

**SCHOOL DISTRICT OF THE
BOROUGH OF RAMSEY
COUNTY OF BERGEN, NEW JERSEY
COMPREHENSIVE ANNUAL FINANCIAL REPORT
FOR THE FISCAL YEAR ENDED
JUNE 30, 2011**

**School District
of**

Ramsey

**RAMSEY BOARD OF EDUCATION
Ramsey, New Jersey**

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

Comprehensive Annual Financial Report

of the

RAMSEY BOARD OF EDUCATION
Ramsey, New Jersey

Year Ended June 30, 2011

Prepared by

Robert J. Marcotulli
Assistant Superintendent-Business/Board Secretary

OUTLINE OF CAFR

INTRODUCTORY SECTION

Letter of Transmittal	1
Organizational Chart	5
Roster of Officials	6
Consultants and Advisors	7

FINANCIAL SECTION

Independent Auditor's Report	8
Required Supplementary Information - Part I Management's Discussion and Analysis	10

BASIC FINANCIAL STATEMENTS

A. District-wide Financial Statements:

A-1 Statement of Net Assets	23
A-2 Statement of Activities	24

B. Fund Financial Statements:

Governmental Funds:

B-1 Balance Sheet	25
B-2 Statement of Revenues, Expenditures and Changes in Fund Balances	26
B-3 Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances of Governmental Funds to the Statement of Activities	27

Proprietary Funds:

B-4 Statement of Net Assets	28
B-5 Statement of Revenues, Expenses and Changes in Fund Net Assets	29
B-6 Statement of Cash Flows	30

Fiduciary Funds:

B-7 Statement of Fiduciary Net Assets	31
B-8 Statement of Changes in Fiduciary Net Assets	32

Notes to the Financial Statements	33
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Required Supplementary Information - Part II

OUTLINE OF CAFR

C. Budgetary Comparison Schedules:

C-1	Budgetary Comparison Schedule - General Fund	54
C-1a	Not Applicable	
C-2	Budgetary Comparison Schedule - Special Revenue Fund	59
Notes to the Required Supplementary Information		
C-3	Budget-to-GAAP Reconciliation	60

Other Supplementary Information

D. School Level Schedules:

Not Applicable

E. Special Revenue Fund:

E-1	Combining Schedule of Program Revenues and Expenditures - Budgetary Basis	61
E-1a	Combining Schedule of Program Revenues and Expenditures - Budgetary Basis	62
E-1b	Combining Schedule of Program Revenues and Expenditures - Budgetary Basis	63
E-2	Not Applicable	
E-3	Not Applicable	

F. Capital Projects Fund:

F-1	Summary Schedule of Revenues, Expenditures and Changes in Fund Balance - Budgetary Basis	64
F-1a	Schedule of Project Revenues, Expenditures, Project Balances and Project Status - Budgetary Basis	65
F-1b	Schedule of Project Revenues, Expenditures, Project Balances and Project Status - Budgetary Basis	66
F-1c	Schedule of Project Revenues, Expenditures, Project Balances and Project Status - Budgetary Basis	67
F-1d	Schedule of Project Revenues, Expenditures, Project Balances and Project Status - Budgetary Basis	68
F-1e	Schedule of Project Revenues, Expenditures, Project Balances and Project Status - Budgetary Basis	69
F-1f	Schedule of Project Revenues, Expenditures, Project Balances and Project Status - Budgetary Basis	70
F-1g	Schedule of Project Revenues, Expenditures, Project Balances and Project Status - Budgetary Basis	71
F-1h	Schedule of Project Revenues, Expenditures, Project Balances and Project Status - Budgetary Basis	72
F-1i	Schedule of Project Revenues, Expenditures, Project Balances and Project Status - Budgetary Basis	73
F-2	Summary Statement of Project Expenditures	74

OUTLINE OF CAFR

G. Proprietary Funds:

Enterprise Fund:

G-1	Combining Statement of Net Assets	75
G-2	Combining Statement of Revenues, Expenses and Changes in Fund Net Assets	76
G-3	Combining Statement of Cash Flows	77

Internal Service Fund:

Not Applicable

H. Fiduciary Funds:

H-1	Combining Statement of Fiduciary Net Assets	78
H-2	Combining Statement of Changes in Fiduciary Net Assets	79
H-3	Student Activity Agency Fund - Schedule of Receipts and Disbursements	80
H-4	Payroll Agency Fund - Schedule of Receipts and Disbursements	81

I. Long-Term Debt:

I-1	Schedule of Serial Bonds	82
I-2	Not Applicable	
I-3	Debt Service Fund Budgetary Comparison Schedule	83

J. Statistical Section (Unaudited)

Financial Trends

J-1	Net Assets by Component	84
J-2	Changes in Net Assets	85
J-3	Fund Balances - Governmental Funds	87
J-4	Changes in Fund Balances - Governmental Funds	88
J-5	General Fund Other Local Revenue by Source	90

Revenue Capacity

J-6	Assessed Value and Estimated Actual Value of Taxable Property	91
J-7	Direct and Overlapping Property Tax Rates	92
J-8	Principal Property Taxpayers	93
J-9	Property Tax Levies and Collections	94

OUTLINE OF CAFR

Debt Capacity

J-10	Ratios of Outstanding Debt by Type	95
J-11	Ratios of General Bonded Debt Outstanding	96
J-12	Direct and Overlapping Governmental Activities Debt	97
J-13	Legal Debt Margin Information	98

Demographic and Economic Information

J-14	Demographic and Economic Statistics	99
J-15	Principal Employers	100

Operating Information

J-16	Full-time Equivalent District Employees by Function/Program	101
J-17	Operating Statistics	102
J-18	School Building Information	103
J-19	Schedule of Allowable Maintenance Expenditures by School Facility	104
J-20	Insurance Schedule	105

K. SINGLE AUDIT SECTION

K-1	Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with Government Auditing Standards	106
K-2	Report on Compliance with Requirements Applicable to Each Major Federal and State Program and on Internal Control Over Compliance in Accordance with OMB Circular A-133 and N.J. OMB Circular Letter 04-04	108
K-3	Schedule of Expenditures of Federal Awards - Schedule A	110
K-4	Schedule of Expenditures of State Financial Assistance - Schedule B	111
K-5	Notes to the Schedules of Awards and Financial Assistance	113
K-6	Schedule of Findings and Questioned Costs	115
K-7	Summary Schedule of Prior Audit Findings	117

INTRODUCTORY SECTION

RAMSEY BOARD OF EDUCATION
RAMSEY PUBLIC SCHOOLS
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Ramsey, NJ 07446
Ph. (201) 785-2300

DR. ROY R. MONTESANO
SUPERINTENDENT OF SCHOOLS

ROBERT J. MARCOTULLI
ASSISTANT SUPERINTENDENT-BUSINESS
BOARD SECRETARY

November 15, 2011

Honorable President and
Members of the Board of Education
Ramsey School District
County of Bergen, New Jersey

Dear Board Members:

The Comprehensive Annual Financial Report of the Ramsey School District for the fiscal year ending June 30, 2011, is hereby submitted. Responsibility for both the accuracy of the data and completeness and fairness of the presentation, including all disclosures, rests with the management of the Board of Education. 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 basic financial statements and results of operations of the District. All disclosures necessary to enable the reader to gain an understanding of the District's financial activities have been included.

The comprehensive annual financial report is presented in four sections: introductory, financial, statistical and single audit. The introductory section includes this transmittal letter, the District's organizational chart and a list of principal officials. The financial section includes the independent auditor's report, the management's discussion and analysis, and the financial statements and notes. The statistical section includes selected financial and demographic information, generally presented on a multi-year basis. The District is required to undergo an annual single audit in conformity with the provisions of the Single Audit Act Amendments of 1996 and the U.S. Office of Management and Budget Circular A-133, "Audits of States, Local Governments and Non-Profit Organizations", and the state Treasury Circular Letter 04-04 OMB, "Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid Payments". Information related to this single audit, including the auditor's report on the internal control structure and compliance with applicable laws and regulations and findings and recommendations, are included in the single audit section of this report.

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

The District provides a full range of educational services appropriate to grade levels K through 12. These include regular, vocational as well as special education for handicapped youngsters. During

the 2010-2011 fiscal year, the average daily enrollment of 3,057 students is 45 students below the previous year's enrollment. The following details the changes in the student enrollment of the District over the last ten years.

Enrollment Data

Fiscal Year	Average Daily Enrollment	% Change
2010-2011	3,057	-1.45%
2009-2010	3,102	-0.19%
2008-2009	3,108	-0.73%
2007-2008	3,131	0.17%
2006-2007	3,126	2.02%
2005-2006	3,064	1.36%
2004-2005	3,023	2.41%
2003-2004	2,952	2.39%
2002-2003	2,883	3.19%
2001-2002	2,794	1.82%
2000-2001	2,744	2.58%

2. ECONOMIC CONDITION AND OUTLOOK: The Ramsey community is essentially developed to almost capacity. The increase in ratables during the past decade has slowed as a result of a decline in new construction. As of 2006, there were only 31.0 acres of vacant land in the borough. As a result, the ratable base is not expected to increase significantly.

As a suburb of the New York Metropolitan area, the region has seen an increase of 3.2% in the consumer price index for the year ending June, 2011.

3. MAJOR INITIATIVES: The 2010-2011 school year saw several new projects and initiatives that deserve mention.

The District continued with a major 21st Century learning initiative that drives our curriculum and professional development plans. Teams of administrators and teachers have been involved in many discussions of the current research in this area. Our professional staff is involved in learning how the rapidly changing nature of our times is impacting the work in their classrooms. Funds are being used to support the K-12 critical thinking/problem solving committee as well as professional activities related to this important learning initiative.

The District continued to move forward with its technology initiative completing the first year of a new three year technology plan. Major work during the 2010-11 school year included the continuation of major upgrades to the district's wireless network capabilities. This year's focus was on the elementary level and included the replacement and updating of many of our wireless access points, along with software management to control and divert traffic flow. We continue to replace older computers and monitors with newer technology and have increased the number of wireless laptops that are available for our students. In addition, a technology upgrade was made to the HS auditorium regarding new access points and new presentation devices and screen.

Additional peripherals, including Smartboard Technology have been purchased and installed in a number of classrooms to further enhance our classroom instruction. The District website continues to be upgraded on an on-going basis to insure communication to our constituents. The use of E-Alerts, constant contact and the parent portal are examples of how the website has contributed to our communication capabilities. It remains as a major source of communication for the district.

In the primary grades, reading materials were purchased in order to further align the curriculum with State's Core Curriculum Content Standards, and to further enhance the District's move towards, Readers and Writers Workshop. Plans are also in place to begin the transition to the new national core standards. New textbooks were purchased in several academic areas for the first time in two years.

To meet changing global requirements in the area of World Languages, the District, has expanded the Chinese language into it's curriculum, now holding two sections. Funds were used to support an on-line video based program "Rosetta Stone" to be used in our elementary schools.

The District's subject supervisors and classroom teachers continue to align the curriculum in grades 2-8 to the State's tests. Additional work at the High School level is being completed to prepare the District for the new end of year course tests introduced by the State in the areas of Biology and Algebra. Work in Mathematics, Language Arts, and Science yielded higher test scores on the State tests administered during the year. The High School has also implemented a new alternative scheduling model to meet the changing needs in our classrooms. The new model introduces longer block periods for extended classroom lessons and discussions. The district's curriculum review model is in place and on schedule. Work will be continuing in order to align our curriculum with the National Core Standards.

4. INTERNAL ACCOUNTING CONTROLS: Management of the District is responsible for establishing and maintaining an internal control structure designed to ensure that the District is protected from loss, theft or misuse and to ensure that adequate accounting data are compiled to allow for the preparation of financial statements in conformity with generally accepted accounting principles (GAAP). The internal control structure is designed to provide reasonable, but not absolute, assurance that these objectives are met.

The concept of reasonable assurance recognizes that: (1) the cost of a control should not exceed the benefits likely to be derived; and (2) the valuation of costs and benefits requires estimates and judgments by management.

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

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

5. **BUDGETARY CONTROLS:** In addition to internal accounting controls, the District maintains budgetary controls. The objective of these budgetary controls is to ensure compliance with legal provisions embodied in the annual appropriated budget approved by the voters of the municipality. Annual appropriated budgets are adopted for the general 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 reappropriation of fund balance in the subsequent year. Those amounts to be reappropriated are reported as reservations of fund balance at June 30, 2010.

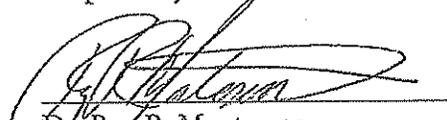
6. **CASH MANAGEMENT:** The investment policy of the District is guided in large part by state statute as detailed in "Notes to the Financial Statements", Note 2. The District has adopted a cash management plan which requires it to deposit public funds in public depositories protected from loss under the provisions of the Governmental Unit Deposit Protection Act ("GUDPA"). GUDPA was enacted in 1970 to protect Governmental Units from a loss of funds on deposit with a failed banking institution in New Jersey. The law requires governmental units to deposit public funds only in public depositories located in New Jersey, where the funds are secured in accordance with the Act.

7. **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.

8. **OTHER INFORMATION:** Independent Audit – State statutes require an annual audit by independent certified public accountants or registered municipal accountants. The accounting firm of Ferraioli, Wielkotz, Cerullo & Cuva, P.A. was appointed by the Board of Education. In addition to meeting the requirements set forth in state statutes, the audit also was designed to meet the requirements of the Single Audit Act Amendment of 1996 and the related OMB Circular A-133 and State Treasury Circular Letter 04-04 OMB. The auditor's report on the basic financial statements and specific required supplemental information is included in the financial section of this report. The auditor's reports related specifically to the single audit are included in the single audit section of this report.

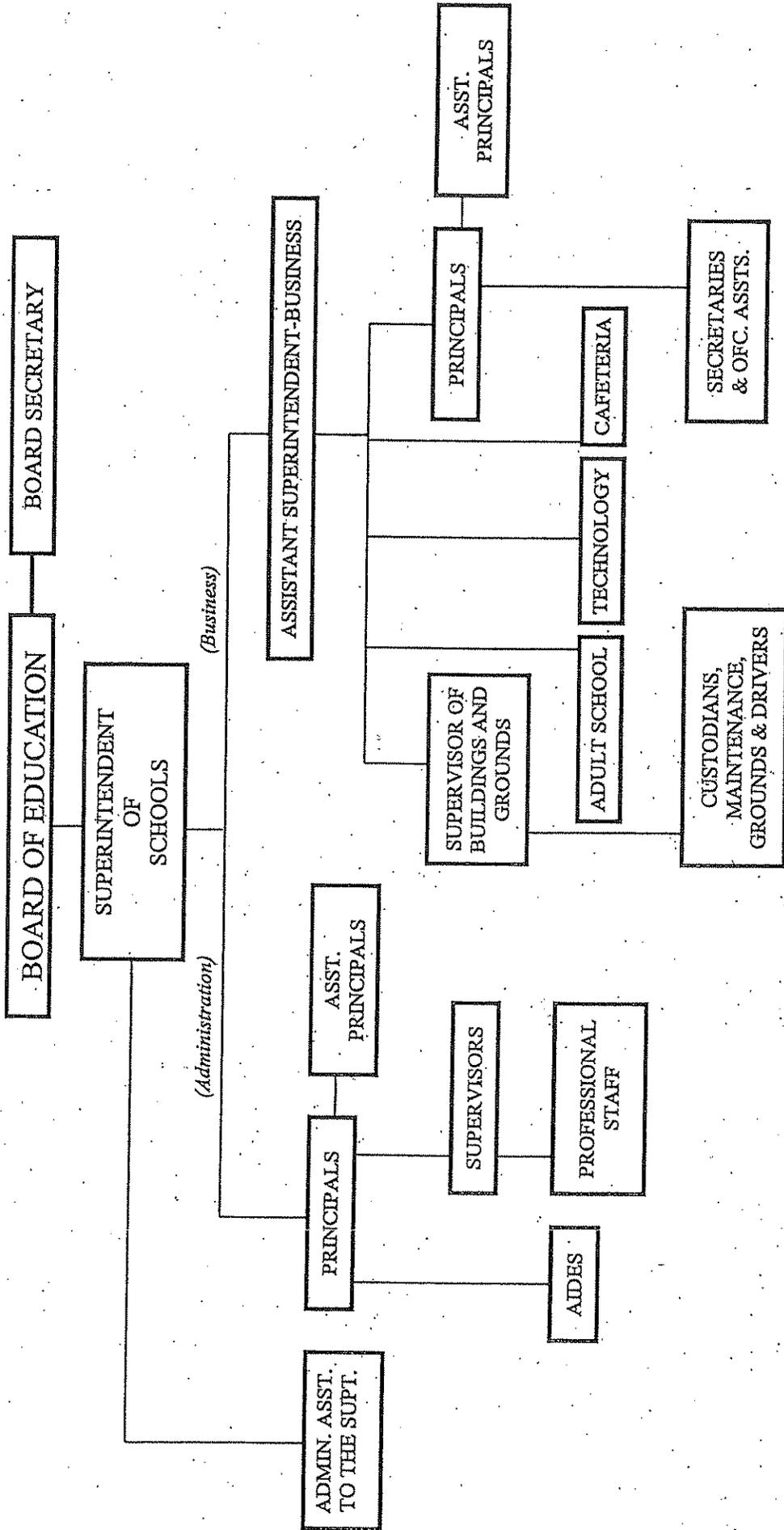
9. **ACKNOWLEDGEMENTS:** We would like to express our appreciation to the members of the Ramsey School Board for their concern in providing fiscal accountability to the citizens and taxpayers of the school district and thereby contributing their full support to the development and maintenance of our 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:


Dr. Roy R. Montesano
Superintendent of Schools


Robert J. Marcotulli
Assistant Superintendent-Business/Board Secretary

ORGANIZATIONAL CHART



RAMSEY PUBLIC SCHOOLS
RAMSEY, NEW JERSEY

**RAMSEY SCHOOL DISTRICT
BERGEN COUNTY, NEW JERSEY**

**ROSTER OF OFFICIALS
JUNE 30, 2011**

<u>Members of the Board of Education</u>	<u>Term Expires</u>
John Nunziata, President	2012
Anthony Gasparovich, Vice President	2011
Laura E. Genovese Behrmann	2011
Timothy Finnegan	2013
James H. Meiman	2014
Claudia Monteith	2013
Richard S. Muti	2012
Richard Snyder	2012
Carrie Williams	2013

Other Officials

Dr. Roy Montesano, Superintendent of Schools

Robert J. Marcotulli, Assistant Superintendent-Business/Board Secretary

Richard Mathieson, Treasurer of School Monies (7/1/10 – 5/31/11)

Robert M. Jacobs, Esq., Solicitors

RAMSEY BOARD OF EDUCATION

CONSULTANTS AND ADVISORS

Architect

Selected as needed

Audit Firm

Ferraioli, Wielkottz, Cerullo & Cuva, P.A.
401 Wanaque Avenue
Pompton Lakes, NJ 07442

Attorney

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Winne, Banta, Hetherington
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Official Depositories

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Ramsey, NJ 07446

Bank of America
Main Street
Ramsey, NJ 07446

FINANCIAL SECTION

Ferraioli, Wielkotz, Cerullo & Cuva, P.A.

Charles J. Ferraioli, Jr., MBA, CPA, RMA
Steven D. Wielkotz, CPA, RMA
James J. Cerullo, CPA, RMA
Paul J. Cuva, CPA, RMA
Thomas M. Ferry, CPA, RMA

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INDEPENDENT AUDITOR'S REPORT

The Honorable President and
Members of the Board of Education
Borough of Ramsey School District
County of Bergen, New Jersey
Ramsey, New Jersey

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

We conducted our audit in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and audit requirements as prescribed by the Division of Finance, Department of Education, State of New Jersey. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes 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 Borough of Ramsey's Board of Education's internal control over financial reporting. Accordingly, we express no such opinion. An audit also includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements, assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

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



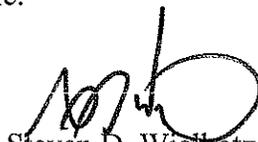
Honorable President and
Members of the Board of Education
Page 2.

In accordance with *Government Auditing Standards*, we have also issued our report dated November 29, 2011 on our consideration of the Borough of Ramsey Board of Education's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. This report is an integral part of our audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audit.

The Management Discussion and Analysis and Budgetary Comparison Information on pages 10 through 22 and 54 through 60 are not a required part of the basic financial statements but are supplementary information required by the accounting principles generally accepted in the United States of America. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it.

Our audit was performed for the purpose of forming opinions on the financial statements that collectively comprise the Borough of Ramsey Board of Education's basic financial statements. The accompanying introductory section and other supplementary information such as the combining and individual fund financial statements, long-term debt schedules and statistical tables are presented for purposes of additional analysis and are not a required part of the basic financial statements. The combining and individual fund financial statements and long-term debt schedules have been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, are fairly stated, in all material respects, in relation to the basic financial statements taken as a whole. The introductory section and statistical tables have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we express no opinion on them.

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



Steven D. Wielkocz, C.P.A.
Licensed Public School Accountant
No. 816



FERRAIOLI, WIELKOTZ, CERULLO & CUVA, P.A.
Certified Public Accountants

November 29, 2011



**REQUIRED SUPPLEMENTARY
INFORMATION - PART I**

**RAMSEY BOARD OF EDUCATION
RAMSEY, NJ
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2011
UNAUDITED**

The management discussion and analysis of the Ramsey Board of Education's financial performance provides an overall review of the School District's financial activities for the fiscal year ended June 30, 2011. The intent of this discussion and analysis is to look at the District's financial performance as a whole and should not be interpreted as a replacement for the audit which consists of the financial statements and other supplemental information that presents all the District's revenues and expenditures by program for the General Fund, Special Revenue Fund, Capital Projects Fund, Debt Service Fund and Enterprise Fund.

FINANCIAL HIGHLIGHTS

In total, net assets increased \$2,027,578. Net assets of governmental activities increased \$2,019,494 while net assets of business-type activity increased by \$8,084.

General revenues accounted for \$54,672,948 in revenue or 97 percent of all district revenues. Program specific revenues in the form of charges for services and sales, grants and contributions accounted for \$1,971,945 or 3 percent of total revenues of \$56,644,893.

The School District had \$53,831,577 in expenses related to governmental activities; only \$1,178,123 of these expenses were offset by program specific charges for services, grants or contributions. General revenues (primarily grants, entitlements and property taxes) of \$54,672,948 were adequate to provide for these programs.

**RAMSEY BOARD OF EDUCATION
RAMSEY, NJ**

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

USING THIS ANNUAL REPORT

This annual report consists of a series of financial statements and notes to those statements. The statements are organized so the reader can understand the District as a whole (district-wide statements), and then proceed to provide an increasingly detailed look at specified financial activities.

District-Wide Financial Statements

The *statement of net assets and statement of activities* reports information about the District as a whole and about its activities in a manner that helps answer the question - is the District better or worse off as a result of the year's activities? These statements include all assets and liabilities of the District using the accrual basis of accounting, similar to the accounting used by private sector corporations. All of the current year's revenues and expenses are taken into consideration regardless of when cash is received or paid.

Both of the district-wide financial statements distinguish functions of the Ramsey Board of Education that are principally supported by taxes and intergovernmental revenues (*governmental activities*) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (*business-type activities*).

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

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

RAMSEY BOARD OF EDUCATION
RAMSEY, NJ

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

USING THIS ANNUAL REPORT, (continued)

The two statements report the District's net assets and changes in them. The change in net assets can be utilized by a reader to assist in determining whether the District's financial health is improving or deteriorating. However, the reader should also consider non-financial factors such as property tax base, current New Jersey laws restricting revenue growth, student enrollment growth, facility conditions, required educational programs and other factors in determining the District's overall financial health.

Fund Financial Statements

A *fund* is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The Ramsey Board of Education, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the district's funds 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 district-wide financial statements. However, unlike the district-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. These funds are reported using an accounting method called modified accrual accounting, which measures cash and all other financial assets that can be readily converted to cash.

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

**RAMSEY BOARD OF EDUCATION
RAMSEY, NJ**

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

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

USING THIS ANNUAL REPORT, (continued)

The Ramsey Board of Education adopts annual appropriated budgets for its governmental funds. A budgetary comparison statement has been provided for the general fund special, revenue fund and debt service fund to demonstrate compliance with their budgets.

Proprietary Funds

Proprietary funds use the accrual basis of accounting, the same as on the district-wide statements, therefore the statements will essentially match the business-type activities portion of the district-wide statements. The Ramsey Board of Education uses proprietary funds to account for its food service program.

Fiduciary Funds

Fiduciary funds are used to account for resources held for the benefit of parties outside the District. These activities are excluded from the District's other financial statements because the assets cannot be utilized by the District to finance its operations.

Notes to the Financial Statements

The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements

**RAMSEY BOARD OF EDUCATION
RAMSEY, NJ**

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

USING THIS ANNUAL REPORT, (continued)

Other Information

In addition to the basic financial statements and accompanying notes, this report also presents certain *required supplementary information* concerning budgetary information for the District's major funds.

Our auditor has provided assurance in his independent auditor's report, located immediately preceding this Management's Discussion and Analysis, that the Basic Financial Statements are fairly stated. Varying degrees of assurance are being provided by the auditor regarding the Required Supplemental Information and the Supplemental Information identified above. A user of this report should read the independent auditor's report carefully to ascertain the level of assurance being provided for each of the other parts in the Financial Section.

DISTRICT-WIDE FINANCIAL ANALYSIS

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

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

The School District's net assets were \$19,923,908 at June 30, 2011 and \$17,896,330 at June 30, 2010, respectively. Restricted net assets are reported separately to show legal constraints that limit the School District's ability to use those net assets for day-to-day operations. Our analysis below focuses on the net assets for 2011 compared to 2010 (Table 1) and change in net assets (Table 2) of the School District.

**RAMSEY BOARD OF EDUCATION
RAMSEY, NJ**

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

DISTRICT-WIDE FINANCIAL ANALYSIS, (continued)

Table 1

**Net Assets
June 30,**

	<u>Governmental Activities</u>		<u>Business-Type Activities</u>		<u>Total</u>	
	<u>2011</u>	<u>2010</u>	<u>2011</u>	<u>2010</u>	<u>2011</u>	<u>2010</u>
Assets						
Current and Other Assets	8,264,983	7,418,369	317,574	328,606	8,582,557	7,746,975
Capital Assets	<u>36,442,557</u>	<u>36,966,638</u>	<u>172,449</u>	<u>142,242</u>	<u>36,615,006</u>	<u>37,108,880</u>
Total Assets	<u>44,707,540</u>	<u>44,385,007</u>	<u>490,023</u>	<u>470,848</u>	<u>45,197,563</u>	<u>44,855,855</u>
Liabilities						
Current Liabilities	3,264,399	3,418,789	49,286	38,195	3,313,685	3,456,984
Noncurrent Liabilities	<u>21,959,970</u>	<u>23,582,799</u>	—	—	<u>21,959,970</u>	<u>23,582,799</u>
Total Liabilities	<u>25,224,369</u>	<u>27,001,588</u>	<u>49,286</u>	<u>38,195</u>	<u>25,273,655</u>	<u>27,039,783</u>
Net Assets						
Invested in Capital Assets-						
Net of Related Debt	15,273,557	14,217,638	172,449	142,242	15,446,006	14,359,880
Restricted	4,375,566	3,510,123			4,375,566	3,510,123
Unrestricted	<u>(165,952)</u>	<u>(264,084)</u>	<u>268,288</u>	<u>290,411</u>	<u>102,336</u>	<u>26,327</u>
Total Net Assets	<u>19,483,171</u>	<u>17,463,677</u>	<u>440,737</u>	<u>432,653</u>	<u>19,923,908</u>	<u>17,896,330</u>

**RAMSEY BOARD OF EDUCATION
RAMSEY, NJ**

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

DISTRICT-WIDE FINANCIAL ANALYSIS, (continued)

Table 2 below shows the changes in net assets for fiscal year 2011 compared to 2010.

**Table 2
Changes in Net Assets
Year Ended June 30,**

	<u>Governmental Activities</u>		<u>Business-Type Activities</u>		<u>Total</u>	
	<u>2011</u>	<u>2010</u>	<u>2011</u>	<u>2010</u>	<u>2011</u>	<u>2010</u>
Revenues						
Program Revenues:						
Charges for Services and						
Sales			709,350	692,468	709,350	692,468
Operating Grants and						
Contributions	1,178,123	1,810,557	84,472	88,025	1,262,595	1,898,582
Capital Grants and						
Contributions	86,501	35,600			86,501	35,600
General Revenues:						
Taxes:						
Property taxes	48,736,464	45,799,326			48,736,464	45,799,326
Federal and State Aid not						
Restricted	3,870,650	5,241,212			3,870,650	5,241,212
Tuition Received	1,547,116				1,547,116	
Miscellaneous Income	380,240	1,939,186			380,240	1,939,186
Investment Earnings	<u>51,977</u>	<u>39,893</u>	<u> </u>	<u> </u>	<u>51,977</u>	<u>39,893</u>
Total Revenues and Transfers	<u>55,851,071</u>	<u>54,865,774</u>	<u>793,822</u>	<u>780,493</u>	<u>56,644,893</u>	<u>55,646,267</u>

**RAMSEY BOARD OF EDUCATION
RAMSEY, NJ**

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

DISTRICT-WIDE FINANCIAL ANALYSIS, (continued)

	<u>Governmental Activities</u>		<u>Business-Type Activities</u>		<u>Total</u>	
	<u>2011</u>	<u>2010</u>	<u>2011</u>	<u>2010</u>	<u>2011</u>	<u>2010</u>
Functions/Program Expenses						
Instruction:						
Regular	21,340,017	21,022,394			21,340,017	21,022,394
Special Education	4,919,294	5,783,787			4,919,294	5,783,787
Other Special Instruction	842,159	1,044,853			842,159	1,044,853
Other Instruction	1,023,763	1,046,586			1,023,763	1,046,586
Support Services:						
Tuition	2,758,946	1,945,016			2,758,946	1,945,016
Student & Instruction Related Services	7,203,833	7,041,305			7,203,833	7,041,305
General Administrative Services	1,239,011	1,114,013			1,239,011	1,114,013
Central Services	533,362	513,877			533,362	513,877
Administrative Info. Tech.	17,460	17,460			17,460	17,460
School Administrative Services	2,275,194	2,152,701			2,275,194	2,152,701
Plant Operations and Maintenance	4,518,777	4,319,354			4,518,777	4,319,354
Pupil Transportation	1,635,220	1,716,737			1,635,220	1,716,737
Unallocated Benefits	3,205,691	3,268,891			3,205,691	3,268,891
Capital Outlay- Non-depreciable	17,175				17,175	
Interest on Long-Term Debt	967,729	1,074,845			967,729	1,074,845
Unallocated depreciation	1,333,946	1,394,350			1,333,946	1,394,350
Food Service			<u>785,738</u>	<u>787,647</u>	<u>785,738</u>	<u>787,647</u>
Total Expenses	<u>53,831,577</u>	<u>53,456,169</u>	<u>785,738</u>	<u>787,647</u>	<u>54,617,315</u>	<u>54,243,816</u>
Increase or (Decrease) in						
Net Assets	<u>2,019,494</u>	<u>1,409,605</u>	<u>8,084</u>	<u>(7,154)</u>	<u>2,027,578</u>	<u>1,402,451</u>

**RAMSEY BOARD OF EDUCATION
RAMSEY, NJ**

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

DISTRICT-WIDE FINANCIAL ANALYSIS, (continued)

Governmental and Business-Type Activities

As reported in the Statement of Activities the cost of all of our governmental and business-type activities this year was \$54,617,315. However, the amount that our taxpayers ultimately financed for these activities through School District taxes was only \$48,736,464 because some of the cost was paid by those who benefitted from the programs \$709,350, by other governments and organizations who subsidized certain programs with grants and contributions \$1,262,595, and by miscellaneous sources \$5,936,484.

Revenues for the District's business-type activities (food service program) were comprised of charges for services and federal and state subsidy reimbursements. Significant financial results include the following:

- ✓ Food service revenues exceeded expenses by \$8,084.
- ✓ Charges for services provided totaled \$709,350 represents amounts paid by consumers for daily food services.
- ✓ Federal and state reimbursement for meals served, including payments for free and reduced priced lunches, and donated commodities was \$84,472.

The following schedules present a summary of governmental fund revenues for the fiscal year ended June 30, 2011, and the amount and percentage of increases/(decreases) relative to the prior year.

<u>Revenue</u>	<u>Amount</u>	<u>Percent of Total</u>	<u>Increase/ (Decrease) from 2010</u>	<u>Percent of Increase/ (Decrease)</u>
Local Source	\$50,715,797	90.8%	\$2,937,392	6.15%
State Source	4,217,899	7.6%	(1,354,390)	(24.31)%
Federal Source	<u>917,375</u>	<u>1.6%</u>	<u>(597,705)</u>	(39.45)%
Total	<u>\$55,851,071</u>	<u>100.0%</u>	<u>\$985,297</u>	1.80%

**RAMSEY BOARD OF EDUCATION
RAMSEY, NJ**

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

DISTRICT-WIDE FINANCIAL ANALYSIS, (continued)

<u>Expenditures</u>	<u>Amount</u>	<u>Percent of Total</u>	<u>Increase/ (Decrease) from 2010</u>	<u>Percent of Increase/ (Decrease)</u>
Current Expenditures:				
Instruction	\$22,692,437	41.3%	(\$838,492)	(3.56)%
Undistributed	29,229,864	53.2%	1,703,253	6.19%
Debt Service	2,577,389	4.7%	16,348	0.64%
Capital Outlay	<u>460,295</u>	<u>0.8%</u>	<u>368,046</u>	398.97%
Total	<u>\$54,959,985</u>	<u>100.0%</u>	<u>\$1,249,155</u>	2.33%

Changes in expenditures were the result of varying factors. Current expense undistributed increased due to significant health insurance cost increases combined with increased student special education enrollment.

MAJOR GOVERNMENTAL FUNDS BUDGETING AND OPERATING HIGHLIGHTS

The School District's budgets are prepared according to New Jersey law, and are based on accounting for certain transactions on a basis of cash receipts, disbursements and encumbrances. The most significant budgeted funds are the general fund and the special revenue fund.

During the fiscal year ended June 30, 2011, the School District amended the budgets of these major governmental funds several times. Revisions in the budget were made to recognize revenues that were not anticipated and to prevent over-expenditures in specific line item accounts. Several of these revisions bear notation:

- TPAF, which is the state's contribution to the pension fund, is neither a revenue item nor an expenditures item to the district but is required to be reflected in the financial statements.
- The special revenue fund was increased by \$106,286 for increases in federal and state grant awards.

**RAMSEY BOARD OF EDUCATION
RAMSEY, NJ**

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

General Fund

The general fund actual revenue was \$51,698,361. That amount is \$3,512,248 above the final amended budget of \$48,186,113. The variance between the actual revenues and final budget was the result of non-budgeted on-behalf payments of \$3,248,520 for TPAF social security reimbursements and on-behalf pension payments, an excess in other state and federal aids of \$105,569 and an excess of \$158,159 in miscellaneous anticipated revenues.

The actual expenditures of the general fund were \$50,986,448 including transfers which is \$788,520 above the final amended budget of \$50,197,928. The variance between the actual expenditures and final budget was due to non-budget on-behalf TPAF social security and pension payments of \$3,248,520, and \$2,705,222 unexpended budgeted funds.

General fund had total revenues of \$51,698,361 and total expenditures and transfers of \$50,986,448 with an ending fund balance of \$5,288,530.

Special Revenue Fund

The special revenue fund actual revenue was \$1,178,123. That amount is above the original budget estimate of \$1,105,410 and below the final amended budget of \$1,211,696. The \$106,286 variance between the original and final budget was due to additional federal and state grant monies awarded to the District after the original budget was approved. The \$33,573 variance between the final amended budget and the June 30, 2011 actual results was due to the deferral of Federal and State grants received in the current fiscal year to be spent in the next fiscal year and miscellaneous receivables.

The actual expenditures of the special revenue fund were \$1,178,123, which is above the original budget of \$1,105,410 and below the final amended budget of \$1,211,696. The \$106,286 variance between the original and final budget was due to the additional expenditures related to the additional grants awarded to the District after the original budget was approved. The \$33,573 variance between the final amended budget and the June 30, 2011 actual results was due to the anticipation of fully expending federal and state grant programs. Expenditures will be incurred in the next fiscal year.

**RAMSEY BOARD OF EDUCATION
RAMSEY, NJ**

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

CAPITAL ASSETS AND DEBT ADMINISTRATION

Capital Assets

At the end of fiscal year 2011 the School District had \$57,070,340 invested in sites, buildings, equipment. Of this amount \$20,455,334 in depreciation has been taken over the years. We currently have a net book value of \$36,615,006. Table 3 shows fiscal year 2011 balances compared to 2010.

**Table 3
Capital Assets at June 30,
(Net of Depreciation)**

	<u>Governmental Activities</u>		<u>Business-Type Activities</u>		<u>Total</u>	
	<u>2011</u>	<u>2010</u>	<u>2011</u>	<u>2010</u>	<u>2011</u>	<u>2010</u>
Sites and Improvements	\$4,425,700	\$4,425,700	\$	\$	\$4,425,700	\$4,425,700
Buildings and Improvements	30,265,766	30,828,771			30,265,766	30,828,771
Furniture, Equipment and Vehicles	<u>1,751,091</u>	<u>1,712,167</u>	<u>172,449</u>	<u>142,242</u>	<u>1,923,540</u>	<u>1,854,409</u>
	<u>\$36,442,557</u>	<u>\$36,966,638</u>	<u>\$172,449</u>	<u>\$142,242</u>	<u>\$36,615,006</u>	<u>\$37,108,880</u>

Debt Administration

At June 30, 2011, the District had \$21,959,970 of long-term debt. Of this amount, \$790,970 is compensated absence and \$21,169,000 is school improvement serial bonds issues dated May 15, 2002 and December 15, 2003.

**Table 4
Outstanding Serial Bonds at June 30,**

	<u>Governmental Activities</u>	
	<u>2011</u>	<u>2010</u>
School Improvement Bonds - 2002	\$3,725,000	\$4,330,000
School Improvement Bonds - 2003	<u>17,444,000</u>	<u>18,419,000</u>
	<u>\$21,169,000</u>	<u>\$22,749,000</u>

**RAMSEY BOARD OF EDUCATION
RAMSEY, NJ**

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

ECONOMIC FACTORS AND NEXT YEAR'S BUDGETS

The State revenue estimates remain depressed. This has resulted in the legislature and governor approving state school aid of only 3.0% for the 2010-2011 school year after two successive years of level funding.

The following factors were considered in preparing the 2011-2012 fiscal year budget:

- Estimated Student Enrollment
- Sources of revenue
- Cost of negotiated salaries and benefits
- Cost of Fixed charges
- Mandated Programs
- Requirements for health and safety issues

Prior to the end of fiscal 2004, S1701 was enacted. The law is meant to control public school district budgets by revising the calculation of budget caps and reducing surplus. Starting in 2005-06 the CAP will be set at 2.5% or the cost of living, whichever is greater. A number of other changes will affect the calculation of SGLA's and per pupil administrative costs. Any undesignated general fund balance in excess of 2% of adjusted General Fund expenditures or \$250,000, whichever is greater must be appropriated for tax relief.

REQUESTS FOR INFORMATION

This financial report is designed to provide a general overview of the Ramsey Board of Education'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 information should be addressed to:

Robert J. Marcotulli
Assistant Superintendent-Business / Board Secretary
Ramsey Board of Education
266 East Main Street
Ramsey, NJ 07446

BASIC FINANCIAL STATEMENTS

DISTRICT-WIDE FINANCIAL STATEMENTS

RAMSEY BOARD OF EDUCATION
Statement of Net Assets
June 30, 2011

	Governmental Activities	Business-type Activities	Total
ASSETS			
Cash and cash equivalents	299,852	244,209	544,061
Investments	238,833		238,833
Receivables, net	6,524,069	70,953	6,595,022
Inventory		2,412	2,412
Restricted assets:			
Capital reserve account - cash	1,202,229		1,202,229
Capital assets, net:			
Land	4,425,700		4,425,700
Other capital assets, net	32,016,857	172,449	32,189,306
Total Assets	<u>44,707,540</u>	<u>490,023</u>	<u>45,197,563</u>
LIABILITIES			
Deficit in cash and cash equivalents			-
Accounts payable and accrued liabilities	417,486	49,286	466,772
Interfunds payable	310,568		310,568
Payable to state government	33,573		33,573
Loans payable	2,500,000		2,500,000
Deferred revenue	2,772		2,772
Noncurrent liabilities:			
Due within one year	1,650,000		1,650,000
Due beyond one year	20,309,970		20,309,970
Total liabilities	<u>25,224,369</u>	<u>49,286</u>	<u>25,273,655</u>
NET ASSETS			
Invested in capital assets, net of related debt	15,273,557	172,449	15,446,006
Restricted for:			
Debt service	22,947		22,947
Capital projects	1,308,822		1,308,822
Other purposes	3,043,797		3,043,797
Unrestricted (Deficit)	(165,952)	268,288	102,336
Total net assets	<u>19,483,171</u>	<u>440,737</u>	<u>19,923,908</u>

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

RAMSEY BOARD OF EDUCATION
Statement of Activities
Fiscal Year Ended June 30, 2011

Functions/Programs	Expenses	Indirect Expenses Allocation	Program Revenues		Net (Expense) Revenue and Changes in Net Assets		
			Charges for Services	Operating Grants and Contributions	Governmental Activities	Business-type Activities	Total
Governmental activities:							
Instruction:							
Regular	17,247,762	4,092,255		821,979	(20,518,038)		(20,518,038)
Special education	3,912,539	1,006,755			(4,919,294)		(4,919,294)
Other special instruction	682,334	159,825			(842,159)		(842,159)
Other instruction	849,802	173,961			(1,023,763)		(1,023,763)
Support services:							
Tuition	2,758,946				(2,758,946)		(2,758,946)
Student & instruction related services	5,791,282	1,412,551		356,144	(6,847,689)		(6,847,689)
General administrative services	1,110,822	128,189			(1,239,011)		(1,239,011)
School administrative services	1,836,967	438,227			(2,275,194)		(2,275,194)
Central Services	432,114	101,248			(533,362)		(533,362)
Administrative information tech.	17,460				(17,460)		(17,460)
Plant operations and maintenance	3,960,871	557,906			(4,518,777)		(4,518,777)
Pupil transportation	1,592,399	42,821			(1,635,220)		(1,635,220)
Unallocated benefits	3,205,691				(3,205,691)		(3,205,691)
Capital outlay - non-depreciable	17,175				(17,175)		(17,175)
Interest on long-term debt	967,729				(967,729)		(967,729)
Unallocated depreciation	1,333,946				(1,333,946)		(1,333,946)
Total governmental activities	45,717,839	8,113,738		1,178,123	(52,633,454)		(52,633,454)
Business-type activities:							
Food Service	785,738		709,350	84,472		8,084	8,084
Total business-type activities	785,738		709,350	84,472		8,084	8,084
Total primary government	46,503,577		709,350	1,262,595	(52,633,454)	8,084	(52,645,370)
General revenues:							
Taxes:							
Levied for general purposes					46,159,075		46,159,075
Taxes levied for debt service					2,577,389		2,577,389
Federal and State aid not restricted					3,870,650		3,870,650
Federal and State aid - Capital Outlay					86,501		86,501
Tuition received					1,547,116		1,547,116
Transportation Fees					22,297		22,297
Investment Earnings					51,977		51,977
Miscellaneous income					357,943		357,943
Total general revenues, special items, extraordinary items and transfers					54,672,948		54,672,948
Change in Net Assets					2,019,494	8,084	2,027,578
Net Assets—beginning					17,463,677	432,653	17,896,330
Net Assets—ending					19,483,171	440,737	19,923,908

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

FUND FINANCIAL STATEMENTS

RAMSEY BOARD OF EDUCATION
Balance Sheet
Governmental Funds
June 30, 2011

	General Fund	Special Revenue Fund	Capital Projects Fund	Debt Service Fund	Total Governmental Funds
ASSETS					
Cash and cash equivalents					
Checking	3,006,328				3,006,328
Investments			238,833		238,833
Accounts Receivable -					
Intergovernmental - State	496,186	118,183	5,567,272		6,181,641
Intergovernmental - Federal	2,221				2,221
Interfund receivables	646,091			615,632	1,261,723
Other receivables	248,815		91,392		340,207
Restricted cash and cash equivalents:					
Capital Reserve	1,202,229				1,202,229
Total assets	<u>5,601,870</u>	<u>118,183</u>	<u>5,897,497</u>	<u>615,632</u>	<u>12,233,182</u>
LIABILITIES AND FUND BALANCES					
Liabilities:					
Deficit in cash and cash equivalents		81,838	2,031,953	592,685	2,706,476
Intergovernmental payable:					
State		33,573			33,573
Loans Payable			2,500,000		2,500,000
Interfund Payable	310,568	2,772	1,258,951		1,572,291
Deferred revenue	2,772				2,772
Total liabilities	<u>313,340</u>	<u>118,183</u>	<u>5,790,904</u>	<u>592,685</u>	<u>6,815,112</u>
Fund Balances:					
Restricted for:					
Excess Surplus - current year	2,075,896				2,075,896
Excess Surplus - prior year - designated for subsequent year's expenditures	840,339				840,339
Capital reserve account	1,202,229				1,202,229
Assigned to:					
Designated by the BOE for subsequent year's expenditures	127,562				127,562
Capital projects fund			106,593		106,593
Debt service fund				22,947	22,947
Unassigned:					
General Fund	1,042,504				1,042,504
Total Fund balances	<u>5,288,530</u>	<u>-</u>	<u>106,593</u>	<u>22,947</u>	<u>5,418,070</u>
Total liabilities and fund balances	<u>5,601,870</u>	<u>118,183</u>	<u>5,897,497</u>	<u>615,632</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 \$56,491,448 and the accumulated depreciation is \$20,048,891.

36,442,557

Accrued interest liabilities are not due and payable in the current period and therefore are not reported as liabilities in the funds (see Note 8)

(417,486)

Long-term liabilities are not due and payable in the current period and therefore are not reported as liabilities in the funds (see Note 8)

(21,959,970)

Net assets of governmental activities

19,483,171

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

RAMSEY BOARD OF EDUCATION
Statement of Revenues, Expenditures, and Changes in Fund Balances
Governmental Funds
Fiscal Year Ended June 30, 2011

	General Fund	Special Revenue Fund	Capital Projects Fund	Debt Service Fund	Total Governmental Funds
REVENUES					
Local sources:					
Local tax levy	46,159,075			2,577,389	48,736,464
Tuition charges	1,547,116				1,547,116
Transportation Fees	22,297				22,297
Interest on Investments	50,075		1,902		51,977
Miscellaneous	163,809		192,434	1,700	357,943
Total - Local Sources	47,942,372	-	194,336	2,579,089	50,715,797
State sources	3,863,502	267,896	86,501		4,217,899
Federal sources	7,148	910,227			917,375
Total revenues	51,813,022	1,178,123	280,837	2,579,089	55,851,071
EXPENDITURES					
Current:					
Regular instruction	16,425,783	821,979			17,247,762
Special education instruction	3,912,539				3,912,539
Other special instruction	682,334				682,334
School sponsored/other instructional	849,802				849,802
Support services and undistributed costs:					
Instruction	2,758,946				2,758,946
Attendance and social work services	44,137				44,137
Health services	401,583				401,583
Student & instruction related services	5,318,396	356,144			5,674,540
General administrative services	1,110,822				1,110,822
School administrative services	1,843,531				1,843,531
Central services	432,114				432,114
Administrative information tech.	17,460				17,460
Plant operations and maintenance	3,992,074				3,992,074
Pupil transportation	1,592,399				1,592,399
Unallocated benefits	8,113,738				8,113,738
On-behalf contributions	3,248,520				3,248,520
Debt Service:					
Principal				1,580,000	1,580,000
Interest and charges				997,389	997,389
Capital outlay	51,608		408,687		460,295
Total expenditures	50,795,786	1,178,123	408,687	2,577,389	54,959,985
Excess (Deficiency) of revenues over expenditures	1,017,236	-	(127,850)	1,700	891,086
OTHER FINANCING SOURCES (USES)					
Transfers out - Capital Reserves	(190,662)				(190,662)
Transfers out - Debt Service			(1,902)		(1,902)
Transfers in - Capital Projects				1,902	1,902
Transfers in - Capital Projects			190,662		190,662
Total other financing sources and uses	(190,662)	-	188,760	1,902	-
Net change in fund balances	826,574	-	60,910	3,602	891,086
Fund balance—July 1	4,461,956	-	45,683	19,345	4,526,984
Fund balance—June 30	5,288,530	-	106,593	22,947	5,418,070

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

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

Total net change in fund balances - governmental funds (from B-2) 891,086

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

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

	Depreciation expense	(1,333,946)	
	Depreciable outlays	<u>809,865</u>	
			(524,081)

Repayment of long-term debt is reported as an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net assets and is not reported in the statement of activities. In the current year , these amounts consist of:

	Serial bond obligations	1,580,000
--	-------------------------	-----------

In the statement of activities, interest on long-term debt in the statement of activities is accrued, regardless of when due. In the governmental funds, interest is reported when due. The change in interest is an adjustment in the reconciliation.

Prior Year		447,146
Current Year		(417,486)

In the statement of activities, certain operating expenses, e.g., compensated absences (vacations) are measured by the amounts earned during the year. In the governmental funds, however, expenditures for these items are reported in the amount of financial resources used (paid). When the earned amount exceeds the paid amount, the difference is reduction in the reconciliation (-); when the paid amount exceeds the earned amount the difference is an addition to the reconciliation (+).

	Decrease in compensated absences payable	42,829
--	--	--------

Change in net assets of governmental activities

2,019,494

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

RAMSEY BOARD OF EDUCATION
Statement of Net Assets
Proprietary Funds
June 30, 2011

	<u>Food Service Program</u>
 <u>ASSETS</u>	
Current assets:	
Cash and cash equivalents	244,209
Accounts receivable:	
State	500
Federal	5,107
Interfund - General Fund	65,346
Inventories	2,412
Total current assets	<u>317,574</u>
 Noncurrent assets:	
Capital assets:	
Equipment	578,892
Less accumulated depreciation	<u>(406,443)</u>
Total capital assets (net of accumulated depreciation)	<u>172,449</u>
Total assets	<u><u>490,023</u></u>
 <u>LIABILITIES</u>	
Current liabilities:	
Accounts payable	<u>49,286</u>
Total current liabilities	<u>49,286</u>
 <u>NET ASSETS</u>	
Invested in capital assets net of related debt	172,449
Unrestricted	<u>268,288</u>
Total net assets	<u><u>440,737</u></u>

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

Exhibit B-5

RAMSEY BOARD OF EDUCATION
Statement of Revenues, Expenses, and Changes in Fund Net Assets
Proprietary Funds
Fiscal Year Ended June 30, 2011

	Food Service Program
Operating revenues:	
Charges for services:	
Daily sales - reimbursable programs	267,176
Daily sales - non-reimbursable programs	337,127
Special functions	105,047
Total operating revenues	709,350
 Operating expenses:	
Cost of sales	292,014
Salaries	247,303
Benefits	66,376
Supplies and materials	25,074
Purchased property services	88,212
Cleaning repair & maintenance	47,680
Depreciation	19,079
Total Operating Expenses	785,738
Operating income (loss)	(76,388)
 Nonoperating revenues (expenses):	
State sources:	
State school lunch program	5,303
Federal sources:	
National school lunch program	59,858
Food distribution program	19,311
Total nonoperating revenues (expenses)	84,472
Income (loss) before contributions & transfers	8,084
 Change in net assets	8,084
Total net assets—beginning	432,653
Total net assets—ending	440,737

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

RAMSEY BOARD OF EDUCATION
Statement of Cash Flows
Proprietary Funds
Fiscal Year Ended June 30, 2011

	<u>Food Service Program</u>
CASH FLOWS FROM OPERATING ACTIVITIES	
Receipts from customers	709,350
Payments to suppliers	<u>(786,127)</u>
Net cash provided by (used for) operating activities	<u>(76,777)</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES	
Local Sources	<u>67,594</u>
Net cash provided by (used for) non-capital financing activities	<u>67,594</u>
Net increase (decrease) in cash and cash equivalents	(9,183)
Balances—beginning of year	<u>253,392</u>
Balances—end of year	<u><u>244,209</u></u>
Reconciliation of operating income (loss) to net cash provided (used) by operating activities:	
Operating income (loss)	(76,388)
Adjustments to reconcile operating income (loss) to net cash provided by (used for) operating activities	
Depreciation and net amortization	19,079
Food Distribution Program	19,311
(Increase) decrease in inventories	(584)
Increase (decrease) in accounts payable	<u>(38,195)</u>
Total adjustments	<u>(389)</u>
Net cash provided by (used for) operating activities	<u><u>(76,777)</u></u>

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

RAMSEY BOARD OF EDUCATION
Statement of Fiduciary Net Assets
Fiduciary Funds
June 30, 2011

	<u>Unemployment Compensation Trust Fund</u>	<u>Private Purpose Funds</u>	<u>Agency Fund</u>
ASSETS			
Cash and cash equivalents	14,976	54,272	755,335
Deficit in Net Payroll			1,037
Interfund Receivable	<u>257,642</u>		
Total assets	<u>272,618</u>	<u>54,272</u>	<u>756,372</u>
LIABILITIES			
Payable to student groups			548,251
Payroll deductions and withholdings			195,701
Contribution Pledged to Specific Awards		9,188	
Due to State of NJ	9,716		
Interfund Payable			<u>12,420</u>
Total liabilities	<u>9,716</u>	<u>9,188</u>	<u>756,372</u>
NET ASSETS			
Held in trust for unemployment claims and other purposes	262,902		
Reserved for scholarships		<u>45,084</u>	
	<u>262,902</u>	<u>45,084</u>	

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

RAMSEY BOARD OF EDUCATION
Statement of Changes in Fiduciary Net Assets
Fiduciary Funds
Fiscal Year Ended June 30, 2011

	Unemployment Compensation Trust Fund	Private Purpose Funds
ADDITIONS		
Contributions:		
Payroll withholdings	44,768	
Donations		1,000
Budget Contributions	245,222	
Total Contributions	289,990	1,000
Investment earnings:		
Interest		417
Net investment earnings	-	417
Total additions	289,990	1,417
DEDUCTIONS		
Unemployment Claims	99,112	
Scholarships awarded		8,450
Total deductions	99,112	8,450
Change in net assets	190,878	(7,033)
Net assets—beginning of the year	72,024	52,117
Net assets—end of the year	262,902	45,084

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

NOTES TO THE FINANCIAL STATEMENTS

**Borough of Ramsey School District
Notes to the Basic Financial Statements
for the fiscal year ended June 30, 2011**

NOTE 1. DESCRIPTION OF THE SCHOOL DISTRICT AND REPORTING ENTITY

The Board of Education (“Board”) of the Borough of Ramsey School District (“District”) is an instrumentality of the State of New Jersey, established to function as an educational institution. The Borough of Ramsey School District is a Type II district located in the County of Bergen, State of New Jersey. As a Type II district, the School District functions independently through a Board of Education. The board is comprised of nine members elected to three-year terms. The purpose of the District is to educate students in grades K-12. A superintendent is appointed by the Board and is responsible for the administrative control of the District. Under existing statutes, the Board’s duties and powers include, but are not limited to, the development and adoption of a school program; the establishment, organization and operation of schools; and the acquisition, maintenance and disposition of school property.

The Board also has broad financial responsibilities, including the approval of the annual budget and the establishment of a system of accounting and budgetary controls.

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

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

Based on the aforementioned criteria, the Board has no component units. Furthermore, the Board is not includable in any other reporting entity on the basis of such criteria.

NOTE 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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

**Borough of Ramsey School District
Notes to the Basic Financial Statements
for the fiscal year ended June 30, 2011**

NOTE 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, (continued)

A. Basis of Presentation

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

District-wide Financial Statements

The statement of net assets and the statement of activities display information about the Board as a whole. These statements include the financial activities of the overall District, except for the fiduciary funds. The statements distinguish between those activities of the Board that are governmental and those that are considered business-type activities.

The statement of net assets presents the financial condition of the governmental and business-type activities of the Board at year-end. The statement of activities presents a comparison between direct expenses and program revenues for each program or function of the governmental activities and for the business-type activities of the Board. Direct expenses are those that are specifically associated with a service, program or department and therefore clearly identifiable to a particular function. Program revenues include charges paid by the recipient of the goods or services offered by the program, grants and contributions that are restricted to meeting the operational or capital requirements of a particular program. Revenues which are not classified as program revenues are presented as general revenues of the Board, with certain limited exceptions. The comparison of direct expenses with program revenues identifies the extent to which each business segment or governmental function is self-financing or draws from the general revenues of the Board.

Fund Financial Statements

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

GOVERNMENTAL FUNDS

Governmental funds are those through which most governmental functions of the Board are financed. Governmental fund reporting focuses on the sources, uses and balances of current financial resources. Expendable assets are assigned to the various governmental funds according to the purposes for which they may or must be used. Current liabilities are assigned to the fund from which they will be paid. The difference between governmental fund assets and liabilities is reported as fund balance. The following are the Board's governmental funds:³⁴ -

**Borough of Ramsey School District
Notes to the Basic Financial Statements
for the fiscal year ended June 30, 2011**

NOTE 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, (continued)

GOVERNMENTAL FUNDS, (continued)

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

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

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

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

Capital Projects Fund - The Capital Projects Fund is used to account for all financial resources to be used for the acquisition or construction of major capital facilities (other than those financed by Proprietary Funds). The financial resources are derived from sale of bonds, lease purchases and other revenues.

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

PROPRIETARY FUNDS

The focus of Proprietary Fund measurement is upon determination of net income, changes in net assets, financial position and cash flows. The accounting principles generally accepted in the United States of America applicable are those similar to businesses in the private sector. Proprietary funds are classified as enterprise or internal service; the Board has no internal service funds. The following is a description of the Proprietary Funds of the Board:

**Borough of Ramsey School District
Notes to the Basic Financial Statements
for the fiscal year ended June 30, 2011**

NOTE 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, (continued)

PROPRIETARY FUNDS, (continued)

Enterprise Funds - The Enterprise Funds are utilized to account for operations that are financed and operated in a manner similar to private business enterprises -- where the intent of the Board is that the costs (i.e. expenses including depreciation and indirect costs) of providing goods or services to the students on a continuing basis be financed or recovered primarily through user charges; or, where the Board has decided that periodic determination of revenues earned, expenses incurred, and/or net income is appropriate for capital maintenance, public policy, management control, accountability or other purposes.

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

FIDUCIARY FUNDS

Fiduciary Fund - Fiduciary Fund reporting focuses on net assets and changes in net assets. The Fiduciary Funds are used to account for assets held by the Board on behalf of individuals, private organizations, other governments and/or other funds. Fiduciary Funds include Unemployment Compensation Insurance, the Memorial Funds, Student Activities Fund and Payroll Agency Fund.

B. Measurement Focus

District-wide Financial Statements

The District-wide statements (i.e., the statement of net assets and the statement of activities) are prepared using the economic resources measurements focus and the accrual basis of accounting. All assets and liabilities associated with the operation of the Board are included on the statement of net assets, except for fiduciary funds.

Fund Financial Statements

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

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

**Borough of Ramsey School District
Notes to the Basic Financial Statements
for the fiscal year ended June 30, 2011**

NOTE 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, (continued)

C. Basis of Accounting

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

Revenues - Exchange and Non-exchange Transactions

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

Nonexchange transactions, in which the Board receives value without directly giving equal value in return, include property taxes, grants, entitlements and donations. On an accrual basis, revenue from property taxes is recognized in the fiscal year for which the taxes are levied. Revenue from grants, entitlements and donations is recognized in the fiscal year in which all eligibility requirements have been satisfied. Eligibility requirements include timing requirements, which specify the year when the resources are required to be used or the year when use is first permitted, matching requirements, in which the Board must provide local resources to be used for a specified purpose, and expenditure requirements, in which the resources are provided to the Board on a reimbursement basis. On a modified accrual basis, revenue from nonexchange transactions must also be available before it can be recognized. Under GAAP, in accordance with GASB No. 33, Accounting and Financial Reporting for Nonexchange Transactions, the last state aid payment is not considered revenue to the school district if the state has not recorded the corresponding expenditure, even though state law dictates recording the revenue.

Under the modified accrual basis, the following revenue sources are considered to be both measurable and available at year-end: ad valorem property taxes, tuition, unrestricted grants and interest.

Expenses/Expenditures

On the accrual basis of accounting, expenses are recognized at the time they are incurred. The fair value of donated commodities used during the year is reported in the operating statement as an expense with a like amount reported as donated commodities revenue.

The measurement of focus of governmental fund accounting is on decreases in net financial resources (expenditures) rather than expenses. Expenditures are generally recognized in the accounting period in which the related fund liability is incurred, if measurable. Allocations of cost, such as depreciation and amortization, are not recognized in the governmental funds.

**Borough of Ramsey School District
Notes to the Basic Financial Statements
for the fiscal year ended June 30, 2011**

NOTE 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, (continued)

D. Budgets/Budgetary Control

Annual appropriated budgets are adopted in the spring of the preceding year for the general, and special revenue funds. The budgets are submitted to the county superintendents office for approval. Budgets are prepared using the modified accrual basis of accounting, except for the special revenue fund as described later. The legal level of budgetary control is established at line item accounts within each fund. Line item accounts are defined as the lowest (most specific) level of detail as established pursuant to the minimum chart of accounts referenced in N.J.A.C. 6A:23-2(g)1. Transfers of appropriations may be made by School Board resolution at any time during the fiscal year. The Board of Education did not make any additional appropriations during the year.

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

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

E. Encumbrances

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

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

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

**Borough of Ramsey School District
Notes to the Basic Financial Statements
for the fiscal year ended June 30, 2011**

NOTE 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, (continued)

F. Cash, Cash Equivalents and Investments

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

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

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

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

G. Tuition Revenues/Receivable

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.

H. Inventories

On District-wide financial statements, inventories are presented at cost, which approximates market on a first-in, first-out basis and are expensed when used.

On fund financial statements inventories are valued at cost, which approximates market, using the first-in-first-out (FIFO) method. Inventories of proprietary funds consist of food and goods held for resale, as well as supplies, and are expensed when used.

I. Prepaid Items

Payments made to vendors for services that will benefit periods beyond June 30, 2011 are recorded as prepaid items using the consumption method. A current asset for the prepaid amount is recorded at the time of purchase and an expenditure/expense is reported in the year in which services are consumed.

**Borough of Ramsey School District
Notes to the Basic Financial Statements
for the fiscal year ended June 30, 2011**

NOTE 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, (continued)

J. Short-Term Interfund Receivables/Payables

On fund financial statements, receivables and payables resulting from short-term interfund loans are classified as “interfund receivables/payables.” These amounts are eliminated in the governmental and business-type activities columns of the statement of net assets, except for the net residual amounts due between governmental and business-type activities, which are presented as internal balances.

K. Capital Assets

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

All capital assets acquired or constructed during the year are recorded at actual cost. Donated fixed assets are valued at their estimated fair market value on the date received. The capital assets acquired or constructed prior to June 30, 1993 are valued at cost based on historical records or through estimation procedures performed by an independent appraisal company. Donated capital assets are valued at their estimated fair market value on the date received. The Board maintains a capitalization threshold of \$2,000.00. The Board does not possess any infrastructure. Improvements are capitalized; the costs of normal maintenance and repairs that do not add to the value fo the asset or materially extend an asset’s life are not.

All reported capital assets except land and construction in progress are depreciated. Improvements are depreciated over the remaining useful lives of the related capital assets. Depreciation is computed using the straight-line method over the following useful lives:

<u>Description</u>	<u>Governmental Activities Estimated Lives</u>	<u>Business-Type Activity Estimated Lives</u>
Sites and Improvements	20 years	N/A
Buildings and Improvements	7-50 years	N/A
Furniture, Equipment and Vehicles	5-20 years	5-20 years

**Borough of Ramsey School District
Notes to the Basic Financial Statements
for the fiscal year ended June 30, 2011**

NOTE 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, (continued)

L. Compensated Absences

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

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

M. Deferred Revenue

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

Deferred revenue in the special revenue fund represents cash that has been received but not yet earned. See Note 2(E) regarding the special revenue fund.

N. Accrued Liabilities and Long-term Obligations

All payables, accrued liabilities and long-term obligations are reported in the District-wide financial statements.

In general, governmental fund payables and accrued liabilities that, once incurred, are paid in a timely manner and in full from current financial resources, are reported as obligations of the funds. However, claims and judgements, compensated absences, special termination benefits and contractually required pension contributions that will be paid from governmental funds are reported as a liability in the fund financial statements only to the extent that they are due for payment in the current year. Bonds, long-term obligations, and capital leases that will be paid from governmental funds are recognized as a liability in the fund financial statements when due.

**Borough of Ramsey School District
Notes to the Basic Financial Statements
for the fiscal year ended June 30, 2011**

NOTE 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, (continued)

O. Fund Balances

Fund balance is divided into five classifications based primarily on the extent to which the Board is bound to observe constraints imposed upon the resources in the governmental funds. The classifications are as follows:

- **Nonspendable** fund balance includes amounts that are not in a spendable form (inventory, for example) or are required to be maintained intact (the principal of an endowment fund, for example).
- **Restricted** fund balance includes amounts that can be spent only for the specific purposes stipulated by external resource providers (for example, grant providers), constitutionally, or through enabling legislation (that is, legislation that creates a new revenue source and restricts its use). Effectively, restrictions may be changed or lifted only with the consent of resource providers.
- **Committed** fund balance includes amounts that can be used only for the specific purposes determined by a formal action of the Board's highest level of decision-making authority. Commitments may be changed or lifted only by the government taking the same formal action that imposed the constraint originally.
- **Assigned** fund balance comprises amounts *intended* to be used by the Board for specific purposes. Intent can be expressed by the governing body or by an official or body to which the governing body delegates the authority. In governmental funds other than the general fund, assigned fund balance represents the amount that is not restricted or committed. This indicates that resources in other governmental funds are, at a minimum, intended to be used for the purpose of that fund.
- **Unassigned** fund balance is the residual classification for the general fund and includes all amounts not contained in the other classifications. Unassigned amounts are technically available for any purpose. If another governmental fund has a fund balance deficit, then it will be reported as a negative amount in the unassigned classification in that fund. Positive unassigned amounts will be reported only in the general fund.

**Borough of Ramsey School District
Notes to the Basic Financial Statements
for the fiscal year ended June 30, 2011**

NOTE 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, (continued)

P. Net Assets

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

The Board applies restricted resources first when an expense is incurred for purposes for which both restricted and unrestricted net assets are available.

Q. Operating Revenues and Expenses

Operating revenues are those revenues that are generated directly from the primary activity of the proprietary funds. For the Board, these revenues are sales for food service. Operating expenses are necessary costs incurred to provide the good or service that is the primary activity of the fund.

R. Extraordinary and Special Items

Extraordinary items are transactions or events that are both unusual in nature and infrequent in occurrence. Special items are transactions or events that are within the control of the Board and that are either unusual in nature or infrequent in occurrence. Neither type of transaction occurred during the fiscal year.

S. Allocation of Indirect Expenses

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

**Borough of Ramsey School District
Notes to the Basic Financial Statements
for the fiscal year ended June 30, 2011**

NOTE 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, (continued)

T. Use of Estimates

The preparation of financial statements in accordance with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that effect certain reports, amounts and disclosures. Accordingly, actual results could differ from those estimates.

NOTE 3. CASH AND CASH EQUIVALENTS AND INVESTMENTS

Cash

Custodial Credit Risk - Deposits

Custodial credit risk is the risk that in the event of a bank failure, the government's deposits may not be returned to it. The District's policy is based on New Jersey Statutes requiring cash be deposited only in New Jersey based banking institutions that participate in New Jersey Governmental Depository Protection Act (GUDPA) or in qualified investments established in New Jersey Statutes 18A:20-37 that are treated as cash equivalents. As of June 30, 2011, \$-0- of the District's bank balance of \$5,230,626 was exposed to custodial credit risk.

Investments

Investment Rate Risk

The District does not have a formal investment policy that limits investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates. However, New Jersey Statutes 18A:20-37 limits the length of time for most investments to 397 days.

Credit Risk

New Jersey Statutes 18A:20-37 limits school district investments to those specified in the Statutes. The type of allowance investments are Bonds of the United States of America, bonds or other obligations of the school districts or bonds or other obligations of the local unit or units within which the school district is located: obligations of federal agencies not exceeding 397 days; government money market mutual funds; the State of New Jersey Cash Management Plan; local government investment pools; or repurchase of fully collateralized securities.

Concentration of Credit Risk

The District places no limit on the amount the District may invest in any one issuer.

**Borough of Ramsey School District
Notes to the Basic Financial Statements
for the fiscal year ended June 30, 2011**

NOTE 4. RECEIVABLES

Receivables at June 30, 2011, consisted of accounts and intergovernmental. All receivables are considered collectible in full. A summary of the principal items of receivables follows:

	Governmental Fund Financial <u>Statements</u>	Enterprise Fund	District Wide Financial <u>Statements</u>
State Aid	\$6,181,641	\$500	\$6,182,141
Federal Aid	2,221	5,107	7,328
Other	340,207		340,207
Interfunds	<u>1,261,723</u>	<u>65,346</u>	<u>65,346</u>
Gross Receivables	7,785,792	70,953	6,595,022
Less: Allowance for Uncollectibles			
Total Receivables, Net	<u>\$7,785,792</u>	<u>\$70,953</u>	<u>\$6,595,022</u>

NOTE 5. INTERFUND BALANCES AND ACTIVITY

Balances due to/from other funds at June 30, 2011, consist of the following:

\$245,222	Due to the Unemployment Compensation Trust Fund from the General Fund to budget appropriations not turned over.
65,346	Due to the Food Service Fund from the General Fund for subsidy reimbursements received but not turned over.
12,420	Due to the Unemployment Compensation Trust Fund from the Payroll Agency Fund for employee withholdings.
598,807	Due to the Debt Service Fund from the Capital Projects Fund for interest earned on investments in the Capital Projects Fund.
16,825	Due to the Debt Service Fund from the Capital Projects Fund for premium on notes.
513,478	Due to the General Fund from the Capital Projects Fund for payment of loan.
129,841	Due to the General Fund from the Capital Projects Fund for expense reimbursements.
<u>2,772</u>	Due to the General Fund from the Special Revenue Fund for prior years Distance Learning Network Aid deferred revenue.
<u>\$1,584,711</u>	

It is anticipated that all interfunds will be liquidated during the fiscal year.

**Borough of Ramsey School District
Notes to the Basic Financial Statements
for the fiscal year ended June 30, 2011**

NOTE 6. CAPITAL ASSETS

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

	<u>Balance</u> <u>6/30/10</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance</u> <u>6/30/11</u>
Governmental Activities				
Capital Assets That Are Not Being Depreciated:				
Land	\$4,425,700	\$ _____	\$ _____	\$4,425,700
Total Capital Assets, Not Being Depreciated	<u>4,425,700</u>	_____	_____	<u>4,425,700</u>
Building and building improvements	43,924,053	413,897		44,337,950
Machinery and equipment	<u>7,348,934</u>	<u>395,968</u>	<u>(17,104)</u>	<u>7,727,798</u>
Totals at Historical Cost	<u>51,272,987</u>	<u>809,865</u>	<u>(17,104)</u>	<u>52,065,748</u>
Less Accumulated Depreciation For:				
Buildings and Improvements	(13,095,282)	(976,902)		(14,072,184)
Equipment	<u>(5,636,767)</u>	<u>(357,044)</u>	<u>17,104</u>	<u>(5,976,707)</u>
Total Accumulated Depreciation	<u>(18,732,049)</u>	<u>(1,333,946)</u>	<u>17,104</u>	<u>(20,048,891)</u>
Total Capital Assets, Being Depreciated, Net of Accumulated Depreciation	<u>32,540,938</u>	<u>(524,081)</u>	_____	<u>32,016,857</u>
Governmental Activities Capital Assets, Net	<u>\$36,966,638</u>	<u>(\$524,081)</u>	<u>\$ _____</u>	<u>\$36,442,557</u>
Business-Type Activity				
Equipment	529,606	49,286		578,892
Less Accumulated Depreciation For:				
Equipment	<u>(387,364)</u>	<u>(19,079)</u>	_____	<u>(406,443)</u>
Business-Type Activity Capital Assets, Net	<u>\$142,242</u>	<u>\$30,207</u>	<u>\$ _____</u>	<u>\$172,449</u>

Depreciation expense was not allocated to governmental functions. It appears on the statement of activities as "unallocated depreciation".

NOTE 7. LONG-TERM OBLIGATIONS

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

	<u>Balance</u> <u>June 30, 2010</u>	<u>Issued</u>	<u>Retired</u>	<u>Balance</u> <u>June 30, 2011</u>	<u>Amounts</u> <u>Due Within</u> <u>One Year</u>
Bonds payable	\$22,749,000	\$ _____	(\$1,580,000)	\$21,169,000	\$1,650,000
Compensated absences payable	<u>830,799</u>	<u>114,246</u>	<u>(157,075)</u>	<u>787,970</u>	_____
	<u>\$23,579,799</u>	<u>\$114,246</u>	<u>(\$1,737,075)</u>	<u>\$21,956,970</u>	<u>\$1,650,000</u>

**Borough of Ramsey School District
Notes to the Basic Financial Statements
for the fiscal year ended June 30, 2011**

NOTE 7. LONG-TERM OBLIGATIONS,(continued)

A. Bonds Payable:

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

Outstanding bonds payable at June 30, 2011 consisted of the following:

<u>Issue</u>	<u>Amount Issued</u>	<u>Issue Date</u>	<u>Interest Rates</u>	<u>Date of Maturity</u>	<u>Principal Balance June 30, 2011</u>
Refunding School Bonds	\$6,120,000	5/15/2002	3.5%-5.0%	7/15/2016	\$3,725,000
School Bond	23,434,000	12/15/2003	3.0%-4.5%	1/15/2024	<u>17,444,000</u>
					<u>\$21,169,000</u>

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

<u>Year Ending June 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2012	\$1,650,000	\$895,004	\$2,545,004
2013	1,695,000	822,779	2,517,779
2014	1,735,000	748,804	2,483,804
2015	1,780,000	675,294	2,455,294
2016	1,820,000	601,989	2,421,989
2017-2021	7,535,000	2,032,825	9,567,825
2022-2024	<u>4,954,000</u>	<u>450,760</u>	<u>5,404,760</u>
	<u>\$21,169,000</u>	<u>\$6,227,455</u>	<u>\$27,396,455</u>

B. Bonds Authorized But Not Issued:

As of June 30, 2011 the Board has no authorized but not issued bonds.

C. Capital Leases:

The District had no capital leases outstanding at June 30, 2011.

**Borough of Ramsey School District
Notes to the Basic Financial Statements
for the fiscal year ended June 30, 2011**

NOTE 8. TEMPORARY NOTES

The District issued temporary notes to fund various capital projects in anticipation of the receipt of Educational Facilities Construction and Financing Act reimbursements. The term of the notes cannot exceed one year but the note may be renewed from time to time for a period not exceeding one year.

One June 30, 2011, the District had \$2,500,000 in outstanding temporary notes due on July 26, 2011 at a rate of 1.25%. At maturity, \$2,500,000 was rolled over.

NOTE 9. OPERATING LEASES

The District has commitments to lease certain office equipment under operating leases that expire in 2012. Total operating lease payments made during the year ended June 30, 2011 were \$118,059. Future minimum lease payments are as follows:

<u>Year ending June 30,</u>	<u>Amount</u>
2012	\$109,286
2013	107,036
2014	79,211
2015	60,195
2016	<u>2,430</u>
Total future minimum lease payments	<u>\$358,158</u>

NOTE 10. PENSION PLANS

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

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

**Borough of Ramsey School District
Notes to the Basic Financial Statements
for the fiscal year ended June 30, 2011**

NOTE 10. PENSION PLANS, (continued)

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

Contribution Requirements - The contribution policy is set by laws of the State of New Jersey and, in most retirement systems, contributions are required by active members and contributing employers. Plan member and employer contributions may be amended by State of New Jersey legislation. The pension funds provide for employee contributions based on 5.5% for PERS and 5.5% for TPAF of the employee's annual compensation. Employers are required to contribute at an actuarially determined rate in all Funds except the SACT. The actuarially determined employer contribution includes funding for cost-of-living adjustments and noncontributory death benefits in the PERS and TPAF. In the PERS and TPAF, the employer contribution includes funding for post-retirement medical premiums.

During the year ended June 30, 2011 for TPAF, which is a cost sharing plan with special funding situations, annual pension cost equals annual required contribution. For PERS, which is a cost sharing multi-employer defined benefit pension plan, the annual pension cost differs from the annual required contribution due to the enactment of Chapter 114, P.L. 1997. TPAF employer contributions are made annually by the State of New Jersey to the pension system on behalf of the Board. PERS employer contributions are made annually by the Board to the pension system in accordance with Chapter 114, P.L. 1997.

The Board's contribution to PERS, equal to the required contributions for each year, were as follows:

Year Ending	
6/30/11	\$586,744
6/30/10	465,843
6/30/09	407,911

The State of New Jersey contribution to TPAF (paid on-behalf of the District) for normal and post retirement benefits were as follows:

Year Ending	Pension Contributions	Post- Retirement Medical Contributions	NCGI Premium
6/30/11	\$	\$1,450,455	\$68,289
6/30/10		1,404,698	74,792
6/30/09		1,376,984	72,179

**Borough of Ramsey School District
Notes to the Basic Financial Statements
for the fiscal year ended June 30, 2011**

NOTE 10. PENSION PLANS, (continued)

During the fiscal year ended June 30, 2011, the State of New Jersey contributed \$1,518,744 to the TPAF for normal and post-retirement benefits on behalf of the District. Also, in accordance with N.J.S.A. 18A:66-66 the State of New Jersey reimbursed the District \$1,729,776 during the year ended June 30, 2011 for the employer's share of social security contributions for TPAF members, as calculated on their base salaries. This amount has been included in the district-wide financial statements, and fund based statements as revenues and expenditures in accordance with GASB 24.

NOTE 11. POST-RETIREMENT BENEFITS

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

The State is also responsible for the cost attributable to P.L. 1992 Chapter 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. In fiscal year 2010, the State paid \$126.3 million toward Chapter 126 benefits for 14,050 eligible retired members.

NOTE 12. 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:

AIM Fund Services	Equitable
American United Life	MFS Funds
Guardian Insurance	Lincoln
Mass Mutual	Merrill Lynch
Metropolitan Life	Travlers
Paul Revere	Union Central Life
Valic	

**Borough of Ramsey School District
Notes to the Basic Financial Statements
for the fiscal year ended June 30, 2011**

NOTE 13. RISK MANAGEMENT

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

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

There has been no significant reduction in insurance coverage from the previous year nor have there been any settlements in excess of insurance coverages.

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

<u>Fiscal Year</u>	<u>Interest Earnings/ District Contributions</u>	<u>Employee Contributions</u>	<u>Amount Reimbursed</u>	<u>Ending Balance</u>
2010-2011	\$245,222	\$44,768	\$99,112	\$262,902
2009-2010	-0-	45,907	129,103	72,024
2008-2009	-0-	45,455	26,368	155,220

NOTE 14. CAPITAL RESERVE ACCOUNT

A capital reserve account was established by the Borough of Ramsey Board of Education by inclusion of \$502,000 on September 26, 2000 for the accumulation of funds for use as capital outlay expenditures in subsequent fiscal years. The capital reserve account is maintained in the general fund and its activity is included in the general fund annual budget.

Funds placed in the capital reserve account are restricted to capital projects in the district's approved Long Range Facilities Plan (LRFP). A district may increase the balance in the capital reserve by appropriating funds in the annual general fund budget certified for taxes or by transfer by board resolution at year end of any unanticipated revenue or unexpended line-item appropriation amounts, or both. A district may also appropriate additional amounts when the express approval of the voters has been obtained either by a separate proposal at budget time or by a special question at one of the four special elections authorized pursuant to *N.J.S.A. 19:60-2*. Pursuant to *N.J.A.C. 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.

**Borough of Ramsey School District
Notes to the Basic Financial Statements
for the fiscal year ended June 30, 2011**

NOTE 14. CAPITAL RESERVE ACCOUNT, (continued)

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	\$592,891
Increased by:	
Deposit Approved by Resolution June 28, 2011	<u>800,000</u>
	1,392,891
Decreased by:	
Transferred to Capital Projects	<u>190,662</u>
Ending balance, June 30, 2011	<u><u>\$1,202,229</u></u>

NOTE 15. FUND BALANCE APPROPRIATED

General Fund [Exhibit B-1] - Of the \$5,288,530 General Fund fund balance at June 30, 2011, \$-0- is reserved for encumbrances; \$2,916,235 is reserved as excess surplus in accordance with N.J.S.A. 18A:7F-7 (\$840,339 of the total reserve for excess surplus has been appropriated and included as anticipated revenue for the year ending June 30, 2012); \$1,202,229 has been reserved in the Capital Reserve Account; \$127,562 has been designated by the Board for subsequent year's expenditures; and \$1,042,504 is unreserved and undesignated.

Debt Service Fund - The Debt Service Fund fund balance at June 30, 2011 of \$22,947 is unreserved and undesignated.

NOTE 16. CALCULATION OF EXCESS SURPLUS

In accordance with N.J.S.A. 18A:7F-7, as amended by P.L. 2004, c.73 (S1701) the designation for Reserved Fund Balance — Excess Surplus is a required calculation pursuant to the New Jersey Comprehensive Educational Improvement and Financing Act of 1996 (CEIFA). New Jersey school districts are required to reserve General Fund fund balance at the fiscal year end of June 30 if they did not appropriate a required minimum amount as budgeted fund balance in their subsequent years' budget. The excess fund balance at June 30, 2011 is \$2,916,235. Of this amount, \$2,075,896 is the result of current year operations.

**Borough of Ramsey School District
Notes to the Basic Financial Statements
for the fiscal year ended June 30, 2011**

NOTE 17. INVENTORY

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

Food	\$2,121
Supplies	<u>291</u>
	<u>\$2,412</u>

The United States Department of Agriculture (USDA) commodity portion of the Food Service Fund inventory consists of food donated by USDA. It is valued at estimated market prices by USDA. The amount of unused commodities at year end is reported on Schedule A as deferred revenue.

NOTE 18. CONTINGENT LIABILITIES

Grant Programs - The school district participates in federally assisted grant programs. These programs are subject to program compliance audits by the grantors or their representatives. The school district is potentially liable for expenditures which may be disallowed pursuant to the terms of these grant programs. Management is not aware of any material items of noncompliance which would result in the disallowance of program expenditures.

Litigation - The District is a party defendant in some lawsuits, none of a kind unusual for a school district of its size and scope of operation. In the opinion of the Board's Attorney the potential claims against the District not covered by insurance policies would not materially affect the financial condition of the District.

**REQUIRED SUPPLEMENTARY
INFORMATION - PART II**

BUDGETARY COMPARISON SCHEDULES

Exhibit C-1

RAMSEY BOARD OF EDUCATION
Budgetary Comparison Schedule
General Fund
Fiscal Year Ended June 30, 2011

	<u>Original Budget</u>	<u>Budget Transfers/ Adjustments</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Final to Actual</u>
REVENUES:					
General Fund:					
Revenues from Local Sources:					
Local Tax Levy	46,159,075		46,159,075	46,159,075	
Tuition	1,479,880		1,479,880	1,547,116	67,236
Transportation Fees from Individuals	20,000		20,000	22,297	2,297
Interest Earned on Capital Reserve Funds	50		50		(50)
Other Restricted Miscellaneous Revenues	65,208		65,208		(65,208)
Unrestricted Miscellaneous Revenues	60,000		60,000	213,884	153,884
Total - Local Sources	<u>47,784,213</u>		<u>47,784,213</u>	<u>47,942,372</u>	<u>158,159</u>
Revenues from State Sources:					
Extraordinary Aid	400,000		400,000	487,745	87,745
Nonpublic Transportation				7,670	7,670
NTE Homeless Grant				4,906	4,906
On-behalf TPAF pension Contributions (non-budgeted)				1,450,455	1,450,455
On-behalf NCGI Premium (non-budgeted)				68,289	68,289
Reimbursed TPAF Social Security Contributions (non-budgeted)				1,729,776	1,729,776
Total - State Sources	<u>400,000</u>		<u>400,000</u>	<u>3,748,841</u>	<u>3,348,841</u>
Revenues from Federal Sources:					
Special Education Medicaid Initiative	1,900		1,900	7,148	5,248
Total - Federal Sources	<u>1,900</u>		<u>1,900</u>	<u>7,148</u>	<u>5,248</u>
TOTAL REVENUES	<u>48,186,113</u>		<u>48,186,113</u>	<u>51,698,361</u>	<u>3,512,248</u>
EXPENDITURES:					
Current Expense:					
Regular Programs - Instruction					
Kindergarten - Salaries of Teachers	447,543	(7,000)	440,543	433,514	7,029
Grades 1-5 - Salaries of Teachers	4,489,408	544,400	5,033,808	5,024,982	8,826
Grades 6-8 - Salaries of Teachers	3,996,017	(275,000)	3,721,017	3,712,618	8,399
Grades 9-12 - Salaries of Teachers	6,450,976	60,000	6,510,976	6,496,234	14,742
Regular Programs - Home Instruction:					
Salaries of Teachers	70,000		70,000	48,626	21,374
Purchased Professional-Educational Services	5,000	4,500	9,500	9,160	340
General Supplies		4,000	4,000	3,023	977
Regular Programs - Undistributed Instruction					
Other Salaries for Instruction	33,290	(16,000)	17,290	7,485	9,805
Purchased Professional-Educational Services	87,600		87,600	83,802	3,798
Purchased Technical Services		3,620	3,620	2,665	955
Other Purchased Services (400-500 series)	69,828	(7,125)	62,703	56,030	6,673
General Supplies	282,539	6,129	288,668	285,889	2,779
Textbooks	263,379	(2,429)	260,950	257,033	3,917
Other Objects	6,613	175	6,788	4,722	2,066
TOTAL REGULAR PROGRAMS - INSTRUCTION	<u>16,202,193</u>	<u>315,270</u>	<u>16,517,463</u>	<u>16,425,783</u>	<u>91,680</u>
SPECIAL EDUCATION - INSTRUCTION					
Learning and/or Language Disabilities					
Salaries of Teachers	609,275	111,100	720,375	720,279	96
Other Salaries for Instruction	565,587	(33,500)	532,087	531,926	161
General Supplies	10,607		10,607	6,921	3,686
Total Learning and/or Language Disabilities	<u>1,185,469</u>	<u>77,600</u>	<u>1,263,069</u>	<u>1,259,126</u>	<u>3,943</u>
Multiple Disabilities					
Salaries of Teachers	132,633	140,000	272,633	247,626	25,007
Other Salaries for Instruction	184,830	57,500	242,330	233,341	8,989
Other Purchased Services (400-500 Series)	27		27	24	3
General Supplies	3,671	750	4,421	4,394	27
Total Multiple Disabilities	<u>321,161</u>	<u>198,250</u>	<u>519,411</u>	<u>485,385</u>	<u>34,026</u>
Resource Room/Resource Center:					
Salaries of Teachers	2,325,294	(555,000)	1,770,294	1,726,313	43,981
Other Salaries for Instruction	110,790	(25,000)	85,790	74,173	11,617
Other Purchased Services (400-500 Series)	1,852		1,852	1,725	127
General Supplies	35,296		35,296	20,161	15,135
Textbooks	8,540		8,540	7,480	1,060
Total Resource Room/Resource Center	<u>2,481,772</u>	<u>(580,000)</u>	<u>1,901,772</u>	<u>1,829,852</u>	<u>71,920</u>

Exhibit C-1

RAMSEY BOARD OF EDUCATION
Budgetary Comparison Schedule
General Fund
Fiscal Year Ended June 30, 2011

	Original Budget	Budget Transfers/ Adjustments	Final Budget	Actual	Variance Final to Actual
Preschool Disabilities - Part-Time:					
Salaries of Teachers	103,327	(45,000)	58,327		58,327
Other Salaries for Instruction	153,775	(64,000)	89,775		89,775
General Supplies	588	100	688		688
Total Preschool Disabilities - Part Time	<u>257,690</u>	<u>(108,900)</u>	<u>148,790</u>		<u>148,790</u>
Preschool Disabilities- Full-Time:					
Salaries of Teachers	77,032	28,000	105,032	104,458	574
Other Salaries for Instruction	301,700	(87,000)	214,700	214,473	227
General Supplies	3,011	650	3,661	3,633	28
Total Preschool Disabilities - Full-Time	<u>381,743</u>	<u>(58,350)</u>	<u>323,393</u>	<u>322,564</u>	<u>829</u>
Home Instruction:					
Salaries of Teachers	47,000		47,000	15,612	31,388
Total Home Instruction	<u>47,000</u>		<u>47,000</u>	<u>15,612</u>	<u>31,388</u>
TOTAL SPECIAL EDUCATION - INSTRUCTION	<u>4,674,835</u>	<u>(471,400)</u>	<u>4,203,435</u>	<u>3,912,539</u>	<u>290,896</u>
Basic Skills/Remedial - Instruction					
Salaries of Teachers	734,422	(224,200)	510,222	506,355	3,867
Other Salaries for Instruction		62,000	62,000	60,612	1,388
General Supplies	5,356		5,356	5,341	15
Total Basic Skills/Remedial - Instruction	<u>739,778</u>	<u>(162,200)</u>	<u>577,578</u>	<u>572,308</u>	<u>5,270</u>
Bilingual Education - Instruction					
Salaries of Teachers	117,246		117,246	107,732	9,514
General Supplies	1,400		1,400	1,189	211
Textbooks	1,300		1,300	1,105	195
Total Bilingual Education - Instruction	<u>119,946</u>		<u>119,946</u>	<u>110,026</u>	<u>9,920</u>
School-Sponsored Co/Extra Curricular Activities - Instruction					
Salaries	201,185	22,000	223,185	222,984	201
Purchased Services (300-500 series)	32,348	200	32,548	32,429	119
Supplies and Materials	5,400	400	5,800	5,751	49
Other Objects	3,300	(240)	3,060	2,735	325
Total School-Sponsored Co/Extra Curricular Activities - Instruction	<u>242,233</u>	<u>22,360</u>	<u>264,593</u>	<u>263,899</u>	<u>694</u>
School-Sponsored Athletics - Instruction					
Salaries	473,792	(28,000)	445,792	445,417	375
Purchased Services (300-500 series)	87,339	(960)	86,379	81,213	5,166
Supplies and Materials	41,328	(1,200)	40,128	38,383	1,745
Other Objects	22,565		22,565	20,890	1,675
Total School-Sponsored Athletics - Instruction	<u>625,024</u>	<u>(30,160)</u>	<u>594,864</u>	<u>585,903</u>	<u>8,961</u>
TOTAL INSTRUCTION	<u>22,604,009</u>	<u>(326,130)</u>	<u>22,277,879</u>	<u>21,870,458</u>	<u>407,421</u>
Undistributed Expenditures - Instruction:					
Tuition to Other LEAs Within the State - Special	558,030	9,000	567,030	556,811	10,219
Tuition to County Voc. School Dist. - Regular	126,900		126,900	102,275	24,625
Tuition to CSSD & Regional Day Schools	382,392	130,500	512,892	511,939	953
Tuition to Private Schools for the Disabled Within State	1,250,357	217,100	1,467,457	1,466,095	1,362
Tuition to Private School Disabled & Other LEAs - Spl, O/S State	103,600	25,000	128,600	121,826	6,774
Total Undistributed Expenditures - Instruction:	<u>2,421,279</u>	<u>381,600</u>	<u>2,802,879</u>	<u>2,758,946</u>	<u>43,933</u>
Undistributed Expend. - Attend. & Social Work					
Salaries	46,332		46,332	44,137	2,195
Total Undistributed Expend. - Attend. & Social Work	<u>46,332</u>		<u>46,332</u>	<u>44,137</u>	<u>2,195</u>
Undist. Expend. - Health Services					
Salaries	379,025	8,100	387,125	387,060	65
Purchased Professional and Technical Services		3,000	3,000	2,788	212
Other Purchased Services (400-500 Series)	522	200	722	465	257
Supplies and Materials	11,320		11,320	11,127	193
Other Objects	236		236	143	93
Total Undistributed Expenditures - Health Services	<u>391,103</u>	<u>11,300</u>	<u>402,403</u>	<u>401,583</u>	<u>820</u>
Undist. Expend. - Other Supp. Serv. Students - Related Serv.					
Salaries	634,775	42,200	676,975	644,505	32,470
Supplies and Materials	3,026		3,026	2,839	187
Total Undist. Expend. - Other Supp. Serv. Students - Related Serv.	<u>637,801</u>	<u>42,200</u>	<u>680,001</u>	<u>647,344</u>	<u>32,657</u>

Exhibit C-1

RAMSEY BOARD OF EDUCATION
Budgetary Comparison Schedule
General Fund
Fiscal Year Ended June 30, 2011

	Original Budget	Budget Transfers/ Adjustments	Final Budget	Actual	Variance Final to Actual
Undist. Expend. - Other Supp. Serv. Students - Extra Serv.					
Salaries	429,241	(50,000)	379,241	366,418	12,823
Purchased Professional - Educational Services	418,056	95,000	513,056	383,938	129,118
Total Undist. Expend. - Other Supp. Serv. Students - Extra Serv.	847,297	45,000	892,297	750,356	141,941
Undist. Expend. - Other Supp. Serv. Students-Regular					
Salaries of Other Professional Staff	887,368	16,700	904,068	903,279	789
Salaries of Secretarial and Clerical Assistants	203,759	12,000	215,759	171,080	44,679
Purchased Professional - Educational Services		7,000	7,000	7,000	
Other Purchased Professional and Technical Services	44,222		44,222	43,322	900
Other Purchased Services (400-500 Series)	6,575	(770)	5,805	5,588	217
Supplies and Materials	22,761	1,000	23,761	23,686	75
Other Objects	1,090	(230)	860	860	
Total Undist. Expend. - Other Supp. Serv. Students-Regular	1,165,775	35,700	1,201,475	1,154,815	46,660
Undist. Expend. - Other Supp. Serv. Students-Special					
Salaries of Other Professional Staff	1,076,824	(115,000)	961,824	959,962	1,862
Salaries of Secretarial and Clerical Assistants	105,138	17,000	122,138	121,177	961
Other Purchased Professional and Technical Services	88,400	1,550	89,950	78,354	11,596
Misc. Pur Services (400-500 Series)	10,425	4,080	14,505	9,413	5,092
Supplies and Materials	62,408	(4,080)	58,328	48,480	9,848
Other Objects	6,459		6,459	1,189	5,270
Total Undist. Expend. - Other Supp. Serv. Students-Special	1,349,654	(96,450)	1,253,204	1,218,575	34,629
Undist. Expend. - Improvement of Instructional Services					
Salaries of Supervisors of Instruction	82,010		82,010	81,919	91
Salaries of Other Professional Staff	27,000		27,000	17,820	9,180
Purchased Prof-Educational Services	38,000		38,000	12,934	25,066
Other Purch Prof. and Tech. Services	9,000		9,000	6,440	2,560
Supplies and Materials	13,700	6,000	19,700	17,741	1,959
Total Undist. Expend. - Improvement of Inst. Services	169,710	6,000	175,710	136,854	38,856
Undist. Expend. - Educational Media Serv./Sch. Library					
Salaries	643,048	8,000	651,048	648,304	2,744
Salaries of Technology Coordinators	90,640		90,640	88,893	1,747
Other Purchased Services (400-500)	30,837	2,772	33,609	32,644	965
Supplies and Materials	464,352	153,000	617,352	613,341	4,011
Other Objects	677		677	630	47
Total Undist. Expend. - Educational Media Serv./Sch. Library	1,229,554	163,772	1,393,326	1,383,812	9,514
Undist. Expend. - Instructional Staff Training Serv.					
Salaries of Other Professional Staff		300	300	286	14
Other Purchased Services (400-500 Series)	28,272		28,272	26,354	1,918
Other Objects	340		340	340	
Total Undist. Expend. - Instructional Staff Training Serv.	28,612	300	28,912	26,640	2,272
Undist. Expend. - Supp. Serv. - General Administration					
Salaries	486,715	11,000	497,715	492,534	5,181
Legal Services	60,000	20,000	80,000	64,837	15,163
Audit Fees	29,650		29,650	28,500	1,150
Architectural/Engineering Services	35,000		35,000	15,911	19,089
Other Purchased Professional Services	118,155		118,155	105,429	12,726
Purchased Technical Services	16,000		16,000	14,141	1,859
Communications/Telephone	64,040		64,040	46,724	17,316
BOE Other Purchased Services	8,500		8,500	263	8,237
Other Purch Services (400-500 Series)	274,827	(55,000)	219,827	190,614	29,213
General Supplies	56,103	(7,500)	48,603	45,761	2,842
Judgements Against The School District	25,000	55,000	80,000	80,000	
Misc. Expenditures	6,500		6,500	3,275	3,225
BOE Membership Dues and Fees	31,449		31,449	22,833	8,616
Total Undist. Expend. - Supp. Serv. - General Administration	1,211,939	23,500	1,235,439	1,110,822	124,617
Undist. Expend. - Support Serv. - School Administration					
Salaries of Principals/Assistant Principals	1,061,902	22,000	1,083,902	1,083,689	213
Salaries of Secretarial and Clerical Assistants	562,352	47,000	609,352	600,089	9,263
Other Purchased Services (400-500 series)	94,023	(687)	93,336	82,698	10,638
Supplies and Materials	73,256	(310)	72,946	68,888	4,058
Other Objects	8,568		8,568	8,167	401
Total Undist. Expend. - Support Serv. - School Administration	1,800,101	68,003	1,868,104	1,843,531	24,573

Exhibit C-1

RAMSEY BOARD OF EDUCATION
Budgetary Comparison Schedule
General Fund
Fiscal Year Ended June 30, 2011

	Original Budget	Budget Transfers/ Adjustments	Final Budget	Actual	Variance Final to Actual
Undist. Expend. - Support Serv. - Central Services					
Salaries	410,822	(8,000)	402,822	389,021	13,801
Purchased Professional Services	8,500		8,500	4,950	3,550
Misc. Pur Services (400-500 Series)	18,800		18,800	8,696	10,104
Supplies and Materials	13,710	15,000	28,710	28,232	478
Miscellaneous Expenditures	1,685		1,685	1,215	470
Total Undist. Expend. - Support Serv. - Central Services	453,517	7,000	460,517	432,114	28,403
Undist. Expend. - Admin Info. Technology					
Information Technology					
Purchased Technical Services	22,000		22,000	17,460	4,540
Total Undist. Expend. - Support Serv. - Administrative	22,000		22,000	17,460	4,540
Undist. Expend. - Required Maint. for School Facilities (261)					
Salaries	374,694		374,694	310,427	64,267
Cleaning, Repair and Maintenance Services	230,977	37,000	267,977	267,443	534
General Supplies	25,800		25,800	13,078	12,722
Undist. Expend. - Required Maint. for School Facilities	631,471	37,000	668,471	590,948	77,523
Undist. Expend. - Oth. Oper. & Maint. of Plant (262)					
Salaries		1,445,856	1,445,856	1,414,316	31,540
Salaries of Non-Instructional Aides	250,290	6,000	256,290	255,577	713
Cleaning, Repair and Maintenance Services	112,273	55,000	167,273	166,540	733
Other Purchased Property Services	66,150	3,000	69,150	52,612	16,538
Insurance	234,950		234,950	218,704	16,246
Miscellaneous Purchased Services	5,540		5,540	2,398	3,142
General Supplies	205,560	30,000	235,560	234,988	572
Energy (Natural Gas)	423,000	(423,000)			
Energy (Electricity)	528,600	5,000	533,600	520,017	13,583
Energy (Gasoline)	1,526,856	(1,248,856)	278,000	171,602	106,398
Other Objects	27,341		27,341	16,033	11,308
Total Undist. Expend. - Other Oper. & Maint. Of Plant	3,380,560	(127,000)	3,253,560	3,052,787	200,773
Undist. Expend. - Care and Upkeep of Grounds (263)					
Salaries	177,214		177,214	163,293	13,921
Cleaning, Repair and Maintenance Services	47,070	107,000	154,070	153,950	120
General Supplies	56,439	(11,000)	45,439	26,222	19,217
Undist. Expend. - Care and Upkeep of Grounds	280,723	96,000	376,723	343,465	33,258
Undist. Expend. - Security (266)					
Cleaning, Repair and Maintenance Services	8,710		8,710	4,874	3,836
Undist. Expend. - Security	8,710		8,710	4,874	3,836
Undist. Expend. - Student Transportation Services (270)					
Salaries for Pupil Trans (Bet Home & Sch) - Regular	86,320		86,320	57,599	28,721
Salaries for Pupil Trans (Bet Home & Sch) - Sp Ed	107,305		107,305	106,928	377
Cleaning, Repair and Maintenance Services	30,000		30,000	19,284	10,716
Contract Services (Between Home & School)-Vendors	302,795		302,795	254,432	48,363
Contract Services (Other than Between Home & School)-Vendors	105,394	(330)	105,064	102,947	2,117
Contract Services (Sp. Ed. Students)-Vendors	1,199,520	(30,000)	1,169,520	983,362	186,158
Contract Services - Aid in Lieu Pymts - NonPub Sch.	40,000		40,000	30,753	9,247
Misc. Purchased Services - Transportation	4,200		4,200	990	3,210
Supplies and Materials	700	36,586	37,286	36,104	1,182
Transportation Supplies	36,586	(36,586)			
Total Undist. Expend. - Student Transportation Services	1,912,820	(30,330)	1,882,490	1,592,399	290,091
UNALLOCATED BENEFITS (291)					
Social Security Contributions	598,770		598,770	564,475	34,295
Other Retirement Contributions-PERS	483,623	103,122	586,745	586,744	1
Unemployment Compensation	245,222		245,222	245,222	
Workmen's Compensation	155,951		155,951	150,052	5,899
Health Benefits	7,788,495	(444,172)	7,344,323	6,372,388	971,935
Tuition Reimbursement	200,000		200,000	129,495	70,505
Other Employee Benefits	76,900		76,900	65,362	11,538
TOTAL UNALLOCATED BENEFITS	9,548,961	(341,050)	9,207,911	8,113,738	1,094,173
On-behalf TPAF pension Contributions (non-budgeted)				1,450,455	(1,450,455)
On-behalf NCGI Premium (non-budgeted)				68,289	(68,289)
Reimbursed TPAF Social Security Contributions (non-budgeted)				1,729,776	(1,729,776)
TOTAL ON-BEHALF CONTRIBUTIONS				3,248,520	(3,248,520)
TOTAL PERSONAL SERVICES - EMPLOYEE BENEFITS	9,548,961	(341,050)	9,207,911	11,362,258	(2,154,347)
TOTAL UNDISTRIBUTED EXPENDITURES	27,537,919	322,545	27,860,464	28,873,720	(1,013,256)
TOTAL GENERAL CURRENT EXPENSE	50,141,928	(3,585)	50,138,343	50,744,178	(605,835)

Exhibit C-1

RAMSEY BOARD OF EDUCATION
Budgetary Comparison Schedule
General Fund
Fiscal Year Ended June 30, 2011

	<u>Original Budget</u>	<u>Budget Transfers/ Adjustments</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Final to Actual</u>
CAPITAL OUTLAY					
Equipment					
Undistributed					
Undistributed Expenditures - Instruction		3,585	3,585	3,585	
School Buses-Reg.	56,000		56,000	48,023	7,977
Total Equipment	<u>56,000</u>	<u>3,585</u>	<u>59,585</u>	<u>51,608</u>	<u>7,977</u>
TOTAL CAPITAL OUTLAY	<u>56,000</u>	<u>3,585</u>	<u>59,585</u>	<u>51,608</u>	<u>7,977</u>
TOTAL EXPENDITURES	<u>50,197,928</u>		<u>50,197,928</u>	<u>50,795,786</u>	<u>(597,858)</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(2,011,815)</u>		<u>(2,011,815)</u>	<u>902,575</u>	<u>2,914,390</u>
Other Financing Sources/(Uses):					
Operating Transfers Out:					
Capital Reserve - Transfer to Capital Projects				(190,662)	190,662
Total Other Financing Sources/(Uses):				<u>(190,662)</u>	<u>190,662</u>
Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Sources (Uses)	<u>(2,011,815)</u>		<u>(2,011,815)</u>	<u>711,913</u>	<u>3,105,052</u>
Fund Balance, July 1	<u>4,576,617</u>		<u>4,576,617</u>	<u>4,576,617</u>	
Fund Balance, June 30	<u>2,564,802</u>		<u>2,564,802</u>	<u>5,288,530</u>	<u>3,105,052</u>
Recapitulation of Excess (Deficiency) of Revenues Over (Under) Expenditures					
Adjustment for Prior Year Encumbrances					
Increase in Capital Reserve:					
Principal				800,000	(800,000)
Interest Deposit to Capital Reserve	50		50		50
Budgeted Fund Balance	<u>(2,011,865)</u>		<u>(2,011,865)</u>	<u>(88,087)</u>	<u>3,905,002</u>
	<u>(2,011,815)</u>		<u>(2,011,815)</u>	<u>711,913</u>	<u>3,105,052</u>
Recapitulation:					
Restricted Fund Balance:					
Excess Surplus - Current Year				2,075,896	
Legally Restricted - Excess Surplus - Designated for Subsequent Year's Expenditures				840,339	
Capital Reserve				1,202,229	
Assigned Fund Balance:					
Designated for Subsequent Year's Expenditures				127,562	
Unassigned Fund Balance				<u>1,042,504</u>	
Total Fund Balance per Governmental Funds (Budgetary)				<u>5,288,530</u>	
Recapitulation to Governmental Fund Statement (GAAP):					
Less: Last State Aid Payment not Recognized GAAP Basis					
Total Fund Balance per Governmental Funds (GAAP)				<u>5,288,530</u>	

RAMSEY BOARD OF EDUCATION
Budgetary Comparison Schedule
Special Revenue Fund
Fiscal Year Ended June 30, 2011

	Original Budget	Budget Transfers/ Adjustments	Final Budget	Actual	Variance Final to Actual
REVENUES:					
State Sources	334,297	(32,828)	301,469	267,896	(33,573)
Federal Sources	771,113	139,114	910,227	910,227	-
Total Revenues	1,105,410	106,286	1,211,696	1,178,123	(33,573)
EXPENDITURES:					
Instruction:					
Salaries of Teachers	39,500	(2,500)	37,000	37,000	-
Purchased Professional and Technical Services		37,291	37,291	37,291	-
Other Purchased Services (400-500 series)	615,210	27,351	642,561	642,561	-
General Supplies	3,268	52,920	56,188	56,188	-
Textbooks	56,507	(7,568)	48,939	48,939	-
Total instruction	714,485	107,494	821,979	821,979	-
Support services:					
Personal Services - Employee Benefits	7,900	5,100	13,000	13,000	-
Purchased Professional - Educational Services	347,493	(8,147)	339,346	305,773	33,573
Other Purchased Services (400-500 series)	24,519	(899)	23,620	23,620	-
Supplies and Materials	11,013	2,738	13,751	13,751	-
Total support services	390,925	(1,208)	389,717	356,144	33,573
Total Expenditures	1,105,410	106,286	1,211,696	1,178,123	33,573
Excess (Deficiency) of Revenues Over (Under) Expenditures and Other Financing Sources (Uses)	-	-	-	-	-

**RAMSEY BOARD OF EDUCATION
Required Supplementary Information
Budgetary Comparison Schedule
Note to Required Supplementary Information
Fiscal Year Ended June 30, 2011**

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

		General Fund	Special Revenue Fund
Sources/inflows of resources			
Actual amounts (budgetary basis) "revenue"			
from the budgetary comparison schedule	[C-1]&[C-2]	51,698,361	1,178,123
Difference - budget to GAAP:			
Grant accounting budgetary basis differs from GAAP in that encumbrances are recognized as expenditures, and the related revenue is recognized.			
The last state aid payment is recognized for GAAP Statements in the current year, previously recognized for budgetary purposes		114,661	
The last state aid payment is recognized as revenue for budgetary purposes, and differs from GAAP which does not recognize this revenue until the subsequent year when the state recognizes the related expense (GASB 33).			
Total revenues as reported on the statement of revenues, expenditures and changes in fund balances - governmental funds.	[B-2]	51,813,022	1,178,123
Uses/outflows of resources			
Actual amounts (budgetary basis) "total outflows" from the budgetary comparison schedule	[C-1]&[C-2]	50,795,786	1,178,123
Differences - budget to GAAP		NONE	NONE
Total expenditures as reported on the statement of revenues, expenditures, and changes in fund balances - governmental funds	[B-2]	50,795,786	1,178,123

SPECIAL REVENUE FUND

RAMSEY BOARD OF EDUCATION
 Special Revenue Fund
 Combining Schedule of Program Revenues and Expenditures - Budgetary Basis
 Fiscal Year Ended June 30, 2011

	Total Brought Forward (Ex. E-1a)	I.D.E.A Part B 2010-11		A.R.R.A. - I.D.E.A Part B 2009-11		Title I, Part A	Totals 2011
		Basic	Preschool	Basic	Preschool		
REVENUES							
State Sources	267,896						267,896
Federal Sources	74,539	680,992	31,574	51,796	28,435	42,891	910,227
Total Revenues	342,435	680,992	31,574	51,796	28,435	42,891	1,178,123
EXPENDITURES:							
Instruction:							
Salaries of Teachers	37,000						37,000
Purchased Professional and Technical Services	-						37,291
Other Purchased Services (400-500 series)	-	589,442	28,943	581	23,595		642,561
General Supplies	6,388			47,800	2,000		56,188
Textbooks	48,939						48,939
Total instruction	92,327	589,442	28,943	48,381	25,595	37,291	821,979
Support services:							
Personal Services - Employee Benefits	7,400						13,000
Purchased Professional - Educational Services	218,957	77,930	2,631	3,415	2,840	5,600	305,773
Other Purchased Services (400-500 series)	10,000	13,620					23,620
Supplies and Materials	13,751						13,751
Total support services	250,108	91,550	2,631	3,415	2,840	5,600	356,144
Total Expenditures	342,435	680,992	31,574	51,796	28,435	42,891	1,178,123
Excess (Deficiency) of Revenues Over (Under) Expenditures and Other Financing Sources (Uses)	-	-	-	-	-	-	-

RAMSEY BOARD OF EDUCATION
 Special Revenue Fund
 Combining Schedule of Program Revenues and Expenditures - Budgetary Basis
 Fiscal Year Ended June 30, 2011

	Total Brought Forward (Ex. E-1b)	Title II, Part A Teacher & Principal Training & Recruiting	Title III English Language Enhancement	N.J. Nonpublic Auxiliary Services, Chapter 192		Total Carried Forward
				English as a Second Language	Education	
REVENUES						
State Sources	195,520	62,151	12,388	1,878	70,498	267,896
Federal Sources	-	-	-	-	-	74,539
Total Revenues	195,520	62,151	12,388	1,878	70,498	342,435
EXPENDITURES:						
Instruction:						
Salaries of Teachers	-	32,000	5,000	-	-	37,000
Purchased Professional and Technical Services	-	-	-	-	-	-
Other Purchased Services (400-500 series)	-	-	6,388	-	-	6,388
General Supplies	-	-	-	-	-	-
Textbooks	48,939	-	-	-	-	48,939
Total instruction	48,939	32,000	11,388	-	-	92,327
Support services:						
Personal Services - Employee Benefits	-	6,400	1,000	-	-	7,400
Purchased Professional - Educational Services	146,581	-	-	1,878	70,498	218,957
Other Purchased Services (400-500 series)	-	10,000	-	-	-	10,000
Supplies and Materials	-	13,751	-	-	-	13,751
Total support services	146,581	30,151	1,000	1,878	70,498	250,108
Total Expenditures	195,520	62,151	12,388	1,878	70,498	342,435
Excess (Deficiency) of Revenues Over (Under) Expenditures and Other Financing Sources (Uses)	-	-	-	-	-	-

RAMSEY BOARD OF EDUCATION

Special Revenue Fund

Combining Schedule of Program Revenues and Expenditures - Budgetary Basis

Fiscal Year Ended June 30, 2011

	N.J. Nonpublic Handicapped Services, Chapter 193		N.J. Nonpublic Textbook Aid	N.J. Nonpublic Nursing Aid	Total Carried Forward
	Supplemental Instruction	Examination & Classification			
REVENUES					
State Sources	22,860	45,940	48,939	57,988	195,520
Federal Sources					-
Total Revenues	22,860	45,940	48,939	57,988	195,520
EXPENDITURES:					
Instruction:					
Salaries of Teachers					-
Purchased Professional and Technical Services					-
Other Purchased Services (400-500 series)					-
General Supplies			48,939		48,939
Textbooks					-
Total instruction	-	-	48,939	-	48,939
Support services:					
Personal Services - Employee Benefits					-
Purchased Professional - Educational Services	22,860	45,940	19,793	57,988	146,581
Other Purchased Services (400-500 series)					-
Supplies and Materials					-
Total support services	22,860	45,940	19,793	57,988	146,581
Total Expenditures	22,860	45,940	48,939	57,988	195,520
Excess (Deficiency) of Revenues Over (Under) Expenditures and Other Financing Sources (Uses)	-	-	-	-	-

CAPITAL PROJECTS FUND

RAMSEY BOARD OF EDUCATION
Capital Projects Fund
Summary Schedule of Revenues, Expenditures, and Changes
in Fund Balance-Budgetary Basis
Fiscal Year Ended June 30, 2011

Revenues and Other Financing Sources	
State Sources - SCC Grant	127,108
Bond proceeds and transfers	-
Contribution from Private Sources	91,392
County Sources - County Grant	101,042
Transfers from Capital Reserve	190,662
Transfers from Capital Outlay	-
Interest on Investments	1,902
	<hr/>
	512,106
	<hr/>
Expenditures and Other Financing Uses	
Purchased professional and technical services	-
Land and improvements	-
Construction services	408,687
Equipment purchases	-
Transfer to Capital Reserve	-
Transfer to Debt Service Fund	1,902
	<hr/>
	410,589
	<hr/>
Excess (deficiency) of revenues over (under) expenditures	101,517
Fund balance - beginning	51,467
	<hr/>
Fund balance - ending	152,984
	<hr/> <hr/>
Recapitulation:	
Unrestricted Fund Balance	152,984
Reconciliation to Governmental Funds Statements (GAAP):	
SDA Grant Receivable not Recognized on GAAP Basis	(46,391)
	<hr/>
Fund Balance per Governmental Funds	106,593
	<hr/> <hr/>

RAMSEY BOARD OF EDUCATION
Capital Projects Fund
Schedule of Project Revenues, Expenditures, Project Balances and Project Status-Budgetary Basis
Other Improvements
Fiscal Year Ended June 30, 2011

	<u>Prior Periods</u>	<u>Current Year</u>	<u>Totals</u>	<u>Revised Authorized Cost</u>
Revenues and Other Financing Sources				
State Sources - SCC Grant	367,522		367,522	367,522
Bond proceeds and transfers	945,536		945,536	945,536
Transfers from Capital Reserve			-	-
Transfers from Capital Outlay			-	-
	<u>1,313,058</u>	<u>-</u>	<u>1,313,058</u>	<u>1,313,058</u>
Expenditures and Other Financing Uses				
Purchased professional and technical services			-	-
Land and improvements			-	-
Construction services	1,302,981		1,302,981	1,302,981
Equipment purchases			-	-
Transfer to Capital Reserve	10,077		10,077	10,077
	<u>1,313,058</u>	<u>-</u>	<u>1,313,058</u>	<u>1,313,058</u>
Excess (deficiency) of revenues over (under) expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Additional project information:				
Project number	SP2502324			
Grant Date	8/5/2002			
Bond authorization date	N/A			
Bonds authorized	N/A			
Bonds issued	N/A			
Original authorization cost	1,313,059.00			
Additional authorized cost				
Revised authorized cost	1,313,059.00			
Percentage increase over original authorized cost	-			
Percentage completion	100%			
Original target completion date	June 2003			
Revised target completion date	June 2003			

RAMSEY BOARD OF EDUCATION
Capital Projects Fund
Schedule of Project Revenues, Expenditures, Project Balances and Project Status-Budgetary Basis
Other Improvements
Fiscal Year Ended June 30, 2011

	<u>Prior Periods</u>	<u>Current Year</u>	<u>Totals</u>	<u>Revised Authorized Cost</u>
Revenues and Other Financing Sources				
State Sources - SCC Grant	309,491		309,491	309,491
Bond proceeds and transfers	2,057,660		2,057,660	2,057,660
Transfers from Capital Reserve			-	-
Transfers from Capital Outlay			-	-
	2,367,151	-	2,367,151	2,367,151
Expenditures and Other Financing Uses				
Purchased professional and technical services	227,772		227,772	227,772
Land and improvements			-	-
Construction services	2,139,379		2,139,379	2,139,379
Equipment purchases			-	-
Transfer to Capital Reserve			-	-
	2,367,151	-	2,367,151	2,367,151
Excess (deficiency) of revenues over (under) expenditures	-	-	-	-
Additional project information:				
Project number	4310-070-03-1049			
Grant Date	9/23/2003			
Bond authorization date	12/11/2003			
Bonds authorized	23,434,000.00			
Bonds issued	23,434,000.00			
Original authorization cost	2,297,470.00			
Additional authorized cost	69,681.00			
Revised authorized cost	2,367,151.00			
Percentage increase over original authorized cost	0.03			
Percentage completion	100%			
Original target completion date	June 2005			
Revised target completion date	June 2005			

RAMSEY BOARD OF EDUCATION
Capital Projects Fund
Schedule of Project Revenues, Expenditures, Project Balances and Project Status-Budgetary Basis
Other Improvements
Fiscal Year Ended June 30, 2011

	<u>Prior Periods</u>	<u>Current Year</u>	<u>Totals</u>	<u>Revised Authorized Cost</u>
Revenues and Other Financing Sources				
State Sources - SCC Grant	1,194,641		1,194,641	1,194,641
Bond proceeds and transfers	2,303,411		2,303,411	2,303,411
Transfers from Capital Reserve			-	-
Transfers from Capital Outlay			-	-
	<u>3,498,052</u>	<u>-</u>	<u>3,498,052</u>	<u>3,498,052</u>
Expenditures and Other Financing Uses				
Purchased professional and technical services	463,939		463,939	463,939
Land and improvements			-	-
Construction services	3,034,113		3,034,113	3,034,113
Equipment purchases			-	-
Transfer to Capital Reserve			-	-
	<u>3,498,052</u>	<u>-</u>	<u>3,498,052</u>	<u>3,498,052</u>
Excess (deficiency) of revenues over (under) expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Additional project information:				
Project number	4310-055-03-1048			
Grant Date	9/23/2003			
Bond authorization date	12/11/2003			
Bonds authorized	23,434,000.00			
Bonds issued	23,434,000.00			
Original authorization cost	3,484,745.00			
Additional authorized cost	13,307.00			
Revised authorized cost	3,498,052.00			
Percentage increase over original authorized cost	0.00			
Percentage completion	100%			
Original target completion date	October 2006			
Revised target completion date	October 2006			

RAMSEY BOARD OF EDUCATION
Capital Projects Fund
Schedule of Project Revenues, Expenditures, Project Balances and Project Status-Budgetary Basis
Other Improvements
Fiscal Year Ended June 30, 2011

	<u>Prior Periods</u>	<u>Current Year</u>	<u>Totals</u>	<u>Revised Authorized Cost</u>
Revenues and Other Financing Sources				
State Sources - SCC Grant	552,603		552,603	552,603
Bond proceeds and transfers	4,671,696		4,671,696	4,671,696
Transfers from Capital Reserve			-	-
Transfers from Capital Outlay			-	-
	<u>5,224,299</u>	<u>-</u>	<u>5,224,299</u>	<u>5,224,299</u>
Expenditures and Other Financing Uses				
Purchased professional and technical services	424,331		424,331	424,331
Land and improvements			-	-
Construction services	4,787,641		4,787,641	4,799,968
Equipment purchases			-	-
	<u>5,211,972</u>	<u>-</u>	<u>5,211,972</u>	<u>5,224,299</u>
Excess (deficiency) of revenues over (under) expenditures	<u>12,327</u>	<u>-</u>	<u>12,327</u>	<u>-</u>
Additional project information:				
Project number	4310-050-03-1051			
Grant Date	9/23/2003			
Bond authorization date	12/11/2003			
Bonds authorized	23,434,000.00			
Bonds issued	23,434,000.00			
Original authorization cost	4,542,187.00			
Additional authorized cost	682,112.00			
Revised authorized cost	5,224,299.00			
Percentage increase over original authorized cost	0.15			
Percentage completion	100%			
Original target completion date	September 2006			
Revised target completion date	September 2006			

RAMSEY BOARD OF EDUCATION
Capital Projects Fund
Schedule of Project Revenues, Expenditures, Project Balances and Project Status-Budgetary Basis
Other Improvements
Fiscal Year Ended June 30, 2011

	<u>Prior Periods</u>	<u>Current Year</u>	<u>Totals</u>	<u>Revised Authorized Cost</u>
Revenues and Other Financing Sources				
State Sources - SCC Grant	3,706,560		3,706,560	3,706,560
Bond proceeds and transfers	14,401,458		14,401,458	14,401,458
Transfers from Capital Reserve			-	-
Transfers from Capital Outlay			-	-
	<u>18,108,018</u>	<u>-</u>	<u>18,108,018</u>	<u>18,108,018</u>
Expenditures and Other Financing Uses				
Purchased professional and technical services	1,486,120		1,486,120	1,486,120
Land and improvements			-	-
Construction services	16,621,898		16,621,898	16,621,898
Equipment purchases			-	-
Transfer to Capital Reserve			-	-
	<u>18,108,018</u>	<u>-</u>	<u>18,108,018</u>	<u>18,108,018</u>
Excess (deficiency) of revenues over (under) expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Additional project information:				
Project number	4310-055-03-1050			
Grant Date	9/23/2003			
Bond authorization date	12/11/2003			
Bonds authorized	23,434,000.00			
Bonds issued	23,434,000.00			
Original authorization cost	18,873,118.00			
Additional authorized cost	(765,100.00)			
Revised authorized cost	18,108,018.00			
Percentage increase over original authorized cost	(0.04)			
Percentage completion	100%			
Original target completion date	May 2006			
Revised target completion date	May 2006			

RAMSEY BOARD OF EDUCATION
Capital Projects Fund
Schedule of Project Revenues, Expenditures, Project Balances and Project Status-Budgetary Basis
High School Building Partial Roof Replacement
Fiscal Year Ended June 30, 2011

	<u>Prior Periods</u>	<u>Current Year</u>	<u>Totals</u>	<u>Revised Authorized Cost</u>
Revenues and Other Financing Sources				
State Sources - SCC Grant	98,116		98,116	98,116
Bond proceeds and transfers			-	-
Transfers from Capital Reserve	200,574		200,574	200,574
Transfers from Capital Outlay			-	-
	<u>298,690</u>	<u>-</u>	<u>298,690</u>	<u>298,690</u>
Expenditures and Other Financing Uses				
Purchased professional and technical services			-	-
Land and improvements			-	-
Construction services	274,010		274,010	298,690
Equipment purchases			-	-
Transfer to Capital Reserve			-	-
	<u>274,010</u>	<u>-</u>	<u>274,010</u>	<u>298,690</u>
Excess (deficiency) of revenues over (under) expenditures	<u>24,680</u>	<u>-</u>	<u>24,680</u>	<u>-</u>
Additional project information:				
Project number	4310-055-05-1000-NE			
Grant Date	7/29/2005			
Bond authorization date	N/A			
Bonds authorized	N/A			
Bonds issued	N/A			
Original authorization cost	298,690.00			
Additional authorized cost	298,690.00			
Revised authorized cost	298,690.00			
Percentage increase over original authorized cost	-			
Percentage completion	92%			
Original target completion date	August 2007			
Revised target completion date	August 2007			

RAMSEY BOARD OF EDUCATION
Capital Projects Fund
Schedule of Project Revenues, Expenditures, Project Balances and Project Status-Budgetary Basis
High School PEC Sprinkler Systems
Fiscal Year Ended June 30, 2011

	<u>Prior Periods</u>	<u>Current Year</u>	<u>Totals</u>	<u>Revised Authorized Cost</u>
Revenues and Other Financing Sources				
State Sources - SCC Grant	41,384		41,384	41,384
Bond proceeds and transfers			-	-
Transfers from Capital Reserve	62,076		62,076	62,076
Transfers from Capital Outlay			-	-
	103,460	-	103,460	103,460
Expenditures and Other Financing Uses				
Purchased professional and technical services			-	-
Land and improvements			-	-
Construction services	89,000		89,000	103,460
Equipment purchases			-	-
	89,000	-	89,000	103,460
Excess (deficiency) of revenues over (under) expenditures	14,460	-	14,460	-
Additional project information:				
Project number	1310-050-090-1001-G02			
Grant Date	6/19/2009			
Bond authorization date	N/A			
Bonds authorized	N/A			
Bonds issued	N/A			
Original authorization cost	103,460.00			
Additional authorized cost				
Revised authorized cost	103,460.00			
Percentage increase over original authorized cost	-			
Percentage completion	86%			
Original target completion date	October 2010			
Revised target completion date	October 2010			

RAMSEY BOARD OF EDUCATION
Capital Projects Fund
Schedule of Project Revenues, Expenditures, Project Balances and Project Status-Budgetary Basis
High School Lighting of Existing Artificial Turf Field
Fiscal Year Ended June 30, 2011

	<u>Prior Periods</u>	<u>Current Year</u>	<u>Totals</u>	<u>Revised Authorized Cost</u>
Revenues and Other Financing Sources				
State Sources - SCC Grant			-	-
Bond proceeds and transfers			-	-
Contribution from Private Sources		91,392	91,392	91,392
Local Sources - County Grant		101,042	101,042	101,042
Transfers from Capital Reserve			-	-
Transfers from Capital Outlay			-	-
	-	192,434	192,434	192,434
Expenditures and Other Financing Uses				
Purchased professional and technical services			-	-
Land and improvements			-	-
Construction services		192,434	192,434	192,434
Equipment purchases			-	-
	-	192,434	192,434	192,434
Excess (deficiency) of revenues over (under) expenditures	-	-	-	-
Additional project information:				
Project number	OSTFMP-RAMBOE-09-01			
Grant Date	June 22, 2010			
Bond authorization date	N/A			
Bonds authorized	N/A			
Bonds issued	N/A			
Original authorization cost	192,434.00			
Additional authorized cost				
Revised authorized cost	192,434.00			
Percentage increase over original authorized cost	-			
Percentage completion	100%			
Original target completion date	June 29, 2011			
Revised target completion date	June 29, 2011			

RAMSEY BOARD OF EDUCATION
Capital Projects Fund
Schedule of Project Revenues, Expenditures, Project Balances and Project Status-Budgetary Basis
High School Partial Roof Replacement and HVAC Upgrades
Fiscal Year Ended June 30, 2011

	<u>Prior Periods</u>	<u>Current Year</u>	<u>Totals</u>	<u>Revised Authorized Cost</u>
Revenues and Other Financing Sources				
State Sources - SCC Grant		127,108	127,108	127,108
Bond proceeds and transfers			-	-
Transfers from Capital Reserve		190,662	190,662	190,662
Transfers from Capital Outlay			-	-
	-	317,770	317,770	317,770
Expenditures and Other Financing Uses				
Purchased professional and technical services			-	-
Land and improvements			-	-
Construction services		216,253	216,253	317,770
Equipment purchases			-	-
	-	216,253	216,253	317,770
Excess (deficiency) of revenues over (under) expenditures	-	101,517	101,517	-

Additional project information:

Project number	4310-050-10-1001-GOPB
Grant Date	9/1/2010
Bond authorization date	N/A
Bonds authorized	N/A
Bonds issued	N/A
Original authorization cost	317,770.00
Additional authorized cost	
Revised authorized cost	317,770.00
Percentage increase over original authorized cost	-
Percentage completion	68%
Original target completion date	January 1, 2011
Revised target completion date	January 1, 2011

RAMSEY BOARD OF EDUCATION
Capital Projects Fund
Summary Statement of Project Expenditures
Fiscal Year Ended June 30, 2011

Project Title/Issue	Date	Appropriations	Expenditures to Date		Operating Transfer to Capital Reserve	Unexpended Balance June 30, 2011
			Prior Years	Current Year		
Wesley D. Tisdale Elementary School Building Additions and Renovations	August 5, 2002	1,313,058	1,313,058	-	-	-
Mary A. Hubbard Elementary School Building Additions and Renovations	September 23, 2003	2,367,151	2,367,151	-	-	-
Eric S. Smith Middle School Building Additions and Renovations	September 23, 2003	3,498,052	3,498,052	-	-	-
Ramsey High School Building Additions and Renovations	September 23, 2003	5,224,299	5,211,972	-	12,327	12,327
John Y. Dater Elementary School Additions, Renovations and Construction of New School	September 23, 2003	18,108,018	18,108,018	-	-	-
Ramsey High School Building Partial Roof Replacement	July 29, 2005	298,690	274,010	-	24,680	24,680
Ramsey HS PEC Sprinkler Systems	June 19, 2009	103,460	89,000	-	14,460	14,460
Ramsey High School Lighting of Existing Artificial Turf Field	June 22, 2010	192,434	-	192,434	-	-
Ramsey High School Partial Roof Replacement and HVAC Upgrades	September 1, 2010	317,770	-	216,253	-	101,517
		<u>31,422,932</u>	<u>30,861,261</u>	<u>408,687</u>	<u>-</u>	<u>152,984</u>
Analysis						
			Project Balance - June 30, 2011			152,984
			Unfunded Authorizations			
			Fund Balance/(Deficit) - June 30, 2011			<u>152,984</u>

PROPRIETARY FUNDS

RAMSEY BOARD OF EDUCATION
Combining Statement of Net Assets
Enterprise Funds
Fiscal Year Ended June 30, 2011

	Food Service Program	Totals
ASSETS		
Current assets:		
Cash and cash equivalents	244,209	244,209
Accounts receivable:		
State	500	500
Federal	5,107	5,107
Interfund - General Fund	65,346	65,346
Inventories	2,412	2,412
Total current assets	317,574	317,574
Noncurrent assets:		
Capital assets:		
Equipment	578,892	578,892
Less accumulated depreciation	(406,443)	(406,443)
Total capital assets (net of accumulated depreciation)	172,449	172,449
Total assets	490,023	490,023
LIABILITIES		
Current liabilities:		
Accounts payable	49,286	49,286
Total current liabilities	49,286	49,286
Total liabilities	49,286	49,286
NET ASSETS		
Invested in capital assets net of related debt	172,449	172,449
Unrestricted	268,288	268,288
Total net assets	440,737	440,737

RAMSEY BOARD OF EDUCATION
Combining Statement of Revenues, Expenses, and Changes in Fund Net Assets
Enterprise Funds
Fiscal Year Ended June 30, 2011

	Food Service Program	Totals
Operating revenues:		
Charges for services:		
Daily sales - reimbursable programs	267,176	267,176
Daily sales - non-reimbursable programs	337,127	337,127
Special functions	105,047	105,047
Total operating revenues	709,350	709,350
Operating expenses:		
Cost of sales	292,014	292,014
Salaries	247,303	247,303
Benefits	66,376	66,376
Supplies and materials	25,074	25,074
Purchased property services	88,212	88,212
Cleaning repair & maintenance	47,680	47,680
Depreciation	19,079	19,079
Total Operating Expenses	785,738	785,738
Operating income (loss)	(76,388)	(76,388)
Nonoperating revenues (expenses):		
State sources:		
State school lunch program	5,303	5,303
Federal sources:		-
National school lunch program	59,858	59,858
Food distribution program	19,311	19,311
Total nonoperating revenues (expenses)	84,472	84,472
Income (loss) before contributions & transfers	8,084	8,084
Total net assets—beginning	432,653	432,653
Total net assets—ending	440,737	440,737

RAMSEY BOARD OF EDUCATION
Combining Statement of Cash Flows
Enterprise Funds
Fiscal Year Ended June 30, 2011

	Food Service Program	Totals
CASH FLOWS FROM OPERATING ACTIVITIES		
Receipts from customers	709,350	709,350
Payments to suppliers	<u>(786,127)</u>	<u>(786,127)</u>
Net cash provided by (used for) operating activities	<u>(76,777)</u>	<u>(76,777)</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES		
Local Sources	<u>67,594</u>	<u>67,594</u>
Net cash provided by (used for) non-capital financing activities	<u>67,594</u>	<u>67,594</u>
Net increase (decrease) in cash and cash equivalents	(9,183)	(9,183)
Balances—beginning of year	<u>253,392</u>	<u>253,392</u>
Balances—end of year	<u>244,209</u>	<u>244,209</u>
Reconciliation of operating income (loss) to net cash provided (used) by operating activities:		
Operating income (loss)	(76,388)	(76,388)
Adjustments to reconcile operating income (loss) to net cash provided by (used for) operating activities		
Depreciation and net amortization	19,079	19,079
Food Distribution Program	19,311	19,311
(Increase) decrease in inventories	(584)	(584)
Increase (decrease) in accounts payable	<u>(38,195)</u>	<u>(38,195)</u>
Total adjustments	<u>(389)</u>	<u>(389)</u>
Net cash provided by (used for) operating activities	<u>(76,777)</u>	<u>(76,777)</u>

FIDUCIARY FUND

RAMSEY BOARD OF EDUCATION
Combining Statement of Fiduciary Net Assets
Fiduciary Funds
June 30, 2011

	Unemployment Compensation Trust Fund	Private Purpose Funds	Agency Funds
ASSETS			
Cash and cash equivalents	14,976	54,272	755,335
Deficit in Net Payroll			1,037
Interfund Receivable	257,642		
Total assets	272,618	54,272	756,372
LIABILITIES			
Payable to student groups			548,251
Payroll deductions and withholdings			195,701
Contributions Pledged to Specific Awards		9,188	
Due to State of NJ	9,716		
Interfund Payable			12,420
Total liabilities	9,716	9,188	756,372
NET ASSETS			
Held in trust for unemployment claims and other purposes	262,902		
Reserved for scholarships		45,084	

RAMSEY BOARD OF EDUCATION
Combining Statement of Changes in Fiduciary Net Assets
Fiduciary Funds
Fiscal Year Ended June 30, 2011

	Unemployment Compensation Trust Fund	Private Purpose Funds
ADDITIONS		
Contributions:		
Payroll withholdings	44,768	
Donations		1,000
Budget Contributions	245,222	
Total Contributions	289,990	1,000
Investment earnings:		
Interest		417
Net investment earnings	-	417
Total additions	289,990	1,417
DEDUCTIONS		
Unemployment Claims	99,112	
Scholarships awarded		8,450
Total deductions	99,112	8,450
Change in net assets	190,878	(7,033)
Net assets—beginning of the year	72,024	52,117
Net assets—end of the year	262,902	45,084

RAMSEY BOARD OF EDUCATION
Student Activity Agency Fund
Schedule of Receipts and Disbursements
Fiscal Year Ended June 30, 2011

	<u>Balance July 1, 2010</u>	<u>Cash Receipts</u>	<u>Cash Disbursed</u>	<u>Balance June 30, 2011</u>
Elementary Schools:				
Wesley D. Tisdale School	3,425	25,272	23,441	5,256
Mary A. Hubbard School	889	22,598	22,460	1,027
John Y. Dater School	4,920	7,491	9,948	2,463
Total Elementary Schools	<u>9,234</u>	<u>55,361</u>	<u>55,849</u>	<u>8,746</u>
Middle School:				
Eric S. Smith School	24,878	85,539	76,913	33,504
Total Middle Schools	<u>24,878</u>	<u>85,539</u>	<u>76,913</u>	<u>33,504</u>
High School:				
High School	166,880	349,658	329,428	187,110
Total High Schools	<u>166,880</u>	<u>349,658</u>	<u>329,428</u>	<u>187,110</u>
Athletic Departments:				
Athletic Department	12,239	102,065	114,295	9
Total Athletic Department	<u>12,239</u>	<u>102,065</u>	<u>114,295</u>	<u>9</u>
Adult Education:				
Due to Nonsupportive Enrichment Adult Program	294,375	1,166,879	1,142,372	318,882
Total Adult Education	<u>294,375</u>	<u>1,166,879</u>	<u>1,142,372</u>	<u>318,882</u>
Total All Schools	<u>\$ 507,606</u>	<u>1,759,502</u>	<u>1,718,857</u>	<u>548,251</u>

**RAMSEY BOARD OF EDUCATION
Payroll Agency Fund
Schedule of Receipts and Disbursements
Fiscal Year Ended June 30, 2011**

	<u>Balance July 1, 2010</u>	<u>Cash Receipts</u>	<u>Cash Disbursed</u>	<u>Balance June 30, 2011</u>
Net Payroll	51	20,350,756	20,351,844	(1,037)
Payroll Deductions and Withholdings	171,558	13,886,227	13,862,084	195,701
Interfund Payable - UCI	<u>13,068</u>	<u>12,257</u>	<u>12,905</u>	<u>12,420</u>
	<u>184,677</u>	<u>34,249,240</u>	<u>34,226,833</u>	<u>207,084</u>

LONG-TERM DEBT

RAMSEY BOARD OF EDUCATION
General Long-Term Debt Account Group
Schedule of Serial Bonds
June 30, 2011

Issue	Date of Loan	Amount of Loan	Principal Payment		Interest Rate	Balance, June 30, 2010	Issued	Retired	Balance, June 30, 2011
			Date	Amount					
School Improvements	May 15, 2002	6,120,000	7/15/2011	635,000	5.00%	4,330,000		605,000	3,725,000
			7/15/2012	630,000	5.00%				
			7/15/2013	625,000	5.00%				
			7/15/2014	620,000	4.35%				
			7/15/2015	610,000	4.40%				
			7/15/2016	605,000	4.50%				
						4,330,000	-	605,000	3,725,000
School Improvements	December 15, 2003	23,434,000	1/15/12	1,015,000	4.00%	18,419,000		975,000	17,444,000
			1/15/13	1,065,000	4.00%				
			1/15/14	1,110,000	4.00%				
			1/15/15	1,160,000	4.00%				
			1/15/16	1,210,000	4.00%				
			1/15/17	1,265,000	4.00%				
			1/15/18	1,325,000	4.125%				
			1/15/19	1,385,000	4.25%				
			1/15/20	1,445,000	4.25%				
			1/15/21	1,510,000	4.375%				
			1/15/22	1,580,000	4.40%				
			1/15/23	1,650,000	4.50%				
1/15/24	1,724,000	4.50%							
						18,419,000	-	975,000	17,444,000
						\$ 22,749,000	-	1,580,000	21,169,000

RAMSEY BOARD OF EDUCATION
 Budgetary Comparison Schedule
 Debt Service Fund
 Fiscal Year Ended June 30, 2011

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Positive (Negative) Final to Actual
REVENUES:					
Local Sources:					
Local Tax Levy	2,577,389	-	2,577,389	2,577,389	-
Total - Local Sources	2,577,389	-	2,577,389	2,577,389	-
Total Revenues	2,577,389	-	2,577,389	2,577,389	-
EXPENDITURES:					
Regular Debt Service:					
Interest	997,389	-	997,389	997,389	-
Redemption of Principal	1,580,000	-	1,580,000	1,580,000	-
Total Regular Debt Service	2,577,389	-	2,577,389	2,577,389	-
Total expenditures	2,577,389	-	2,577,389	2,577,389	-
Excess (Deficiency) of Revenues Over (Under) Expenditures	-	-	-	-	-
Other Financing Sources:					
Operating Transfers In:					
Premium on Note Issued	-	-	-	1,700	1,700
Interest Earned in Capital Project Fund	-	-	-	1,902	1,902
Total Other Financing Sources	-	-	-	3,602	3,602
Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures	-	-	-	3,602	3,602
Fund Balance, July 1	19,345	-	19,345	19,345	-
Fund Balance, June 30	19,345	-	19,345	22,947	3,602
Recapitulation of Excess (Deficiency) of Revenues Over (Under) Expenditures					
Budgeted Fund Balance	-	-	-	1,700	1,700
Premium on Note	-	-	-	1,902	1,902
Interest Earned in Capital Project Fund	-	-	-	3,602	3,602

STATISTICAL SECTION

STATISTICAL SECTION (UNAUDITED) - INTRODUCTION

J SERIES

<u>Contents</u>	<u>Page</u>
Financial Trends These schedules contain trend information to help the reader understand how the district's financial performance and well-being have changes over time.	J-1 to J-5
Revenue Capacity These schedules contain information to help the reader assess the district's most significant local revenue sources, the property tax.	J-6 to J-9
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.	J-10 to J-13
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.	J-14 to J-15
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.	J-16 to J-20

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 ending June 30, 2003; schedules presenting district-wide information include information beginning in that year.

STATISTICAL SECTION (UNAUDITED)

Introduction to the Statistical Section

Financial Trends

- J-1 Net Assets by Component
- J-2 Changes in Net Assets
- J-3 Fund Balances - Governmental Funds
- J-4 Changes in Fund Balances - Governmental Funds
- J-5 General Fund Other Local Revenue by Source

Revenue Capacity

- J-6 Assessed Value and Estimated Actual Value of Taxable Property
- J-7 Direct and Overlapping Property Tax Rates
- J-8 Principal Property Taxpayers
- J-9 Property Tax Levies and Collections

Debt Capacity

- J-10 Ratios of Outstanding Debt by Type
- J-11 Ratios of General Bonded Debt Outstanding
- J-12 Direct and Overlapping Governmental Activities Debt
- J-13 Legal Debt Margin Information

Demographic and Economic Information

- J-14 Demographic and Economic Statistics
- J-15 Principal Employers

Operating Information

- J-16 Full-time Equivalent District Employees by Function/Program
- J-17 Operating Statistics
- J-18 School Building Information*
- J-19 Schedule of Allowable Maintenance Expenditures by School Facility
- J-20 Insurance Schedule

Ramsey Board of Education
 Net Assets by Component
 Last Ten Fiscal Years
(accrual basis of accounting)

	Fiscal Year Ending June 30,									
	2003	2004	2005	2006	2007	2008	2009	2010	2011	
Governmental activities										
Invested in capital assets, net of related debt	\$ 1,638,719	\$ 6,155,203	\$ 9,885,447	\$ 5,532,794	\$ 12,143,452	\$ 13,530,024	\$ 13,954,258	\$ 14,217,638	\$ 15,273,557	
Restricted	48,381	28,331,405	21,141,355	7,451,798	2,499,439	1,727,240	2,550,026	3,510,123	4,375,566	
Unrestricted	264,458	(23,500,500)	(18,477,198)	(74,303)	132,624	(134,265)	(450,212)	(264,084)	(165,952)	
Total governmental activities net assets	\$ 1,951,558	\$ 10,986,108	\$ 12,549,604	\$ 12,910,289	\$ 14,775,515	\$ 15,122,999	\$ 16,054,072	\$ 17,463,677	\$ 19,483,171	
Business-type activities										
Invested in capital assets, net of related debt	\$ 12,285	\$ 15,917	\$ 13,179	\$ 11,200	\$ 182,956	\$ 182,951	\$ 160,821	\$ 142,242	\$ 172,449	
Restricted	-	-	-	-	-	-	-	-	-	
Unrestricted	109,411	130,068	138,095	167,834	230,380	269,281	297,565	290,411	268,288	
Total business-type activities net assets	\$ 121,696	\$ 145,985	\$ 151,274	\$ 179,034	\$ 413,336	\$ 452,232	\$ 458,386	\$ 432,653	\$ 440,737	
District-wide										
Invested in capital assets, net of related debt	\$ 1,651,004	\$ 6,171,120	\$ 9,898,626	\$ 5,543,994	\$ 12,326,408	\$ 13,712,975	\$ 14,115,079	\$ 14,359,880	\$ 15,446,006	
Restricted	48,381	28,331,405	21,141,355	7,451,798	2,499,439	1,727,240	2,550,026	3,510,123	4,375,566	
Unrestricted	373,869	(23,370,432)	(18,339,103)	93,531	363,004	135,016	(152,647)	26,327	102,336	
Total district net assets	\$ 2,073,254	\$ 11,132,093	\$ 12,700,878	\$ 13,089,323	\$ 15,188,851	\$ 15,575,231	\$ 16,512,458	\$ 17,896,330	\$ 19,923,908	

Source: CAFR Schedule A-1

Note: GASB requires that ten years of statistical data be presented. However, since fiscal year 2003 was the first year of GASB 34 implementation ten years is not presented. Each year thereafter, an additional year will be included until ten years of data is presented.

Ramsey Board of Education
Changes in Net Assets, Last Ten Fiscal Years
(accrual basis of accounting)

	Fiscal Year Ending June 30,									
	2003	2004	2005	2006	2007	2008	2009	2010	2011	
Expenses										
Governmental activities										
Instruction										
Regular	\$ 12,785,347	\$ 15,129,994	\$ 16,031,506	\$ 17,018,385	\$ 18,031,316	\$ 18,838,009	\$ 19,400,100	\$ 21,022,394	\$ 21,340,017	
Special education	3,213,432	3,825,120	4,139,680	4,679,258	5,403,849	5,625,028	5,811,653	5,783,787	4,919,294	
Other special education	668,463	1,054,325	1,009,161	1,107,254	865,571	1,208,876	1,237,458	1,044,853	842,159	
Vocational	-	-	-	-	-	-	-	-	-	
Other instruction	635,019	774,213	808,374	846,843	930,976	973,565	1,046,027	1,046,586	1,023,763	
Nonpublic school programs	-	-	-	-	-	-	-	-	-	
Adult/continuing education programs	-	-	-	-	-	-	-	-	-	
Support Services:										
Tuition	2,431,863	2,307,927	2,934,020	2,340,361	2,175,810	2,729,687	2,516,482	1,945,016	2,758,946	
Student & instruction related services	4,172,388	4,950,260	4,962,306	6,070,875	6,122,216	6,303,710	6,910,938	7,041,305	7,203,833	
General administrative services	964,034	1,957,986	1,420,368	1,322,446	1,346,644	1,118,308	1,500,420	1,114,013	1,239,011	
School administrative services	1,621,917	1,162,769	1,816,910	2,243,484	2,211,433	2,232,781	2,397,196	2,152,701	2,275,194	
Central services	-	-	353,886	414,089	369,167	472,582	492,412	513,877	533,362	
Administrative information tech.	-	-	15,500	16,000	49,956	16,980	17,460	17,460	17,460	
Business administrative services	369,927	464,538	-	-	-	-	-	-	-	
Plant operations and maintenance	2,856,455	3,188,947	3,525,517	3,866,368	4,256,897	4,388,776	4,196,998	4,319,354	4,518,777	
Pupil transportation	1,198,928	1,296,040	1,470,713	1,500,168	1,577,582	1,775,989	1,702,849	1,716,737	1,635,220	
Unallocated Benefits	5,877,636	2,924,179	3,103,813	3,602,241	5,059,233	5,144,653	3,230,696	3,268,891	3,205,691	
Special Schools	-	-	-	-	-	-	-	-	-	
Charter Schools	-	-	-	-	-	-	-	-	-	
Capital outlay - non-depreciable	108,943	2,416,980	5,802	34,563	7,753	324,216	548	-	17,175	
Interest on long-term debt	455,830	859,741	1,331,358	1,172,386	1,146,172	1,224,900	1,207,921	1,074,845	967,729	
Unallocated depreciation	655,199	643,641	647,409	647,409	1,382,205	1,350,633	1,403,024	1,394,350	1,333,946	
Total governmental activities expenses	38,015,381	42,936,660	43,576,323	46,882,130	50,936,780	53,728,493	53,072,202	53,456,169	53,831,577	
Business-type activities:										
Food service	681,073	715,932	749,606	719,793	699,586	751,601	703,250	787,647	785,738	
Child Care	-	-	-	-	-	-	-	-	-	
Total business-type activities expense	681,073	715,932	749,606	719,793	699,586	751,601	703,250	787,647	785,738	
Total district expenses	\$ 38,696,454	\$ 43,672,592	\$ 44,325,929	\$ 47,601,923.00	\$ 51,636,366.00	\$ 54,480,094.00	\$ 53,775,452.00	\$ 54,243,816.00	\$ 54,617,315.00	
Program Revenues										
Governmental activities:										
Charges for services:										
Instruction (tuition)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	
Pupil transportation	-	-	-	-	-	-	-	-	-	
Business and other support services	-	-	-	-	-	-	-	-	-	
Operating grants and contributions	866,505	818,925	927,115	938,724	1,069,304	1,107,207	1,172,014	1,810,557	1,178,123	
Capital grants and contributions	-	-	-	-	-	-	-	35,600	-	
Total governmental activities program revenues	866,505	818,925	927,115	938,724	1,069,304	1,107,207	1,172,014	1,846,157	1,178,123	

Ramsey Board of Education
Changes in Net Assets, Last Ten Fiscal Years
(accrual basis of accounting)

	Fiscal Year Ending June 30,								
	2003	2004	2005	2006	2007	2008	2009	2010	2011
Business-type activities:									
Charges for services:									
Food service	639,726	685,051	703,683	689,269	672,938	691,339	631,450	692,468	709,350
Child care	-	-	-	-	-	-	-	-	-
Operating grants and contributions	47,959	55,170	51,212	58,284	64,139	74,103	75,486	88,025	84,472
Capital grants and contributions	687,685	740,221	754,895	747,553	737,077	765,442	706,936	780,493	793,822
Total business-type activities program revenues	\$ 1,554,190	\$ 1,559,146	\$ 1,682,010	\$ 1,686,277	\$ 1,806,381	\$ 1,872,649	\$ 1,878,950	\$ 2,626,650	\$ 1,971,945
Total district program revenues									
Net (Expense)/Revenue									
Governmental activities	\$ (37,148,876)	\$ (42,137,735)	\$ (42,649,208)	\$ (45,943,406)	\$ (49,867,476)	\$ (52,621,286)	\$ (51,900,188)	\$ (51,610,012)	\$ (52,653,454)
Business-type activities	6,612	24,289	5,289	27,760	37,491	13,841	3,686	(7,154)	8,084
Total district-wide net expense	\$ (37,142,264)	\$ (42,113,446)	\$ (42,643,919)	\$ (45,915,646)	\$ (49,829,985)	\$ (52,607,445)	\$ (51,896,502)	\$ (51,617,166)	\$ (52,645,370)
General Revenues and Other Changes in Net Assets									
Governmental activities:									
Property taxes levied for general purposes, net	\$ 31,144,069	\$ 32,911,133	\$ 34,181,499	\$ 36,109,734	\$ 39,011,486	\$ 40,527,656	\$ 41,700,559	\$ 43,243,170	\$ 46,159,075
Taxes levied for debt service	777,252	765,527	2,553,451	2,398,810	2,190,293	2,305,310	2,354,723	2,556,156	2,577,389
Unrestricted grants and contributions	4,107,091	5,118,736	5,306,493	5,712,838	7,239,716	7,188,589	5,716,800	5,241,212	3,957,151
Tuition received	1,835,151	1,646,353	1,616,382	1,573,144	1,667,528	1,330,514	1,726,885	1,690,798	1,547,116
Transportation Fees	-	31,727	28,995	26,951	13,301	14,081	23,916	15,830	22,297
Payments in lieu of taxes	-	-	-	-	-	-	-	-	-
Investment earnings	47,490	107,453	394,818	418,238	459,974	168,198	68,529	39,893	51,977
Miscellaneous income	87,410	82,936	131,066	64,376	121,476	52,217	876,956	232,558	357,943
State aid - State Facilities Grant	571,958	5,763,295	-	-	98,116	-	-	-	-
Transfers	-	-	-	-	-	-	-	-	-
Total governmental activities	38,570,421	46,427,160	44,212,704	46,304,091	50,801,890	51,586,565	52,468,368	53,019,617	54,672,948
Business-type activities:									
Investment earnings	-	-	-	-	-	-	-	-	-
Transfers	-	-	-	-	-	-	-	-	-
Total business-type activities									
Total district-wide	\$ 38,570,421	\$ 46,427,160	\$ 44,212,704	\$ 46,304,091	\$ 50,801,890	\$ 51,586,565	\$ 52,468,368	\$ 53,019,617	\$ 54,672,948
Change in Net Assets									
Governmental activities	\$ 1,421,545	\$ 4,289,425	\$ 1,563,496	\$ 360,685	\$ 934,414	\$ (1,034,721)	\$ 568,180	\$ 1,409,605	\$ 2,019,494
Business-type activities	6,612	24,289	5,289	27,760	37,491	13,841	3,686	(7,154)	8,084
Total district	\$ 1,428,157	\$ 4,313,714	\$ 1,568,785	\$ 388,445	\$ 971,905	\$ (1,020,880)	\$ 571,866	\$ 1,402,451	\$ 2,027,578

Source: CAFR Schedule A-2.

Note: GASB requires that ten years of statistical data be presented. However, since fiscal year 2003 was the first year of GASB 34 implementation ten years is not presented. Each year thereafter, an additional year will be included until ten years of data is presented.

Ramsey Board of Education
Fund Balances, Governmental Funds,
Last Ten Fiscal Years
(modified accrual basis of accounting)

	Fiscal Year Ending June 30,									
	2003	2004	2005	2006	2007	2008	2009	2010	2011	
General Fund										
Reserved	\$ 32,103	\$ 908,334	\$ 1,246,660	\$ 1,174,224	\$ 1,624,145	\$ 1,390,115	\$ 2,480,607	\$ 3,445,095		
Unreserved	1,008,548	1,272,408	1,595,971	1,142,449	1,311,080	1,130,015	822,014	1,016,861		
Restricted									4,118,464	
Assigned									127,562	
Unassigned									1,042,504	
Total general fund	<u>\$ 1,040,651</u>	<u>\$ 2,180,742</u>	<u>\$ 2,842,631</u>	<u>\$ 2,316,673</u>	<u>\$ 2,935,225</u>	<u>\$ 2,520,130</u>	<u>\$ 3,302,621</u>	<u>\$ 4,461,956</u>	<u>\$ 5,288,530</u>	
All Other Governmental Funds										
Reserved	\$ -	\$ 3,248,150	\$ 14,842,312	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Unreserved, reported in:										
Special revenue fund	(2,058)	-	-	-	-	-	-	-	-	-
Capital projects fund	10,077	24,091,894	4,666,713	5,700,341	315,548	47,084	47,084	45,683	106,593	
Debt service fund	6,201	83,027	385,670	577,233	559,746	290,041	22,335	19,345	22,947	
Permanent fund	-	-	-	-	-	-	-	-	-	-
Total all other governmental funds	<u>\$ 14,220</u>	<u>\$ 27,423,071</u>	<u>\$ 19,894,695</u>	<u>\$ 6,277,574</u>	<u>\$ 875,294</u>	<u>\$ 337,125</u>	<u>\$ 69,419</u>	<u>\$ 65,028</u>	<u>\$ 129,540</u>	

Source: CAFR Schedule B-1

Note: GASB requires that ten years of statistical data be presented. However, since fiscal year 2003 was the first year of GASB 34 implementation ten years is not presented. Each year thereafter, an additional year will be included until ten years of data is presented.

Ramsey Board of Education
Changes in Fund Balances, Governmental Funds,
Last Ten Fiscal Years

	2002	2003	2004	2005	2006	2007	2008	2009	2010	2011
Revenues										
Tax levy	\$ 28,495,910	\$ 31,921,321	\$ 33,676,660	\$ 36,734,950	\$ 38,508,544	\$ 41,201,779	\$ 42,832,966	\$ 44,055,282	\$ 45,799,326	\$ 48,736,464
Tuition charges	1,854,031	1,835,151	1,646,353	1,616,382	1,573,144	1,667,528	1,330,514	1,726,885	1,690,798	1,547,116
Transportation fees	1,753	14,740	31,727	28,995	26,951	13,301	14,081	23,916	15,830	22,297
Interest earned	64,856	47,490	24,426	92,175	143,649	174,815	163,313	68,529	39,893	51,977
Other Local Revenue	67,073	72,670	82,936	131,066	64,376	121,476	52,217	876,956	232,558	357,943
State sources	3,561,618	4,515,780	5,406,110	5,637,143	6,032,572	7,552,265	7,513,801	6,064,521	5,572,289	4,217,899
Federal sources	412,534	457,816	531,551	596,465	618,990	756,755	781,995	824,293	1,515,080	917,375
Total revenue	34,457,775	38,864,968	41,399,763	44,837,176	46,968,226	51,487,919	52,688,887	53,640,382	54,865,774	55,851,071
Expenditures										
Instruction										
Regular instruction	13,249,353	12,785,347	13,075,099	13,718,693	14,455,060	15,020,131	15,835,712	16,191,526	17,192,653	17,247,762
Special education instruction	2,902,873	3,213,432	3,268,668	3,502,483	3,988,999	4,490,278	4,681,491	4,786,241	4,630,808	3,912,539
Other special instruction	503,740	668,463	897,620	850,803	926,447	839,054	1,001,460	1,015,953	865,382	682,334
Vocational education										
Other instruction	632,700	635,019	684,269	707,449	738,003	793,637	838,039	894,799	842,086	849,802
Nonpublic school programs										
Adult/continuing education programs										
Support Services:										
Tuition	2,476,250	2,431,863	2,307,927	2,267,634	2,340,361	2,175,810	2,353,407	2,516,482	1,945,016	2,758,946
Attendance and social work services		43,404	37,879	37,879	40,556	41,774	43,168	44,177	45,225	44,137
Health services		298,889	293,961	275,211	298,739	300,730	333,112	353,605	381,027	401,583
Student & instruction related services	3,399,138	3,830,095	4,021,384	4,572,879	4,990,482	5,128,089	5,429,815	5,576,927	5,512,243	5,674,540
General administrative services	980,873	964,034	1,090,210	1,132,068	1,237,337	1,247,229	1,022,135	1,394,797	989,238	1,110,822
School Administrative services	1,534,432	1,621,917	1,699,708	1,756,572	1,925,361	1,885,035	1,882,569	2,003,181	1,750,632	1,843,531
Central services				353,886	351,014	369,167	399,437	411,991	418,446	432,114
Administrative information tech				15,500	16,000	49,956	16,980	17,460	17,460	17,460
Business administrative services	373,076	369,927	406,463							
Plant operations and maintenance	2,688,862	2,856,455	2,914,618	3,194,670	3,511,685	3,829,041	3,990,836	3,794,057	3,939,191	3,992,074
Pupil transportation	1,016,462	1,198,928	1,274,149	1,442,881	1,469,777	1,577,582	1,742,765	1,665,714	1,673,943	1,592,399
Unallocated employee benefits	3,014,526	3,689,304	4,344,339	4,787,102	5,379,646	5,774,215	6,274,272	6,563,083	7,620,214	8,113,738
TPAF Pension / Social Security	1,286,054	2,203,489	2,626,141	2,953,638	3,386,324	4,865,451	4,897,722	3,195,812	3,233,976	3,248,520
Special Schools										
Capital outlay	748,421	367,644	549,652	52,488	39,583	91,321	55,752	59,913	92,249	460,295
Special Revenue Fund										
Debt service:										
Principal	355,000	490,000	415,000	1,180,000	1,235,000	1,295,000	1,355,000	1,405,000	1,460,000	1,580,000
Interest and other charges	447,485	287,252	356,728	1,373,451	1,246,836	1,197,939	1,224,900	1,234,879	1,101,041	997,389
Total expenditures	35,609,245	37,955,462	40,263,815	44,175,287	47,577,210	50,971,439	53,378,572	53,125,597	53,710,830	54,959,985
Excess (Deficiency) of revenues over (under) expenditures	(1,151,470)	909,506	1,135,948	661,889	(608,984)	516,480	(689,685)	514,785	1,154,944	891,086

Ramsey Board of Education
Changes in Fund Balances, Governmental Funds,
Last Ten Fiscal Years

	2002	2003	2004	2005	2006	2007	2008	2009	2010	2011
Other Financing sources (uses)										
Bond proceeds					274,589					
Transfers in			83,027	302,643		285,159		17,450	74,048	192,564
Transfers out		(1,430,000)	-	-		(200,574)	4,885	(17,450)	(74,048)	(192,564)
Total other financing sources (uses)	-	(1,430,000)	83,027	302,643	274,589	84,585	4,885	-	-	-
Net change in fund balances	\$ (1,151,470)	\$ (520,494)	\$ 1,218,975	\$ 964,532	\$ (334,395)	\$ 601,065	\$ (684,800)	\$ 514,785	\$ 1,154,944	\$ 891,086
Debt service as a percentage of noncapital expenditures	2.3%	2.1%	1.9%	5.8%	5.2%	4.9%	4.8%	5.0%	4.8%	4.7%

NOTE: Capital Projects Fund is not included as these expenditures vary substantially from year to year. The financial data presented would not be as meaningful for comparative purposes if these were included.
 Source: CAFR Schedule B-2

Exhibit J-5

Ramsey Board of Education
 General Fund Other Local Revenue by Source
 Last Ten Fiscal Years
 Unaudited

Fiscal Year Ended June 30,	Interest on Investments	Transportation Fees	Tuition Revenue	Rentals	Refund of		Cancellation of Prior Year Payable	Misc.	Total
					Prior year Expenses				
2002	64,856	1,753	1,854,031	26,633			40,440	1,987,713	
2003	47,490	14,740	1,835,151	35,868			36,802	1,970,051	
2004	24,426	31,727	1,646,353	27,844			55,092	1,785,442	
2005	92,175	28,995	1,616,382	23,730	32,508		74,828	1,868,618	
2006	143,649	26,951	1,573,144	23,670			40,706	1,808,120	
2007	174,815	13,301	1,667,528		23,329		98,147	1,977,120	
2008	163,313	14,081	1,330,514		20,668		31,549	1,560,125	
2009	66,204	23,916	1,726,885		191,583	613,138	57,110	2,678,836	
2010	37,998	15,830	1,690,798		95,738		136,820	1,977,184	
2011	50,075	22,297	1,547,116		70,100		93,709	1,783,297	

Source: District Records

Ramsey Board of Education
Assessed Value and Actual Value of Taxable Property
Last Ten Fiscal Years

Fiscal Year Ended June 30,	Vacant Land	Residential	Farm Reg.	Q.farm.	Commercial	Industrial	Apartment	Total Assessed Value	Less: Tax Exempt Property	Public Utilities *	Net Valuation Taxable	Total Direct School Tax Rate ^b	Estimated Actual (County Equalized Value)	% of Net Assessed to Estimated Full Cash Valuations
2002	\$ 20,529,000	\$1,084,542,300			\$ 250,421,100	\$ 88,660,400	\$ 9,533,800	\$1,453,686,600	\$ -	\$ 6,894,048	\$1,460,580,648	2.097	\$2,275,651,986	64.18%
2003	\$ 38,890,100	\$2,086,219,600			\$ 420,974,500	\$ 126,977,100	\$ 15,141,500	\$2,688,202,800	\$ -	\$ 10,659,709	\$2,698,862,509	1.125	\$2,288,666,256	117.92%
2004	\$ 41,065,700	\$2,098,292,300	\$ 567,500	\$ 2,300	\$ 420,091,200	\$ 126,605,100	\$ 15,103,500	\$2,701,727,600	\$ -	\$ 10,713,396	\$2,712,440,996	1.286	\$2,559,910,325	106.79%
2005	\$ 39,670,800	\$2,116,832,400			\$ 419,457,400	\$ 124,301,100	\$ 15,103,500	\$2,715,365,200	\$ -	\$ 10,201,272	\$2,725,566,472	1.377	\$2,874,999,400	94.80%
2006	\$ 39,249,900	\$2,141,733,500			\$ 421,916,900	\$ 123,671,100	\$ 14,643,500	\$2,741,214,900	\$ -	\$ 8,139,736	\$2,749,354,636	1.447	\$3,253,420,657	84.51%
2007	\$ 35,772,800	\$2,155,684,500			\$ 432,632,100	\$ 123,671,100	\$ 14,643,500	\$2,762,404,000	\$ -	\$ 8,041,552	\$2,770,445,552	1.555	\$3,813,894,795	72.64%
2008	\$ 46,368,500	\$2,174,431,500			\$ 434,209,900	\$ 116,661,200	\$ 14,643,500	\$2,786,314,600	\$ -	\$ 7,737,523	\$2,794,052,123	1.556	\$3,562,143,515	78.44%
2009	\$ 43,098,900	\$2,206,335,300			\$ 438,558,400	\$ 110,771,900	\$ 14,643,500	\$2,807,409,000	\$ -	\$ 8,802,794	\$2,816,211,794	1.599	\$3,808,264,765	73.95%
2010	\$ 39,244,200	\$2,217,284,100	\$ 787,700	\$ 60,600	\$ 437,542,800	\$ 110,271,900	\$ 14,643,500	\$2,819,834,800	\$ -	\$ 8,679,688	\$2,828,514,488	1.671	\$3,820,525,750	74.03%
2011	\$ 36,287,300	\$2,227,238,000	\$ 787,700	\$ 60,600	\$ 443,851,600	\$ 109,771,900	\$ 14,643,500	\$2,832,640,600	\$ -	\$ 8,679,688	\$2,841,320,288	1.729	\$3,702,343,039	76.74%

Source: Municipal Tax Assessor

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 ordered by the County Board of Taxation

a Taxable Value of Machinery, Implements and Equipment of Telephone, Telegraph and Messenger System Companies

b Tax rates are per \$100

**Ramsey Board of Education
Direct and Overlapping Property Tax Rates
Last Ten Years**
(rate per \$100 of assessed value)

Fiscal Year Ended Dec. 31,	Ramsey Board of Education			Overlapping Rates		Total Direct and Overlapping Tax Rate
	Basic Rate ^a	General Obligation	Total Direct	Borough of Ramsey	Bergen County	
		Debt Service ^b				
2001	1.950	0.029	1.979	0.741	0.320	3.04
2002	2.070	0.027	2.097	0.748	0.345	3.19
2003	1.101	0.024	1.125	0.414	0.181	1.72
2004	1.263	0.023	1.286	0.428	0.196	1.91
2005	1.307	0.070	1.377	0.453	0.210	2.04
2006	1.379	0.068	1.447	0.477	0.218	2.14
2007	0.000	0.000	1.518	0.499	0.233	2.25
2008	1.496	0.059	1.555	0.519	0.256	2.33
2009	1.540	0.059	1.599	0.539	0.260	2.40
2010	1.578	0.093	1.671	0.558	0.265	2.49
2011	1.637	0.092	1.729	0.562	0.271	2.56

Source: District Records and Municipal Tax Collector

Note:

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

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.

**Ramsey Board of Education
Principal Property Taxpayers
Current Year and Eight Years Ago**

Taxpayer	2011			2002		
	Taxable Assessed Value	Rank [Optional]	% of Total District Net Assessed Value	Taxable Assessed Value	Rank [Optional]	% of Total District Net Assessed Value
Gabrellian Associates	\$ 56,815,800	1	2.01%	\$ 39,357,800	1	2.74%
Commercial Realty Enterprises	\$ 32,675,000	2	1.15%	\$ 19,949,300	2	1.39%
Krisujen Realty L.P.	\$ 18,493,100	3	0.65%			
Realty Associates Fund VIII LP	\$ 17,463,100	4	0.62%			
Krisujen Realty L.P.	\$ 14,400,000	5	0.51%			
Triangle 17 Center LLC	\$ 12,860,000	6	0.45%	\$ 6,895,000	6	0.48%
Minolta Corp. C/O Tax Mgr	\$ 10,000,000	7	0.35%			
Adventures in Recreation, Inc.	\$ 9,125,000	8	0.32%			
Ferncroft C/O H.W. Young & Assoc., Inc.	\$ 9,002,600	9	0.32%	\$ 5,860,000	10	0.41%
Verizon Property Tax Dept	\$ 8,998,734	10	0.32%			
Franklin Associates				\$ 11,250,000	3	0.78%
Minolta Corp. C/O Tax Mgr				\$ 9,250,000	4	0.64%
Emmes Partners				\$ 8,005,500	5	0.56%
ESA NJ				\$ 7,070,000	7	0.49%
Kislevitz, C/O Hunter Group				\$ 6,651,900	8	0.46%
Ramsey Associates				\$ 6,222,000	9	0.43%
Total	\$ 189,833,334		6.70%	\$ 120,511,500		8.39%

Net Assessed Valuation: \$ 2,832,640,600

\$ 1,436,416,058

Source: Municipal Tax Assessor.

Exhibit J-9

**Ramsey Board of Education
Property Tax Levies and Collections
Last Ten Years**

Fiscal Year Ended June 30,	Taxes Levied for the Year	Collected within the Fiscal Year of the Levy		Collections in Subsequent Years
		Amount	Percentage of Levy	
2002	29,298,395	29,298,395	100.00%	
2003	31,921,321	31,921,321	100.00%	
2004	33,676,660	33,676,660	100.00%	
2005	36,734,950	36,734,950	100.00%	
2006	39,740,679	39,740,679	100.00%	
2007	42,061,180	42,061,180	100.00%	
2008	43,462,518	43,461,518	100.00%	
2009	45,019,071	45,019,071	100.00%	
2010	47,264,967	47,264,967	100.00%	
2011	48,736,464	48,736,464	100.00%	

Source: Municipal Tax Collector

**Ramsey Board of Education
Ratios of Outstanding Debt by Type
Last Ten Fiscal Years**

Fiscal Year Ended June 30,	Governmental Activities			Business-Type Activities		Percentage of Personal Income ^a	Per Capita ^a
	General Obligation Bonds ^b	Certificates of Participation	Capital Leases	Bond Anticipation Notes (BANs)	Capital Leases		
2002	8,150,000	-	-	-	-	8,150,000	\$ 158
2003	7,660,000	-	-	-	-	7,660,000	\$ 151
2004	30,679,000	-	-	-	-	30,679,000	\$ 565
2005	29,499,000	-	-	-	-	29,499,000	\$ 519
2006	28,264,000	-	-	-	-	28,264,000	\$ 456
2007	26,969,000	-	-	-	-	26,969,000	\$ 402
2008	25,614,000	-	-	-	-	25,614,000	\$ 378
2009	24,209,000	-	-	-	-	24,209,000	\$ 376
2010	22,749,000	-	-	-	-	22,749,000	Not Available
2011	21,169,000	-	-	-	-	21,169,000	Not Available

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

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

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

b Includes Early Retirement Incentive Plan (ERIP) refunding

Exhibit J-11

Ramsey Board of Education
 Ratios of Net General Bonded Debt Outstanding
 Last Ten Fiscal Years

Fiscal Year Ended June 30,	General Bonded Debt Outstanding			Percentage of Actual Taxable Value of Property ^a	Per Capita ^b
	General Obligation Bonds	Deductions	Net General Bonded Debt Outstanding		
2002	8,150,000	-	8,150,000	0.56%	\$ 158
2003	7,660,000	-	7,660,000	0.28%	\$ 151
2004	30,679,000	-	30,679,000	1.13%	\$ 565
2005	29,499,000	-	29,499,000	1.08%	\$ 519
2006	28,264,000	-	28,264,000	1.03%	\$ 456
2007	26,969,000	-	26,969,000	0.97%	\$ 402
2008	25,614,000	-	25,614,000	0.92%	\$ 378
2009	24,209,000	-	24,209,000	0.86%	\$ 376
2010	22,749,000	-	22,749,000	0.80%	Not Available
2011	21,169,000	-	21,169,000	0.75%	Not Available

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

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

b Population data can be found in Exhibit NJ J-14.

Ramsey Board of Education
Ratios of Overlapping Governmental Activities Debt
As of June 30, 2011

<u>Governmental Unit</u>	<u>Estimated Percentage Applicable^a</u>	<u>Debt Outstanding</u>	<u>Estimated Share of Overlapping Debt</u>
Direct Debt of School District as of June 30, 2011			\$ 21,169,000
Net overlapping debt of School District:			
Town of Ramsey	100.000%	\$ 7,634,839	
County of Bergen	1.774%	<u>\$ 12,961,267</u>	
Subtotal, overlapping debt			<u>\$ 20,596,106</u>
Total direct and overlapping debt			<u><u>\$ 41,765,106</u></u>

Sources: Ramsey Municipal Finance Officer / Bergen County Treasurer's Office

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

For debt repaid with property taxes, the percentage of overlapping debt applicable is estimated using taxable assessed property values. Applicable percentages were estimated by determining the portion of another governmental unit's taxable value that is within the district's boundaries and dividing it by each unit's total taxable value.

Ramsey Board of Education
 Legal Debt Margin Information
 Last Ten Fiscal Years

Legal Debt Margin Calculation for Fiscal Year 2011

	2002	2003	2004	2005	2006	2007	2008	2009	2010	2011
Debt limit	\$ 65,773,726	\$ 72,040,510	\$ 79,434,512	\$ 101,205,389	\$ 113,977,228	\$ 128,032,811	\$ 141,029,514	\$ 148,562,832	\$ 151,489,796	\$ 149,466,173
Total net debt applicable to limit	8,150,000	7,660,000	30,679,000	29,499,000	28,264,000	26,969,000	25,614,000	24,209,000	22,749,000	21,169,000
Legal debt margin	<u>\$ 57,623,726</u>	<u>\$ 64,380,510</u>	<u>\$ 48,755,512</u>	<u>\$ 71,706,389</u>	<u>\$ 85,713,228</u>	<u>\$ 101,063,811</u>	<u>\$ 115,415,514</u>	<u>\$ 124,353,832</u>	<u>\$ 128,740,796</u>	<u>\$ 128,297,173</u>
Total net debt applicable to the limit as a percentage of debt limit	12.39%	10.63%	38.62%	29.15%	24.80%	21.06%	18.16%	16.30%	15.02%	14.16%

	2010	2009	2008
Equalized valuation basis	\$ 3,662,123,117	3,780,004,039	3,767,835,835
[A]	<u>\$ 11,209,962,991</u>		
Average equalized valuation of taxable property	[A/3]		
Debt limit (4 % of average equalization value)	[B]		
Net bonded school debt	[C]		
Legal debt margin	[B-C]		
	\$ 149,466,173 ^a	21,169,000	\$ 128,297,173

Source: Abstract of Rates and District Records CAFR Schedule 1-7

^a Limit set by N.J.S.A. 18A:24-19 for a K through 12 district; other % limits would be applicable for other districts

**Ramsey Board of Education
Demographic and Economic Statistics
Last Ten Fiscal Years**

Year	Population ^a	Personal Income (thousands of dollars) ^b	Per Capita		Unemployment Rate ^d
			Personal Income ^c	Unemployment Rate ^d	
2001	14,379	\$ 750,425,631	52,189	2.60%	
2002	14,432	\$ 744,979,840	51,620	3.10%	
2003	14,395	\$ 731,553,900	50,820	4.20%	
2004	14,414	\$ 782,507,232	54,288	4.20%	
2005	14,322	\$ 814,592,394	56,877	4.20%	
2006	14,465	\$ 896,931,255	62,007	2.70%	
2007	14,492	\$ 972,775,500	67,125	2.40%	
2008	14,530	\$ 983,622,880	67,696	3.20%	
2009	14,718	\$ 947,662,584	64,388	5.70%	
2010	14,473	Not Available	Not Available	5.90%	

Source:

- ^a Population information provided by the NJ Dept of Labor and Workforce Development
- ^b Personal income - Bergen County - provided by NJ Dept of Labor and Workforce Development
- ^c Per Capita Personal Income - Bergen County - provided by NJ Dept of Labor and Workforce Development
- ^d Unemployment data provided by the NJ Dept of Labor and Workforce Development

Exhibit J-15

Ramsey Board of Education
Principal Employers
Current Year and Nine Years Ago

Employer	2010			2001		
	Employees	Rank (Optional)	Percentage of Total Employment	Employees	Rank (Optional)	Percentage of Total Employment
	-	0	0.00%		1	0.00%
	-	0	0.00%		2	0.00%
	-	0	0.00%		3	0.00%
	-	0	0.00%		4	0.00%
	-	0	0.00%		5	0.00%
	-	0	0.00%		6	0.00%
	-	0	0.00%		7	0.00%
	-	0	0.00%		8	0.00%
	-	0	0.00%		9	0.00%
	-	0	0.00%		10	0.00%
	-	0	0.00%		0	0.00%
	-	0	0.00%		0	0.00%
	-	0	0.00%		0	0.00%
	-					
	-		0.00%			0.00%

THE NEW JERSEY DEPARTMENT OF LABOR AND AREA EMPLOYERS REFUSED TO RELEASE INFORMATION NEEDED TO COMPLETE THIS SCHEDULE DUE TO PRIVACY CONCERNS.

Source: Town of Ramsey

**Ramsey Board of Education
Full-time Equivalent District Employees by Function/Program,
Last Ten Fiscal Years**

<u>Function/Program</u>	2002	2003	2004	2005	2006	2007	2008	2009	2010	2011
Instruction										
Regular	238	248	246	249	252	254	253	253	248	241
Special education	40	42	38	38	41	43	43	44	42	41
Other special education	-	-	-	-	-	-	-	-	-	-
Vocational	-	-	-	-	-	-	-	-	-	-
Other instruction	-	-	-	-	-	-	-	-	-	-
Nonpublic school programs	-	-	-	-	-	-	-	-	-	-
Adult/continuing education programs	-	-	-	-	-	-	-	-	-	-
Support Services:										
Tuition	-	-	-	-	-	-	-	-	-	-
Student & instruction related services	49	49	49	49	50	50	50	48	48	48
General administrative services	5	5	5	5	5	5	5	5	5	5
School administrative services	23	23	18	18	18	18	18	18	18	18
Business administrative services	5	5	5	5	5	5	5	5	5	5
Plant operations and maintenance	38	38	37	37	37	37	37	37	37	37
Pupil transportation	5	5	5	5	5	5	5	5	5	5
Special Schools	-	-	-	-	-	-	-	-	-	-
Food Service	-	-	-	-	-	-	-	-	-	-
Child Care	-	-	-	-	-	-	-	-	-	-
Total	403	415	403	406	413	417	416	415	408	400

Source: District Personnel Records

Ramsey Board of Education
Operating Statistics
Last Ten Fiscal Years

Fiscal	Enrollment	Operating	Cost Per	Percentage	Teaching	Pupil/Teacher Ratio		High School	Average Daily Enrollment (ADE) ^c	Average Daily Attendance (ADA) ^c	% Change in Average Daily Enrollment	Student Attendance Percentage
						Elementary	Middle School					
2002	2,794	34,058,339	12,190	4.98%	278	15:3	11:6	9:8	2,794	2,675	1.82%	95.74%
2003	2,883	36,610,566	12,699	4.18%	290	16:4	10:6	9:9	2,883	2,765	3.19%	95.91%
2004	2,952	38,942,435	13,192	3.88%	284	15:1	10:6	10:6	2,952	2,827	2.39%	95.77%
2005	3,023	41,569,348	13,751	4.24%	287	13:8	10:0	10:2	3,023	2,894	2.41%	95.73%
2006	3,064	45,055,791	14,705	11.47%	293	13:1	10:1	10:6	3,064	2,948	1.36%	96.21%
2007	3,126	48,387,179	15,479	12.57%	296	11:0	10:2	10:2	3,126	3,005	2.02%	96.13%
2008	3,132	50,743,820	16,202	10.18%	296	11:0	10:3	10:0	3,131	3,004	0.16%	95.94%
2009	3,108	50,425,805	16,225	4.82%	297	12:0	10:8	10:1	3,108	2,985	-0.73%	96.04%
2010	3,102	51,057,540	16,462	6.35%	290	11:7	9:8	10:2	3,102	2,967	-0.93%	95.65%
2011	3,073	51,922,301	16,896	4.29%	282	Not Avail.	Not Avail.	Not Avail.	3,057	2,928	-1.64%	95.78%

Sources: District records, ASSA and Schedules J-12, J-14

Note: Enrollment based on annual October district count for all students attending school facilities.

- a Operating expenditures equal total general fund and special revenue fund expenditures less debt service and capital outlay, Schedule J-4
- 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).

Ramsey Board of Education
School Building Information
Last Ten Fiscal Years

	2002	2003	2004	2005	2006	2007	2008	2009	2010	2011
District Buildings										
Elementary										
John Y. Dater Elementary School (Grades K-)	59,826	59,826	59,826	59,826	59,826	71,488	71,488	71,488	71,488	71,488
Square Feet	-	-	-	-	-	-	-	-	-	-
Capacity (students)	428	466	443	449	405	501	478	460	419	432
Enrollment										
Mary A. Hubbard Elementary School (Grades)	69,001	77,656	77,656	77,656	77,656	77,656	77,656	77,656	77,656	77,656
Square Feet	-	-	-	-	-	-	-	-	-	-
Capacity (students)	483	479	464	478	531	438	442	450	446	427
Enrollment										
Welsey D. Tisdale Elementary School (Grades)	70,678	78,339	78,339	78,339	78,339	78,339	78,339	78,339	78,339	78,339
Square Feet	-	-	-	-	-	-	-	-	-	-
Capacity (students)	474	483	546	535	503	461	440	425	443	444
Enrollment										
Middle School										
Eric S. Smith Middle School (Grades 6-8)	111,122	111,122	111,122	111,122	111,122	111,122	111,122	111,122	111,122	111,122
Square Feet	-	-	-	-	-	-	-	-	-	-
Capacity (students)	702	697	744	748	785	808	841	849	836	785
Enrollment										
High School										
Ramsey High School (Grades 9-12)	190,363	190,363	190,363	190,363	190,363	200,520	200,520	200,520	200,520	200,520
Square Feet	-	-	-	-	-	-	-	-	-	-
Capacity (students)	751	746	745	799	832	888	931	924	957	968
Enrollment										
Other										
Administration Building	5,455	5,455	5,455	5,455	5,455	5,455	5,455	5,455	5,455	5,455
Square Feet										

Number of Schools at June 30, 2011
 Elementary = 3
 Middle School = 1
 High School = 1
 Other = 0

Source: District records, ASSA

Note: Enrollment is based on students' enrolled within the District -- out of district students have not been included

Ramsey Board of Education
General Fund
Schedule of Required Maintenance for School Facilities
Last Ten Fiscal Years
Unaudited

UNDISTRIBUTED EXPENDITURES - REQUIRED MAINTENANCE FOR SCHOOL FACILITIES
11-000-261-XXXX

School Facilities	Project # (s)	2011	2010	2009	2008	2007	2006	2005	2004	2003	2002
Ramsey High School	N/A	197,365	140,332	173,601	245,786	174,760	108,641	129,769	108,463	133,039	96,241
Eric S. Smith Middle School	N/A	87,711	93,351	99,386	128,573	114,570	98,700	80,471	71,618	82,215	59,680
John Y. Dater Elementary School	N/A	117,377	84,549	91,307	112,158	182,282	87,210	48,324	42,615	49,375	35,838
Mary A. Hubbard Elementary School	N/A	87,909	96,856	144,719	88,861	113,703	74,234	48,507	40,558		35,974
Welsey D. Tisdale Elementary School	N/A	100,586	95,568	96,431	106,706	106,792	70,089	40,989	33,367	41,874	30,398
Grand Total		\$ 590,948	\$ 510,656	\$ 605,444	\$ 682,084	\$ 692,107	\$ 438,874	\$ 348,060	\$ 296,621	\$ 306,503	\$ 258,131

**Ramsey Board of Education
Insurance Schedule
For the Fiscal Year Ended June 30, 2011
Unaudited**

Company	Type of Coverage	Coverage	Deductible
School Alliance Insurance Fund	Property Blanket Building & Contents- Replacement Cost Values	7,700,000	1,000
	General Liability	5,000,000	
	Comprehensive Automobile Liability	5,000,000	
	Employee Benefit Liability	5,000,000	
	Umbrella Liability	5,000,000	
	First Layer Catastrophe		
	Electronic Data Processing Equipment	Included in Blanket Limit	
	Boiler & Machinery - Umbrella policy	Included in Blanket Limit	
	School Board Legal Liability - Directors and Officers Policy	5,000,000	25,000
	Student Accident Liability		
	Public Employees' Faithful Performance Blanket Position Bond - Treasurer of School Moneys Position Bond - Board Secretary Position Bond - Assistant Board Secretary Blanket Dishonesty Bond	500,000	

Source: District Records

SINGLE AUDIT SECTION

Ferraioli, Wielkottz, Cerullo & Cuva, P.A.

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K-1
Page 1 of 2

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

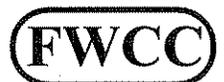
Honorable President and
Members of the Board of Education
Borough of Ramsey School District
County of Bergen, New Jersey

We have audited the financial statements of the governmental activities, the business-type activities and each major fund of the Board of Education of the Borough of Ramsey School District in the County of Bergen as of and for the fiscal year ended June 30, 2011 which collectively comprise the basic financial statements of the Board of Education of the Borough of Ramsey School District in the County of Bergen, and have issued our report thereon dated November 29, 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 Finance, Department of Education, State of New Jersey; and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

Internal Control Over Financial Reporting

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

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



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

Compliance and Other Matters

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

However, we noted certain immaterial instances of noncompliance, that we have reported to the Board of Education of the Borough of Ramsey School District in the separate Auditors' Management Report on Administrative Findings - Financial, Compliance and Performance dated November 29, 2011.

This report is intended solely for the information of management, the Borough of Ramsey Board of Education, New Jersey State Department of Education and other state and federal awarding agencies and is not intended to be, and should not be, used by anyone other than these specified parties.



Steven D. Wielkocz, C.P.A.
Licensed Public School Accountant
No. 816



FERRAIOLI, WIELKOTZ, CERULLO & CUVA, P.A.
Certified Public Accountants

November 29, 2011

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K-2
Page 1 of 2

REPORT ON COMPLIANCE WITH REQUIREMENTS APPLICABLE TO EACH MAJOR FEDERAL AND STATE PROGRAMS AND INTERNAL CONTROL OVER COMPLIANCE IN ACCORDANCE WITH OMB CIRCULAR A-133 AND N.J. OMB CIRCULAR 04-04

Honorable President and
Members of the Board of Education
Borough of Ramsey School District
County of Bergen, New Jersey

Compliance

We have audited the compliance of the Board of Education of the Borough of Ramsey School District in the County of Bergen 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 Office of Management and Budget's State Aid/Grant Compliance Supplement* that could have a direct and material effect on each of its major federal and state programs for the fiscal year ended June 30, 2011. Borough of Ramsey School District Board of Education's major federal and state programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs. Compliance with the requirements of laws, regulations, contracts and grants applicable to each of its major federal and state programs is the responsibility of the Borough of Ramsey School District Board of Education's management. Our responsibility is to express an opinion on the Borough of Ramsey School District Board of Education's compliance based on our audit.

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; the audit requirements as prescribed by the Division of Finance, Department of Education, State of New Jersey; OMB Circular A-133, "Audits of States, Local Governments, and Non-Profit Organizations"; and the provisions the New Jersey State Treasury Circular Letter 04-04 "Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid." Those standards, and OMB Circular A-133 and N.J. 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 Borough of Ramsey School District Board of Education's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination on the Borough of Ramsey School District Board of Education's compliance with those requirements.



In our opinion, the Borough of Ramsey School District Board of Education complied, in all material respects, with the requirements referred to above that are applicable to each of its major federal and state programs for the fiscal year ended June 30, 2011.

Internal Control Over Compliance

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

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

Our consideration of the internal control over 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 significant deficiencies or material weaknesses. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above.

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

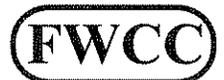


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Certified Public Accountants

November 29, 2011



BOROUGH OF RAMSEY SCHOOL DISTRICT
Schedule of Expenditures of Federal Awards

For the Fiscal Year ended June 30, 2011

Federal Grantor/Pass-through Grantor/ Program Title	Federal CFDA Number	Grant or State Project Number	Award Amount	From	To	Grant Period	Balance at June 30, 2010	Carryover/ (Walkover) Amount	Cash Received	Budgetary Expenditures	Adjustments	Repayment of Prior Years' Balances	Balance at June 30, 2011 (Accounts Receivable)	Deferred Revenue	Due to Grantor at	MEMO	
																Cumulative Total Expenditures	
General Fund:																	
Special Education Medicaid Initiative	93.778		7,148	7/1/2010		6/30/2011			4,927	7,148			(2,221)			*	7,148
Total General Fund									4,927	7,148			(2,221)			*	7,148
US Department of Education																	
Passed Through State Dept of Education:																	
Special Revenue Fund																	
Title I, Part A	84.010	NCLB431011	42,891	9/1/10		8/31/11			35,624	42,891			(7,267)			*	42,891
Title II, Part A, Teacher/Principal Training and Recruiting	84.367	NCLB431011	62,124	9/1/10		8/31/11		(22,235)	74,021	62,151			(10,365)			*	62,151
Title II, Part A, Teacher/Principal Training and Recruiting	84.367	NCLB431010	63,573	9/1/09		8/31/10	(22,235)	22,235	9,125	12,388			(3,263)			*	63,546
Title III, Immigrant	84.365	NCLB431010	12,388	9/1/10		8/31/11	(5,631)	5,631	5,631							*	12,388
Title V - Innovative Programs	84.298	NCLB431008	4,554	9/1/07		8/31/08	(3,540)				3,540					*	3,540
IDEA, Part B-Basic	84.027	IDEA431011	680,992	9/1/10		8/31/11			630,090	680,992			(50,902)			*	680,992
IDEA, Part B-Basic	84.027	IDEA431010	667,945	9/1/09		8/31/10	(81,208)	81,208	81,208							*	667,945
IDEA, Part B-Preschool	84.173	IDEA431011	31,574	9/1/10		8/31/11			31,574	31,574						*	31,574
IDEA, Part B-Preschool	84.173	IDEA431010	30,327	9/1/09		8/31/10	(12,359)	12,359	12,359							*	30,327
ARRA IDEA, Part B-Basic	84.391	IDEA431011	785,754	9/1/09		8/31/11	(294,033)	301,443	301,443	51,796			(44,386)			*	785,754
ARRA IDEA, Part B-Preschool	84.392	IDEA431011	28,435	9/1/09		8/31/11		26,435	28,435				(2,000)			*	48,435
Total Special Revenue Fund							(419,006)	1,207,510	910,227	3,540			(118,183)			*	2,438,811
US Department of Agriculture																	
Passed Through State Dept of Education:																	
Enterprise Fund																	
Food Distribution Program	10.550	N/A	19,311	7/1/10		6/30/11			19,311	19,311						*	19,311
National School Lunch Program	10.555	N/A	59,858	7/1/10		6/30/11			54,751	59,858			(5,107)			*	59,858
National School Lunch Program	10.555	N/A	62,240	7/1/09		6/30/10	(4,928)	4,928	4,928							*	62,240
Total Enterprise Fund							(4,928)	78,990	79,169				(5,107)			*	141,409
Total Federal Financial Assistance							(423,954)	1,291,427	996,544	3,540			(125,511)			*	2,587,368

BOROUGH OF RAMSEY SCHOOL DISTRICT
Schedule of Expenditures of State and Local Financial Awards
Year ended June 30, 2011

State Grantor/Program Titles	Grant or State Project Number	Award Amount	Grant Period		Carryover/ (Walkover) Amount	Cash Received	Budgetary Expenditures	Adjustments	Repayment of Prior Years' Balances	Balance at June 30, 2011		Cumulative Total Expenditures	
			From	To						(Accounts Receivable)	Deferred Revenue/ Interfund Payable		Due to Grantor at
										Receivable)	Payable		Grantor at
State Department of Education:													
General Fund													
Extraordinary Aid	11-495-034-5120-044	\$ 487,745	7/1/2010	6/30/2011			487,745		(487,745)			487,745	
Extraordinary Aid	10-495-034-5120-044	453,894	7/1/2009	6/30/2010		453,894						453,894	
Non Public Transportation	11-495-078-6060-034	7,670	7/1/2010	6/30/2011			7,670		(7,670)			7,670	
Non Public Transportation	10-495-078-6060-034	6,061	7/1/2009	6/30/2010		6,061						6,061	
NTE Homeless Reimbursement	11-100-029-6060-034	4,906	7/1/2010	6/30/2011			4,906					4,906	
NTE Homeless Reimbursement	07-100-029-6060-034	5,460	7/1/2006	6/30/2007					(771)			5,460	
Reimbursed TPAP Social Security	11-495-029-5095-051	1,729,776	7/1/2010	6/30/2011		1,729,776						1,729,776	
Reimbursed TPAP Social Security	10-495-034-5095-051	1,754,486	7/1/2009	6/30/2010		87,619			(87,619)			1,754,486	
On Behalf TPAP Pension - Post Retirement	11-495-034-5095-001	1,450,455	7/1/2010	6/30/2011		1,450,455						1,450,455	
On Behalf TPAP NCGI Premium	11-495-034-5095-001	68,289	7/1/2010	6/30/2011		68,289						68,289	
Total General Fund						3,801,000	3,748,841		(496,186)			7,519,242	
Special Revenue Fund													
Distance Learning Network Aid	N/A		7/1/2007	6/30/2008					2,772				
NonPublic Aid		48,939	7/1/2010	6/30/2011		48,939						48,939	
Textbook Aid		56,150	7/1/2009	6/30/2010				357				56,150	
Nursing Services		57,988	7/1/2010	6/30/2011			57,988					57,988	
Handicapped Services:													
Exam & Classification		62,994	7/1/2010	6/30/2011			45,940			17,054		62,994	
Exam & Classification		57,039	7/1/2009	6/30/2010				6,599				57,039	
Corrective Speech		23,470	7/1/2010	6/30/2011			19,793			3,677		23,470	
Corrective Speech		22,418	7/1/2009	6/30/2010				2,702				22,418	
Supplementary Inst.		29,878	7/1/2010	6/30/2011			22,860			7,018		29,878	
Supplementary Inst.		43,007	7/1/2009	6/30/2010				16,327				43,007	
Auxiliary Services:													
Compensatory Education		73,931	7/1/2010	6/30/2011			70,498			3,433		73,931	
Compensatory Education		79,079	7/1/2009	6/30/2010				1,047				79,079	
English as a Second Language		4,269	7/1/2010	6/30/2011			1,878			2,391		4,269	
English as a Second Language		3,328	7/1/2009	6/30/2010				1,298				3,328	
Transportation		5,909	7/1/2009	6/30/2010				5,909				5,909	
Total Special Revenue Fund						2,772	267,896		2,772	34,239		339,975	

BOROUGH OF RAMSEY SCHOOL DISTRICT
Schedule of Expenditures of State and Local Financial Awards
Year ended June 30, 2011

State Grantor/Program Titles	Grant or State Project Number	Award Amount	Grant Period		Carryover/ (Walkover) Amount	Cash Received	Budgetary Expenditures	Adjustments	Repayment of Prior Years' Balances	Balance at June 30, 2011		Memo
			From	To						(Accounts Receivable)	Deferred Revenue/ Interfund Payable	
Capital Projects Fund												
State School Building Aid - EDA Grant												
High School Building Renovation Project	SP # 202361	204,436							(40,887)			204,436
Tisdale Elementary School Building Additions	SP # 202324	367,522							(365,684)			365,684
Mary A. Hubbard Elementary School Building Additions & Renovations	4310-070-03-1049	309,491							(57,588)			309,491
Eric S. Smith Middle School Building Additions & Renovations	4310-055-03-1048	1,194,641							(1,069,204)			1,194,641
Ramsey High School Building Additions & Renovations	4310-050-03-1051	552,603							(496,321)			552,603
John Y. Dater Elementary School Additions, Renovation & Construction of New School	4310-060-03-1050	3,706,560							(3,317,371)			3,706,560
Ramsey High School Building Partial Roof Replacement	4190-050-05-1000-NE	98,116							(98,116)			98,116
Ramsey High School FEC Sprinkler Systems Replacement	4310-050-090-1001-G02	41,384							(35,600)			35,600
Ramsey High School Partial Room Replacement and HVAC Upgrades	4310-050-09-1001-G0PB	127,108					86,501		(86,501)			86,501
Total Capital Projects Fund							86,501		(5,567,272)			6,533,632
Enterprise Fund												
State Department of Agriculture												
National School Lunch Program (State Share)	11-100-010-3350-023	5,303	7/1/2010	6/30/2011		4,803	5,303		(500)			5,303
National School Lunch Program (State Share)	10-100-010-3350-023	5,993	7/1/2009	6/30/2010		475						5,993
Total Enterprise Fund						5,278	5,303		(500)			11,296
Total State Financial Assistance						4,107,747	4,108,541	34,239	(6,063,938)	2,772	33,573	14,424,145
Local Sources												
Capital Projects Fund												
Bergen County Open Space Trust Fund	OSTFMP-RAMBOE-09-01	91,392	7/1/2010	6/30/2011			91,392		(91,392)			91,392
Total Local Financial Assistance							91,392		(91,392)			91,392
Total State and Local Financial Assistance						4,107,747	4,199,933	34,239	(6,155,330)	2,772	33,573	14,515,537

See accompanying notes to the Schedules of Expenditures of Federal and State Awards.

NOTE 1. GENERAL

The accompanying Schedules of Expenditures of Federal Awards and State Financial Assistance include the activity of all federal and state award programs of the Board of Education, Borough of Ramsey School District. The Board of Education is defined in Note 1 to the Board's basic financial statements. All federal and state awards received directly from federal and state agencies, as well as federal and state awards passed through other government agencies is included on the Schedule of Expenditures of Federal Awards and State Financial Assistance.

NOTE 2. BASIS OF ACCOUNTING

The accompanying Schedules of Expenditures of Federal and State Awards are presented on the budgetary basis of accounting with the exception of programs recorded in the food service fund, which are presented using the accrual basis of accounting. These bases of accounting are described in Notes 2(C) and 2(D) to the Board's basic financial statements. The information in these schedules is presented in accordance with the requirements of OMB Circular A-133, "Audits of States, Local Governments, and Non-Profit Organizations." Therefore, some amounts presented in this schedule may differ in amounts presented in or used in the preparation of the basic financial statements.

NOTE 3. RELATIONSHIP TO BASIC FINANCIAL STATEMENTS

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

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

NOTE 3. RELATIONSHIP TO BASIC FINANCIAL STATEMENTS, (continued)

The net adjustment to reconcile from the budgetary basis to the GAAP basis is \$114,661 for the general fund and \$-0- for the special revenue fund. See the Notes to Required Supplementary Information for a reconciliation of the budgetary basis to the modified accrual basis of accounting for the general and special revenue funds. Awards and financial assistance revenues are reported in the Board's basic financial statements on a GAAP basis as follows:

	<u>Federal</u>	<u>State</u>	<u>Local</u>	<u>Total</u>
General Fund	\$7,148	\$3,863,502	\$	\$3,870,650
Special Revenue Fund	910,227	267,896		1,178,123
Capital Projects		86,501	91,392	177,893
Food Service Fund	<u>79,169</u>	<u>5,303</u>	<u> </u>	<u>84,472</u>
Total Financial Awards	<u>\$996,544</u>	<u>\$4,223,202</u>	<u>\$91,392</u>	<u>\$5,311,138</u>

NOTE 4. RELATIONSHIP TO FEDERAL AND STATE FINANCIAL REPORTS

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

NOTE 5. OTHER

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

**BOROUGH OF RAMSEY SCHOOL DISTRICT
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2011**

Section I - Summary of Auditor's Results

Financial Statements

Type of auditor's report issued: unqualified

Internal control over financial reporting:

1. Significant deficiencies identified that are not considered to be material weaknesses? _____ yes X none reported

2. Material weakness(es) identified? _____ yes X no

Noncompliance material to basic financial statements noted? _____ yes X no

Federal Awards

Internal Control over major programs:

1. Significant deficiencies identified that are not considered to be material weaknesses? _____ yes X none reported

2. Material weakness(es) identified? _____ yes X no

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

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

Identification of major programs:

<u>CFDA Number(s)</u>	<u>Name of Federal Program or Cluster</u>
<u>84.027/84.173/84.391/84.392</u> (A)	IDEA, Part B-Basic/IDEA, Part B-Preschool/ ARRA-IDEA, Part B-Basic/ARRA-IDEA, <u>Part B-Preschool</u>

Note: (A) - Tested as Major Type A Program.

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

Auditee qualified as low-risk auditee? X yes _____ no

**BOROUGH OF RAMSEY SCHOOL DISTRICT
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2011
(continued)**

Section I - Summary of Auditor's Results, (continued)

State Awards

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

Auditee qualified as low-risk auditee? X yes _____ no

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

Internal Control over major programs:

1. Significant deficiencies identified that are not considered to be material weaknesses? _____ yes X none reported

2. Material weakness(es) identified? _____ yes X no

Any audit findings disclosed that are required to be reported in accordance with NJ OMB Circular Letter 04-04? X yes _____ no

Identification of major programs:

<u>GMIS Number(s)</u>	<u>Name of State Program</u>
495-034-5095-002	(A) Reimbursed TPAF Social Security Contribution
100-034-5120-473	(B) Extraordinary Aid

Note: (A) - Tested as Major Type A Program.

Note: (B) - Tested as Major Type B Program.

Section II - Financial Statement Findings

None

Section III - Federal Awards and State Financial Assistance Findings and Questioned Costs

None

**BOROUGH OF RAMSEY SCHOOL DISTRICT
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS
FOR THE FISCAL YEAR ENDED JUNE 30, 2011**

STATUS OF PRIOR YEAR FINDINGS

Finding 10-1

Condition:

Salaries on one-to-one aides used to determine per pupil classroom costs for the extraordinary aid application were based on the incorrect year.

Current Status:

Corrective action was taken.