 120,400	\$ 17,246	\$ 28,900	\$ 75,899	\$ 79,249	\$ 45,478	\$ 90,720	\$ 553	\$ 77,132
Supplies and materials									
Total support services	120,400	17,246	28,900	75,899	79,249	45,478	90,720	553	77,132
Capital outlay:									
Facilities acquisition and construction services:									
Instructional equipment									
Total facilities acquisition and construction services									
Total expenditures	\$ 120,400	\$ 17,246	\$ 28,900	\$ 75,899	\$ 79,249	\$ 45,478	\$ 90,720	\$ 553	\$ 77,132

Piscataway Township School District  
Special Revenue Fund  
Combining Schedule of Revenues and Expenditures  
Budgetary Basis

Year ended June 30, 2011

	Teaching American History	Carl Perkins	Preschool Education Aid	Local Programs	Totals
<b>Revenues:</b>					
State sources			\$ 442,200		\$ 977,777
Federal sources	\$ 195,910	\$ 38,695		\$ 127,614	3,814,281
Other sources				\$ 127,614	127,614
<b>Total revenues</b>	<b>\$ 195,910</b>	<b>\$ 38,695</b>	<b>\$ 442,200</b>	<b>\$ 127,614</b>	<b>\$ 4,919,672</b>
<b>Expenditures:</b>					
<b>Current expenditures:</b>					
<b>Instruction:</b>					
<b>Salaries:</b>					
Salaries of teachers					\$ 789,154
Other Salaries for instruction	\$ 50,190			\$ 2,000	177,342
Tuition					1,589,707
Purchased professional services	145,370			82,380	456,382
Supplies and materials	350	\$ 38,695		2,937	100,810
Other Objects					1,026
<b>Total instruction</b>	<b>195,910</b>	<b>38,695</b>		<b>87,317</b>	<b>3,114,421</b>
<b>Support services:</b>					
Salaries of other professional staff				10,256	195,955
Personal services—employee benefits					275,823
Purchased professional educational services - contracted Pre-K			\$ 442,200		442,200
Other purchased professional services					850,200
Supplies and materials				27,221	38,253
<b>Total support services</b>			<b>442,200</b>	<b>37,477</b>	<b>1,802,431</b>
<b>Capital outlay:</b>					
<b>Facilities acquisition and construction services:</b>					
Instructional equipment				2,820	2,820
<b>Total facilities acquisition and construction services</b>				<b>2,820</b>	<b>2,820</b>
<b>Total expenditures</b>	<b>\$ 195,910</b>	<b>\$ 38,695</b>	<b>\$ 442,200</b>	<b>\$ 127,614</b>	<b>\$ 4,919,672</b>

Piscataway Township School District  
Special Revenue Fund

Schedule of Preschool Education Aid Expenditures  
Preschool - All Programs  
Budgetary Basis

Year ended June 30, 2011

	Original Budget	Budget Transfers	Final Budget	Actual	Variance
<b>EXPENDITURES:</b>					
<b>Support services:</b>					
Purchased Educational Services - Contracted Pre-K	\$442,200	\$ -	\$442,200	\$442,200	
<b>Total support services</b>	<u>442,200</u>	<u>-</u>	<u>442,200</u>	<u>442,200</u>	
<b>Total Expenditures</b>	<u>\$442,200</u>	<u>\$ -</u>	<u>\$442,200</u>	<u>\$442,200</u>	<u>\$ -</u>

Calculation of Budget and Carryover

Total revised 2010-11 Preschool Education Aid Allocation	\$442,200
Add: Actual ECPA/Preschool Education Aid Carryover June 30, 2010	<u>-</u>
Total Preschool Education Aid Funds Available for 2010-11 Budget	442,200
Less: 2010-11 Budgeted Preschool Education Aid (Including prior year budgeted carryover)	<u>442,200</u>
Available & Unbudgeted Preschool Education Aid Funds as of June 30, 2011	-
Add: June 30, 2011 Unexpended Preschool Education Aid	<u>-</u>
2010-11 Carryover - Preschool Education Aid/Preschool	<u>\$ -</u>
2010-11 Preschool Education Aid Carryover Budgeted for Preschool Programs 2011-12	<u>\$ -</u>

## Capital Projects Fund Detail Statements



Piscataway Township School District  
 Capital Projects Fund  
 Summary Schedule of Project Revenues, Expenditures,  
 Project Balance and Project Status  
 (Budgetary Basis)  
 Year ended June 30, 2011

<b>Revenues and other financing sources</b>	
State Sources - SDA Grant	\$ 2,641,430
Bond proceeds and transfers	
Contribution from Private sources	
Transfer from capital reserve	2,000,000
Miscellaneous	
Total revenues	<u>4,641,430</u>
<b>Expenditures and Other Financing Uses</b>	
Purchased professional and technical services	257,727
Land and improvements	
Construction services	3,401,485
Equipment	132,223
Other	7,500
Total expenditures	<u>3,798,935</u>
Excess of revenues over expenditures	<u>842,495</u>
Fund Balance, July 1	4,488,541
Fund Balance, June 30	<u><u>\$ 5,331,036</u></u>
Fund balance, budgetary-basis	\$ 5,331,036
Less difference in grant revenue recognized	(1,161,393)
Fund balance, GAAP-basis	<u><u>\$ 4,169,643</u></u>

Piscataway Township School District  
Capital Projects Fund

Schedule of Project Revenues, Expenditures, Project Balance and Project Status  
(Budgetary Basis)

From Inception and for the year ended June 30, 2011

	Prior Periods	Current Year	Totals	Revised Authorized Cost
<b>Revenues and other financing sources</b>				
State Sources - SDA Grant	\$ 9,269,904	\$ 2,641,430	\$ 11,911,334	\$ 11,911,334
Bond proceeds and transfers	18,320,247		18,320,247	18,320,247
Contribution from Private sources	58,236		58,236	58,236
Transfer from capital reserve	5,055,999	2,000,000	7,055,999	7,055,999
Miscellaneous	52,651		52,651	52,651
Total revenues	<u>32,757,037</u>	<u>4,641,430</u>	<u>37,398,467</u>	<u>\$ 37,398,467</u>
<b>Expenditures and Other Financing Uses</b>				
Purchased professional and technical services	2,758,494	257,727	3,016,221	
Land and improvements	133,924		133,924	
Construction services	24,493,110	3,401,485	27,894,595	
Equipment	882,968	132,223	1,015,191	
Other		7,500	7,500	
Total expenditures	<u>28,268,496</u>	<u>3,798,935</u>	<u>32,067,431</u>	
Excess (deficiency) of revenues over (under) expenditures	<u>\$ 4,488,541</u>	<u>\$ 842,495</u>	<u>\$ 5,331,036</u>	

Piscataway Township School District  
Capital Projects Fund

Schedule of Project Revenues, Expenditures, Project Balance and Project Status  
(Budgetary Basis)

Piscataway High School

From Inception and for the year ended June 30, 2011

	Prior Periods	Current Year	Totals	Revised Authorized Cost
<b>Revenues and other financing sources</b>				
State Sources - SDA Grant	\$ 9,269,904		\$ 9,269,904	\$ 9,269,904
Bond proceeds and transfers	18,320,247		18,320,247	18,320,247
Contribution from Private sources	736		736	736
Transfer from capital reserve				
Miscellaneous	52,651		52,651	52,651
Total revenues	<u>27,643,538</u>	<u>-</u>	<u>27,643,538</u>	<u>\$ 27,643,538</u>
<b>Expenditures and Other Financing Uses</b>				
Purchased professional and technical services	2,439,847		2,439,847	
Land and improvements	133,924		133,924	
Construction services	24,054,576		24,054,576	
Equipment	882,968	132,223	1,015,191	
Other				
Total expenditures	<u>27,511,315</u>	<u>132,223</u>	<u>27,643,538</u>	
Excess (deficiency) of revenues over (under) expenditures	<u>\$ 132,223</u>	<u>\$ (132,223)</u>	<u>\$ -</u>	
<b>Additional project information</b>				
Project number	4130-050-02-0516			
Grant date	February 8, 2002			
Bond authorization date	March 12, 2002			
Bonds Authorized	\$ 17,816,059			
Bonds Issued	\$ 17,816,059			
Original Authorized Cost	\$ 27,086,699			
Additional Authorized Cost	556,839			
Revised Authorized Cost	\$ 27,643,538			
Percentage Increase over Original Authorized Cost	2.06%			
Percentage completion	100.00%			
Original target completion date	Completed			

Piscataway Township School District  
Capital Projects Fund

Schedule of Project Revenues, Expenditures, Project Balance and Project Status  
(Budgetary Basis)

Piscataway High School

From Inception and for the year ended June 30, 2011

	Prior Periods	Current Year	Totals	Revised Authorized Cost
<b>Revenues and other financing sources</b>				
State Sources - SDA Grant				
Bond proceeds and transfers				
Contribution from Private sources				
Transfer from capital reserve	\$ 250,000		\$ 250,000	\$ 250,000
<b>Total revenues</b>	<u>250,000</u>	<u>-</u>	<u>250,000</u>	<u>\$ 250,000</u>
<b>Expenditures and Other Financing Uses</b>				
Purchased professional and technical services				
Land and improvements				
Construction services			-	
Equipment				
Other				
<b>Total expenditures</b>	<u>-</u>	<u>-</u>	<u>-</u>	
<b>Excess (deficiency) of revenues over (under) expenditures</b>	<u>\$ 250,000</u>	<u>\$ -</u>	<u>\$ 250,000</u>	
<b>Additional project information</b>				
Project number	4130-050-02-0516			
Grant date	N/A			
Bond authorization date	N/A			
Bonds Authorized	-			
Bonds Issued	-			
Original Authorized Cost	\$ 250,000			
Additional Authorized Cost	-			
Revised Authorized Cost	\$ 250,000			
Percentage Increase over Original				
Authorized Cost	0.00%			
Percentage completion	0.00%			
Original target completion date	N/A			

Piscataway Township School District  
Capital Projects Fund

Schedule of Project Revenues, Expenditures, Project Balance and Project Status  
(Budgetary Basis)

High School Auditorium #1003

From Inception and for the year ended June 30, 2011

	Prior Periods	Current Year	Totals	Revised Authorized Cost
<b>Revenues and other financing sources</b>				
State Sources - SDA Grant		\$ 488,562	\$ 488,562	\$ 488,562
Bond proceeds and transfers				
Contribution from Private sources				
Transfer from capital reserve	\$ 1,673,650	(940,809)	732,841	732,841
Total revenues	<u>1,673,650</u>	<u>(452,247)</u>	<u>1,221,403</u>	<u>\$ 1,221,403</u>
<b>Expenditures and Other Financing Uses</b>				
Purchased professional and technical services	99,563	30,873	130,436	
Land and improvements				
Construction services	256,443	834,524	1,090,967	
Equipment				
Other				
Total expenditures	<u>356,006</u>	<u>865,397</u>	<u>1,221,403</u>	
Excess (deficiency) of revenues over (under) expenditures	<u>\$ 1,317,644</u>	<u>\$ (1,317,644)</u>	<u>\$ -</u>	
<b>Additional project information</b>				
Project number	4130-050-09-1003			
Grant date	10/7/2009			
Bond authorization date	N/A			
Bonds Authorized	N/A			
Bonds Issued	N/A			
Original Authorized Cost	\$ 1,673,650			
Additional Authorized Cost	(452,247)			
Revised Authorized Cost	\$ 1,221,403			
Percentage Increase over Original Authorized Cost	-27.02%			
Percentage completion	100.00%			
Original target completion date	Completed			

Piscataway Township School District  
Capital Projects Fund

Schedule of Project Revenues, Expenditures, Project Balance and Project Status  
(Budgetary Basis)

High School Auditorium #1004

From Inception and for the year ended June 30, 2011

	Prior Periods	Current Year	Totals	Revised Authorized Cost
<b>Revenues and other financing sources</b>				
State Sources - SDA Grant		\$ 141,125	\$ 141,125	\$ 141,125
Bond proceeds and transfers				
Contribution from Private sources				
Transfer from capital reserve	\$ 436,125	228,451	664,576	664,576
Total revenues	<u>436,125</u>	<u>369,576</u>	<u>805,701</u>	<u>\$ 805,701</u>
<b>Expenditures and Other Financing Uses</b>				
Purchased professional and technical services	25,624	7,530	33,154	
Land and improvements				
Construction services	44,341	728,206	772,547	
Equipment				
Other				
Total expenditures	<u>69,965</u>	<u>735,736</u>	<u>805,701</u>	
Excess (deficiency) of revenues over (under) expenditures	<u>\$ 366,160</u>	<u>\$ (366,160)</u>	<u>\$ -</u>	
<b>Additional project information</b>				
Project number	4130-050-09-1004			
Grant date	11/25/2009			
Bond authorization date	N/A			
Bonds Authorized	N/A			
Bonds Issued	N/A			
Original Authorized Cost	\$ 577,250			
Additional Authorized Cost	228,451			
Revised Authorized Cost	\$ 805,701			
Percentage Increase over Original Authorized Cost	39.58%			
Percentage completion	100.00%			
Original target completion date	Completed			

Piscataway Township School District  
Capital Projects Fund

Schedule of Project Revenues, Expenditures, Project Balance and Project Status  
(Budgetary Basis)

High School Auditorium #1005

From Inception and for the year ended June 30, 2011

	Prior Periods	Current Year	Totals	Revised Authorized Cost
<b>Revenues and other financing sources</b>				
State Sources - SDA Grant		\$ 152,717	\$ 152,717	\$ 152,717
Bond proceeds and transfers				
Contribution from Private sources				
Transfer from capital reserve	\$ 452,729	(223,654)	229,075	229,075
Total revenues	<u>452,729</u>	<u>(70,937)</u>	<u>381,792</u>	<u>\$ 381,792</u>
<b>Expenditures and Other Financing Uses</b>				
Purchased professional and technical services	26,822	8,338	35,160	
Land and improvements				
Construction services	34,636	311,996	346,632	
Equipment				
Other				
Total expenditures	<u>61,458</u>	<u>320,334</u>	<u>381,792</u>	
Excess (deficiency) of revenues over (under) expenditures	<u>\$ 391,271</u>	<u>\$ (391,271)</u>	<u>\$ -</u>	
<b>Additional project information</b>				
Project number	4130-050-09-1005			
Grant date	11/25/2009			
Bond authorization date	N/A			
Bonds Authorized	N/A			
Bonds Issued	N/A			
Original Authorized Cost	\$ 605,446			
Additional Authorized Cost	(223,654)			
Revised Authorized Cost	\$ 381,792			
Percentage Increase over Original Authorized Cost	-36.94%			
Percentage completion	100.00%			
Original target completion date	Completed			

Piscataway Township School District  
Capital Projects Fund

Schedule of Project Revenues, Expenditures, Project Balance and Project Status  
(Budgetary Basis)

High School Auditorium #1006

From Inception and for the year ended June 30, 2011

	Prior Periods	Current Year	Totals	Revised Authorized Cost
<b>Revenues and other financing sources</b>				
State Sources - SDA Grant		\$ 171,430	\$ 171,430	\$ 171,430
Bond proceeds and transfers				
Contribution from Private sources				
Transfer from capital reserve	\$ 1,488,425	(854,740)	633,685	633,685
Total revenues	<u>1,488,425</u>	<u>(683,310)</u>	<u>805,115</u>	<u>\$ 805,115</u>
<b>Expenditures and Other Financing Uses</b>				
Purchased professional and technical services	91,910	28,613	120,523	
Land and improvements				
Construction services	86,384	221,664	308,048	
Equipment				
Other				
Total expenditures	<u>178,294</u>	<u>250,277</u>	<u>428,571</u>	
Excess (deficiency) of revenues over (under) expenditures	<u>\$ 1,310,131</u>	<u>\$ (933,587)</u>	<u>\$ 376,544</u>	
<b>Additional project information</b>				
Project number	4130-050-09-1006			
Grant date	6/11/2010			
Bond authorization date	N/A			
Bonds Authorized	N/A			
Bonds Issued	N/A			
Original Authorized Cost	\$ 805,115			
Additional Authorized Cost	-			
Revised Authorized Cost	\$ 805,115			
Percentage Increase over Original Authorized Cost	0.00%			
Percentage completion	53.23%			
Original target completion date	Fall 2011			

Piscataway Township School District  
Capital Projects Fund

Schedule of Project Revenues, Expenditures, Project Balance and Project Status  
(Budgetary Basis)

Energy Efficient Gymnasium Lighting: High School

From Inception and for the year ended June 30, 2011

	Prior Periods	Current Year	Totals	Revised Authorized Cost
<b>Revenues and other financing sources</b>				
State Sources - SDA Grant		\$ 51,317	\$ 51,317	\$ 51,317
Bond proceeds and transfers				
Contribution from Private sources	22,175		22,175	22,175
Transfer from capital reserve	\$ 179,609	(106,931)	72,678	72,678
<b>Total revenues</b>	<u>201,784</u>	<u>(55,614)</u>	<u>146,170</u>	<u>\$ 146,170</u>
<b>Expenditures and Other Financing Uses</b>				
Purchased professional and technical services	14,221	1,838	16,059	
Land and improvements				
Construction services	7,606	121,605	129,211	
Equipment				
Other		900	900	
<b>Total expenditures</b>	<u>21,827</u>	<u>124,343</u>	<u>146,170</u>	
<b>Excess (deficiency) of revenues over (under) expenditures</b>	<u>\$ 179,957</u>	<u>\$ (179,957)</u>	<u>\$ -</u>	
<b>Additional project information</b>				
Project number	4130-050-09-1007			
Grant date	11/11/2009			
Bond authorization date	N/A			
Bonds Authorized	N/A			
Bonds Issued	N/A			
Original Authorized Cost	\$ 201,784			
Additional Authorized Cost	(55,614)			
Revised Authorized Cost	\$ 146,170			
Percentage Increase over Original Authorized Cost	-27.56%			
Percentage completion	100.00%			
Original target completion date	Completed			

Piscataway Township School District  
Capital Projects Fund

Schedule of Project Revenues, Expenditures, Project Balance and Project Status  
(Budgetary Basis)

Energy Efficient Gymnasium Lighting: Quibbletown Middle School

From Inception and for the year ended June 30, 2011

	Prior Periods	Current Year	Totals	Revised Authorized Cost
<b>Revenues and other financing sources</b>				
State Sources - SDA Grant		\$ 11,001	\$ 11,001	\$ 11,001
Bond proceeds and transfers				
Contribution from Private sources	\$ 6,750		6,750	6,750
Transfer from capital reserve	38,503	(23,753)	14,750	14,750
Total revenues	<u>45,253</u>	<u>(12,752)</u>	<u>32,501</u>	<u>\$ 32,501</u>
<b>Expenditures and Other Financing Uses</b>				
Purchased professional and technical services	4,765	619	5,384	
Land and improvements				
Construction services	1,541	24,076	25,617	
Equipment				
Other		1,500	1,500	
Total expenditures	<u>6,306</u>	<u>26,195</u>	<u>32,501</u>	
Excess (deficiency) of revenues over (under) expenditures	<u>\$ 38,947</u>	<u>\$ (38,947)</u>	<u>\$ -</u>	
<b>Additional project information</b>				
Project number	4130-055-09-1008			
Grant date	11/11/2009			
Bond authorization date	N/A			
Bonds Authorized	N/A			
Bonds Issued	N/A			
Original Authorized Cost	\$ 45,253			
Additional Authorized Cost	(12,752)			
Revised Authorized Cost	\$ 32,501			
Percentage Increase over Original Authorized Cost	-28.18%			
Percentage completion	100.00%			
Original target completion date	Completed			

Piscataway Township School District  
Capital Projects Fund

Schedule of Project Revenues, Expenditures, Project Balance and Project Status  
(Budgetary Basis)

Energy Efficient Gymnasium Lighting: Conackamack Middle School

From Inception and for the year ended June 30, 2011

	Prior Periods	Current Year	Totals	Revised Authorized Cost
<b>Revenues and other financing sources</b>				
State Sources - SDA Grant		\$ 6,136	\$ 6,136	\$ 6,136
Bond proceeds and transfers				
Contribution from Private sources	\$ 4,800		4,800	4,800
Transfer from capital reserve	21,477	(11,777)	9,700	9,700
				-
Total revenues	<u>26,277</u>	<u>(5,641)</u>	<u>20,636</u>	<u>\$ 20,636</u>
<b>Expenditures and Other Financing Uses</b>				
Purchased professional and technical services	4,765	619	5,384	
Land and improvements				
Construction services	788	12,664	13,452	
Equipment				
Other		1,800	1,800	
Total expenditures	<u>5,553</u>	<u>15,083</u>	<u>20,636</u>	
Excess (deficiency) of revenues over (under) expenditures	<u>\$ 20,724</u>	<u>\$ (20,724)</u>	<u>\$ -</u>	
<b>Additional project information</b>				
Project number	4130-053-09-1009			
Grant date	11/11/2009			
Bond authorization date	N/A			
Bonds Authorized	N/A			
Bonds Issued	N/A			
Original Authorized Cost	\$ 26,277			
Additional Authorized Cost	(5,641)			
Revised Authorized Cost	\$ 20,636			
Percentage Increase over Original				
Authorized Cost	-21.47%			
Percentage completion	100.00%			
Original target completion date	Completed			

Piscataway Township School District  
Capital Projects Fund

Schedule of Project Revenues, Expenditures, Project Balance and Project Status  
(Budgetary Basis)

Energy Efficient Gymnasium Lighting: Arbor Middle School

From Inception and for the year ended June 30, 2011

	<u>Prior Periods</u>	<u>Current Year</u>	<u>Totals</u>	<u>Revised Authorized Cost</u>
<b>Revenues and other financing sources</b>				
State Sources - SDA Grant		\$ 6,136	\$ 6,136	\$ 6,136
Bond proceeds and transfers				
Contribution from Private sources	\$ 2,100		2,100	2,100
Transfer from capital reserve	21,477	(10,929)	10,548	10,548
	<u>23,577</u>	<u>(4,793)</u>	<u>18,784</u>	<u>\$ 18,784</u>
<b>Expenditures and Other Financing Uses</b>				
Purchased professional and technical services	4,765	619	5,384	
Land and improvements				
Construction services	774	12,626	13,400	
Equipment				
Other				
Total expenditures	<u>5,539</u>	<u>13,245</u>	<u>18,784</u>	
Excess (deficiency) of revenues over (under) expenditures	<u>\$ 18,038</u>	<u>\$ (18,038)</u>	<u>\$ -</u>	
<b>Additional project information</b>				
Project number	4130-060-09-1010			
Grant date	11/11/2009			
Bond authorization date	N/A			
Bonds Authorized	N/A			
Bonds Issued	N/A			
Original Authorized Cost	\$ 23,577			
Additional Authorized Cost	(4,793)			
Revised Authorized Cost	\$ 18,784			
Percentage Increase over Original Authorized Cost	-20.33%			
Percentage completion	100.00%			
Original target completion date	Completed			

Piscataway Township School District  
Capital Projects Fund

Schedule of Project Revenues, Expenditures, Project Balance and Project Status  
(Budgetary Basis)

Energy Efficient Gymnasium Lighting: Eisenhower Elementary School

From Inception and for the year ended June 30, 2011

	Prior Periods	Current Year	Totals	Revised Authorized Cost
<b>Revenues and other financing sources</b>				
State Sources - SDA Grant		\$ 6,136	\$ 6,136	\$ 6,136
Bond proceeds and transfers				
Contribution from Private sources	\$ 2,600		2,600	2,600
Transfer from capital reserve	21,477	(10,673)	10,804	10,804
Total revenues	<u>24,077</u>	<u>(4,537)</u>	<u>19,540</u>	<u>\$ 19,540</u>
<b>Expenditures and Other Financing Uses</b>				
Purchased professional and technical services	4,765	619	5,384	
Land and improvements				
Construction services	831	13,325	14,156	
Equipment				
Other				
Total expenditures	<u>5,596</u>	<u>13,944</u>	<u>19,540</u>	
Excess (deficiency) of revenues over (under) expenditures	<u>\$ 18,481</u>	<u>\$ (18,481)</u>	<u>\$ -</u>	
<b>Additional project information</b>				
Project number	4130-065-09-1011			
Grant date	11/11/2009			
Bond authorization date	N/A			
Bonds Authorized	N/A			
Bonds Issued	N/A			
Original Authorized Cost	\$ 24,077			
Additional Authorized Cost	(4,537)			
Revised Authorized Cost	\$ 19,540			
Percentage Increase over Original Authorized Cost	-18.84%			
Percentage completion	100.00%			
Original target completion date	Completed			

Piscataway Township School District  
Capital Projects Fund

Schedule of Project Revenues, Expenditures, Project Balance and Project Status  
(Budgetary Basis)

Energy Efficient Gymnasium Lighting: Grandview Elementary School

From Inception and for the year ended June 30, 2011

	Prior Periods	Current Year	Totals	Revised Authorized Cost
<b>Revenues and other financing sources</b>				
State Sources - SDA Grant		\$ 12,273	\$ 12,273	\$ 12,273
Bond proceeds and transfers				
Contribution from Private sources	\$ 4,800		4,800	4,800
Transfer from capital reserve	42,956	(24,859)	18,097	18,097
Total revenues	<u>47,756</u>	<u>(12,586)</u>	<u>35,170</u>	<u>\$ 35,170</u>
<b>Expenditures and Other Financing Uses</b>				
Purchased professional and technical services	9,383	1,198	10,581	
Land and improvements				
Construction services	1,450	22,539	23,989	
Equipment				
Other		600	600	
Total expenditures	<u>10,833</u>	<u>24,337</u>	<u>35,170</u>	
Excess (deficiency) of revenues over (under) expenditures	<u>\$ 36,923</u>	<u>\$ (36,923)</u>	<u>\$ -</u>	
<b>Additional project information</b>				
Project number	4130-080-09-1012			
Grant date	11/11/2009			
Bond authorization date	N/A			
Bonds Authorized	N/A			
Bonds Issued	N/A			
Original Authorized Cost	\$ 47,756			
Additional Authorized Cost	(12,586)			
Revised Authorized Cost	\$ 35,170			
Percentage Increase over Original Authorized Cost	-26.35%			
Percentage completion	100.00%			
Original target completion date	Completed			

Piscataway Township School District  
Capital Projects Fund

Schedule of Project Revenues, Expenditures, Project Balance and Project Status  
(Budgetary Basis)

Energy Efficient Gymnasium Lighting: Knollwood Elementary School

From Inception and for the year ended June 30, 2011

	Prior Periods	Current Year	Totals	Revised Authorized Cost
<b>Revenues and other financing sources</b>				
State Sources - SDA Grant		\$ 8,314	\$ 8,314	\$ 8,314
Bond proceeds and transfers				
Contribution from Private sources	\$ 5,150		5,150	5,150
Transfer from capital reserve	29,100	(17,332)	11,768	11,768
Total revenues	<u>34,250</u>	<u>(9,018)</u>	<u>25,232</u>	<u>\$ 25,232</u>
<b>Expenditures and Other Financing Uses</b>				
Purchased professional and technical services	4,765	619	5,384	
Land and improvements				
Construction services	1,122	17,376	18,498	
Equipment				
Other		1,350	1,350	
Total expenditures	<u>5,887</u>	<u>19,345</u>	<u>25,232</u>	
Excess (deficiency) of revenues over (under) expenditures	<u>\$ 28,363</u>	<u>\$ (28,363)</u>	<u>\$ -</u>	
<b>Additional project information</b>				
Project number	4130-100-09-1013			
Grant date	11/11/2009			
Bond authorization date	N/A			
Bonds Authorized	N/A			
Bonds Issued	N/A			
Original Authorized Cost	\$ 34,250			
Additional Authorized Cost	(9,018)			
Revised Authorized Cost	\$ 25,232			
Percentage Increase over Original Authorized Cost	-26.33%			
Percentage completion	100.00%			
Original target completion date	Completed			

Piscataway Township School District  
Capital Projects Fund

Schedule of Project Revenues, Expenditures, Project Balance and Project Status  
(Budgetary Basis)

Energy Efficient Gymnasium Lighting: Martin Luther King Elementary School

From Inception and for the year ended June 30, 2011

	Prior Periods	Current Year	Totals	Revised Authorized Cost
<b>Revenues and other financing sources</b>				
State Sources - SDA Grant		\$ 6,136	\$ 6,136	\$ 6,136
Bond proceeds and transfers				
Contribution from Private sources	\$ 2,400		2,400	2,400
Transfer from capital reserve	21,477	(10,723)	10,754	10,754
Total revenues	<u>23,877</u>	<u>(4,587)</u>	<u>19,290</u>	<u>\$ 19,290</u>
<b>Expenditures and Other Financing Uses</b>				
Purchased professional and technical services	4,765	619	5,384	
Land and improvements				
Construction services	831	13,075	13,906	
Equipment				
Other				
Total expenditures	<u>5,596</u>	<u>13,694</u>	<u>19,290</u>	
Excess (deficiency) of revenues over (under) expenditures	<u>\$ 18,281</u>	<u>\$ (18,281)</u>	<u>\$ -</u>	
<b>Additional project information</b>				
Project number	4130-105-09-1014			
Grant date	11/11/2009			
Bond authorization date	N/A			
Bonds Authorized	N/A			
Bonds Issued	N/A			
Original Authorized Cost	\$ 23,877			
Additional Authorized Cost	(4,587)			
Revised Authorized Cost	\$ 19,290			
Percentage Increase over Original Authorized Cost	-19.21%			
Percentage completion	100.00%			
Original target completion date	Completed			

Piscataway Township School District  
Capital Projects Fund

Schedule of Project Revenues, Expenditures, Project Balance and Project Status  
(Budgetary Basis)

Energy Efficient Gymnasium Lighting: Randolphville Elementary School

From Inception and for the year ended June 30, 2011

	Prior Periods	Current Year	Totals	Revised Authorized Cost
<b>Revenues and other financing sources</b>				
State Sources - SDA Grant		\$ 8,314	\$ 8,314	\$ 8,314
Bond proceeds and transfers				
Contribution from Private sources	\$ 5,150		5,150	5,150
Transfer from capital reserve	29,100	(17,082)	12,018	12,018
Total revenues	<u>34,250</u>	<u>(8,768)</u>	<u>25,482</u>	<u>\$ 25,482</u>
<b>Expenditures and Other Financing Uses</b>				
Purchased professional and technical services	4,764	619	5,383	
Land and improvements				
Construction services	1,122	17,627	18,749	
Equipment				
Other		1,350	1,350	
Total expenditures	<u>5,886</u>	<u>19,596</u>	<u>25,482</u>	
Excess (deficiency) of revenues over (under) expenditures	<u>\$ 28,364</u>	<u>\$ (28,364)</u>	<u>\$ -</u>	
<b>Additional project information</b>				
Project number	4130-120-09-1015			
Grant date	11/11/2009			
Bond authorization date	N/A			
Bonds Authorized	N/A			
Bonds Issued	N/A			
Original Authorized Cost	\$ 34,250			
Additional Authorized Cost	(8,768)			
Revised Authorized Cost	\$ 25,482			
Percentage Increase over Original Authorized Cost	-25.60%			
Percentage completion	100.00%			
Original target completion date	Completed			

Piscataway Township School District  
Capital Projects Fund

Schedule of Project Revenues, Expenditures, Project Balance and Project Status  
(Budgetary Basis)

Energy Efficient Gymnasium Lighting: Fellowship Farms School

From Inception and for the year ended June 30, 2011

	Prior Periods	Current Year	Totals	Revised Authorized Cost
<b>Revenues and other financing sources</b>				
State Sources - SDA Grant		\$ 5,320	\$ 5,320	\$ 5,320
Bond proceeds and transfers				
Contribution from Private sources	\$ 1,575		1,575	1,575
Transfer from capital reserve	18,620	(8,865)	9,755	9,755
Total revenues	<u>20,195</u>	<u>(3,545)</u>	<u>16,650</u>	<u>\$ 16,650</u>
<b>Expenditures and Other Financing Uses</b>				
Purchased professional and technical services	4,765	619	5,384	
Land and improvements				
Construction services	665	10,601	11,266	
Equipment				
Other				
Total expenditures	<u>5,430</u>	<u>11,220</u>	<u>16,650</u>	
Excess (deficiency) of revenues over (under) expenditures	<u>\$ 14,765</u>	<u>\$ (14,765)</u>	<u>\$ -</u>	
<b>Additional project information</b>				
Project number	4130-x01-09-1016			
Grant date	11/11/2009			
Bond authorization date	N/A			
Bonds Authorized	N/A			
Bonds Issued	N/A			
Original Authorized Cost	\$ 20,195			
Additional Authorized Cost	(3,545)			
Revised Authorized Cost	\$ 16,650			
Percentage Increase over Original Authorized Cost	-17.55%			
Percentage completion	100.00%			
Original target completion date	Completed			

Piscataway Township School District  
Capital Projects Fund

Schedule of Project Revenues, Expenditures, Project Balance and Project Status  
(Budgetary Basis)

Energy Efficient District wide projects

From Inception and for the year ended June 30, 2011

	Prior Periods	Current Year	Totals	Revised Authorized Cost
<b>Revenues and other financing sources</b>				
State Sources - SDA Grant				
Bond proceeds and transfers				
Contribution from Private sources				
Transfer from capital reserve	\$ 331,274	\$ (318,269)	\$ 13,005	\$ 13,005
<b>Total revenues</b>	<u>331,274</u>	<u>(318,269)</u>	<u>13,005</u>	<u>\$ 13,005</u>
<b>Expenditures and Other Financing Uses</b>				
Purchased professional and technical services	13,005		13,005	
Land and improvements				
Construction services				
Equipment				
Other				
<b>Total expenditures</b>	<u>13,005</u>	<u>-</u>	<u>13,005</u>	
<b>Excess (deficiency) of revenues over (under) expenditures</b>	<u>\$ 318,269</u>	<u>\$ (318,269)</u>	<u>\$ -</u>	
<b>Additional project information</b>				
Project number	N/A			
Grant date	N/A			
Bond authorization date	N/A			
Bonds Authorized	N/A			
Bonds Issued	N/A			
Original Authorized Cost	\$ 331,274			
Additional Authorized Cost	(318,269)			
Revised Authorized Cost	\$ 13,005			
Percentage Increase over Original Authorized Cost	-96.07%			
Percentage completion	100.00%			
Original target completion date	Completed			

Piscataway Township School District  
Capital Projects Fund

Schedule of Project Revenues, Expenditures, Project Balance and Project Status  
(Budgetary Basis)

Energy Efficient Plumbing: High School

From Inception and for the year ended June 30, 2011

	Prior Periods	Current Year	Totals	Revised Authorized Cost
<b>Revenues and other financing sources</b>				
State Sources - SDA Grant		\$ 701,085	\$ 701,085	\$ 701,085
Bond proceeds and transfers				
Contribution from Private sources				
Transfer from capital reserve		1,055,813	1,055,813	1,055,813
Total revenues	-	<u>1,756,898</u>	<u>1,756,898</u>	<u>\$ 1,756,898</u>
<b>Expenditures and Other Financing Uses</b>				
Purchased professional and technical services		148,256	148,256	
Land and improvements				
Construction services		504,928	504,928	
Equipment				
Other				
Total expenditures	-	<u>653,184</u>	<u>653,184</u>	
Excess (deficiency) of revenues over (under) expenditures	<u>\$ -</u>	<u>\$ 1,103,714</u>	<u>\$ 1,103,714</u>	
<b>Additional project information</b>				
Project number	4130-050-10-1002			
Grant date	10/17/2011			
Bond authorization date	N/A			
Bonds Authorized	N/A			
Bonds Issued	N/A			
Original Authorized Cost	\$ 1,756,898			
Additional Authorized Cost				
Revised Authorized Cost	\$ 1,756,898			
Percentage Increase over Original Authorized Cost	0.00%			
Percentage completion	37.18%			
Original target completion date	Winter 2012			

Piscataway Township School District  
Capital Projects Fund

Schedule of Project Revenues, Expenditures, Project Balance and Project Status  
(Budgetary Basis)

Energy Efficient Plumbing: T Schor Middle School

From Inception and for the year ended June 30, 2011

	Prior Periods	Current Year	Totals	Revised Authorized Cost
<b>Revenues and other financing sources</b>				
State Sources - SDA Grant		\$ 458,590	\$ 458,590	\$ 458,590
Bond proceeds and transfers				
Contribution from Private sources				
Transfer from capital reserve		687,885	687,885	687,885
<b>Total revenues</b>	-	<u>1,146,475</u>	<u>1,146,475</u>	<u>\$ 1,146,475</u>
<b>Expenditures and Other Financing Uses</b>				
Purchased professional and technical services		14,064	14,064	
Land and improvements				
Construction services		302,212	302,212	
Equipment				
Other				
<b>Total expenditures</b>	-	<u>316,276</u>	<u>316,276</u>	
<b>Excess (deficiency) of revenues over (under) expenditures</b>	<u>\$ -</u>	<u>\$ 830,199</u>	<u>\$ 830,199</u>	
<b>Additional project information</b>				
Project number	4130-057-10-1007			
Grant date	10/17/2011			
Bond authorization date	N/A			
Bonds Authorized	N/A			
Bonds Issued	N/A			
Original Authorized Cost	\$ 1,146,475			
Additional Authorized Cost				
Revised Authorized Cost	\$ 1,146,475			
Percentage Increase over Original				
Authorized Cost	0.00%			
Percentage completion	27.59%			
Original target completion date	Winter 2012			

Piscataway Township School District  
Capital Projects Fund

Schedule of Project Revenues, Expenditures, Project Balance and Project Status  
(Budgetary Basis)

Energy Efficient Plumbing: Knollwood Elementary School

From Inception and for the year ended June 30, 2011

	Prior Periods	Current Year	Totals	Revised Authorized Cost
<b>Revenues and other financing sources</b>				
State Sources - SDA Grant		\$ 162,454	\$ 162,454	\$ 162,454
Bond proceeds and transfers				
Contribution from Private sources				
Transfer from capital reserve		243,681	243,681	243,681
Total revenues	-	406,135	406,135	<u>\$ 406,135</u>
<b>Expenditures and Other Financing Uses</b>				
Purchased professional and technical services		4,831	4,831	
Land and improvements				
Construction services		86,583	86,583	
Equipment				
Other				
Total expenditures	-	91,414	91,414	
Excess (deficiency) of revenues over (under) expenditures	-	\$ 314,721	\$ 314,721	
<b>Additional project information</b>				
Project number	4130-100-10-1015			
Grant date	10/17/2011			
Bond authorization date	N/A			
Bonds Authorized	N/A			
Bonds Issued	N/A			
Original Authorized Cost	\$ 406,135			
Additional Authorized Cost				
Revised Authorized Cost	\$ 406,135			
Percentage Increase over Original Authorized Cost	0.00%			
Percentage completion	22.51%			
Original target completion date	Winter 2012			

Piscataway Township School District  
Capital Projects Fund

Schedule of Project Revenues, Expenditures, Project Balance and Project Status  
(Budgetary Basis)

Energy Efficient Plumbing: Randolphville Elementary School

From Inception and for the year ended June 30, 2011

	Prior Periods	Current Year	Totals	Revised Authorized Cost
<b>Revenues and other financing sources</b>				
State Sources - SDA Grant		\$ 161,569	\$ 161,569	\$ 161,569
Bond proceeds and transfers				
Contribution from Private sources				
Transfer from capital reserve		242,354	242,354	242,354
<b>Total revenues</b>	-	<u>403,923</u>	<u>403,923</u>	<u>\$ 403,923</u>
<b>Expenditures and Other Financing Uses</b>				
Purchased professional and technical services		4,792	4,792	
Land and improvements				
Construction services		86,909	86,909	
Equipment				
Other				
<b>Total expenditures</b>	-	<u>91,701</u>	<u>91,701</u>	
<b>Excess (deficiency) of revenues over (under) expenditures</b>	<u>\$ -</u>	<u>\$ 312,222</u>	<u>\$ 312,222</u>	

**Additional project information**

Project number	4130-120-10-1019
Grant date	10/17/2011
Bond authorization date	N/A
Bonds Authorized	N/A
Bonds Issued	N/A
Original Authorized Cost	\$ 403,923
Additional Authorized Cost	
Revised Authorized Cost	\$ 403,923
Percentage Increase over Original	
Authorized Cost	0.00%
Percentage completion	22.70%
Original target completion date	Winter 2012

Piscataway Township School District  
Capital Projects Fund

Schedule of Project Revenues, Expenditures, Project Balance and Project Status  
(Budgetary Basis)

Energy Efficient Plumbing: Conackamack Middle School

From Inception and for the year ended June 30, 2011

	<u>Prior Periods</u>	<u>Current Year</u>	<u>Totals</u>	<u>Revised Authorized Cost</u>
<b>Revenues and other financing sources</b>				
State Sources - SDA Grant		\$ 12,698	\$ 12,698	\$ 12,698
Bond proceeds and transfers				
Contribution from Private sources				
Transfer from capital reserve		19,034	19,034	19,034
	<u>-</u>	<u>31,732</u>	<u>31,732</u>	<u>\$ 31,732</u>
<b>Expenditures and Other Financing Uses</b>				
Purchased professional and technical services		192	192	
Land and improvements				
Construction services		6,119	6,119	
Equipment				
Other				
Total expenditures	<u>-</u>	<u>6,311</u>	<u>6,311</u>	
Excess (deficiency) of revenues over (under) expenditures	<u>\$ -</u>	<u>\$ 25,421</u>	<u>\$ 25,421</u>	
<b>Additional project information</b>				
Project number	4130-053-10-1003			
Grant date	10/17/2011			
Bond authorization date	N/A			
Bonds Authorized	N/A			
Bonds Issued	N/A			
Original Authorized Cost	\$	31,732		
Additional Authorized Cost				
Revised Authorized Cost	\$	31,732		
Percentage Increase over Original				
Authorized Cost		0.00%		
Percentage completion		19.89%		
Original target completion date		Winter 2012		

Piscataway Township School District  
Capital Projects Fund

Schedule of Project Revenues, Expenditures, Project Balance and Project Status  
(Budgetary Basis)

Energy Efficient Plumbing: Quibbletown Middle School

From Inception and for the year ended June 30, 2011

	Prior Periods	Current Year	Totals	Revised Authorized Cost
<b>Revenues and other financing sources</b>				
State Sources - SDA Grant		\$ 12,889	\$ 12,889	\$ 12,889
Bond proceeds and transfers				
Contribution from Private sources				
Transfer from capital reserve		19,334	19,334	19,334
Total revenues	-	<u>32,223</u>	<u>32,223</u>	<u>\$ 32,223</u>
<b>Expenditures and Other Financing Uses</b>				
Purchased professional and technical services		192	192	
Land and improvements				
Construction services		5,418	5,418	
Equipment				
Other				
Total expenditures	-	<u>5,610</u>	<u>5,610</u>	
Excess (deficiency) of revenues over (under) expenditures	<u>\$ -</u>	<u>\$ 26,613</u>	<u>\$ 26,613</u>	

**Additional project information**

Project number	4130-055-10-1006
Grant date	10/17/2011
Bond authorization date	N/A
Bonds Authorized	N/A
Bonds Issued	N/A
Original Authorized Cost	\$ 32,223
Additional Authorized Cost	
Revised Authorized Cost	\$ 32,223
Percentage Increase over Original	
Authorized Cost	0.00%
Percentage completion	17.41%
Original target completion date	Winter 2012

Piscataway Township School District  
Capital Projects Fund

Schedule of Project Revenues, Expenditures, Project Balance and Project Status  
(Budgetary Basis)

Energy Efficient Plumbing: Arbor Elementary School

From Inception and for the year ended June 30, 2011

	Prior Periods	Current Year	Totals	Revised Authorized Cost
<b>Revenues and other financing sources</b>				
State Sources - SDA Grant		\$ 25,465	\$ 25,465	\$ 25,465
Bond proceeds and transfers				
Contribution from Private sources				
Transfer from capital reserve		36,198	36,198	36,198
Total revenues	-	61,663	61,663	<u>\$ 61,663</u>
<b>Expenditures and Other Financing Uses</b>				
Purchased professional and technical services		652	652	
Land and improvements				
Construction services		24,886	24,886	
Equipment				
Other				
Total expenditures	-	25,538	25,538	
Excess (deficiency) of revenues over (under) expenditures	<u>\$ -</u>	<u>\$ 36,125</u>	<u>\$ 36,125</u>	
<b>Additional project information</b>				
Project number	4130-060-10-1010			
Grant date	10/17/2011			
Bond authorization date	N/A			
Bonds Authorized	N/A			
Bonds Issued	N/A			
Original Authorized Cost	\$	61,663		
Additional Authorized Cost				
Revised Authorized Cost	\$	61,663		
Percentage Increase over Original Authorized Cost		0.00%		
Percentage completion		41.42%		
Original target completion date		Winter 2012		

**Piscataway Township School District  
Capital Projects Fund**

**Schedule of Project Revenues, Expenditures, Project Balance and Project Status  
(Budgetary Basis)**

**Energy Efficient Plumbing: Eisenhower Elementary School**

From Inception and for the year ended June 30, 2011

	Prior Periods	Current Year	Totals	Revised Authorized Cost
<b>Revenues and other financing sources</b>				
State Sources - SDA Grant		\$ 10,601	\$ 10,601	\$ 10,601
Bond proceeds and transfers				
Contribution from Private sources				
Transfer from capital reserve		15,902	15,902	15,902
<b>Total revenues</b>	-	26,503	26,503	<u>\$ 26,503</u>
<b>Expenditures and Other Financing Uses</b>				
Purchased professional and technical services		192	192	
Land and improvements				
Construction services		5,516	5,516	
Equipment				
Other				
<b>Total expenditures</b>	-	5,708	5,708	
<b>Excess (deficiency) of revenues over (under) expenditures</b>	<u>\$ -</u>	<u>\$ 20,795</u>	<u>\$ 20,795</u>	
<b>Additional project information</b>				
Project number	4130-065-10-1011			
Grant date	10/17/2011			
Bond authorization date	N/A			
Bonds Authorized	N/A			
Bonds Issued	N/A			
Original Authorized Cost	\$ 26,503			
Additional Authorized Cost				
Revised Authorized Cost	\$ 26,503			
Percentage Increase over Original Authorized Cost	0.00%			
Percentage completion	21.54%			
Original target completion date	Winter 2012			

Piscataway Township School District  
Capital Projects Fund

Schedule of Project Revenues, Expenditures, Project Balance and Project Status  
(Budgetary Basis)

Energy Efficient Plumbing: Grandview Elementary School

From Inception and for the year ended June 30, 2011

	Prior Periods	Current Year	Totals	Revised Authorized Cost
<b>Revenues and other financing sources</b>				
State Sources - SDA Grant		\$ 10,601	\$ 10,601	\$ 10,601
Bond proceeds and transfers				
Contribution from Private sources				
Transfer from capital reserve		15,902	15,902	15,902
Total revenues	-	26,503	26,503	<u>\$ 26,503</u>
<b>Expenditures and Other Financing Uses</b>				
Purchased professional and technical services		192	192	
Land and improvements				
Construction services		9,414	9,414	
Equipment				
Other				
Total expenditures	-	9,606	9,606	
Excess (deficiency) of revenues over (under) expenditures	-	16,897	16,897	
<b>Additional project information</b>				
Project number	4130-080-10-1014			
Grant date	10/17/2011			
Bond authorization date	N/A			
Bonds Authorized	N/A			
Bonds Issued	N/A			
Original Authorized Cost	\$ 26,503			
Additional Authorized Cost				
Revised Authorized Cost	\$ 26,503			
Percentage Increase over Original Authorized Cost	0.00%			
Percentage completion	36.24%			
Original target completion date	Winter 2012			

Piscataway Township School District  
Capital Projects Fund

Schedule of Project Revenues, Expenditures, Project Balance and Project Status  
(Budgetary Basis)

Energy Efficient Plumbing: Martin Luther King Elementary School

From Inception and for the year ended June 30, 2011

	Prior Periods	Current Year	Totals	Revised Authorized Cost
<b>Revenues and other financing sources</b>				
State Sources - SDA Grant		\$ 10,561	\$ 10,561	\$ 10,561
Bond proceeds and transfers				
Contribution from Private sources				
Transfer from capital reserve		15,842	15,842	15,842
<b>Total revenues</b>	-	<u>26,403</u>	<u>26,403</u>	<u>\$ 26,403</u>
<b>Expenditures and Other Financing Uses</b>				
Purchased professional and technical services		1,022	1,022	
Land and improvements				
Construction services		7,596	7,596	
Equipment				
Other				
<b>Total expenditures</b>	-	<u>8,618</u>	<u>8,618</u>	
<b>Excess (deficiency) of revenues over (under) expenditures</b>	<u>\$ -</u>	<u>\$ 17,785</u>	<u>\$ 17,785</u>	

**Additional project information**

Project number	4130-105-10-1018
Grant date	10/17/2011
Bond authorization date	N/A
Bonds Authorized	N/A
Bonds Issued	N/A
Original Authorized Cost	\$ 26,403
Additional Authorized Cost	
Revised Authorized Cost	\$ 26,403
Percentage Increase over Original	
Authorized Cost	0.00%
Percentage completion	32.64%
Original target completion date	Winter 2012

Piscataway Township School District  
Capital Projects Fund

Schedule of Project Revenues, Expenditures, Project Balance and Project Status  
(Budgetary Basis)

Energy Efficient Lighting: Piscataway High School

From Inception and for the year ended June 30, 2011

	Prior Periods	Current Year	Totals	Revised Authorized Cost
<b>Revenues and other financing sources</b>				
State Sources - SDA Grant				
Bond proceeds and transfers				
Contribution from Private sources				
Transfer from capital reserve		\$ 800,000	\$ 800,000	\$ 800,000
<b>Total revenues</b>	<u>-</u>	<u>800,000</u>	<u>800,000</u>	<u><u>\$ 800,000</u></u>
<b>Expenditures and Other Financing Uses</b>				
Purchased professional and technical services				
Land and improvements				
Construction services				
Equipment				
Other				
<b>Total expenditures</b>	<u>-</u>	<u>-</u>	<u>-</u>	
Excess (deficiency) of revenues over (under) expenditures	<u>\$ -</u>	<u>\$ 800,000</u>	<u>\$ 800,000</u>	
<b>Additional project information</b>				
Project number	4130-050-10-1001			
Grant date	10/17/2011			
Bond authorization date	N/A			
Bonds Authorized	N/A			
Bonds Issued	N/A			
Original Authorized Cost	\$ 800,000			
Additional Authorized Cost				
Revised Authorized Cost	\$ 800,000			
Percentage Increase over Original Authorized Cost	0.00%			
Percentage completion	0.00%			
Original target completion date	Fall 2012			

Piscataway Township School District  
Capital Projects Fund

Schedule of Project Revenues, Expenditures, Project Balance and Project Status  
(Budgetary Basis)

Energy Efficient Lighting: Conackamack Middle School

From Inception and for the year ended June 30, 2011

	Prior Periods	Current Year	Totals	Revised Authorized Cost
<b>Revenues and other financing sources</b>				
State Sources - SDA Grant				
Bond proceeds and transfers				
Contribution from Private sources				
Transfer from capital reserve		\$ 120,000	\$ 120,000	\$ 120,000
<b>Total revenues</b>	<u>-</u>	<u>120,000</u>	<u>120,000</u>	<u><u>\$ 120,000</u></u>
<b>Expenditures and Other Financing Uses</b>				
Purchased professional and technical services				
Land and improvements				
Construction services				
Equipment				
Other				
<b>Total expenditures</b>	<u>-</u>	<u>-</u>	<u>-</u>	
<b>Excess (deficiency) of revenues over (under) expenditures</b>	<u><u>\$ -</u></u>	<u><u>\$ 120,000</u></u>	<u><u>\$ 120,000</u></u>	
<b>Additional project information</b>				
Project number	4130-053-10-1004			
Grant date	10/17/2011			
Bond authorization date	N/A			
Bonds Authorized	N/A			
Bonds Issued	N/A			
Original Authorized Cost	\$ 120,000			
Additional Authorized Cost				
Revised Authorized Cost	\$ 120,000			
Percentage Increase over Original				
Authorized Cost	0.00%			
Percentage completion	0.00%			
Original target completion date	Fall 2012			

Piscataway Township School District  
Capital Projects Fund

Schedule of Project Revenues, Expenditures, Project Balance and Project Status  
(Budgetary Basis)

Energy Efficient Lighting: Quibbletown Middle School

From Inception and for the year ended June 30, 2011

	Prior Periods	Current Year	Totals	Revised Authorized Cost
<b>Revenues and other financing sources</b>				
State Sources - SDA Grant				
Bond proceeds and transfers				
Contribution from Private sources				
Transfer from capital reserve		\$ 200,000	\$ 200,000	\$ 200,000
Total revenues	-	200,000	200,000	<u>\$ 200,000</u>
<b>Expenditures and Other Financing Uses</b>				
Purchased professional and technical services				
Land and improvements				
Construction services				
Equipment				
Other				
Total expenditures	-	-	-	
Excess (deficiency) of revenues over (under) expenditures	<u>\$ -</u>	<u>\$ 200,000</u>	<u>\$ 200,000</u>	
<b>Additional project information</b>				
Project number	4130-055-10-1005			
Grant date	10/17/2011			
Bond authorization date	N/A			
Bonds Authorized	N/A			
Bonds Issued	N/A			
Original Authorized Cost	\$ 200,000			
Additional Authorized Cost				
Revised Authorized Cost	\$ 200,000			
Percentage Increase over Original Authorized Cost	0.00%			
Percentage completion	0.00%			
Original target completion date	Fall 2012			

Piscataway Township School District  
Capital Projects Fund

Schedule of Project Revenues, Expenditures, Project Balance and Project Status  
(Budgetary Basis)

Energy Efficient Lighting: T Schor Middle School

From Inception and for the year ended June 30, 2011

	Prior Periods	Current Year	Totals	Revised Authorized Cost
<b>Revenues and other financing sources</b>				
State Sources - SDA Grant				
Bond proceeds and transfers				
Contribution from Private sources				
Transfer from capital reserve		\$ 160,000	\$ 160,000	\$ 160,000
<b>Total revenues</b>	<u>-</u>	<u>160,000</u>	<u>160,000</u>	<u>\$ 160,000</u>
<b>Expenditures and Other Financing Uses</b>				
Purchased professional and technical services				
Land and improvements				
Construction services				
Equipment				
Other				
<b>Total expenditures</b>	<u>-</u>	<u>-</u>	<u>-</u>	
<b>Excess (deficiency) of revenues over (under) expenditures</b>	<u>\$ -</u>	<u>\$ 160,000</u>	<u>\$ 160,000</u>	
<b>Additional project information</b>				
Project number	4130-057-10-1008			
Grant date	10/17/2011			
Bond authorization date	N/A			
Bonds Authorized	N/A			
Bonds Issued	N/A			
Original Authorized Cost	\$ 160,000			
Additional Authorized Cost				
Revised Authorized Cost	\$ 160,000			
<b>Percentage Increase over Original</b>				
Authorized Cost	0.00%			
Percentage completion	0.00%			
Original target completion date	Fall 2012			

Piscataway Township School District  
Capital Projects Fund

Schedule of Project Revenues, Expenditures, Project Balance and Project Status  
(Budgetary Basis)

Energy Efficient Lighting: Grandview Elementary School

From Inception and for the year ended June 30, 2011

	Prior Periods	Current Year	Totals	Revised Authorized Cost
<b>Revenues and other financing sources</b>				
State Sources - SDA Grant				
Bond proceeds and transfers				
Contribution from Private sources				
Transfer from capital reserve		\$ 120,000	\$ 120,000	\$ 120,000
<b>Total revenues</b>	-	120,000	120,000	<u>\$ 120,000</u>
<b>Expenditures and Other Financing Uses</b>				
Purchased professional and technical services				
Land and improvements				
Construction services				
Equipment				
Other				
<b>Total expenditures</b>	-	-	-	
Excess (deficiency) of revenues over (under) expenditures	<u>\$ -</u>	<u>\$ 120,000</u>	<u>\$ 120,000</u>	
<b>Additional project information</b>				
Project number	4130-080-10-1013			
Grant date	10/17/2011			
Bond authorization date	N/A			
Bonds Authorized	N/A			
Bonds Issued	N/A			
Original Authorized Cost	\$ 120,000			
Additional Authorized Cost				
Revised Authorized Cost	\$ 120,000			
Percentage Increase over Original Authorized Cost	0.00%			
Percentage completion	0.00%			
Original target completion date	Fall 2012			

Piscataway Township School District  
Capital Projects Fund

Schedule of Project Revenues, Expenditures, Project Balance and Project Status  
(Budgetary Basis)

Energy Efficient Lighting: Martin Luther King Elementary School

From Inception and for the year ended June 30, 2011

	Prior Periods	Current Year	Totals	Revised Authorized Cost
<b>Revenues and other financing sources</b>				
State Sources - SDA Grant				
Bond proceeds and transfers				
Contribution from Private sources				
Transfer from capital reserve		\$ 120,000	\$ 120,000	\$ 120,000
<b>Total revenues</b>	<u>-</u>	<u>120,000</u>	<u>120,000</u>	<u>\$ 120,000</u>
<b>Expenditures and Other Financing Uses</b>				
Purchased professional and technical services				
Land and improvements				
Construction services				
Equipment				
Other				
<b>Total expenditures</b>	<u>-</u>	<u>-</u>	<u>-</u>	
<b>Excess (deficiency) of revenues over (under) expenditures</b>	<u>\$ -</u>	<u>\$ 120,000</u>	<u>\$ 120,000</u>	
<b>Additional project information</b>				
Project number	4130-105-10-1017			
Grant date	10/17/2011			
Bond authorization date	N/A			
Bonds Authorized	N/A			
Bonds Issued	N/A			
Original Authorized Cost	\$ 120,000			
Additional Authorized Cost				
Revised Authorized Cost	\$ 120,000			
<b>Percentage Increase over Original</b>				
Authorized Cost	0.00%			
Percentage completion	0.00%			
Original target completion date	Fall 2012			

Piscataway Township School District  
Capital Projects Fund

Schedule of Project Revenues, Expenditures, Project Balance and Project Status  
(Budgetary Basis)

Energy Efficient Lighting: Knollwood Elementary School

From Inception and for the year ended June 30, 2011

	Prior Periods	Current Year	Totals	Revised Authorized Cost
<b>Revenues and other financing sources</b>				
State Sources - SDA Grant				
Bond proceeds and transfers				
Contribution from Private sources				
Transfer from capital reserve		\$ 120,000	\$ 120,000	\$ 120,000
Total revenues	-	120,000	120,000	<u>\$ 120,000</u>
<b>Expenditures and Other Financing Uses</b>				
Purchased professional and technical services				
Land and improvements				
Construction services				
Equipment				
Other				
Total expenditures	-	-	-	
Excess (deficiency) of revenues over (under) expenditures	<u>\$ -</u>	<u>\$ 120,000</u>	<u>\$ 120,000</u>	
<b>Additional project information</b>				
Project number	4130-100-10-1016			
Grant date	10/17/2011			
Bond authorization date	N/A			
Bonds Authorized	N/A			
Bonds Issued	N/A			
Original Authorized Cost	\$ 120,000			
Additional Authorized Cost				
Revised Authorized Cost	\$ 120,000			
Percentage Increase over Original Authorized Cost	0.00%			
Percentage completion	0.00%			
Original target completion date	Fall 2012			

Piscataway Township School District  
Capital Projects Fund

Schedule of Project Revenues, Expenditures, Project Balance and Project Status  
(Budgetary Basis)

Energy Efficient Lighting: Randolphville Elementary School

From Inception and for the year ended June 30, 2011

	Prior Periods	Current Year	Totals	Revised Authorized Cost
<b>Revenues and other financing sources</b>				
State Sources - SDA Grant				
Bond proceeds and transfers				
Contribution from Private sources				
Transfer from capital reserve		\$ 120,000	\$ 120,000	\$ 120,000
<b>Total revenues</b>	<u>-</u>	<u>120,000</u>	<u>120,000</u>	<u>\$ 120,000</u>
<b>Expenditures and Other Financing Uses</b>				
Purchased professional and technical services				
Land and improvements				
Construction services				
Equipment				
Other				
<b>Total expenditures</b>	<u>-</u>	<u>-</u>	<u>-</u>	
<b>Excess (deficiency) of revenues over (under) expenditures</b>	<u>\$ -</u>	<u>\$ 120,000</u>	<u>\$ 120,000</u>	
<b>Additional project information</b>				
Project number	4130-120-10-1020			
Grant date	10/17/2011			
Bond authorization date	N/A			
Bonds Authorized	N/A			
Bonds Issued	N/A			
Original Authorized Cost	\$ 120,000			
Additional Authorized Cost				
Revised Authorized Cost	\$ 120,000			
Percentage Increase over Original				
Authorized Cost	0.00%			
Percentage completion	0.00%			
Original target completion date	Fall 2012			

Piscataway Township School District  
Capital Projects Fund

Schedule of Project Revenues, Expenditures, Project Balance and Project Status  
(Budgetary Basis)

Energy Efficient Lighting: Eisenhower Elementary School

From Inception and for the year ended June 30, 2011

	Prior Periods	Current Year	Totals	Revised Authorized Cost
<b>Revenues and other financing sources</b>				
State Sources - SDA Grant				
Bond proceeds and transfers				
Contribution from Private sources				
Transfer from capital reserve		\$ 120,000	\$ 120,000	\$ 120,000
Total revenues	-	120,000	120,000	<u>\$ 120,000</u>
<b>Expenditures and Other Financing Uses</b>				
Purchased professional and technical services				
Land and improvements				
Construction services				
Equipment				
Other				
Total expenditures	-	-	-	
Excess (deficiency) of revenues over (under) expenditures	<u>\$ -</u>	<u>\$ 120,000</u>	<u>\$ 120,000</u>	
<b>Additional project information</b>				
Project number	4130-065-10-1012			
Grant date	10/17/2011			
Bond authorization date	N/A			
Bonds Authorized	N/A			
Bonds Issued	N/A			
Original Authorized Cost	\$ 120,000			
Additional Authorized Cost				
Revised Authorized Cost	\$ 120,000			
Percentage Increase over Original Authorized Cost	0.00%			
Percentage completion	0.00%			
Original target completion date	Fall 2012			

Piscataway Township School District  
Capital Projects Fund

Schedule of Project Revenues, Expenditures, Project Balance and Project Status  
(Budgetary Basis)

Energy Efficient Lighting: Arbor Elementary School

From Inception and for the year ended June 30, 2011

	Prior Periods	Current Year	Totals	Revised Authorized Cost
<b>Revenues and other financing sources</b>				
State Sources - SDA Grant				
Bond proceeds and transfers				
Contribution from Private sources				
Transfer from capital reserve		\$ 120,000	\$ 120,000	\$ 120,000
<b>Total revenues</b>	-	120,000	120,000	<u>120,000</u>
<b>Expenditures and Other Financing Uses</b>				
Purchased professional and technical services				
Land and improvements				
Construction services				
Equipment				
Other				
<b>Total expenditures</b>	-	-	-	
<b>Excess (deficiency) of revenues over (under) expenditures</b>	-	\$ 120,000	\$ 120,000	
<b>Additional project information</b>				
Project number	4130-060-10-1009			
Grant date	10/17/2011			
Bond authorization date	N/A			
Bonds Authorized	N/A			
Bonds Issued	N/A			
Original Authorized Cost	\$ 120,000			
Additional Authorized Cost				
Revised Authorized Cost	\$ 120,000			
Percentage Increase over Original				
Authorized Cost	0.00%			
Percentage completion	0.00%			
Original target completion date	Fall 2012			

Piscataway Township School District  
Capital Projects Fund

Summary Schedule of Project Expenditures  
(Budgetary Basis)

From Inception and for the year ended June 30, 2011

Issue/Project Title	Appropriations	Expenditures to Date		Unexpended Balance
		Prior Years	Current Year	
Piscataway High School	\$ 27,643,538	\$ 27,511,315	\$ 132,223	
Piscataway High School	250,000			\$ 250,000
High School Auditorium #1003	1,221,403	356,006	865,397	
High School Auditorium #1004	805,701	69,965	735,736	
High School Auditorium #1005	381,792	61,458	320,334	
High School Auditorium #1006	805,115	178,294	250,277	376,544
Energy Efficient Gymnasium Lighting: High School	146,170	21,827	124,343	
Energy Efficient Gymnasium Lighting: Quibbletown	32,501	6,306	26,195	
Energy Efficient Gymnasium Lighting: Conackamack	20,636	5,553	15,083	
Energy Efficient Gymnasium Lighting: Arbor	18,784	5,539	13,245	
Energy Efficient Gymnasium Lighting: Eisenhower	19,540	5,596	13,944	
Energy Efficient Gymnasium Lighting: Grandview	35,170	10,833	24,337	
Energy Efficient Gymnasium Lighting: Knollwood	25,232	5,887	19,345	
Energy Efficient Gymnasium Lighting: MLK	19,290	5,596	13,694	
Energy Efficient Gymnasium Lighting: Randolphville	25,482	5,886	19,596	
Energy Efficient Gymnasium Lighting: Fellowship Farms	16,650	5,430	11,220	
Energy Efficient District-wide projects	13,005	13,005		
Energy Efficient Plumbing: High School	1,756,898		653,184	1,103,714
Energy Efficient Plumbing: T Schor	1,146,475		316,276	830,199
Energy Efficient Plumbing: Knollwood	406,135		91,414	314,721
Energy Efficient Plumbing: Randolphville	403,923		91,701	312,222
Energy Efficient Plumbing: Conackamack	31,732		6,311	25,421
Energy Efficient Plumbing: Quibbletown	32,223		5,610	26,613
Energy Efficient Plumbing: Arbor	61,663		25,538	36,125
Energy Efficient Plumbing: Eisenhower	26,503		5,708	20,795
Energy Efficient Plumbing: Grandview	26,503		9,606	16,897
Energy Efficient Plumbing: MLK	26,403		8,618	17,785
Energy Efficient Lighting: High School	800,000			800,000
Energy Efficient Lighting: Conackamack	120,000			120,000
Energy Efficient Lighting: Quibbletown	200,000			200,000
Energy Efficient Lighting: T Schor	160,000			160,000
Energy Efficient Lighting: Grandview	120,000			120,000
Energy Efficient Lighting: MLK	120,000			120,000
Energy Efficient Lighting: Knollwood	120,000			120,000
Energy Efficient Lighting: Randolphville	120,000			120,000
Energy Efficient Lighting: Eisenhower	120,000			120,000
Energy Efficient Lighting: Arbor	120,000			120,000
	<u>\$ 37,398,467</u>	<u>\$ 28,268,496</u>	<u>\$ 3,798,935</u>	<u>\$ 5,331,036</u>

Components of appropriations

Bonds issued	\$ 18,320,247
Transfers from capital reserve and capital outlay	7,055,999
Local sources	110,887
State grants (SDA)	11,911,334
	<u>\$ 37,398,467</u>

## Internal Service Fund Detail Statements



Piscataway Township School District  
 Internal Service Fund  
 Self Insurance Fund  
 Statement of Net Assets

June 30, 2011

**Assets**

Current assets:

Cash and cash equivalents	\$ 6,331,927
Total current assets	<u>6,331,927</u>
Total assets	<u><u>6,331,927</u></u>

**Liabilities**

Current liabilities:

Accounts payable	121,623
Accrued liability for insurance claims	<u>1,390,630</u>
Total current liabilities	<u><u>1,512,253</u></u>

**Net Assets**

Restricted for self insurance claims	<u>4,819,674</u>
Total net assets	<u><u>\$ 4,819,674</u></u>

Piscataway Township School District  
Internal Service Fund  
Self Insurance Fund  
Statement of Revenues, Expenses and Changes in Fund Net Assets  
Year ended June 30, 2011

Operating revenues:	
Charges for services	\$ 14,031,329
Total operating revenues	<u>14,031,329</u>
 Operating expenses:	
Insurance claims	<u>11,360,577</u>
Total operating expenses	<u>11,360,577</u>
Operating income	<u>2,670,752</u>
 Non-operating revenues:	
Interest income	<u>23,526</u>
 Change in net assets	2,694,278
 Total net assets—beginning	<u>2,125,396</u>
Total net assets—ending	<u>\$ 4,819,674</u>

Piscataway Township School District  
Internal Service Fund  
Self Insurance Fund  
Statement of Cash Flows

Year Ended June 30, 2011

<b>Cash Flows from Operating Activities</b>	
Receipts from services provided to other funds	\$ 14,031,329
Payments for insurance	<u>(13,933,199)</u>
Net cash provided by operating activities	<u>98,130</u>
<b>Cash Flows from Noncapital Financing Activities</b>	
Receipts from other funds	<u>1,400,000</u>
Net cash provided by noncapital financing activities	<u>1,400,000</u>
<b>Cash Flows from Investing Activities</b>	
Interest received	<u>23,526</u>
Net cash provided by investing activities	<u>23,526</u>
Net increase in cash and cash equivalents	1,521,656
Cash and cash equivalents, beginning of year	<u>4,810,271</u>
Cash and cash equivalents, end of year	<u>\$ 6,331,927</u>
<b>Reconciliation of operating income to net cash provided by operating activities:</b>	
Operating income	\$ 2,670,752
Adjustments to reconcile operating income to net cash provided by operating activities:	
Increase in accounts payable	121,623
(Decrease) in accrued liabilities for insurance claims	<u>(2,694,245)</u>
Net cash provided by operating activities	<u>\$ 98,130</u>

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## Fiduciary Funds Detail Statements



Piscataway Township School District  
Trust and Agency Funds

Combining Statement of Fiduciary Net Assets

Year ended June 30, 2011

	Trust			Agency			
	Private- Purpose Scholarship Funds	Unemployment Compensation	Total Trust	Student Activity	Bond and Interest	Payroll	Total Agency
<b>Assets</b>							
Cash and cash equivalents	\$ 29,435	\$ 1,680,932	\$1,710,367	\$ 276,798	\$ 51,360	\$ 94,334	\$ 422,492
Total assets	29,435	1,680,932	1,710,367	\$ 276,798	\$ 51,360	\$ 94,334	\$ 422,492
<b>Liabilities</b>							
Payroll deductions payable						\$ 94,334	\$ 94,334
Accounts payable					\$ 51,360		51,360
Due to student groups				\$ 276,798			276,798
Total liabilities				\$ 276,798	\$ 51,360	\$ 94,334	\$ 422,492
<b>Net assets</b>							
Held in trust for unemployment claims		1,680,932	1,680,932				
Held in trust for scholarships	29,435		29,435				
Total net assets	\$ 29,435	\$ 1,680,932	\$1,710,367				

Piscataway Township School District  
Trust Funds

Combining Statement of Changes in Fiduciary Net Assets

Year ended June 30, 2011

	Private- Purpose Scholarship Funds	Unemployment Compensation	Totals
<b>Additions:</b>			
Interest income	\$ 130	\$ 5,516	\$ 5,646
Contributions	2,350	821,715	824,065
Total additions	<u>2,480</u>	<u>827,231</u>	<u>829,711</u>
<b>Deductions:</b>			
Scholarship payments	6,150		6,150
Unemployment claims paid		671,463	671,463
Total deductions	<u>6,150</u>	<u>671,463</u>	<u>677,613</u>
Change in net assets	(3,670)	155,768	152,098
Net assets, beginning	33,105	1,525,164	1,558,269
Net assets, ending	<u>\$ 29,435</u>	<u>\$ 1,680,932</u>	<u>\$ 1,710,367</u>

Piscataway Township School District  
Student Activity Agency Fund

Statement of Changes in Assets and Liabilities

Year ended June 30, 2011

	Balance July 1, 2010	Cash Receipts	Cash Disbursements	Balance June 30, 2011
<b>Assets:</b>				
Cash				
Student Activity Fund	\$ 218,075	\$ 605,715	\$ 565,459	\$ 258,331
Athletic Fund	20,356	158,613	160,502	18,467
Total assets	<u>\$ 238,431</u>	<u>\$ 764,328</u>	<u>\$ 725,961</u>	<u>\$ 276,798</u>
<b>Liabilities:</b>				
Due to student groups				
Student Activity Fund	\$ 218,075	\$ 605,715	\$ 565,459	\$ 258,331
Athletic Fund	20,356	158,613	160,502	18,467
Total liabilities	<u>\$ 238,431</u>	<u>\$ 764,328</u>	<u>\$ 725,961</u>	<u>\$ 276,798</u>

Piscataway Township School District  
Payroll Agency Fund

Statement of Changes in Assets and Liabilities

Year ended June 30, 2011

	Balance July 1, 2010	Cash Receipts	Cash Disbursements	Balance June 30, 2011
<b>Assets</b>				
Cash and cash equivalents	\$ 534,542	\$ 65,517,247	\$ 65,957,455	\$ 94,334
Total assets	<u>\$ 534,542</u>	<u>\$ 65,517,247</u>	<u>\$ 65,957,455</u>	<u>\$ 94,334</u>
<b>Liabilities</b>				
Payroll deductions payable	\$ 59,940	\$ 65,517,247	\$ 65,482,853	\$ 94,334
Interfund payable	474,602	-	474,602	-
Total liabilities	<u>\$ 534,542</u>	<u>\$ 65,517,247</u>	<u>\$ 65,957,455</u>	<u>\$ 94,334</u>

Piscataway Township School District  
Bond and Interest Agency Fund

Statement of Changes in Assets and Liabilities

Year ended June 30, 2011

	Balance July 1, 2010	Cash Receipts	Cash Disbursements	Balance June 30, 2011
<b>Assets</b>				
Cash and equivalents	\$ 51,360	\$ 203	\$ 203	\$ 51,360
Total assets	<u>\$ 51,360</u>	<u>\$ 203</u>	<u>\$ 203</u>	<u>\$ 51,360</u>
<b>Liabilities</b>				
Accounts payable	\$ 51,360	\$ 203	\$ 203	\$ 51,360
Total liabilities	<u>\$ 51,360</u>	<u>\$ 203</u>	<u>\$ 203</u>	<u>\$ 51,360</u>

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## Long-Term Debt



Piscataway Township School District  
 Long-Term Debt

Schedule of Serial Bonds Payable

Year ended June 30, 2011

Issue	Date of Issue	Amount of Issue	Annual Maturities		Interest Rate	Balance July 1, 2010	Retired	Balance June 30, 2011
			Date	Amount				
Additions/alterations to various schools	8/15/2002	\$ 35,507,000	8/15/11	\$ 1,290,000	4.00%	\$ 34,152,000	\$ 905,000	\$ 33,247,000
			8/15/12	2,270,000	4.13			
			8/15/13	2,380,000	4.13			
			8/15/14	2,495,000	4.13			
			8/15/15	2,615,000	4.13			
			8/15/16	2,740,000	4.13			
			8/15/17	2,875,000	4.13			
			8/15/18	3,015,000	4.25			
			8/15/19	3,155,000	4.30			
			8/15/20	3,310,000	4.40			
			8/15/21	3,470,000	4.50			
8/15/22	3,632,000	4.60						
						<u>\$ 34,152,000</u>	<u>\$ 905,000</u>	<u>\$ 33,247,000</u>

Piscataway Township School District  
Long-Term Debt

Schedule of Certificates of Participation (COPs)

Year ended June 30, 2011

	<b>Amount of Original Issue</b>	<b>Balance July 1, 2010</b>	<b>Retired Current Year</b>	<b>Balance June 30, 2011</b>
Refunding COP's	\$ 10,635,000	\$ 845,000	\$ 845,000	\$ -
		<u>\$ 845,000</u>	<u>\$ 845,000</u>	<u>\$ -</u>

Piscataway Township School District  
Debt Service Fund

Budgetary Comparison Schedule

Year ended June 30, 2011

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Revenues:					
Local sources:					
Local tax levy	\$ 3,165,921		\$ 3,165,921	\$ 3,165,921	\$ -
State sources:					
Debt Service Aid Type II	41,584		41,584	41,584	
Total revenues	<u>3,207,505</u>		<u>3,207,505</u>	<u>3,207,505</u>	<u>-</u>
Expenditures:					
Principal on bonds	905,000		905,000	905,000	
Principal on certificates of participation	845,000		845,000	845,000	
Interest on bonds	1,436,584		1,436,584	1,436,583	1
Interest on certificates of participation	20,921		20,921	20,921	
Total expenditures	<u>3,207,505</u>		<u>3,207,505</u>	<u>3,207,504</u>	<u>1</u>
Excess of revenues over expenditures	-		-	1	1
Fund balance, July 1	821		821	821	
Fund balance, June 30	<u>\$ 821</u>	<u>\$ -</u>	<u>\$ 821</u>	<u>\$ 822</u>	<u>\$ 1</u>

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## Statistical Section



**Statistical Section  
Unaudited**

**Contents**

**Financial Trends**

These schedules contain trend information to help the reader understand how the district's financial performance and well being have changed over time.

**Revenue Capacity**

These schedules contain information to help the reader assess the district's most significant local revenue source, the property tax.

**Debt Capacity**

These schedules present information to help the reader assess the affordability of the district's current levels of outstanding debt and the district's ability to issue additional debt in the future.

**Demographic and Economic Information**

These schedules offer demographic and economic indicators to help the reader understand the environment within which the district's financial activities take place.

**Operating Information**

These schedules contain service and infrastructure data to help the reader understand how the information in the district's financial report relates to the services the district provides and the activities it performs.

**Sources:** *Unless otherwise noted, the information in these schedules is derived from the comprehensive annual financial reports (CAFR) for the relevant year. The district implemented GASB Statement 34 in the fiscal year ended June 30, 2003; schedules presenting district-wide information include information beginning in that year. Ten years of information has been provided where available.*



Piscataway Township School District  
 Net Assets by Component  
 Last Nine Fiscal Years

(accrual basis of accounting)  
 Unaudited

	Year Ended June 30,								
	2003	2004	2005	2006	2007	2008	2009	2010	2011
<b>Governmental activities</b>									
Invested in capital assets, net of related debt	\$ 1,824,289	\$ 4,867,851	\$ 12,184,722	\$ 25,311,463	\$ 26,327,461	\$ 25,354,321	\$ 28,228,426	\$ 28,198,700	\$ 31,456,738
Restricted	1,029,426	1,191,828	452,896	311,620	709,752	6,754,646	6,708,590	7,321,081	9,179,425
Unrestricted	2,141,471	3,326,920	6,737,873	5,308,506	4,978,055	2,912,403	254,420	367,286	1,425,411
<b>Total governmental activities net assets</b>	<b>\$ 4,995,186</b>	<b>\$ 9,386,599</b>	<b>\$ 19,375,491</b>	<b>\$ 30,931,589</b>	<b>\$ 32,015,268</b>	<b>\$ 35,021,370</b>	<b>\$ 35,191,436</b>	<b>\$ 35,887,067</b>	<b>\$ 42,061,574</b>
<b>Business-type activities</b>									
Invested in capital assets	\$ 39,407	\$ 4,867,851	\$ 15,809	\$ 4,010	\$ 82,729	\$ 292,998	\$ 547,443	\$ 442,029	\$ 291,576
Unrestricted	890,645	917,410	1,137,163	1,294,893	1,286,990	1,422,198	1,029,583	886,660	898,181
<b>Total business-type activities net assets</b>	<b>\$ 930,052</b>	<b>\$ 5,785,261</b>	<b>\$ 1,152,972</b>	<b>\$ 1,298,903</b>	<b>\$ 1,369,719</b>	<b>\$ 1,715,196</b>	<b>\$ 1,577,026</b>	<b>\$ 1,328,689</b>	<b>\$ 1,189,757</b>
<b>District-wide</b>									
Invested in capital assets, net of related debt	\$ 1,863,696	\$ 9,735,702	\$ 12,200,531	\$ 25,315,473	\$ 26,410,190	\$ 25,647,319	\$ 28,775,869	\$ 28,640,729	\$ 31,748,314
Restricted	1,029,426	1,191,828	452,896	311,620	709,752	6,754,646	6,708,590	7,321,081	9,179,425
Unrestricted	3,032,116	4,244,330	7,875,036	6,603,399	6,265,045	4,334,601	1,284,003	1,253,946	2,323,592
<b>Total district net assets</b>	<b>\$ 5,925,238</b>	<b>\$ 15,171,860</b>	<b>\$ 20,528,463</b>	<b>\$ 32,230,492</b>	<b>\$ 33,384,987</b>	<b>\$ 36,736,566</b>	<b>\$ 36,768,462</b>	<b>\$ 37,215,756</b>	<b>\$ 43,251,331</b>

Source: CAFR Schedule A-1 and District records.

Note: This table was required with the implementation of GASB 44 in the 2006 fiscal year. This information is presented back to the year of implementation of GASB 34 and additional years will be added until ten years are presented.

Note: The significant increases in 2006 in governmental activities net assets invested in capital assets, net of related debt is the result of the increase in construction in progress for ongoing capital projects.

Piscataway Township School District  
Changes in Net Assets  
Last Nine Fiscal Years

(accrual basis of accounting)  
Unaudited

	Year Ended June 30,								
	2003	2004	2005	2006	2007	2008	2009	2010	2011
<b>USES</b>									
<b>Governmental activities</b>									
Instruction	\$ 38,729,464	\$ 49,245,059	\$ 50,229,497	\$ 55,459,117	\$ 59,400,182	\$ 61,894,769	\$ 63,489,998	\$ 64,923,571	\$ 62,003,904
Support services:									
Attendance/social work	194,810	336,746	274,006	300,961	306,879	315,266	319,532	324,692	297,537
Health services	591,322	776,186	833,972	917,422	1,067,890	1,074,657	1,013,238	1,054,626	1,115,912
Other support services	6,124,348	7,548,511	7,703,680	8,403,480	10,873,493	9,250,602	9,660,503	10,362,999	9,878,738
Improvement of instruction	1,050,825	2,033,188	2,577,299	2,901,440	1,952,031	2,526,889	2,390,790	2,233,277	1,975,003
Instructional staff training	189,889	153,946	105,931	123,928	61,077	60,300	65,927	8,157	19,428
School library	939,702	1,256,251	1,382,883	1,515,928	1,434,389	1,526,548	1,594,549	1,612,180	920,202
General administration	1,631,841	1,864,318	1,961,208	2,355,258	2,619,870	2,407,772	2,586,218	2,038,025	2,083,907
School administration	3,111,158	3,917,840	4,237,085	4,367,042	4,678,616	4,951,455	4,899,527	4,650,168	4,082,524
Central Services			1,239,670	1,353,965	1,360,990	1,429,887	1,345,970	1,463,236	1,127,166
Administrative Information Technology			1,521,935	1,246,541	1,190,770	1,247,813	1,209,759	1,267,336	1,287,976
Required maintenance	1,197,544	1,210,171	1,480,638	1,239,845	2,089,089	1,699,535	2,451,571	1,808,401	1,589,585
Operation of plant	5,908,250	7,338,743	7,533,687	8,587,775	8,409,401	9,782,554	9,313,674	9,574,611	9,359,065
Student transportation	3,484,854	3,699,960	3,745,773	4,075,990	4,454,825	4,425,988	5,107,523	5,669,244	5,420,574
Business and other support services and benefits	16,685,846	2,746,657	30,581	40,692					
Capital outlay	975,399	42,021		289,104					
Charter schools		85,683	78,008	81,751	56,951	24,638	12,818	13,240	62,234
Interest on debt	1,654,615	1,888,071	1,756,227	1,702,440	1,646,986	1,604,338	1,554,363	1,495,832	1,427,261
Total governmental activities	82,469,867	84,143,351	86,692,080	94,962,679	101,603,439	104,223,011	107,015,960	108,499,595	102,651,016
<b>Business-type activities:</b>									
Food service	1,795,313	1,959,850	1,930,332	2,095,516	1,876,866	2,148,461	2,300,060	2,912,286	2,983,876
Adult School and Child Care	1,452,511	1,688,330	1,493,522	1,734,096	1,795,231	1,815,906	2,055,785	2,700,793	3,104,067
Business-type activities expense	3,247,824	3,648,180	3,423,854	3,829,612	3,672,097	3,964,367	4,355,845	5,613,079	6,087,943
Business-type activities expense district expenses	\$ 85,717,691	\$ 87,791,531	\$ 90,115,934	\$ 98,792,291	\$ 105,275,536	\$ 108,187,378	\$ 111,371,805	\$ 114,112,674	\$ 108,738,959
<b>Program Revenues</b>									
<b>Governmental activities:</b>									
Charges for services - tuition and transportation	\$ 302,022	\$ 303,263	\$ 253,101	\$ 233,369	\$ 270,250	\$ 288,655	\$ 645,087	\$ 953,713	\$ 880,416
Generating grants and contributions	3,552,166	3,509,498	3,573,336	3,711,035	3,998,011	4,052,102	3,968,871	4,781,715	4,902,770
Capital grants and contributions			3,641,784	10,124,242	894,511	582,467	505,816	380,160	1,480,037
Governmental activities program revenues	3,854,188	3,812,761	7,468,221	14,068,646	5,162,772	4,923,224	5,119,774	6,115,588	7,263,223
<b>Business-type activities:</b>									
Charges for services									
Food service	1,358,031	1,320,825	1,974,625	1,477,780	1,357,080	1,267,469	1,473,155	1,688,316	1,778,428
Adult School and Child Care	1,557,001	1,737,745	1,604,878	1,782,290	2,153,088	2,341,553	2,286,935	2,678,152	2,963,287
Generating grants and contributions	539,088	575,415		663,811	638,274	711,134	889,050	1,120,706	1,170,997
Capital grants and contributions					103,163				
Business-type activities program revenues	3,454,120	3,633,985	3,579,503	3,923,881	4,251,605	4,320,156	4,649,140	5,487,174	5,912,712
Business-type activities program revenues district program revenues	\$ 7,308,308	\$ 7,446,746	\$ 11,047,724	\$ 17,992,527	\$ 9,414,377	\$ 9,243,380	\$ 9,768,914	\$ 11,602,762	\$ 13,175,935
<b>Expense/Revenue</b>									
Governmental activities	\$ (78,615,679)	\$ (80,330,590)	\$ (79,223,859)	\$ (80,894,033)	\$ (96,440,667)	\$ (99,299,787)	\$ (101,896,186)	\$ (102,384,007)	\$ (95,387,793)
Business-type activities	206,296	(14,195)	155,649	94,269	579,508	355,789	293,295	(125,905)	(175,231)
Business-type activities district-wide net expense	\$ (78,409,383)	\$ (80,344,785)	\$ (79,068,210)	\$ (80,799,764)	\$ (95,861,159)	\$ (98,943,998)	\$ (101,602,891)	\$ (102,509,912)	\$ (95,563,024)

Piscataway Township School District  
Changes in Net Assets  
Last Nine Fiscal Years

(accrual basis of accounting)  
Unaudited

	Year Ended June 30,								
	2003	2004	2005	2006	2007	2008	2009	2010	2011
<b>General Revenues and Other Changes in Net Assets</b>									
<b>Governmental activities:</b>									
Property taxes levied for general purposes, net	\$ 57,804,466	\$ 62,081,301	\$ 66,843,446	\$ 67,951,106	\$ 69,658,719	\$ 74,286,825	\$ 75,955,122	\$ 75,955,122	\$ 77,398,270
Taxes levied for debt service	2,686,254	1,933,067	2,923,982	2,942,936	3,380,230	3,085,764	3,107,584	3,073,095	3,165,921
Unrestricted grants and contributions	16,611,440	19,733,908	18,370,140	20,382,909	22,630,305	23,895,800	22,172,029	23,292,650	20,283,429
Investment earnings	270,818	518,893	908,470	882,451	908,953	593,604	230,349	116,259	48,820
Miscellaneous income	509,046	454,834	166,713	290,729	346,139	343,896	129,318	492,512	697,370
Transfers					600,000	100,000	471,850	150,000	(31,510)
Premiums on bond issuances	491,092								
<b>Total governmental activities</b>	<b>78,373,116</b>	<b>84,722,003</b>	<b>89,212,751</b>	<b>92,450,131</b>	<b>97,524,346</b>	<b>102,305,889</b>	<b>102,066,252</b>	<b>103,079,638</b>	<b>101,562,300</b>
<b>Business-type activities:</b>									
Investment earnings		29,161	52,311	51,656	89,800	76,188	21,880	18,655	4,789
Miscellaneous income					1,508	13,500	18,505	8,913	-
Transfers					(600,000)	(100,000)	(471,850)	(150,000)	31,510
<b>Total business-type activities</b>	<b>-</b>	<b>29,161</b>	<b>52,311</b>	<b>51,656</b>	<b>(508,692)</b>	<b>(10,312)</b>	<b>(431,465)</b>	<b>(122,432)</b>	<b>36,299</b>
<b>Total district-wide</b>	<b>\$ 78,373,116</b>	<b>\$ 84,751,164</b>	<b>\$ 89,265,062</b>	<b>\$ 92,501,787</b>	<b>\$ 97,015,654</b>	<b>\$ 102,295,577</b>	<b>\$ 101,634,787</b>	<b>\$ 102,957,206</b>	<b>\$ 101,598,599</b>
<b>Change in Net Assets</b>									
Governmental activities	\$ (242,563)	\$ 4,391,413	\$ 9,988,892	\$ 11,556,098	\$ 1,083,679	\$ 3,006,102	\$ 170,066	\$ 695,631	\$ 6,174,507
Business-type activities	206,296	14,966	207,960	145,925	70,816	345,477	(138,170)	(248,337)	(138,932)
<b>Total district</b>	<b>\$ (36,267)</b>	<b>\$ 4,406,379</b>	<b>\$ 10,196,852</b>	<b>\$ 11,702,023</b>	<b>\$ 1,154,495</b>	<b>\$ 3,351,579</b>	<b>\$ 31,896</b>	<b>\$ 447,294</b>	<b>\$ 6,035,575</b>

Source: CAFR Schedule A-2 and District records.

Note: This table was required with the implementation of GASB 44 in the 2006 fiscal year. This information is presented back to the year of implementation of GASB 34 and additional years will be added until ten years are presented.

Piscataway Township School District  
 Fund Balances - Governmental Funds  
 Last Nine Fiscal Years

(modified accrual basis of accounting)  
 Unaudited

	Year Ended June 30,								
	2003	2004	2005	2006	2007	2008	2009	2010	2011
<b>General Fund</b>									
Reserved	\$ 634,117	\$ 4,091,468	\$ 4,361,207	\$ 447,677	\$ 219,612	\$ 3,214,999	\$ 1,647,221	\$ 758,931	
Restricted									\$ 189,286
Assigned									3,149,897
Unreserved	3,287,259	2,120,313	5,093,492	7,435,934	7,402,393	3,587,616	2,835,976	2,947,935	
Unassigned									799,316
<b>Total general fund</b>	<u>\$ 3,921,376</u>	<u>\$ 6,211,781</u>	<u>\$ 9,454,699</u>	<u>\$ 7,883,611</u>	<u>\$ 7,622,005</u>	<u>\$ 6,802,615</u>	<u>\$ 4,483,197</u>	<u>\$ 3,706,866</u>	<u>\$ 4,138,499</u>
<b>All Other Governmental Funds</b>									
Reserved reported in:									
Capital projects fund								\$ 2,360,045	
Restricted reported in:									
Capital projects fund									\$ 4,169,643
Debt service fund									822
Unreserved (deficit), reported in:									
Special revenue fund	\$ (37,400)	\$ (22,144)	\$ (22,144)	\$ (22,144)	\$ (22,144)	\$ (22,144)	\$ (44,220)	(44,220)	
Capital projects fund	1,961,547	19,605,281	22,275,974	2,491,248	2,853,342	3,220,044	3,984,655	2,128,496	
Debt service fund	1,035,426	977,039	452,896	311,620	315,177	17,958	18,854	821	
Unassigned (deficit), reported in:									
Special revenue fund									(44,220)
<b>Total all other governmental funds</b>	<u>\$ 2,959,573</u>	<u>\$ 20,560,176</u>	<u>\$ 22,706,726</u>	<u>\$ 2,780,724</u>	<u>\$ 3,146,375</u>	<u>\$ 3,215,858</u>	<u>\$ 3,959,289</u>	<u>\$ 4,445,142</u>	<u>\$ 4,126,245</u>

Source: CAFR Schedule B-1 and District records.

Note: This table was required with the implementation of GASB 44 in the 2006 fiscal year. This information is presented back to the year of implementation of GASB 34 and additional years will be added until ten years are presented. The substantial decrease in unreserved fund balance in 2006 is the result of expenditures incurred related to the District's ongoing capital projects.

Note 1: GASB #54 was implemented in the 2011 fiscal year, which required the presentations of fund balances to be reported in different classifications from those presented in prior years. (See footnote 1.M in the basic financial statements) Prior years have not been restated above and are not required to be.

Note 2: The deficits in the general fund and special revenue fund are the result of the last state aid payments being deferred until the subsequent fiscal year. See notes to the basic financial statements for additional information.

Piscataway Township School District  
 Changes in Fund Balances - Governmental Funds  
 Last Ten Fiscal Years

(modified accrual basis of accounting)  
 Unaudited

	Year ended June 30,									
	2002	2003	2004	2005	2006	2007	2008	2009	2010	2011
<b>Revenues</b>										
Local sources:										
Local tax levy	\$ 56,659,191	\$ 60,490,720	\$ 64,014,368	\$ 69,767,428	\$ 70,894,042	\$ 73,038,949	\$ 77,372,589	\$ 79,062,706	\$ 79,028,217	\$ 80,564,191
Transportation	206,419	187,055	264,970	253,101	233,369	270,250	279,707	445,668	549,957	543,042
Tuition charges	26,873	114,967	38,293				8,948	199,419	403,756	337,374
Investment income	285,819	270,818	518,893	908,470	882,451	890,223	569,943	213,309	116,259	48,820
Miscellaneous	395,060	513,676	461,092	193,167	321,029	413,031	378,956	702,036	701,614	825,031
Total local sources	57,573,362	61,577,236	65,297,616	71,122,166	72,330,891	74,612,453	78,610,143	80,623,138	80,799,803	82,318,458
State sources	15,032,161	17,954,818	20,937,583	23,522,884	32,025,252	25,141,723	26,223,264	23,319,746	22,846,261	22,072,190
Federal sources	2,226,849	2,204,158	2,299,566	2,035,922	2,162,634	2,314,212	2,272,045	2,754,252	5,399,162	4,466,385
Other	10,487									
Total revenue	74,842,859	81,736,212	88,534,765	96,680,972	106,518,777	102,068,388	107,105,452	106,697,136	109,045,226	108,857,033
<b>Expenditures</b>										
Current										
Instruction	33,471,985	35,184,155	36,179,020	36,905,499	39,416,298	39,990,632	41,780,275	43,797,786	44,836,130	44,231,144
Undistributed - current										
Instruction	3,494,843	2,842,620	2,515,774	2,533,376	2,749,121	2,941,038	3,020,221	3,119,400	1,975,680	1,625,882
Attendance/social work		192,332	186,285	207,342	220,782	211,273	216,115	226,959	226,171	212,657
Health services		583,800	617,995	639,969	673,225	738,186	742,017	719,726	743,831	802,596
Other support services	7,213,234	6,047,625	6,259,429	6,159,769	6,533,952	6,750,905	6,879,780	7,599,697	7,923,643	7,675,185
Undistributed	1,717,056									
Improvement of instruction		1,037,458	1,563,810	2,160,205	2,335,357	1,405,313	1,925,996	1,799,976	1,677,111	1,518,930
Education media library		927,749	945,078	1,068,850	1,118,877	996,536	1,067,120	1,140,168	1,136,118	664,947
Other support: instructional staff		187,474	151,238	105,145	116,355	58,022	57,851	62,685	7,677	18,049
General administration	1,621,799	1,611,084	1,686,987	1,765,138	2,099,288	2,274,157	2,064,300	2,270,059	1,811,507	1,836,994
School administration	2,975,323	3,071,583	3,126,235	3,242,484	3,205,094	3,243,060	3,445,413	3,524,132	3,265,925	2,951,953
Central services			988,444	988,444	1,031,328	967,882	1,017,628	964,820	1,041,708	817,520
Administrative information technology				1,287,820	971,816	878,921	943,677	913,780	955,640	1,006,570
Required maintenance of plant services		1,197,544	1,044,346	1,247,217	980,381	1,736,689	1,347,982	1,945,438	1,450,059	1,297,575
Operation of plant	6,579,681	5,833,096	6,197,889	6,470,345	7,245,788	6,759,705	8,025,537	7,634,655	7,715,179	7,780,772
Student transportation	3,214,417	3,440,526	3,490,340	3,664,519	3,941,755	4,232,277	4,200,302	4,599,036	5,054,686	4,906,828
Unallocated benefits	8,865,029	11,960,180	10,690,403	10,201,261	11,236,136	12,186,918	12,926,118	10,390,785	18,028,030	16,998,903
On-behalf TPAF social security and pension contributions	2,659,217	4,526,161	5,589,484	5,628,717	7,522,370	9,824,803	10,167,913	6,174,521	6,414,494	6,393,770
Charter schools		60,124	85,683	78,008	81,751	56,951	24,638	12,818	13,240	62,234
Community services										
Capital outlay	2,531,544	3,775,751	6,868,459	14,005,190	33,038,049	3,507,707	3,110,865	4,655,188	2,050,730	4,702,774
Debt Service:										
Principal	1,220,000	1,285,000	780,000	1,705,000	1,760,000	1,800,000	1,855,000	1,615,000	1,630,000	1,750,000
Interest	680,995	1,088,784	1,720,340	1,779,795	1,738,144	1,683,370	1,633,451	1,578,344	1,528,145	1,457,504
Total expenditures	76,245,123	84,853,046	89,698,795	101,844,093	128,015,867	102,244,345	106,452,199	108,744,973	109,485,704	108,712,787
Excess (Deficiency) of revenues over (under) expenditures	(1,402,264)	(3,116,834)	(1,164,030)	(5,163,121)	(21,497,090)	(175,957)	653,253	(2,047,837)	(440,478)	144,246
<b>Other Financing sources (uses)</b>										
Bonds Issued		35,507,000								
Premium on issuances		491,092								
Refunding of capital lease obligations		(1,195,521)								
Transfers in	11,145	609,257	514,271	649,344	1,666,091	2,584,021	2,447,914	3,371,956	2,149,772	2,130,879
Transfers out	(11,145)	(609,257)	(514,271)	(649,344)	(1,666,091)	(2,304,019)	(3,851,074)	(2,900,106)	(1,999,772)	(2,162,389)
Total other financing sources (uses)	-	34,802,571	-	-	-	280,002	(1,403,160)	471,850	150,000	(31,510)
Net change in fund balances	(1,402,264)	31,685,737	(1,164,030)	(5,163,121)	(21,497,090)	104,045	(749,907)	(1,575,987)	(290,478)	112,736
Fund balance, July 1	8,205,103	6,802,839	38,488,576	37,324,546	32,161,425	10,664,335	10,768,380	10,018,473	8,442,486	8,152,008
Fund balance, June 30	\$ 6,802,839	\$ 38,488,576	\$ 37,324,546	\$ 32,161,425	\$ 10,664,335	\$ 10,768,380	\$ 10,018,473	\$ 8,442,486	\$ 8,152,008	\$ 8,264,744
Debt service as a percentage of noncapital expenditures	2.58%	2.93%	3.02%	3.97%	3.68%	3.53%	3.38%	3.07%	2.94%	3.08%

Source: District records

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

Piscataway Township School District  
 General Fund - Other Local Revenue by Source  
 Last Ten Fiscal Years

(modified accrual basis of accounting)  
 Unaudited

Year Ended June 30,	Insurance Proceeds	Tuition	Interest on Investments	Rentals	Prior Year Refunds	Rebates	Miscellaneous	Transportation Fees	Annual Totals
2002			\$ 280,924	\$ 14,075	\$ 14,622	\$ 221,756	\$ 171,480	\$ 206,419	\$ 909,276
2003		\$ 114,967	215,458	16,155	39,650	114,967	276,476	187,055	964,728
2004	\$ 25,410	38,293	111,478		33,925	331,332	64,168	264,970	869,576
2005			257,838		31,725	71,706	63,282	253,101	677,652
2006			264,075	24,759	44,971		220,999	233,369	788,173
2007	2,411		659,115	5,500	132,221	103,429	99,021	270,250	1,271,947
2008		8,948	522,029	200	148,939		10,824	279,707	970,647
2009		199,419	175,802		129,318			445,668	950,207
2010		403,756	92,621				492,512	549,957	1,538,846
2011		337,374	36,431		77,416		619,954	543,042	1,614,217

Source: District records

Piscataway Township School District  
 Assessed Value and Actual Value of Taxable Property  
 Last Ten Fiscal Years

Unaudited

Year Ended June 30,	Vacant Land	Residential	Farm Reg.	Qfarm	Commercial	Industrial	Apartment	Total Assessed Value	Tax Exempt Property	Public Utilities <sup>a</sup>	Net Valuation Taxable	Total Direct School Tax Rate <sup>b</sup>
2002	\$ 40,876,700	\$ 1,351,150,600	\$ 4,702,200	\$ 290,100	\$ 158,028,300	\$ 584,147,000	\$ 110,431,000	\$ 2,249,625,900	\$ 831,226,400	\$ 13,892,524	\$ 2,263,518,424	\$ 2.590
2003	40,170,200	1,361,822,900	4,588,500	293,700	158,416,200	582,154,100	110,431,000	2,257,876,600	835,969,500	11,932,888	2,269,809,488	2.750
2004	39,986,900	1,373,672,400	4,427,800	275,100	170,458,400	553,372,300	110,431,000	2,252,623,900	839,244,900	11,482,061	2,264,105,961	2.950
2005	36,287,000	1,386,888,200	3,916,100	222,800	171,504,500	543,852,300	110,431,000	2,253,101,900	837,877,400	10,002,581	2,263,104,481	3.100
2006	33,209,800	1,410,123,900	3,792,900	216,900	169,827,900	520,566,300	110,431,000	2,248,168,700	807,878,100	7,916,010	2,256,084,710	3.190
2007	30,884,600	1,422,113,800	3,781,600	216,900	165,210,800	509,869,700	96,492,600	2,228,570,000	839,216,100	7,446,835	2,236,016,835	3.365
2008	31,227,300	1,441,450,200	3,575,200	202,600	165,284,100	488,495,900	96,492,600	2,226,727,900	839,736,400	7,652,141	2,234,380,041	3.460
2009	34,668,700	1,447,655,600	3,273,800	160,200	161,932,300	449,835,500	93,946,900	2,191,473,000	840,942,900	7,361,671	2,198,834,671	3.595
2010	33,990,800	1,449,086,300	2,140,000	191,500	159,999,200	482,765,600	93,897,600	2,222,071,000	826,325,500	7,355,267	2,229,034,487	3.579
2011	32,197,500	1,451,405,950	1,690,000	150,900	149,871,900	458,436,700	99,063,300	2,192,735,250	827,893,100	7,362,448	2,198,116,829	3.690

Source: District records, Tax list summary & Municipal Tax Assessor & Collector, abstract of ratables, County Board of Taxation.

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.

<sup>a</sup> Taxable Value of Machinery, Implements and Equipment of Telephone, Telegraph and Messenger System Companies.

<sup>b</sup> Tax rates are per \$100

Piscataway Township School District  
Property Tax Rates-Direct and Overlapping Governments  
Last Ten Fiscal Years  
(rate per \$100 of assessed value)

Unaudited

Year Ended June 30,	Piscataway Township School District Direct Rate			Overlapping Rates		Total Direct and Overlapping Tax Rate
	Basic Rate <sup>a</sup>	General Obligation Debt Service <sup>b</sup>	(From J-6) Total Direct School Tax Rate	Piscataway Township	Middlesex County	
2002	\$ 2.50	\$ 0.09	\$ 2.59	\$ 0.84	\$ 0.65	\$ 4.08
2003	2.63	0.12	2.75	0.91	0.67	4.33
2004	2.83	0.12	2.95	0.96	0.70	4.61
2005	3.01	0.09	3.10	1.03	0.70	4.83
2006	3.06	0.13	3.19	1.07	0.76	5.02
2007	3.23	0.14	3.37	1.34	0.83	5.54
2008	3.32	0.14	3.46	1.41	0.78	5.65
2009	3.45	0.14	3.59	1.49	0.82	5.90
2010	3.43	0.15	3.58	1.50	0.91	5.98
2011	3.54	0.15	3.69	1.53	0.90	6.31

Source: District Records and Municipal Tax Collector.

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

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

Piscataway Township School District  
Principal Property Tax Payers  
Current Year and Nine Years Ago

Unaudited

	2011		2002	
	Taxable Assessed Value	% of Total District Net Assessed Value	Taxable Assessed Value	% of Total District Net Assessed Value
Corporate Park Associates	\$ 55,056,200	2.50%		
Knightsbridge Realty	42,741,500	1.94%		
TELC NJ	29,624,000	1.35%		
Digital Piscataway	26,938,500	1.23%		
Centennial Square	26,307,000	1.20%		
Home Properties	25,181,100	1.15%		
Colegate Palmolive 2004-Land	16,628,200	0.76%		
2004 Land	12,134,200	0.55%		
Carlton Club Apartments	11,600,300	0.53%		
Mariner One Commerical	10,350,000	0.47%		
Taxpayer 1			\$ 94,761,100	4.19%
Taxpayer 2			54,724,400	2.42%
Taxpayer 3			30,802,800	1.36%
Taxpayer 4			21,174,700	0.94%
Taxpayer 5			15,592,200	0.69%
Taxpayer 6			14,971,000	0.66%
Taxpayer 7			14,714,900	0.65%
Taxpayer 8			10,832,700	0.48%
Taxpayer 9			9,844,000	0.43%
Taxpayer 10			9,723,400	0.43%
<b>Total</b>	<b><u>\$ 256,561,000</u></b>	<b><u>11.67%</u></b>	<b><u>\$ 277,141,200</u></b>	<b><u>12.24%</u></b>

Source: District CAFR & Piscataway Municipal Tax Assessor.

Piscataway Township School District  
Property Tax Levies and Collections  
Last Ten Fiscal Years

Unaudited

Year Ended June 30,	Taxes Levied for the Fiscal Year	Collected within the Fiscal Year of the Levy <sup>a</sup>		Collections in Subsequent Years
		Amount	Percentage of Levy	
2002	\$ 56,659,191	\$ 56,659,191	100.00%	
2003	60,490,720	60,490,720	100.00%	
2004	64,014,368	64,014,368	100.00%	
2005	69,767,428	69,767,428	100.00%	
2006	70,894,042	64,986,205	91.67%	\$ 5,907,837
2007	73,038,949	73,038,949	100.00%	
2008	77,372,589	77,372,589	100.00%	
2009	79,062,706	79,062,706	100.00%	
2010	79,028,217	79,028,217	100.00%	
2011	80,564,191	80,564,191	100.00%	

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

a School taxes are collected by the Municipal Tax Collector. Under New Jersey State Statute, a municipality is required to remit to the school district the entire property tax balance, in the amount voted upon or certified prior to the end of the school year. The Township did not turn over the last payment to the school district in 2006 until July of 2006.

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

Unaudited

Year Ended June 30,	Governmental Activities			Total District	Percentage of Personal Income <sup>a</sup>	Per Capita <sup>a</sup>
	General Obligation Bonds <sup>b</sup>	Certificates of Participation	Capital Leases			
2002			\$ 16,062,570	\$ 16,062,570	0.45%	\$ 312
2003	\$ 35,507,000	\$ 10,635,000	3,343,451	49,485,451	1.36%	954
2004	35,507,000	9,855,000	2,782,378	48,144,378	1.30%	920
2005	35,352,000	8,305,000	2,187,323	45,844,323	1.79%	870
2006	35,187,000	6,710,000	889,597	42,786,597	1.66%	813
2007	35,022,000	5,075,000	179,597	40,276,597	1.55%	764
2008	34,847,000	3,395,000		38,242,000	0.99%	728
2009	34,662,000	1,965,000		36,627,000	0.94%	699
2010	34,152,000	845,000		34,997,000	0.89%	667
2011	33,247,000			33,247,000	0.70%	593

Source: District CAFR Schedules I-1, I-2 and District records.

Note: Details regarding the District's outstanding debt can be found in Note 5 to the basic financial statements.

- <sup>a</sup> See J-14 for personal income and population data. These ratios are calculated using personal income and population for the prior calendar year.

Piscataway Township School District  
Ratios of Net General Bonded Debt Outstanding  
Last Nine Fiscal Years

Unaudited

Year Ended June 30,	<u>General Bonded Debt Outstanding</u>			
	<u>General Obligation Bonds</u>	<u>Net General Bonded Debt Outstanding</u>	<u>Percentage of Actual Taxable Value <sup>a</sup> of Property</u>	<u>Per Capita <sup>b</sup></u>
2003	\$ 35,507,000	\$ 35,507,000	1.57%	\$ 684
2004	35,507,000	35,507,000	1.58%	679
2005	35,352,000	35,352,000	1.57%	671
2006	35,187,000	35,187,000	1.57%	668
2007	35,022,000	35,022,000	1.57%	665
2008	34,847,000	34,847,000	1.56%	663
2009	34,662,000	34,662,000	1.58%	661
2010	34,152,000	34,152,000	1.54%	651
2011	33,247,000	33,247,000	1.52%	593

Source:

a See J-6 for property tax data.

b Population data can be found in J-14.

\* Not available at time of audit

Note: Details regarding the District's outstanding debt can be found in note 5 to the basic financial statements.

Piscataway Township School District  
 Direct and Overlapping Governmental Activities Debt  
 As of June 30, 2011

Unaudited

<u>Governmental Unit</u>	<u>Debt Outstanding</u>	<u>Estimated Percentage Applicable <sup>a</sup></u>	<u>Estimated Share of Overlapping Debt</u>
Debt repaid with property taxes			
Township of Piscataway	\$ 44,401,000	100.000%	\$ 44,401,000
Middlesex County General Obligation Debt - Township's share *			-
Subtotal, overlapping debt			<u>44,401,000</u>
Piscataway School District Direct Debt			<u>33,247,000</u>
<b>Total direct and overlapping debt</b>			<u><u>\$ 77,648,000</u></u>

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

\* Information was not available at the time of the audit.

Piscataway Township School District  
 Legal Debt Margin Information  
 Last Ten Fiscal Years

Unaudited

Legal Debt Margin Calculation for Fiscal Year 2011

	Equalized valuation basis	
	2008	\$ 6,949,837,391
	2009	6,716,129,329
	2010	6,605,442,925
	<b>[A]</b>	<u>\$ 20,271,409,645</u>
Average equalized valuation of taxable property	<b>[A/3]</b>	\$ 6,757,136,548
Debt limit (4 % of average equalization value)	<b>[B]</b>	270,285,462 <sup>a</sup>
Total Net Debt Applicable to Limit	<b>[C]</b>	<u>33,247,000</u>
Legal debt margin	<b>[B-C]</b>	<u>\$ 237,038,462</u>

	2002	2003	2004	2005	2006	2007	2008	2009	2010	2011
Debt limit	\$ 128,502,181	\$ 139,407,038	\$ 158,076,594	\$ 176,381,811	\$ 201,530,820	\$ 230,862,953	\$ 252,439,052	\$ 266,913,133	\$ 273,165,650	\$ 270,285,462
Total net debt applicable to limit	-	46,142,000	45,362,000	43,657,000	41,897,000	40,097,000	38,242,000	34,662,000	34,152,000	33,247,000
Legal debt margin	<u>\$ 128,502,181</u>	<u>\$ 93,265,038</u>	<u>\$ 112,714,594</u>	<u>\$ 132,724,811</u>	<u>\$ 159,633,820</u>	<u>\$ 190,765,953</u>	<u>\$ 214,197,052</u>	<u>\$ 232,251,133</u>	<u>\$ 239,013,650</u>	<u>\$ 237,038,462</u>
Total net debt applicable to the limit as a percentage of debt limit	0.00%	33.10%	28.70%	24.75%	20.79%	17.37%	15.15%	12.99%	12.50%	12.30%

Source: Equalized valuation bases were obtained from the Annual Report of the State of New Jersey, Department of Treasury, Division of Taxation.

<sup>a</sup> Limit set by NJSA 18A:24-19 for a K through 12 district; other % limits would be applicable for other district types.

Piscataway Township School District  
Demographic and Economic Statistics  
Last Ten Fiscal Years

Unaudited

Year	Population <sup>a</sup>	Personal Income <sup>b</sup>	Per Capita Personal Income <sup>c</sup>	Unemployment Rate <sup>d</sup>
2002	51,408	\$ 3,568,137,260	\$ 69,408	4.90%
2003	51,874	3,636,486,300	70,102	4.80%
2004	52,321	3,704,500,245	70,803	4.00%
2005	52,694	2,555,975,164	71,511	3.90%
2006	52,658	2,577,187,836	72,226	4.20%
2007	52,694	2,602,082,414	72,949	3.70%
2008	52,565	3,872,895,294	73,678	4.90%
2009	52,408	3,899,941,093	74,415	8.40%
2010	52,455	3,942,472,984	75,159	8.30%
2011	56,044	4,772,538,908	85,157	8.30%

Source:

<sup>a</sup> Population information provided by the NJ Dept of Labor and Workforce Development.

<sup>b</sup> Personal income has been estimated based upon the municipal population and per capita personal income presented.

<sup>c</sup> Per capita personal income by municipality estimated based upon the 2010 Census published by the US Bureau of Economic Analysis.

<sup>d</sup> Unemployment data provided by the NJ Dept of Labor and Workforce Development.

Piscataway Township School District  
Principal Employers  
Current Year and Nine Years Ago

Unaudited

Employer	2011			2002		
	Employees	Rank [Optional]	Percentage of Total Municipal Employment	Employees	Rank [Optional]	Percentage of Total Municipal Employment
Rutgers University	8,000		N/A			N/A
University of Medicine and Dentistry	3,000					
Telcordia	2,000					
Piscataway Township Schools	1,350					
Chanel, Inc.	800					
Cosmair, Inc.	750					
Amersham Pharmacia Biotech, Inc.	600					
Anthem Health & Life Insurance Co.	550					
AT&T	500					
IEEE	500					
Shop-Rite	500					
Western Union International Inc.	500					
Johnson & Johnson Health Care	500					
Pepsi Cola Bottling Co.	460					
Siemens Hearing Instruments	350					
	<u>20,360</u>		<u>0.00%</u>	<u>-</u>		<u>0.00%</u>

Source: Middlesex County Business Guide

N/A: This information was not available for the Township of Piscataway.

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

Unaudited

<u>Function/Program</u>	<u>2002</u>	<u>2003</u>	<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>
Instruction										
Instruction	549.6	554.6	579.3	597.0	587.5	595.5	581.8	601.5	613.0	620.0
Support Services:										
Attendance/social work	4.0	4.0	4.0	4.0	4.0	4.0	4.0	4.0	4.0	4.0
Health services	12.0	12.0	12.0	12.0	12.0	12.0	14.0	13.0	13.0	13.0
Other support services	33.5	33.5	33.5	45.0	39.0	39.0	39.0	39.0	35.0	35.0
Child study team	26.0	26.0	26.0	30.0	30.0	30.0	32.0	34.0	37.0	37.0
Improvement of instruction	10.5	10.5	10.5	16.0	16.0	16.0	14.6	14.6	14.6	14.6
School library	14.0	14.0	14.0	24.0	24.0	24.0	24.7	24.7	18.7	18.7
General administration	3.0	3.0	3.0	4.0	4.0	4.0	6.0	5.0	5.0	5.0
School administration	38.8	103.8	103.8	41.0	41.0	41.0	41.0	41.0	40.0	40.0
Operations and maintenance	67.0	5.0	5.0	77.0	77.0	77.0	73.0	73.0	61.0	61.0
Student transportation	3.0	8.0	8.0	3.0	3.0	2.0	2.0	47.0	53.0	32.0
Other support services - administrative and professional	21.0	13.0	13.0	30.0	29.0	29.0	29.0	29.0	25.0	25.0
Total	<u>782.4</u>	<u>787.4</u>	<u>812.1</u>	<u>883.0</u>	<u>866.5</u>	<u>873.5</u>	<u>861.1</u>	<u>925.8</u>	<u>919.3</u>	<u>905.3</u>

Source: District Personnel Records

Piscataway Township School District  
Operating Statistics  
Last Ten Fiscal Years

Unaudited

Fiscal Year	Enrollment	Operating Expenditures <sup>a</sup>	Cost Per Pupil	Percentage Change	Teaching Staff <sup>b</sup>	Pupil/Teacher Ratio				Average Daily Enrollment (ADE) <sup>c</sup>	Average Daily Attendance (ADA) <sup>c</sup>	% Change in Average Daily Enrollment	Student Attendance Percentage
						Elementary	Intermediate	Middle	High School				
2002	6,846	\$ 71,812,584	\$ 10,490	3.08%	614	1:15	1:15	1:11	1:12	6,743	6,421	0.27%	95.22%
2003	6,666	78,703,511	11,807	12.56%	580	1:15	1:15	1:11	1:12	6,760	6,458	0.25%	95.53%
2004	6,722	80,329,996	11,950	1.22%	626	1:14	1:11	1:11	1:13	6,722	6,452	-0.56%	95.98%
2005	6,813	84,354,108	12,381	3.61%	632	1:13	1:11	1:10	1:12	6,813	6,508	1.35%	95.52%
2006	6,877	91,479,674	13,302	7.44%	574	1:13	1:12	1:11	1:13	6,884	6,566	1.04%	95.38%
2007	6,904	96,475,645	13,973	5.04%	579	1:13	1:12	1:11	1:13	6,904	6,507	0.29%	94.25%
2008	6,975	99,852,883	14,316	2.45%	583	1:13	1:12	1:11	1:13	6,975	6,785	1.03%	97.28%
2009	7,049	100,896,441	14,314	-0.02%	602	1:13	1:12	1:11	1:13	7,049	6,893	1.06%	97.79%
2010	7,269	104,276,829	14,345	0.22%	613	1:15	1:13	1:13	1:14	7,269	7,103	3.12%	97.72%
2011	7,363	100,802,509	13,690	-4.57%	620	1:15	1:13	1:13	1:14	7,363	7,219	1.29%	98.04%

Sources: District records and ASSA

Note: Enrollment based on annual October district count.

- a Operating expenditures equal total expenditures less debt service and capital outlay.
- b Teaching staff includes only full-time equivalents of certificated staff.
- c Average daily enrollment and average daily attendance are obtained from the School Register Summary (SRS).

Piscataway Township School District  
School Building Information  
Last Ten Fiscal Years

Unaudited

	2002	2003	2004	2005	2006	2007	2008	2009	2010	2011
<b>District Building</b>										
<b>Elementary</b>										
Arbor Elementary School (1960)										
Square Feet	54,116	54,116	64,282	64,282	64,282	64,282	64,282	64,282	64,282	64,282
Capacity (students)	447	447	447	447	447	447	447	447	447	447
Enrollment	520	498	485	490	466	508	492	481	522	556
Eisenhower Elementary School (1968)										
Square Feet	67,190	67,190	67,190	67,190	67,190	67,190	67,190	67,190	67,190	67,190
Capacity (students)	480	480	480	480	480	480	480	480	480	480
Enrollment <sup>a</sup>	481	502	461	485	508	486	490	497	507	530
Grandview Elementary School (1953)										
Square Feet	40,664	40,664	40,664	40,664	40,664	40,664	40,664	40,664	40,664	40,664
Capacity (students)	451	451	451	451	451	451	451	451	451	451
Enrollment	438	474	434	485	479	532	571	599	593	610
M.L. King Elementary School (1968)										
Square Feet	62,320	62,320	72,541	72,541	72,541	72,541	72,541	72,541	72,541	72,541
Capacity (students)	504	504	504	504	504	504	504	504	504	504
Enrollment	559	531	467	471	464	500	516	500	484	552
Knollwood Elementary School (1960)										
Square Feet	60,493	60,493	60,493	60,493	60,493	60,493	60,493	60,493	60,493	60,493
Capacity (students)	333	333	333	333	333	333	333	333	333	333
Enrollment	450	473	441	468	507	515	511	521	499	500
Randolphville Elementary School (1960)										
Square Feet	60,493	60,493	60,493	60,493	60,493	60,493	60,493	60,493	60,493	60,493
Capacity (students)	387	387	387	387	387	387	387	387	387	387
Enrollment	493	497	455	455	450	460	478	518	543	558
<b>Middle Schools</b>										
Conackamack Middle School (1963)										
Square Feet	73,884	73,884	77,258	77,258	77,258	77,258	77,258	77,258	77,258	77,258
Capacity (students)	526	526	526	526	526	526	526	526	526	526
Enrollment	510	540	565	552	545	458	478	461	461	433
Quibbletown Middle School (1960)										
Square Feet	98,000	98,000	107,733	107,733	107,733	107,733	107,733	107,733	107,733	107,733
Capacity (students)	631	631	631	631	631	631	631	631	631	631
Enrollment	595	575	547	543	527	552	539	575	568	578
T. Schor Middle School (1969)										
Square Feet	87,956	87,956	96,301	96,301	96,301	96,301	96,301	96,301	96,301	96,301
Capacity (students)	616	616	616	616	616	616	616	616	616	616
Enrollment	588	543	514	506	531	546	546	512	550	606
<b>High School</b>										
Piscataway High School (1956 & 1972)										
Square Feet	370,024	370,024	370,024	370,024	370,024	430,024	430,024	430,024	430,024	430,024
Capacity (students)	2,041	2,041	2,041	2,041	2,041	4,341	4,341	4,341	4,341	4,341
Enrollment	2,083	2,122	2,487	2,370	2,509	2,607	2,578	2,599	2,571	2,465
<b>Other</b>										
Maintenance Building (unknown)										
Square Feet	85,035	85,035	85,035	85,035	85,035	85,035	85,035	85,035	85,035	85,035
Central Administration (1949)										
Square Feet	36,440	36,440	36,440	36,440	36,440	36,440	36,440	36,440	36,440	36,440
Number of Schools at June 30, 2011										
Elementary = 6										
Middle School = 3										
Senior High School = 1										
Other = 2										

Source: District Facilities Office

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

Piscataway Township School District  
 Schedule of Required Maintenance  
 Last Ten Fiscal Years

Unaudited

Undistributed Expenditures - Required Maintenance for School Facilities

School Facilities*	Year ended June 30,									
	2011	2010	2009	2008	2007	2006	2005	2004	2003	2002
Arbor	\$ 117,208	\$ 130,982	\$ 175,729	\$ 121,730	\$ 65,147	\$ 55,936	\$ 31,203	\$ 54,806	\$ 95,178	\$ 61,241
Conackamack	93,339	104,308	139,942	96,940	180,091	79,186	128,726	77,960	97,146	83,614
Eisenhower	185,088	206,839	277,501	192,229	76,761	61,604	31,204	69,966	96,192	76,039
Grandview	63,163	70,586	94,700	65,600	71,070	43,744	75,611	46,877	96,192	46,019
High School	324,164	362,258	486,015	336,670	811,334	335,453	632,906	388,647	208,449	418,754
King	36,405	40,683	54,582	37,810	60,548	62,197	48,983	63,084	93,405	70,527
Knollwood	94,904	106,057	142,289	98,566	60,302	56,743	91,538	60,782	93,795	68,460
Quibbletown	61,401	68,616	92,057	63,769	131,616	98,497	96,231	110,013	93,989	110,906
Randolphville	57,126	63,839	88,331	61,188	57,796	56,743	59,842	58,117	94,549	68,460
Schor	155,438	173,704	235,729	163,293	185,369	92,781	31,203	90,419	97,107	99,539
<b>Total School Facilities</b>	<b>1,188,237</b>	<b>1,327,872</b>	<b>1,786,875</b>	<b>1,237,795</b>	<b>1,700,034</b>	<b>942,884</b>	<b>1,227,447</b>	<b>1,020,671</b>	<b>1,066,002</b>	<b>1,103,559</b>
Other Facilities-Fellowship Farms	109,338	122,187	158,563	110,187	36,655	37,497	19,770	23,675	131,542	45,624
<b>Grand Total</b>	<b>\$ 1,297,575</b>	<b>\$ 1,450,059</b>	<b>\$ 1,945,438</b>	<b>\$ 1,347,982</b>	<b>\$ 1,736,689</b>	<b>\$ 980,381</b>	<b>\$ 1,247,217</b>	<b>\$ 1,044,346</b>	<b>\$ 1,197,544</b>	<b>\$ 1,149,183</b>

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

Source: District records of required maintenance.

Piscataway Township School District  
Insurance Schedule  
Year ended June 30, 2011

Unaudited

	<u>Coverage</u>	<u>Deductible</u>
<b>Property</b>		
Blanket, building and contents	\$ 147,126,346	
Extra expense	1,000,000	
Demolition/Increased cost of construction	500,000	
Deductible	25,000	
Flood	5,000,000	
Musical instruments	Included	
Miscellaneous equipment	Included	
Computer equipment	7,625,000	
<b>School Board Legal</b>		
Limit of liability	6,000,000	\$ 15,000
<b>Primary Umbrella</b>		
Limit of liability	10,000,000	
Self-insured retention	none	
<b>Catastrophe Access</b>		
Limit of liability - Group Limit	50,000,000	
<b>Environmental Impairment Liability</b>		
Limit of liability - Each Loss	1,000,000	10,000
Limit of liability - Aggregate	3,000,000	
<b>Energy Systems</b>		
Spoilage	147,126,346	5,000
Extra Expense	500,000	5,000
	10,000,000	

Source: District Records and Insurance Company.

Piscataway Township School District  
Insurance Schedule  
Year ended June 30, 2011

Unaudited

	<u>Coverage</u>	<u>Deductible</u>
<b>Commercial Liability</b>		
Bodily Injury & Property Damage - Each Occurrence	\$ 6,000,000	
Personal Injury/Advertising	6,000,000	
Medical Expense	10,000	
Employee Benefits Liability	1,000,000	
<b>Business Auto</b>		
Bodily Injury & Property Damage	1,000,000	
Personal Injury Protection	Statutory	
Medical Payments (PIP)	10,000	
Uninsured/Underinsured	1,000,000	
Comprehensive Deductible		\$ 1,000
Collision Deductible		1,000
<b>Student Accident</b>		
Limit of Liability	100,000	
Athletics	10,000,000	
Disability Option	500,000	
<b>Bonds</b>		
Board Secretary/Business Administrator	405,000	
Assistant Business Administrator	405,000	
Treasurer of School Monies	405,000	
<b>Excess Workers Comp</b>		
Limit of Liability- Section "B" Employers Liability Limit	1,000,000	
Section "A"	Statutory	
<b>Crime</b>		
Money & Securities-inside	50,000	500
Money & Securities-outside	50,000	500
Employee Dishonesty	1,000,000	1,000
Depositories Forgery	1,000,000	1,000

Source: District Records and Insurance Company.

## Single Audit Section





Independent Auditors' Report on Internal Control  
Over Financial Reporting and on Compliance and Other Matters  
Based on an Audit of the Financial Statements Performed  
in Accordance with *Government Auditing Standards*

Honorable President and Members  
of the Board of Education  
Piscataway Township School District  
Piscataway, New Jersey  
County of Middlesex

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 Piscataway Township School District, County of Middlesex, 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 30, 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 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

Management of the District is responsible for establishing and maintaining effective 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 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 involving internal control over financial reporting that we have reported to the District in a separate *Auditors' Management Report on Administrative Findings* dated November 30, 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 the 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 the District in a separate *Auditors' Management Report on Administrative Findings* dated November 30, 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.



David J. Gannon  
Licensed Public School Accountant  
No. 2305



WISS & COMPANY, LLP

November 30, 2011  
Iselin, New Jersey



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  
Piscataway Township School District  
Piscataway, New Jersey  
County of Middlesex

Compliance

We have audited the compliance of the Board of Education of the Piscataway Township School District, County of Middlesex, 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 Aid/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; and New Jersey OMB Circular 04-04, *Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid*. Those standards, OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*; 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 compliance 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

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 the requirements that could have a direct and material effect on a major federal and state program to determine the auditing procedures for the purpose of expressing our opinion on compliance and to test and report on internal control over compliance in accordance with OMB Circular A-133 and 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 over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal or state program on a timely basis. A material weakness in internal control over compliance is a deficiency, or combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal or state program will not be prevented, or detected and corrected, on a timely basis.

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

This report is intended solely for the information and use of the 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.



David J. Gannon  
Licensed Public School Accountant  
No. 2305



WISS & COMPANY, LLP

November 30, 2011  
Iselin, New Jersey



Piscataway Township School District  
 Schedule of Expenditures of Federal Awards

Year ended June 30, 2011

Federal Grantor/Pass-Through Grantor/Program Title	Federal CFDA Number	Grant Period	Award Amount	Balance June 30, 2010			Adjustments	Carryover	Cash Received	Budgetary Expenditures	Repayment of Prior Years' Balances	Balance June 30, 2011		
				Deferred Revenue	(Accounts Receivable)	Due to Grantor						Deferred Revenue	(Accounts Receivable)	Due to Grantor
<b>U.S. Department of Education--Direct Award</b>														
General Fund:														
Medical Assistance Program	93.778	7/1/10-6/30/11	\$ 112,199					\$ 112,199	\$ (112,199)					
Education Jobs Fund	84.410	7/1/10-6/30/11	556,854					556,854	(556,854)					
Total U.S. Department of Education and General Fund								669,053	(669,053)					
<b>U.S. Department of Education--Passed-Through State Department of Education</b>														
Special Revenue Fund:														
Title I, Part A	84.010A	9/1/09-8/31/10	327,747		\$ (44,898)			110,984	(106,621)			\$ (40,535)		
Title I, Part A	84.010A	9/1/10-8/31/11	518,795					465,264	(479,897)			(14,633)		
IDEIA Preschool	84.173A	9/1/09-8/31/10	50,217		(12,085)			16,505	(4,420)					
ARRA - IDEIA Preschool	84.392	9/1/09-8/31/11	68,989	\$ 827			\$ 7,173	4,473	(880)		\$ 4,420			
IDEIA Preschool	84.173A	9/1/10-8/31/11	56,546				7,173	45,523	(48,490)		4,206			
IDEIA Part B Basic	84.027A	9/1/10-8/31/11	1,748,170				58,080	1,646,117	(1,738,002)			(33,805)		
IDEIA Part B Basic	84.027A	9/1/09-8/31/10	1,695,125		(158,417)		(58,080)	185,485	(27,068)					
ARRA - IDEIA Part B Basic	84.391	9/1/09-8/31/11	1,910,881		(5,008)			891,441	(870,712)		15,721			
Title II, Part A	84.367	9/1/09-8/31/10	177,439		(13,972)			13,172	(43,762)			(44,562)		
Title II, Part A	84.367	9/1/10-8/31/11	180,661					173,711	(179,749)			(6,038)		
Title II, Part D	84.318	9/1/09-8/31/10	3,226		(282)			405	(123)					
Title II, Part D	84.318	9/1/10-8/31/11	1,142					54	(63)			(9)		
Title III	84.365	9/1/09-8/31/10	66,840		(10,209)			11,180	(1,327)			(356)		
Title III	84.365	9/1/10-8/31/11	81,831					77,702	(77,977)			(275)		
Title IV, Regular	84.186A	9/1/09-8/31/10	15,320		(10,624)			11,209	(585)					
Title IV, Regular	84.186A	9/1/08-8/31/09	19,215		(463)							(463)		
Evening School for the Foreign Born	84.FOB	9/1/08-8/31/09	4,500	2,758			(2,758)							
Teaching American History	84.215X	7/1/08-6/30/11	424,149		(11,219)			174,055	(195,910)			(33,074)		
Carl D. Perkins Vocational Education	84.048	7/1/08-6/30/09	39,968	381			(381)							
Carl D. Perkins Vocational Education	84.048	9/1/09-6/30/10	42,969		(15,693)			15,693						
Carl D. Perkins Vocational Education	84.048	9/1/10-6/30/11	38,695					38,695	(38,695)					
Total Special Revenue Fund and U.S. Department of Education - Passed-Through State Department of Education				3,966	(282,870)	-	62,114	-	3,881,668	(3,814,281)	-	24,347	(173,750)	-
<b>U.S. Department of Agriculture--Passed-Through State Department of Education</b>														
Enterprise Fund:														
Food Donation Program - NC	10.555	7/1/09-6/30/10	195,829	41,326						(41,326)				
Food Donation Program - NC	10.555	7/1/10-6/30/11	136,634					136,634	(131,672)		4,962			
National School Breakfast Program	10.553	7/1/09-6/30/10	109,226		(8,713)			8,713						
National School Breakfast Program	10.553	7/1/10-6/30/11	109,930					102,348	(109,930)			(7,582)		
National School Lunch Program	10.555	7/1/09-6/30/10	566,910		(47,200)			47,200						
National School Lunch Program	10.555	7/1/10-6/30/11	857,992					808,219	(857,992)			(49,773)		
Total Enterprise Fund and Total U.S. Department of Agriculture--Passed-Through State Department of Education				41,326	(55,913)			1,103,114	(1,140,920)		-	4,962	(57,355)	
Total Federal Awards				\$ 45,292	\$ (338,783)	\$ -	\$ 62,114	\$ -	\$ 4,984,782	\$ (5,624,254)	\$ -	\$ 29,309	\$ (231,105)	\$ -

NC - non-cash expenditures

Schedule of Expenditures of State Financial Assistance

Year ended June 30, 2011

State Grantor/Program Title	Grant or State Project Number	Grant Period	Award Amount	Balance June 30, 2010			Cash Received	Budgetary Expenditures	Repayment of Prior Years' Balances	Balance June 30, 2011			Memo		
				Deferred Revenue	(Accounts Receivable)	Due to Grantor				Adjustment	Deferred Revenue	(Accounts Receivable)	Due to Grantor	Budgetary Receivable	Cumulative Total Expenditures
<b>State Department of Education</b>															
<i>General Fund:</i>															
Special Education Categorical Aid	495-034-5120-089	7/1/10 - 6/30/11	\$ 4,043,223				\$ 3,691,967	\$ (4,043,223)					\$ (351,256)	\$ (4,043,223)	
Equalization Aid	495-034-5120-078	7/1/10 - 6/30/11	7,931,474				7,138,324	(7,931,474)					(793,150)	(7,931,474)	
Security Aid	495-034-5120-084	7/1/09-6/30/10	889,498	\$ (88,951)			88,951								
Transportation Aid	495-034-5120-014	7/1/09-6/30/10	1,567,113	(229,496)			229,496								
Special Education Aid	495-034-5120-089	7/1/09-6/30/10	4,001,186	(364,150)			364,150								
Equalization Aid	495-034-5120-078	7/1/09-6/30/10	7,872,029	(937,148)			937,148								
Extraordinary Aid	100-034-5120-044	7/1/10 - 6/30/11	628,928					(628,928)		\$ (628,928)				(628,928)	
Extraordinary Aid	100-034-5120-044	7/1/09- 6/30/10	707,927	(707,927)			707,927								
Additional NP Transportation Aid	Not Available	7/1/10 - 6/30/11	95,526					(95,526)					(95,526)	(95,526)	
Additional NP Transportation Aid	Not Available	7/1/09- 6/30/10	63,539	(63,539)			63,539								
Reimbursed TPAF - Social Security	495-034-5095-002	7/1/10 - 6/30/11	3,307,997				3,143,326	(3,307,997)					(164,671)	(3,307,997)	
Reimbursed TPAF - Social Security	495-034-5095-002	7/1/09- 6/30/10	3,456,098	(170,172)			170,172								
Homeless Tuition	Not Available	7/1/10 - 6/30/11	4,532				4,532	(4,532)						(4,532)	
<b>Total General Fund</b>				(2,561,383)			16,539,532	(16,011,680)			(889,125)		(1,144,406)	(16,011,680)	
<i>Special Revenue Fund:</i>															
<b>New Jersey Non-Public Aid:</b>															
Home Instruction	100-034-5120-XXXX	7/1/09 - 6/30/10	2,050	(1,050)	\$ 1,050		553	(553)						(553)	
Nursing Aid	100-034-5120-070	7/1/10 - 6/30/11	90,720				90,720	(90,720)						(90,720)	
Textbook Aid	100-034-5120-064	7/1/10 - 6/30/11	77,132				77,132	(77,132)						(77,132)	
<b>Non Public Auxiliary Services (Ch. 192):</b>															
English as a Second Language	100-034-5120-067	7/1/09 - 6/30/10	18,595		\$ 1,958				\$ (1,958)						
Transportation		7/1/10 - 6/30/11	28,900				28,900	(28,900)						(28,900)	
English as a Second Language		7/1/10 - 6/30/11	17,246				17,246	(17,246)						(17,246)	
Compensatory Education		7/1/10 - 6/30/11	120,400				120,400	(120,400)						(120,400)	
<b>Non Public Handicapped Services (Ch. 193):</b>															
Supplemental Instruction	100-034-5120-066	7/1/09 - 6/30/10	73,272		32,654				(32,654)						
Examination and Classification		7/1/09 - 6/30/10	93,231		12,794				(12,794)						
Corrective Speech		7/1/09 - 6/30/10	102,225		13,002				(13,002)						
Supplemental Instruction		7/1/10 - 6/30/11	57,671				57,671	(45,478)				\$ 12,193		(45,478)	
Examination and Classification		7/1/10 - 6/30/11	106,344				106,344	(75,899)				30,445		(75,899)	
Corrective Speech		7/1/10 - 6/30/11	79,249				79,249	(79,249)						(79,249)	
Preschool Education Aid	495-034-5120-086	7/1/10 - 6/30/11	442,200				397,980	(442,200)					(44,220)	(442,200)	
Preschool Education Aid	495-034-5120-086	7/1/09 - 6/30/10	442,200	(44,220)			44,220								
<b>Total Special Revenue Fund</b>				(45,270)	60,408	1,050	1,020,415	(977,777)	(60,408)			42,638	(44,220)	(977,777)	
<i>Capital Projects Fund:</i>															
NJ Schools Development Authority	2940-045-02-0798/0496	7/1/02-completion	11,911,334				147,041	(1,480,037)				(1,332,996)		(11,911,334)	
<b>Total Capital Projects Fund</b>							147,041	(1,480,037)				(1,332,996)		(11,911,334)	
<i>Debt Service Fund:</i>															
Type II Debt Service aid	495-034-5120-017	7/1/10 - 6/30/11	41,584				41,584	(41,584)						(41,584)	
<b>Total Debt Service Fund</b>							41,584	(41,584)						(41,584)	
<b>State Department of Agriculture</b>															
<i>Enterprise Fund:</i>															
State School Breakfast Program (State share)	100-010-3350-021	7/1/09 - 6/30/10	10,155	(786)			786								
State School Lunch Program (State share)	100-010-3360-067	7/1/10 - 6/30/11	30,077				26,861	(30,077)				(3,216)		(28,675)	
State School Lunch Program (State share)	100-010-3350-023	7/1/09 - 6/30/10	39,691	(2,398)			2,398								
<b>Total Enterprise Fund</b>				(3,184)			30,045	(30,077)				(3,216)		(28,675)	
<b>Total State Awards</b>				\$ -	\$ (2,609,837)	\$ 60,408	\$ 1,050	\$ 17,778,617	\$ (18,541,155)	\$ (60,408)	\$ -	\$ (2,225,337)	\$ 42,638	\$ (1,188,626)	\$ (28,971,050)

The accompanying notes to schedules of expenditures of federal awards and state financial assistance are an integral part of this statement.

Piscataway Township School District  
Notes to Schedules of Expenditures of  
Federal Awards and State Financial Assistance

Year ended June 30, 2011

**1. General**

The accompanying schedules of expenditures of federal awards and state financial assistance present the activity of all expenditures of federal awards and state financial assistance programs of the District. All federal awards and state financial assistance received directly from federal and state agencies, as well as federal awards and state financial assistance passed through other government agencies, are included on the schedules of expenditures of federal awards and state financial assistance.

**2. Basis of Accounting**

The accompanying schedules of expenditures of federal awards and state financial assistance are presented on the budgetary basis of accounting with the exception of programs recorded in the enterprise 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 these schedules are 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, or used in the preparation of, the basic financial statements.

**3. Relationship to Basic Financial Statements**

Amounts reported in the accompanying schedules agree with amounts reported in the District's 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 fiscal year, whereas for GAAP reporting, revenue is not recognized until the subsequent year or when expenditures have been made.

Piscataway Township School District

Notes to Schedules of Expenditures of  
Federal Awards and State Financial Assistance

Year ended June 30, 2011

**3. Relationship to Basic Financial Statements (Continued)**

The general fund is presented in the accompanying schedules on the modified accrual basis of accounting with the exception of the revenue recognition of the last two state aid payments in the current year, which is mandated pursuant to N.J.S.A. 18A:22-4.2. For GAAP purposes, those payments are not recognized until the subsequent year due to the state deferral and recording of the last two state aid payments in the subsequent year. The special revenue fund is presented in the accompanying schedules on the grant accounting budgetary basis, which recognizes encumbrances as expenditures and also recognizes the related revenues, whereas the GAAP basis does not. The special revenue fund also recognizes the last state aid payments 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 \$475,339 for the general fund and \$16,902 for the special revenue fund. See note to required supplementary information for a reconciliation of the budgetary basis to the modified accrual basis of accounting for the general and special revenue funds (C-3). Federal and State award revenues are reported in the District's basic financial statements on a GAAP basis as follows:

	<u>Federal</u>	<u>State</u>	<u>Total</u>
General Fund	\$ 669,053	\$ 19,572,792	\$ 20,241,845
Special Revenue Fund	3,797,332	977,777	4,775,109
Capital Projects Fund		1,480,037	1,480,037
Debt Service Fund		41,584	41,584
Food Service Enterprise Fund	1,140,920	30,077	1,170,997
Total financial award revenues	<u>\$ 5,607,305</u>	<u>\$ 22,102,267</u>	<u>\$ 27,709,572</u>

**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.

Piscataway Township School District

Notes to Schedules of Expenditures of  
Federal Awards and State Financial Assistance

Year ended June 30, 2011

**5. Other**

Revenues and expenditures reported under the Food Donation Program represent current year value received and current year distributions, respectively. TPAF Social Security Contributions represent the amount reimbursed by the State for the employer's share of Social Security for TPAF members for the year ended June 30, 2011.

The post retirement pension and medical benefits received on-behalf of the District for the year ended June 30, 2011 amounted to \$3,085,773. Since on-behalf post retirement pension and medical benefits are paid by the State directly, these expenditures are not subject to a single audit in accordance with New Jersey OMB Circular 04-04 and are not reported on the Schedule of Expenditures of State Financial Assistance, as directed by the funding agency.

**6. Adjustments**

The adjustments noted in the IDEIA Part B, Basic and IDEIA Preschool grants represent adjustments made to prior years' final reports by the granting agency. The remaining adjustments represent the cancellation of prior year accounts receivable and encumbrances.

Piscataway Township School District  
Schedule of Findings and Questioned Costs  
Year ended June 30, 2011

**Part I – Summary of Auditors’ Results**

**Financial Statement Section**

Type of auditors’ report issued:	<u>Unqualified</u>		
Internal control over financial reporting:			
Material weakness(es) identified?	<u>      </u> Yes	<u>  X  </u> No	
Significant deficiency(ies) identified ?	<u>      </u> Yes	<u>  X  </u> None Reported	
Noncompliance material to financial statements noted?	<u>      </u> Yes	<u>  X  </u> No	

**Federal Awards Section**

Dollar threshold used to distinguish between Type A and Type B programs:	<u>\$300,000</u>		
Auditee qualified as low-risk auditee?	<u>      </u> Yes	<u>  X  </u> No	
Type of auditors’ report issued on compliance for major programs:	<u>Unqualified</u>		
Internal control over major programs:			
Material weakness(es) identified?	<u>      </u> Yes	<u>  X  </u> No	
Significant deficiency(ies) identified?	<u>      </u> Yes	<u>  X  </u> None Reported	
Any audit findings disclosed that are required to be reported in accordance with Circular A-133 (Section .510(a))?	<u>      </u> Yes	<u>  X  </u> No	

Identification of major programs:

<u>CFDA Number(s)</u>	<u>Name of Federal Program or Cluster</u>
84.027A, 84.173A, 84.391, 84.392 84.410	IDEIA Part B Basic and Preschool Cluster, Regular and ARRA Education Jobs Fund Program

Piscataway Township School District  
Schedule of Findings and Questioned Costs

Year ended June 30, 2011

**Part I – Summary of Auditors Results**

**State Awards Section**

Dollar threshold used to distinguish between Type A and Type B programs:

\$556,234

Auditee qualified as low-risk auditee?

           Yes   X   No

Type of auditors' report issued on compliance for major programs:

Unqualified

Internal control over major programs:

Material weakness(es) identified?

           Yes   X   No

Significant deficiency(ies) identified?

           Yes   X   None Reported

Any audit findings disclosed that are required to be reported in accordance with NJOMB Circular 04-04?

           Yes   X   No

Identification of major programs:

<u>GMIS/Program Number</u>	<u>Name of State Program or Cluster</u>
495-034-5120-078	Equalization Aid
495-034-5120-089	Special Education Categorical Aid
2940-045-02-0798/0496	SDA School Construction Grants

Piscataway Township School District  
Schedule of Findings and Questioned Costs

Year ended June 30, 2011

**Part II – Schedule of Financial Statement Findings**

No financial statement findings noted that are required to be reported under *Government Auditing Standards*.

Piscataway Township School District  
Schedule of Findings and Questioned Costs

Year ended June 30, 2011

**Part III – Schedule of Federal Award and State Financial Assistance  
Findings and Questioned Costs**

No compliance or internal control over compliance findings noted that are required to be reported under *Government Auditing Standards*.

Piscataway Township School District  
Summary Schedule of Prior Year Audit Findings  
Year ended June 30, 2011

Not applicable.