

**SCHOOL DISTRICT
OF**

Township of Ridgewood

**Township of Ridgewood Board of Education
Ridgewood, New Jersey**

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

**Comprehensive Annual
Financial Report
of the
Township of Ridgewood Board of Education**

Ridgewood, New Jersey

For the Fiscal Year Ended June 30, 2011

Prepared by

**Township of Ridgewood Board of Education
Business Office**

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INTRODUCTORY SECTION



BOARD MEMBERS

Michele Lenhard, President
Robert Hutton, Vice President
Sheila Brogan
Christina Krauss
Vincent Loncto

Ridgewood Public Schools

Education Center

49 Cottage Place
Ridgewood, NJ 07451
(P) 201-670-2700
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ADMINISTRATION

Dr. Daniel Fishbein,
Superintendent
Regina Botsford,
Asst. Superintendent
Angelo DeSimone,
Asst. Supt for Business/
Board Secretary

November 24, 2011

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

Dear Board Members:

We are pleased to submit to you the Comprehensive Annual Financial Report (CAFR) of the Township of Ridgewood School District (District) for the fiscal year ended June 30, 2011. Responsibility for both the accuracy of the data and completeness and fairness of the presentation, including all disclosures, rests with the management of the Board of Education (Board). To the best of our knowledge and belief, the data presented in this report is accurate in all material respects. It is reported in a manner designed to present fairly the financial position and results of operations of the District. This report will provide the taxpayers of the Township of Ridgewood School District with comprehensive financial data in a format enabling them to gain an understanding of the District's financial affairs.

The Comprehensive Annual Financial Report is presented in four sections as follows:

- The Introductory Section contains a Table of Contents, Letter of Transmittal, Organizational Chart and a List of Principal Officials of the District;
- The Financial Section begins with the Independent Auditors' Report and includes the Management's Discussion and Analysis, the Basic Financial Statements and Notes providing an overview of the District's financial position and operating results, and other schedules providing detailed budgetary information;
- The Statistical Section includes selected financial trends, revenue capacity, debt capacity, demographic and economic information, and operating information of the District, generally presented on a multi-year basis;
- The Single Audit Section – The District is required to undergo an annual single audit in conformity with the provisions of the Single Audit Act of 1984, as amended, the 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*. Information related to this single audit, including the independent auditors' report on the internal control and compliance with applicable laws, regulations, contracts and grants, along with findings and questioned costs, if any, is included in the single audit section of this report.

Reporting Entity and Its Services

The Township of Ridgewood School District is an independent reporting entity within the criteria adopted by the Governmental Accounting Standards Board (GASB) as established by NCGA Statement No. 3. All funds of the District are included in this report. The Township of Ridgewood Board of Education and all its schools constitute the District's reporting entity. The District consists of one high school, two middle schools, seven elementary schools, and an administration building.

The District provides education to approximately 5,700 students in grades kindergarten through twelve as well as a pre-k disabled program.

An elected five-member Board of Education (the "Board") serves as the policy maker for the District. The Board adopts an annual budget and directly approves all expenditures, which serve as the basis for control over, and authorization for, all expenditures of the District's tax money.

The Superintendent is the chief executive officer of the District, responsible to the Board for total educational and support operations. The Assistant Superintendent for Business/Board Secretary is the chief financial officer of the District, responsible to the Board for maintaining all financial records, making payments of liabilities incurred by the District, acting as custodian of all District funds, and investing funds as permitted by New Jersey law.

Economic Conditions and Outlook

The District completed the 2010-2011 fiscal year with an average daily enrollment of 5710.6 students, which is 1.9 students above the previous year's average daily enrollment. The following details the changes in the student average daily enrollment of the District over the last five years.

Average Daily Enrollment

Fiscal Year	Student Enrollment	Percent Change
2010-11	5,710.6	0.03%
2009-10	5,708.7	1.14%
2008-09	5,644.1	0.59%
2007-08	5,610.8	0.76%
2006-07	5,568.3	0.30%

The forecast for student enrollment is for continued growth at a rate of about 1.0% since the actual growth in 2010-11 was .03% and the ASSA growth on October 14, 2011 was relatively flat when compared to 2010.

The District's primary funding source is property tax revenue. As a result, the District, along with many other public school systems in the State, faces some difficult economic situations in the future. The proposed budget for fiscal year 2011-12 passed. Although general fund expenditures increased by only 1.89%, the local tax levy increased by almost 2% because of the reduced state aid, decreasing interest income and a reduction in available fund balance. The District's administration is closely monitoring the cost of operations and continues to look for innovative ways to contain costs in addition to new funding sources in order to maintain the quality educational services that the District has been accustomed to providing. The District remains accountable to the residents and taxpayers and attributes much of its past education success to the community's demand for, and support of a quality school system.

Educational Program

The mission statement for the Ridgewood Public Schools is as follows:

Maximizing the unique potential of every learner.

The Ridgewood Public School system is composed of seven elementary schools (Pre-K-5), two middle schools (6-8), and one high school (9-12), serving approximately 5,700 students. All public schools are accredited by the New Jersey Department of Education, and the high school is accredited by the Middle States Association of Colleges and Secondary Schools.

To maintain and advance instructional excellence, the District promotes comprehensive programs of staff and curriculum development. Our staff development and curriculum improvement efforts have focused on balanced literacy, technology, standards-based performance assessment, special education, social competency (Open Circle), and teaching methods such as Instructional Theory Into Practice (ITIP).

Ridgewood High School is a comprehensive high school, grades 9-12, which attempts to meet the needs of all students. It is also an institution with a long-standing tradition of providing a sound and challenging academic program for college-bound students. The present school population is 1,662. The high school is the largest in Bergen County. It is accredited by the Middle States Association of Colleges and Secondary Schools and the New Jersey Department of Education. The class of 2011 included 423 students.

Post Secondary Plans: Class of 2011

CLASS OF 2011

4-Year Colleges	91.1%
2-Year Colleges	4.5%
Post-Graduate Year/Military	1.9%
Employed	1.9%

The top 20% of the Class of 2011 received acceptances from the following colleges:

Amherst College (1)	Georgetown University (1)	Tulane University (1)
Bates College (1)	Johns Hopkins University (2)	Univ. Interamericana de Costa Rica (1)
Bentley University (1)	Lehigh University (1)	Univ. of California at Los Angeles (1)
Binghamton University (1)	Middlebury College (3)	University of Chicago (1)
Boston College (1)	Muhlenberg College (1)	Univ. of Illinois at Urbano-Champaign (1)
Boston University (2)	New York University (5)	University of Maryland – College Park (1)
Bowdoin College (1)	Northeastern University (1)	University of Michigan (5)
Brandeis University (2)	Northwestern University (1)	University of Notre Dame (3)
Brown University (2)	Oberlin College (1)	University of Richmond (1)
Bucknell University (2)	Penn State (1)	University of Southern California (1)
Colgate University (1)	Providence College (1)	University of Virginia (1)
College of the Holy Cross (1)	Rutgers (2)	Vanderbilt University (1)
College of William and Mary (3)	Stevens Institute of Technology (1)	Vassar College (3)
Columbia University (3)	The College of New Jersey (2)	Washington and Lee University (2)
Cornell University (1)	The George Washington University (1)	Wesleyan University (2)
Duke University (1)	The University of No. Carolina at Chapel Hill (2)	Williams College (1)
Emerson College (1)	The University of Scranton (1)	
Fordham University (1)	Tufts University (1)	

TOTAL #: 80 STUDENTS

Major Initiatives

In District Special Education Classes

The district offers specialized classes for certain special students. Learning disability classes are offered at Travell, Somerville and Orchard. Autistic classes (RISE Program) are offered at Somerville and Benjamin Franklin. These classes provide Ridgewood students with the opportunity to remain in the Ridgewood School System rather than be sent to expensive out of district specialized schools for the disabled. In district programs provide these special students with the opportunity to be included in the regular education classes in their buildings when it is appropriate.

Financial Information

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

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

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

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, special revenue fund and debt service fund. Project-length budgets are approved for the capital improvements accounted for in the capital projects fund. The final budget amount as amended for the fiscal year is reflected in the financial section.

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

Cash Management: The investment policy of the District is guided in large part by state statute as detailed in "Notes to Basic Financial Statements", Notes 1 and 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.

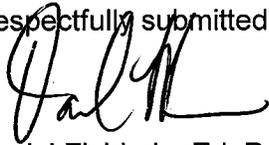
Risk Management: The District carries various forms of insurance, including but not limited to general liability, automobile liability and comprehensive/collision, hazard and theft insurance on property and contents, and fidelity bonds. A schedule of insurance coverage is found in Exhibit J-20.

Independent Audit - State statutes require an annual audit by independent certified public accountants or registered municipal accountants. The accounting firm of McKinley, White & Co., L.L.P., was selected by the Board. In addition to meeting the requirements set forth in state statutes, the audit also was designed to meet the requirements of the Single Audit Act, and the related OMB Circular A-133, and New Jersey OMB's Circular 04-04. The auditors' report on the basic financial statements and specific required supplemental information is included in the financial section of this report. The auditors' reports related specifically to the single audit are included in the single audit section of this report.

Acknowledgements

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

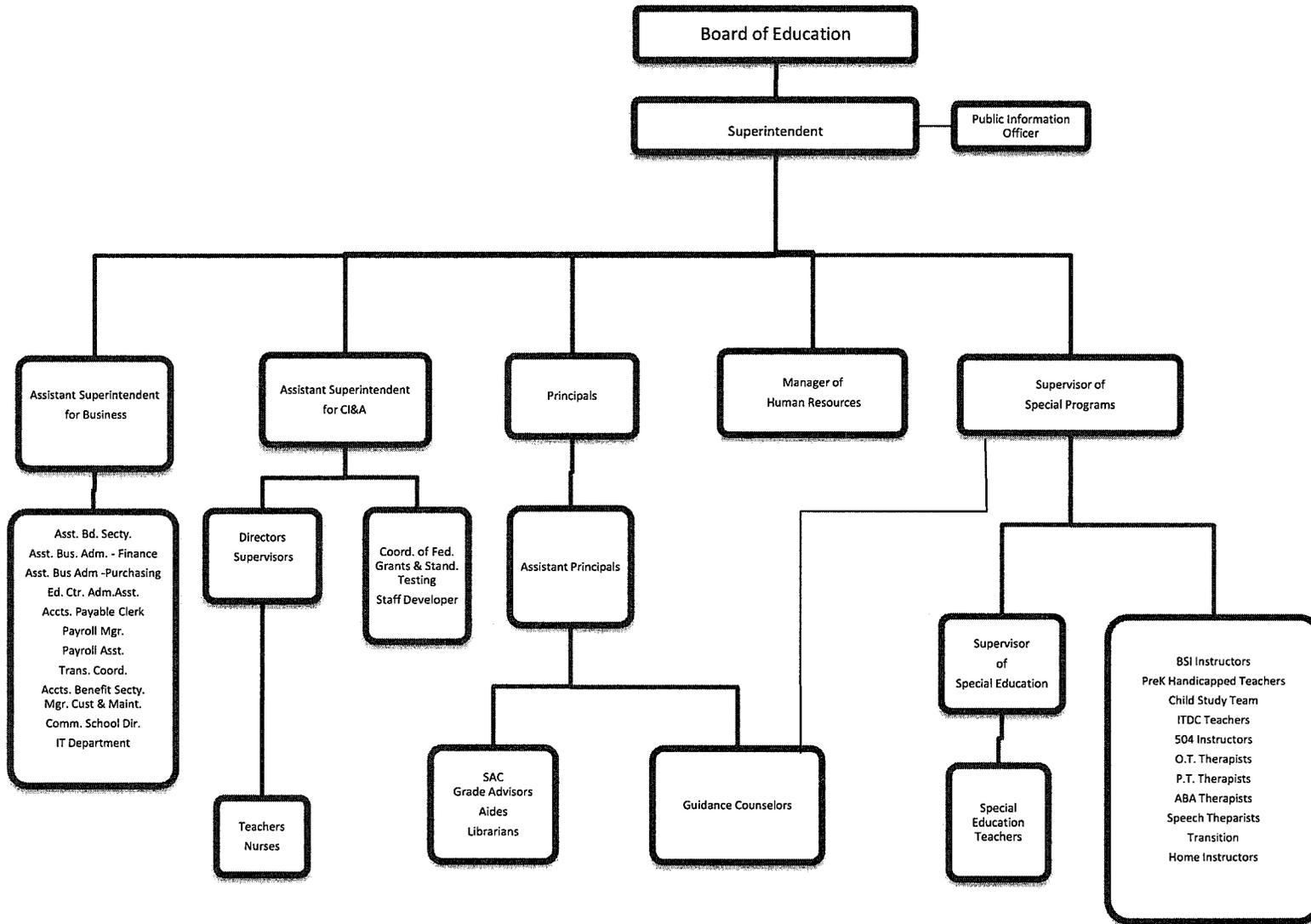
Respectfully submitted,



Daniel Fishbein, Ed. D
Superintendent of Schools



Angelo DeSimone
Assistant Superintendent for Business/Board Secretary



**TOWNSHIP OF RIDGEWOOD SCHOOL DISTRICT
RIDGEWOOD, NEW JERSEY**

**ROSTER OF OFFICIALS
JUNE 30, 2011**

<u>Members of the Board of Education</u>	<u>Term Expires</u>
Michele Lenhard, President	2013
Robert A. Hutton, Vice President	2012
Sheila Mary Brogan	2014
Christine Krauss	2014
Charles Reilly	2013

Other Officials

Daniel Fishbein, Ed. D., Superintendent of Schools

Angelo DeSimone, Assistant Superintendent for Business/Board Secretary

Steven Sanzari, Treasurer

Lindabury, McCormick, Estabrook & Cooper, P.C., Legal Counsel

**TOWNSHIP OF RIDGEWOOD SCHOOL DISTRICT
Consultants and Advisors**

Audit Firm

McKinley, White & Co., L.L.P.
One Woodland Avenue
Paramus, New Jersey 07652

Attorney

Lindabury, McCormick, Estabrook & Cooper, P.C.
53 Cardinal Drive
P.O. Box 2369
Westfield, New Jersey 07091-2369

Official Depositories

Columbia Bank
19-01 Route 208 North
Fair Lawn, New Jersey 07410

Valley National Bank
925 Allwood Road
Clifton, New Jersey 07012

TD North Bank
1100 Lake Street
Ramsey, New Jersey 07446

FINANCIAL SECTION

MCKINLEY, WHITE & CO., L.L.P.
CERTIFIED PUBLIC ACCOUNTANTS

Independent Auditors' Report

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

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

We conducted our audit in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and audit requirements as prescribed by the Division of Finance and Regulatory Compliance, 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 District's internal control over financial reporting. Accordingly, we express no such opinion. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinions.

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

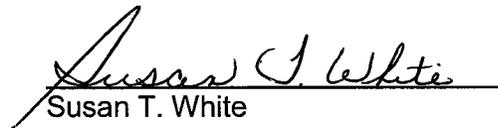
In accordance with *Government Auditing Standards*, we have also issued our report dated November 29, 2011 on our consideration of the Board of Education of the Township of Ridgewood School District's internal control over financial reporting and on our tests of its compliance with certain provisions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

The accompanying Management's Discussion and Analysis on pages 11 through 20, and Budgetary Comparison Information on pages 58 through 75, are not a required part of the basic financial statements but are supplementary information required by accounting principles generally accepted in the United States of America. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Board of Education of the Township of Ridgewood School District's basic financial statements. The accompanying introductory section, other supplementary information such as the combining and individual fund financial statements, financial schedules and the statistical section are presented for purposes of additional analysis and are not a required part of the basic financial statements. Additionally, the schedules of expenditures of federal awards and state financial assistance are presented for purposes of additional analysis as required by U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*; and New Jersey OMB'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. The combining and individual fund financial statements, financial schedules and the schedules of expenditures of federal awards and state financial assistance 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 section 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.

McKinley White & Co., LLP

McKINLEY, WHITE & CO., L.L.P.
Certified Public Accountants



Susan T. White
Licensed Public School Accountant
License #20CS00119300

Paramus, New Jersey

November 29, 2011

REQUIRED SUPPLEMENTARY INFORMATION - PART I

**TOWNSHIP OF RIDGEWOOD SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2011
UNAUDITED**

The discussion and analysis of the Township of Ridgewood School District's (the District) financial performance provides an overall review of the 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; readers should also review the basic financial statements and notes to enhance their understanding of the District's financial performance.

Financial Highlights

Key financial highlights for 2011 are as follows:

- In total, net assets increased \$5,961,789, which represents a 15.87 percent increase from 2010.
- General revenues accounted for \$85,827,599 of revenue or 84.28 percent of all revenues. Program specific revenues in the form of charges for services and operating grants and contributions accounted for \$16,014,544 or 15.72 percent of total revenues of \$101,842,143.
- Total assets of governmental activities increased by \$7,758,517 as cash decreased by \$17,737,669, receivables increased by \$2,710,267, deferred bond issuance costs increased by \$13,401 and capital assets increased by \$22,772,518.
- The District had \$95,880,354 in expenses; only \$16,014,544 of these expenses was offset by program specific charges for services, operating grants or contributions. General revenues (primarily taxes) of \$85,827,599 were adequate to provide for these programs.
- Among governmental funds, the general fund had \$89,962,632 in revenues and \$90,537,047 in expenditures. The general fund balance increased by \$756,482.

Using this Comprehensive Annual Financial Report (CAFR)

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

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

The Statement of Net Assets and Statement of Activities provide information about the activities of the whole District, presenting both an aggregate view of the District's finances and a longer-term view of those finances. Fund financial statements provide the next level of detail. For governmental funds, these statements tell how services were financed in the short-term as well as what remains for future spending. The fund financial statements also look at all the District's funds. In the case of the Township of Ridgewood School District, the general fund is by far the most significant fund.

Reporting the School District as a Whole

Statement of Net Assets and the Statement of Activities

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

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

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

Governmental Activities - All of the 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 Activities - These services are provided on a charge for goods or services basis to recover all the expenses of the goods or services provided. The Food Services and the Infant/Toddler Development Program enterprise funds are reported as business activities.

Reporting the School District's Most Significant Funds

Fund Financial Statements

Fund financial statements provide detailed information about the District's funds. The District uses many funds to account for a multitude of financial transactions. The District's governmental funds are the general fund, special revenue fund, capital projects fund, and debt service fund.

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

Governmental Funds

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

Enterprise Funds

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

The School District as a Whole

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

Table 1 provides a summary of the District's net assets at June 30.

**TABLE 1
NET ASSETS**

	Governmental Activities		Business-type Activities		Total		Amount Change	% Change
	2011	2010	2011	2010	2011	2010		
Assets:								
Current and								
Other Assets	\$ 29,172,096	\$ 44,186,097	\$ 130,434	\$ 375,731	\$ 29,302,530	\$ 44,561,828	\$ (15,259,298)	-34.24%
Capital Assets	74,313,571	51,541,053	174,404	78,561	74,487,975	51,619,614	22,868,361	44.30%
Total Assets	103,485,667	95,727,150	304,838	454,292	103,790,505	96,181,442	7,609,063	7.91%
Liabilities:								
Long-term Liabilities	55,177,490	55,867,146			55,177,490	55,867,146	(689,656)	-1.23%
Other Liabilities	5,030,393	2,602,196	46,264	137,531	5,076,657	2,739,727	2,336,930	85.30%
Total Liabilities	60,207,883	58,469,342	46,264	137,531	60,254,147	58,606,873	1,647,274	2.81%
Net Assets:								
Invested in Capital Assets, Net of Debt	20,697,948	15,509,599	174,404	78,561	20,872,352	15,588,160	5,284,192	33.90%
Restricted	23,915,797	23,098,592			23,915,797	23,098,592	817,205	3.54%
Unrestricted	(1,335,961)	(1,350,383)	84,170	238,200	(1,251,791)	(1,112,183)	(139,608)	12.55%
Total Net Assets	\$ 43,277,784	\$ 37,257,808	\$ 258,574	\$ 316,761	\$ 43,536,358	\$ 37,574,569	\$ 5,961,789	15.87%

The District's 2011 combined net assets were \$43,536,358. This was an increase of 15.87 percent from 2010.

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

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

Table 2					
Changes in Net Assets				Amount	%
	<u>2011</u>	<u>2010</u>		<u>Change</u>	<u>Change</u>
Revenues:					
Program Revenues:					
Charges for Services	\$ 3,263,044	\$ 3,276,920		\$ (13,876)	-0.42%
Operating Grants and Contributions	8,627,649	9,093,241		(465,592)	-5.12%
Capital Grants and Contributions	4,123,851	522,627		3,601,224	689.06%
General Revenues:					
Property Taxes	82,687,514	78,193,475		4,494,039	5.75%
Grants and Entitlements	2,189,099	3,428,070		(1,238,971)	-36.14%
Other	950,986	1,075,782		(124,796)	-11.60%
Total Revenues	<u>101,842,143</u>	<u>95,590,115</u>		<u>6,252,028</u>	6.54%
Program Expenses:					
Instruction	49,855,021	48,735,757		1,119,264	2.30%
Support Services:					
Tuition	5,488,915	4,979,976		508,939	10.22%
Pupils and Instructional Staff	14,731,156	15,001,751		(270,595)	-1.80%
General Administration, School Administration, Central Services, Administrative Information Technology and Operations and Maintenance of Facilities	15,331,568	15,989,987		(658,419)	-4.12%
Pupil Transportation	2,672,636	2,852,706		(180,070)	-6.31%
Special Schools	996,687	1,052,193		(55,506)	-5.28%
Interest on Debt	2,235,001	1,124,232		1,110,769	98.80%
Unallocated Depreciation	2,341,669	2,177,278		164,391	7.55%
Food Service	1,153,075	1,200,627		(47,552)	-3.96%
Infant/Toddler Development Program	1,074,626	1,056,302		18,324	1.73%
Total Expenses	<u>95,880,354</u>	<u>94,170,809</u>		<u>1,709,545</u>	1.82%
Increase in Net Assets	<u>\$ 5,961,789</u>	<u>\$ 1,419,306</u>		<u>\$ 4,542,483</u>	320.05%

Governmental Activities

The District's total governmental activities revenues were \$99,672,629 for the year ended June 30, 2011. The unique nature of property taxes in New Jersey creates the legal requirements to annually seek voter approval for District operations. Property taxes made up 82.96 percent of revenues for governmental activities for the Township of Ridgewood School District for fiscal year 2011. Federal, state, and local grants accounted for another 14.88 percent of governmental activities revenues.

The total cost of all governmental activities programs and services was \$93,652,653. Instruction comprises 53.24 percent of District expenses.

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

Business-type Activities

Revenues for the District's business-type activities (Food Services Program and Infant/Toddler Development Program) were comprised of charges for services and federal and state reimbursements.

- Food Service revenues exceeded expenses by \$3,577.
- Food Service charges for services were \$1,044,532, which represents amounts paid by patrons for daily food service.
- Food Service federal and state reimbursement for meals, including payments for free and reduced lunches, breakfast, and donated commodities was \$112,120.
- Infant/Toddler expenses exceeded revenues by \$62,963.
- Infant/Toddler charges for services were \$1,011,663, which represents amounts paid for tuition and fees.

Governmental Activities

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

Table 3

	<u>Total Cost of Services 2011</u>	<u>Net Cost of Services 2011</u>	<u>Total Cost of Services 2010</u>	<u>Net Cost of Services 2010</u>	<u>Amount Change Total Cost of Services</u>	<u>Amount Change Net Cost of Services</u>
Instruction	\$ 49,855,021	\$ 44,263,978	\$ 48,735,757	\$ 43,720,325	\$ 1,119,264	\$ 543,653
Support Services:						
Tuition	5,488,915	4,506,740	4,979,976	3,444,338	508,939	1,062,402
Pupils and Instructional Staff	14,731,156	13,231,036	15,001,751	13,606,682	(270,595)	(375,646)
General Administration, School Administration, Central Services, Administrative Information Technology and Maintenance of Facilities	15,331,568	14,678,271	15,989,987	15,109,415	(658,419)	(431,144)
Pupil Transportation	2,672,636	2,540,594	2,852,706	2,345,209	(180,070)	195,385
Special Schools	996,687	132,986	1,052,193	187,764	(55,506)	(54,778)
Interest on Debt	2,235,001	2,235,001	1,124,232	1,124,232	1,110,769	1,110,769
Capital outlay		(4,123,851)		(522,627)		(3,601,224)
Unallocated Depreciation	2,341,669	2,341,669	2,177,278	2,177,278	164,391	164,391
Total Expenses	<u>\$ 93,652,653</u>	<u>\$ 79,806,424</u>	<u>\$ 91,913,880</u>	<u>\$ 81,192,616</u>	<u>\$ 1,738,773</u>	<u>\$ (1,386,192)</u>

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

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

General administration, school administration, central services, and administrative information technology include expenses associated with administrative, educational, and financial supervision of the District.

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

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

Pupil transportation includes activities involved with the conveyance of students to and from school, as well as to and from school activities, as provided by State law.

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

The School District's Funds

All governmental funds (i.e., general fund, special revenue fund, capital projects, and debt service fund presented in the fund-based statements) are accounted for using the modified accrual basis of accounting. Total revenues amounted to \$99,905,813 and expenditures were \$118,595,348. The net decrease in the change in fund balance for the year of \$17,418,789 was most significant in the capital project fund, an decrease of \$18,180,841. This reflects the District's spending of the prior year proceeds from its bond sale to fund capital projects.

As demonstrated by the various statements and schedules included in the financial section of this report, the District continues to meet its responsibility for sound financial management. The following table presents a summary of the revenues of the governmental funds for the general fund, special revenue fund and debt service fund for the fiscal year ended June 30, 2011, and the amount and percentage of increases and decreases in relation to prior year revenues. The capital projects fund has been excluded, as these revenues vary substantially from year to year.

<u>Revenue</u>	<u>Amount</u>	<u>Percent Of Total</u>	<u>Increase (Decrease) From 2009-10</u>	<u>Percent Of Increase (Decrease)</u>
Local Sources	\$ 85,528,187	89.32 %	\$ 4,409,103	5.44 %
State Sources	8,265,748	8.63	(1,797,728)	(17.86) %
Federal Sources	<u>1,963,964</u>	<u>2.05</u>	<u>(61,262)</u>	<u>(3.02) %</u>
Total	<u>\$ 95,757,899</u>	<u>100.00 %</u>	<u>\$ 2,550,113</u>	<u>2.74 %</u>

The net increase in revenue from local sources of \$4,409,103 is primarily due to an increase in local tax levy. Tuition, interest and miscellaneous income decreased by approximately \$211,600. Grant revenue from local sources increased approximately \$126,700. The increase in local revenue was needed to fund the additional expenditures associated with a slight increase in enrollment, higher operating costs, capital outlay construction projects and the decrease in state aid.

State sourced revenues decreased by \$1,797,728. State aid for the general fund declined \$1,857,495, without the On-Behalf TPAF pension contributions for non-contributory insurance and post-retirement medical benefits and reimbursed TPAF social security contributions, which increased by \$133,787 (which is off-set by an equal increase in expenditures). Other state aid recorded in the special revenue fund and debt service fund decreased by \$74,020.

Revenue from federal sources decreased \$61,262, primarily due to decreases in ARRA funds, which was a new one time grant in the prior year that spanned two years. IDEA grants increased and the District was awarded a Teaching America History grant which spans five years, in addition to a FEMA grant.

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

The following table presents a summary of the general fund, special revenue fund, and debt service fund expenditures for the fiscal year ended June 30, 2011, and the amount of increases and decreases in relation to prior year expenditures. The capital projects fund has been excluded, as these expenditures vary substantially from year to year.

<u>Expenditures</u>	<u>Amount</u>	<u>Percent Of Total</u>	<u>Increase (Decrease) From 2009-10</u>	<u>Percent Of Increase (Decrease)</u>
Current Expense:				
Instruction	\$ 37,933,824	39.36 %	\$ 86,225	0.23 %
Undistributed Expenditures	48,797,041	50.63	473,785	0.98 %
Capital Outlay	2,809,495	2.91	956,953	51.66 %
Special Schools	996,687	1.03	(55,506)	(5.28) %
Special Revenue	2,434,259	2.53	(38,019)	(1.54) %
Debt Service	<u>3,411,184</u>	<u>3.53</u>	<u>1,504,363</u>	78.89 %
Total	<u>\$ 96,382,490</u>	<u>100.00 %</u>	<u>\$ 2,927,801</u>	3.13 %

Changes in expenditures were the results of varying factors. Current expense increased due to additional students, increases in special education costs, maintenance projects, and employee benefits. Additionally, On-Behalf TPAF pension contributions for non-contributory insurance and post-retirement medical benefits and reimbursed TPAF social security contributions increased by a total amount of \$133,787, (which is off-set by an equal increase in revenues).

The decrease in special revenue fund expenditures is primarily due to an decrease in expenditures for federal grants.

Expenditures for debt service increased as scheduled debt payments increased due to the 2009 bond referendum.

General Fund Budgeting Highlights

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

Over the course of the year, the District revised the annual operating budget several times. Revisions in the budget were made to appropriate fund balance and to prevent over-expenditures in specific line item accounts. Several of these revisions bear notation:

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

- On-Behalf TPAF pension contributions for non-contributory insurance and post-retirement medical benefits and reimbursed TPAF social security contributions, and assets acquired under capital leases, are neither a revenue item nor an expenditure item for budgetary purposes, but the District is required to reflect these amounts in the financial statements.
- Appropriation of \$352,852 of 2009-2010 Extraordinary Aid and \$19,893 of 2009-2010 Non-Public Transportation Aid.
- Tuition for special education students, and associated transportation, related services, extra services, and residential costs, are budgeted based on the existing and known incoming students at the time the budget is submitted. Students move into and out of the District during the summer as well as the school year, which necessitates transferring funds to the appropriate accounts to pay these special education costs.
- Subsequent to the approval of the 2010-2011 budget by the Department of Education, and subsequent to taxpayer approval of the budgeted tax levy, the District generated more than a \$1 Million reduction in budgeted medical insurance premiums by changing insurance carriers. The budgetary savings were transferred from the medical benefit line and used to restore some of the positions that were eliminated due to the loss of state aid.

Capital Assets

At June 30, 2011, the District had \$74,487,975 invested in land, building, improvements, furniture, fixtures, equipment, and vehicles. Table 4 shows fiscal year 2011 balances compared to 2010.

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

	<u>2010</u>	<u>2011</u>
Land	\$ 7,435,206	\$ 7,435,206
Construction in Progress	1,803,307	23,983,595
Site Improvements	350,245	322,617
Building and Improvements	39,826,985	40,142,272
Vehicles	157,190	154,195
Furniture, Fixtures and Equipment	<u>2,046,681</u>	<u>2,450,090</u>
Total	<u>\$ 51,619,614</u>	<u>\$ 74,487,975</u>

Overall capital assets increased \$22,868,361 from fiscal year 2010 to fiscal year 2011. The District's 2009 bond referendum passed and construction began on the capital projects. Also, for the fiscal year 2011, the District continued to complete the district-wide capital maintenance projects such as roof replacements at Ridgewood High School, Somerville and Benjamin Franklin; replacement doors at Benjamin Franklin, Somerville, Glen, and Ridge Schools; stage lighting at Orchard School; and toilet room upgrades at George Washington School and Ridgewood High School.

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

Debt Administration

At June 30, 2011, the District had \$55,177,490 of outstanding debt. Of this amount, \$1,395,924 is for compensated absences; \$1,866,566 is for various capital leases; and \$51,915,000 is for serial bonds for school construction projects. The district issued new bonds of \$38,420,000 on April 8, 2010 to fund the board's share of the \$48,264,712 referendum projects approved by the voters on December 8, 2009. The board has received grant awards of \$9,844,712 from the State Development Authority to fund the remainder of the projects. The district will also receive state debt service aid of \$2.1 million over the 25 year life of the bonds to help defray the annual debt service costs. In May of 2011, the District refinanced the 2003 General Obligation Bonds. This refinancing will save the District approximately \$146,000 in interest expense over the remaining life of the bonds.

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

	<u>2010</u>	<u>2011</u>
1999 General Obligation Bonds	\$ 1,075,000	\$
2003 General Obligation Bonds	3,736,000	165,000
2004 General Obligation Bonds	9,880,000	9,855,000
2010 General Obligation Bonds	38,420,000	38,420,000
2011 General Obligation Bonds		3,475,000
Capital leases	1,456,614	1,866,566
Compensated absences	1,299,532	1,395,924
Total	<u>\$ 55,867,146</u>	<u>\$ 55,177,490</u>

At June 30, 2011, the School District's available borrowing margin was \$214,935,895.

For the Future

The Township of Ridgewood School District is in good financial condition. The District is proud of the community's continued support of the public schools. A major concern is the growth in enrollment of the District with an ever increasing reliance on local property taxes due to the instability of state aid. On December 8, 2009, the voters approved a \$48 million referendum for capital repairs at all school buildings. These repairs included new roofs, occupancy sensors, HVAC upgrades, toilet room upgrades, new lockers, electrical upgrades, and classroom renovations. Upgrades to Stevens Field, the RHS Stadium Field, and the relocation of the running track to Benjamin Franklin School were also included in the referendum projects. Also approved was the expansion of Hawes, Ridge, and Willard elementary schools as well as George Washington Middle School. A key factor in the decision to bring this spending request to the voters is that the district secured \$9.8 million in state grants and \$2.1 million in debt service aid. The impact of the grants and the debt service aid means that the average taxpayer will see an increase of about \$300.00 in annual taxes over the 25 year life of the bond.

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

Future finances are not without challenges. As the student population increases, operating costs grow. Inflation impacts major cost drivers such as salaries, benefits, and utilities. The District's desire to minimize tax levy increases is impacted by the loss of state and flat federal aids, decreased interest rates on District deposits, and the cost increases described above. Adding to the imperative to control spending is the state imposed 2% Tax Levy Cap. Since taxes fund approximately 95% of the general fund budget, this Tax Levy Cap has a direct relationship to the allowable growth in our General Fund Budget. The Ridgewood tax payers approved the 2011-2012 budget. The 2011-2012 budget was the first in two years to have no reduction in positions. Cost increases for health insurance premiums are of concern. Approximately \$10 million is budgeted for medical insurance. Double digit rate increases essentially use up a vast majority of the allowable increase in the budget. The District monitors these costs carefully, and continually looks for program and/or insurance provider options that will help control these increases.

The teachers and secretaries union agreement expired as of June 30, 2011. The board has been in negotiations with the union since February 10, 2011. The union declared impasse on April 1st and as of June 30th the District and the union are in mediation.

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

Contacting the School District's Financial Management

This financial report is designed to provide our citizens, taxpayers, investors, and creditors with a general overview of the District's finances and to show the District's accountability for the money it receives. If you have questions about this report or need additional information, contact Angelo DeSimone, Assistant Superintendent for Business/Board Secretary at Ridgewood Board of Education, Education Center, 49 Cottage Place, Ridgewood, New Jersey 07451. Please visit our website at www.ridgewood.k12.nj.us.

BASIC FINANCIAL STATEMENTS

DISTRICT-WIDE FINANCIAL STATEMENTS

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

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

	<u>Governmental Activities</u>	<u>Business-type Activities</u>	<u>Total</u>
ASSETS			
Cash	\$ 4,129,070	\$ 55,321	\$ 4,184,391
Receivables, net	5,454,352	62,615	5,516,967
Inventories		12,498	12,498
Restricted assets:			
Cash	17,387,397		17,387,397
Capital reserve account - cash	2,035,334		2,035,334
Deferred bond issuance costs, net	165,943		165,943
Capital assets, net	<u>74,313,571</u>	<u>174,404</u>	<u>74,487,975</u>
Total assets	<u>103,485,667</u>	<u>304,838</u>	<u>103,790,505</u>
LIABILITIES			
Accounts payable	887,852	15,714	903,566
Contracts payable	3,021,413		3,021,413
Payable to state government	4,294		4,294
Deferred revenue	488,082	30,550	518,632
Accrued interest	628,752		628,752
Noncurrent liabilities:			
Due within one year	3,139,821		3,139,821
Due beyond one year	<u>52,037,669</u>		<u>52,037,669</u>
Total liabilities	<u>60,207,883</u>	<u>46,264</u>	<u>60,254,147</u>
NET ASSETS			
Invested in capital assets, net of related debt	20,697,948	174,404	20,872,352
Restricted for:			
Debt service	7,340		7,340
Capital projects	18,790,274		18,790,274
Other purposes	5,118,183		5,118,183
Unrestricted (deficit)	<u>(1,335,961)</u>	<u>84,170</u>	<u>(1,251,791)</u>
Total net assets	<u>\$ 43,277,784</u>	<u>\$ 258,574</u>	<u>\$ 43,536,358</u>

The accompanying notes to basic financial statements are an integral part of this statement.

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

<u>Function/Programs</u>	<u>Expenses</u>	<u>Indirect Expenses Allocation</u>	<u>Program Charge for Services</u>
Government activities:			
Instruction:			
Regular	\$ 29,740,178	\$ 9,304,266	\$
Special education	5,265,323	1,829,455	
Other special instruction	957,878	318,264	
Other instruction	1,925,886	513,771	258,443
Support services:			
Tuition	5,488,915		
Student and instruction related services	11,382,241	3,348,915	8,656
School administrative services	3,552,799	1,244,747	
General administration	853,753	119,470	
Central services	1,174,765	394,275	
Administrative information technology	589,380	166,466	
Plant operations and maintenance	7,136,345	99,568	59,337
Pupil transportation	2,644,397	28,239	16,712
Special schools	996,687		863,701
Interest on long-term debt	2,235,001		
Capital outlay			
Unallocated depreciation	2,341,669		
Total governmental activities	<u>76,285,217</u>	<u>17,367,436</u>	<u>1,206,849</u>
Business-type activities			
Food services	1,153,075		1,044,532
Infant/Toddler Development Program	1,074,626		1,011,663
Total business-type activities	<u>2,227,701</u>		<u>2,056,195</u>
Total primary government	<u>\$ 78,512,918</u>		<u>\$ 3,263,044</u>

Revenues		Net (Expense) Revenue and Changes in Net Assets		
Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business-type Activities	Total
\$ 4,523,553	\$	\$ (34,520,891)	\$	\$ (34,520,891)
549,613		(6,545,165)		(6,545,165)
135,657		(1,140,485)		(1,140,485)
123,777		(2,057,437)		(2,057,437)
982,175		(4,506,740)		(4,506,740)
1,491,464		(13,231,036)		(13,231,036)
343,749		(4,453,797)		(4,453,797)
30,804		(942,419)		(942,419)
20,131		(1,548,909)		(1,548,909)
		(755,846)		(755,846)
199,276		(6,977,300)		(6,977,300)
115,330		(2,540,594)		(2,540,594)
		(132,986)		(132,986)
		(2,235,001)		(2,235,001)
	4,123,851	4,123,851		4,123,851
		(2,341,669)		(2,341,669)
<u>8,515,529</u>	<u>4,123,851</u>	<u>(79,806,424)</u>		<u>(79,806,424)</u>
112,120			3,577	3,577
			(62,963)	(62,963)
<u>112,120</u>			<u>(59,386)</u>	<u>(59,386)</u>
<u>\$ 8,627,649</u>	<u>\$ 4,123,851</u>	<u>\$ (79,806,424)</u>	<u>\$ (59,386)</u>	<u>\$ (79,865,810)</u>
General revenues:				
Property taxes levied for:				
General purposes		\$ 79,728,606	\$	\$ 79,728,606
Debt service		2,958,908		2,958,908
Federal and State aid not restricted		2,189,099		2,189,099
Tuition received		465,061		465,061
Investment earnings		207,272	1,199	208,471
Miscellaneous		277,454		277,454
Total general revenues		<u>85,826,400</u>	<u>1,199</u>	<u>85,827,599</u>
Change in net assets		6,019,976	(58,187)	5,961,789
Net assets - beginning		<u>37,257,808</u>	<u>\$ 316,761</u>	<u>\$ 37,574,569</u>
Net assets - ending		<u>\$ 43,277,784</u>	<u>\$ 258,574</u>	<u>\$ 43,536,358</u>

The accompanying notes to basic financial statements are an integral part of this statement.

FUND FINANCIAL STATEMENTS

The Individual Fund statements and schedules present more detailed information for the individual fund in a format that segregates information by fund type.

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

	<u>General Fund</u>	<u>Special Revenue Fund</u>	<u>Capital Projects Fund</u>	<u>Debt Service Fund</u>	<u>Total Governmental Funds</u>
ASSETS					
Cash	\$ 4,129,070	\$	\$ 17,387,397	\$	\$ 21,516,467
Cash - capital reserve	2,035,334				2,035,334
Accounts receivable:					
State	226,488		4,424,290		4,650,778
Federal	20,135	402,188			422,323
Interfund	160,300				160,300
Other	345,089			33,065	378,154
Total assets	<u>\$ 6,916,416</u>	<u>\$ 402,188</u>	<u>\$ 21,811,687</u>	<u>\$ 33,065</u>	<u>\$ 29,163,356</u>
LIABILITIES AND FUND BALANCES					
Liabilities:					
Accounts payable	\$ 808,867	\$ 78,985	\$	\$	\$ 887,852
Intergovernmental payable:					
State		4,294			4,294
Interfund payables		131,478		25,725	157,203
Contracts payable			3,021,413		3,021,413
Deferred revenue	300,651	187,431			488,082
Total liabilities	<u>1,109,518</u>	<u>402,188</u>	<u>3,021,413</u>	<u>25,725</u>	<u>4,558,844</u>
Fund balances (deficits):					
Restricted:					
Reserved excess surplus - designated for subsequent year's expenditures	1,356,613				1,356,613
Reserve for excess surplus	1,100,000				1,100,000
Capital reserve account	2,035,334				2,035,334
Capital projects			3,536,919		3,536,919
Debt service				7,340	7,340
Committed:					
Year-end encumbrances	626,236		20,507,731		21,133,967
Assigned:					
Year-end encumbrances	55,629		166,046		221,675
Unassigned/(deficit)	633,086		(5,420,422)		(4,787,336)
Total fund balances	<u>5,806,898</u>		<u>18,790,274</u>	<u>7,340</u>	<u>24,604,512</u>
Total liabilities and fund balances	<u>\$ 6,916,416</u>	<u>\$ 402,188</u>	<u>\$ 21,811,687</u>	<u>\$ 33,065</u>	

The accompanying notes to basic financial statements are an integral part of this statement.

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

Total government funds fund balances	\$ 24,604,512
Amounts reported for <i>governmental activities</i> in the statement of net assets (A-1) are different because:	
The costs associated with the issues of the various bonds are expensed in the governmental funds in the year the bonds are issued, but are capitalized on the statement of net assets. The bond issuance costs are \$237,477 and the accumulated amortization is \$71,534.	165,943
Capital assets used in governmental activities are not financial resources, and therefore, are not reported in the funds. The costs of the assets are \$106,492,590 and the accumulated depreciation is \$32,179,019	74,313,571
Accrued interest is not due and payable in the current period, and therefore, is not reported as a liability in the funds.	(628,752)
Long-term liabilities, including bonds payable, are not due and payable in the current period, and therefore, are not reported as liabilities in the funds. (See Note 8)	<u>(55,177,490)</u>
Net assets of governmental activities	\$ <u><u>43,277,784</u></u>

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

	General Fund	Special Revenue Fund	Capital Projects Fund	Debt Service Fund	Total Governmental Funds
REVENUES:					
Local sources:					
Local tax levy	\$ 79,728,606	\$	\$	\$ 2,958,908	\$ 82,687,514
Tuition	465,061				465,061
Interest - capital reserve funds	2,181				2,181
Interest earned on investments	89,194		115,897		205,091
Miscellaneous income	1,717,487	566,750			2,284,237
Total revenues - local sources	82,002,529	566,750	115,897	2,958,908	85,644,084
State sources	7,861,162	2,486	4,032,017	402,100	12,297,765
Federal sources	98,941	1,865,023			1,963,964
Total revenues	89,962,632	2,434,259	4,147,914	3,361,008	99,905,813
EXPENDITURES:					
Current expense:					
Regular instruction	29,784,737	657,394			30,442,131
Special education instruction	5,265,323				5,265,323
Other special instruction	957,878				957,878
Other instruction	1,925,886				1,925,886
Support services and undistributed costs:					
Tuition	4,506,740	982,175			5,488,915
Student and instruction related services	10,922,543	459,698			11,382,241
School administration services	3,552,799				3,552,799
General administration services	877,877			48,406	926,283
Central services	1,174,765				1,174,765
Administrative information technology services	589,380				589,380
Plant operations and maintenance	7,329,395	171,259			7,500,654
Pupil transportation	2,612,808	31,589			2,644,397
Employee benefits	17,230,734	40,310			17,271,044
Special schools	996,687				996,687
Capital outlay	2,809,495	91,834	22,212,858		25,114,187
Debt service:					
Principal				1,260,000	1,260,000
Interest				2,102,778	2,102,778
Total expenditures	90,537,047	2,434,259	22,212,858	3,411,184	118,595,348
Excess (deficiency) of revenues over (under) expenditures	(574,415)		(18,064,944)	(50,176)	(18,689,535)
Other financing sources (uses):					
Transfers out			(115,897)		(115,897)
Transfers in	115,897				115,897
Payment to escrow agent for bond refunding				(3,553,528)	(3,553,528)
Proceeds from sale of bonds for bond refunding				3,609,274	3,609,274
Capital leases (non-budgeted)	1,215,000				1,215,000
Total other financing sources (uses)	1,330,897		(115,897)	55,746	1,270,746
Net change in fund balances	756,482		(18,180,841)	5,570	(17,418,789)
Fund balances - July 1,	5,050,416		36,971,115	1,770	42,023,301
Fund balances - June 30	\$ 5,806,898	\$	\$ 18,790,274	\$ 7,340	\$ 24,604,512

The accompanying notes to basic financial statements are an integral part of this statement.

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

Total net change in fund balances - governmental funds (from B-2) \$ (17,418,789)

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	\$ (2,341,669)	
Capital outlays	<u>25,114,187</u>	22,772,518

Repayment of bond principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net assets and is not reported in the statement of activities.

Principal payment to escrow agent for bond refunding	3,411,000	
Principal repayment	<u>1,260,000</u>	4,671,000

Repayment of capital leases is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net assets and is not reported in the statement of activities.

805,048

Proceeds from debt issues are a financing source in the governmental funds. They are not revenue in the statement of activities; issuing debt increases long-term liabilities in the statement of net assets.

Proceeds from sale of bonds	(3,475,000)	
Capital lease proceeds	<u>(1,215,000)</u>	<u>(4,690,000)</u>

	Sub-total	<u>6,139,777</u>
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The accompanying notes to basic financial statements are an integral part of this statement.

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

	Balance forward	\$	6,139,777
<p>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 difference in accrued interest is a decrease in the reconciliation.</p>			
			(36,810)
<p>Debt issuance costs 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 amortization expense. This is the amount by which amortization exceeded capital outlay in the period.</p>			
Debt issuance costs			48,406
Amortization expense		\$	<u>(35,005)</u>
			13,401
<p>In the statement of activities, certain operating expenses, e.g., compensated absences (vacations and sick days) are measured by the amounts earned during the year. In the governmental funds, however, expenditures for these items are reported in the amount of financial resources used (paid). When the earned amount exceeds the paid amount, the difference is a reduction in the reconciliation; when the paid amount exceeds the amount earned, the difference is an addition to the reconciliation.</p>			
			<u>(96,392)</u>
Change in net assets of governmental activities		\$	<u><u>6,019,976</u></u>

The accompanying notes to basic financial statements are an integral part of this statement.

TOWNSHIP OF RIDGEWOOD SCHOOL DISTRICT
Statement of Net Assets
Proprietary Funds
June 30, 2011

	Business-type Activities - Enterprise Funds		
	Food Services	Infant/ Toddler Development Program	Totals
ASSETS			
Current assets:			
Cash	\$ 48,169	\$ 7,152	\$ 55,321
Accounts receivable:			
State	1,060		1,060
Federal	6,012		6,012
Other	55,543		55,543
Inventories	12,498		12,498
Total current assets	123,282	7,152	130,434
Noncurrent assets:			
Building improvements and equipment	273,384	352,186	625,570
Less: accumulated depreciation	271,515	179,651	451,166
Total noncurrent assets	1,869	172,535	174,404
Total assets	125,151	179,687	304,838
LIABILITIES			
Current liabilities:			
Accounts payable	8,245	7,469	15,714
Deferred revenue		30,550	30,550
Total current liabilities	8,245	38,019	46,264
NET ASSETS			
Invested in capital assets, net of related debt	1,869	172,535	174,404
Unrestricted (deficit)	115,037	(30,867)	84,170
Total net assets	\$ 116,906	\$ 141,668	\$ 258,574

The accompanying notes to basic financial statements are an integral part of this statement.

TOWNSHIP OF RIDGEWOOD SCHOOL DISTRICT
Statement of Revenues, Expenses and Changes in Fund Net Assets
Proprietary Funds
For the Fiscal Year Ended June 30, 2011

	Business-type Activities - Enterprise Funds		
	Food	Infant/ Toddler	Totals
	Services	Development Program	
OPERATING REVENUES:			
Charges for services:			
Daily sales - reimbursable programs	\$ 630,071	\$	\$ 630,071
Daily sales - non-reimbursable programs	384,228		384,228
Special functions	30,233		30,233
Miscellaneous revenue - fees		1,011,663	1,011,663
Total operating revenue	<u>1,044,532</u>	<u>1,011,663</u>	<u>2,056,195</u>
OPERATING EXPENSES:			
Salaries	355,176	624,405	979,581
Payroll taxes	52,511	47,767	100,278
Employee benefits	69,297	154,045	223,342
Management and administrative fees	74,338		74,338
Insurance	3,750	16,500	20,250
Telephone	381	240	621
Supplies	1,220	11,511	12,731
Transportation between schools	14,867	15,520	30,387
Rent	10,000	183,184	193,184
Repairs	12,254		12,254
Outside services	9,846	1,983	11,829
Miscellaneous	17,660	266	17,926
Uniforms	5,570		5,570
Depreciation	3,128	19,205	22,333
Cost of sales - food and general supplies	523,077		523,077
Total operating expenses	<u>1,153,075</u>	<u>1,074,626</u>	<u>2,227,701</u>
Operating loss	<u>(108,543)</u>	<u>(62,963)</u>	<u>(171,506)</u>
Nonoperating revenues:			
State sources:			
State School Lunch Program	7,192		7,192
Federal sources:			
School Breakfast Program	394		394
National School Lunch Program	64,368		64,368
Food Distribution Program	40,166		40,166
Other sources:			
Interest revenue	1,199		1,199
Total nonoperating revenues	<u>113,319</u>		<u>113,319</u>
Change in net assets	4,776	(62,963)	(58,187)
Total net assets - July 1	<u>112,130</u>	<u>204,631</u>	<u>316,761</u>
Total net assets - June 30	<u>\$ 116,906</u>	<u>\$ 141,668</u>	<u>\$ 258,574</u>

The accompanying notes to basic financial statements are an integral part of this statement.

TOWNSHIP OF RIDGEWOOD SCHOOL DISTRICT
Statement of Cash Flows
Proprietary Funds
For the Fiscal Year Ended June 30, 2011

	Business-type Activities - Enterprise Funds		
	Food Services	Infant/ Toddler Development Program	Totals
Cash flows from operating activities:			
Receipts from customers	\$ 1,029,776	\$ 1,009,813	\$ 2,039,589
Payments to employees	(355,176)	(624,405)	(979,581)
Payment for payroll taxes and employee benefits	(121,808)	(201,812)	(323,620)
Payments to suppliers	(715,237)	(239,041)	(954,278)
Net cash used by operating activities	<u>(162,445)</u>	<u>(55,445)</u>	<u>(217,890)</u>
Cash flows from noncapital financing activities:			
State sources	6,751		6,751
Federal sources	64,119		64,119
Net cash provided by noncapital financing activities	<u>70,870</u>		<u>70,870</u>
Cash flows from capital and related financing activities:			
Additions to building improvements and equipment		(118,176)	(118,176)
Net cash used by capital and related financing activities		<u>(118,176)</u>	<u>(118,176)</u>
Cash flows from investing activities:			
Interest on investments	1,199		1,199
Net cash provided by investing activities	<u>1,199</u>		<u>1,199</u>
Net decrease in cash	(90,376)	(173,621)	(263,997)
Cash - July 1	<u>138,545</u>	<u>180,773</u>	<u>319,318</u>
Cash - June 30	<u>\$ 48,169</u>	<u>\$ 7,152</u>	<u>\$ 55,321</u>
Reconciliation of operating loss to net cash used by operating activities:			
Operating loss	\$ (108,543)	\$ (62,963)	\$ (171,506)
Adjustments not affecting cash:			
Depreciation	3,128	19,205	22,333
Donated commodities received during the year	40,166		40,166
Change in assets and liabilities:			
Increase in accounts receivable, net	(14,756)		(14,756)
Increase in inventories	(2,860)		(2,860)
Decrease in accounts payable	(79,580)	(9,837)	(89,417)
Decrease in deferred revenue		(1,850)	(1,850)
Total adjustments	<u>(53,902)</u>	<u>7,518</u>	<u>(46,384)</u>
Net cash used by operating activities	<u>\$ (162,445)</u>	<u>\$ (55,445)</u>	<u>\$ (217,890)</u>

The accompanying notes to basic financial statements are an integral part of this statement.

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

	<u>Private Purpose Scholarship Funds</u>	<u>Unemployment Compensation Insurance Trust Fund</u>	<u>Agency Funds</u>
ASSETS			
Cash and cash equivalents	\$ 628,781	\$ 25,346	\$ 391,716
Investments, at fair value	1,644,826		
Miscellaneous receivables	2,012		
Interfund receivable		16,000	
	<u>2,275,619</u>	<u>41,346</u>	<u>\$ 391,716</u>
Total assets			
LIABILITIES			
Accounts payable	198	17,539	\$ 25,090
Intergovernmental:			
Interfund payable			3,097
Payroll deductions and withholdings			70,945
Due to student groups			292,584
	<u>198</u>	<u>17,539</u>	<u>\$ 391,716</u>
Total liabilities			
NET ASSETS			
Held in trust for unemployment claims and other purposes		<u>\$ 23,807</u>	
Reserved for scholarships	<u>\$ 2,275,421</u>		

The accompanying notes to basic financial statements are an integral part of this statement.

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

	<u>Private Purpose Scholarship Funds</u>	<u>Unemployment Compensation Insurance Trust Fund</u>
ADDITIONS:		
Contributions:		
Other	\$ 21,140	\$
Plan member		<u>69,283</u>
Total contributions	<u>21,140</u>	<u>69,283</u>
Investment earnings:		
Net increase in the fair value of investments	325,331	
Dividends	38,293	
Interest	<u>10,526</u>	<u>757</u>
Net investment earnings	<u>374,150</u>	<u>757</u>
Total additions	<u>395,290</u>	<u>70,040</u>
DEDUCTIONS:		
Bank fees and other expenses	19,710	
Scholarship/award payments	83,595	
Unemployment compensation insurance claims and fees		<u>200,921</u>
Total deductions	<u>103,305</u>	<u>200,921</u>
Change in net assets	291,985	(130,881)
Net assets - July 1	<u>1,983,436</u>	<u>154,688</u>
Net assets - June 30	<u>\$ 2,275,421</u>	<u>\$ 23,807</u>

The accompanying notes to basic financial statements are an integral part of this statement.

NOTES TO THE BASIC FINANCIAL STATEMENTS

TOWNSHIP OF RIDGEWOOD SCHOOL DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
June 30, 2011

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of the Board of Education (Board) of the Township of Ridgewood School District (District) have been prepared in conformity with accounting principles generally accepted in the United States of America (GAAP) as applied to government units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The more significant of the District's accounting policies are described below.

A. Reporting Entity:

The Township of Ridgewood School District is an instrumentality of the State of New Jersey, established to function as an educational institution. The Board consists of five members elected to three-year terms and is responsible for the fiscal control of the District. A superintendent is appointed by the Board and is responsible for the administrative control of the District. 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 purpose of the District is to educate students in grades Pre-K-12.

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 reporting entity is composed of the primary government, component units, and other organizations that are included to ensure that the financial statements of the District are not misleading. The primary government consists of all funds, departments, boards and agencies that are not legally separate from the District. For the Township of Ridgewood School District this includes general operations, food service, Infant/Toddler Development Center, summer enrichment programs, adult and student pay to participate programs and student related activities of the District.

Component units are legally separate organizations for which the District is financially accountable. The District is financially accountable for an organization if the District appoints a voting majority of the organization's governing board and (1) the District is able to significantly influence the programs or services performed or provided by the organization; or (2) the District is legally entitled to or can otherwise access the organization's resources; or (3) the District is legally obligated or has otherwise assumed the responsibility to finance the deficits of, or provide financial support to, the organization; or (4) the District is obligated for the debt of the organization. Component units may also include organizations that are fiscally dependent on the District in that the District approves the budget, the issuance of debt or the levying of taxes. Based on the foregoing criteria, the District has no component units. Furthermore, the District is not includable in any other reporting entity as a component unit

B. Basis of Presentation:

The District'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.

TOWNSHIP OF RIDGEWOOD SCHOOL DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
June 30, 2011

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

B. Basis of Presentation (Continued):

District-wide Statements: The statement of net assets and the statement of activities display information about the District as a whole. These statements include the financial activities of the overall District, except for fiduciary activities. Eliminations have been made to minimize the double counting of internal activities. These statements distinguish between the governmental and business-type activities of the District. Governmental activities generally are financed through taxes, intergovernmental revenues, and other nonexchange transactions. Business-type activities are financed in whole or in part by fees charged to external parties.

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

Fund Financial Statements: During the fiscal year, the District segregates transactions related to certain District functions or activities in separate funds in order to aid financial management and to demonstrate legal compliance. The fund financial statements provide information about the District's funds, including its fiduciary funds. Separate statements for each fund category - *governmental, proprietary, and fiduciary* - are presented. The New Jersey Department of Education (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 District reports the following governmental funds:

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

As required by the New Jersey State Department of Education, the District includes budgeted capital outlay in this fund. Accounting principles generally accepted in the United States of America as they pertain to governmental entities states 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.

TOWNSHIP OF RIDGEWOOD SCHOOL DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
June 30, 2011

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

B. Basis of Presentation (Continued):

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 cannot be transferred from and to current expense without a board resolution and NJDOE approval.

Special Revenue Fund - The special revenue fund is used to account for the proceeds of specific revenue from State and Federal Governments, (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 primarily derived from temporary notes or serial bonds that are specifically authorized by the voters as a separate question on the ballot either during the annual election or at a special election and from voter approved resources and state aid through economic development grants.

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.

The District reports the following proprietary fund:

Enterprise Funds - The enterprise funds account for all revenues and expenses pertaining to the District's food services (cafeteria) operations and Infant/Toddler Development Program. 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 District 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.

The District reports the following fiduciary funds:

Private Purpose Scholarship Funds: The District maintains funds from donations to provide scholarship and awards.

Unemployment Compensation Insurance Trust Fund: The District maintains a fund to pay for employees' unemployment claims.

Agency Funds: The agency funds are used to account for assets held by the District in a trustee capacity or as an agent for outside parties, including other governments, or on behalf of other funds within the District. Agency funds include payroll, payroll agency, summer savings plan, and student activity funds.

TOWNSHIP OF RIDGEWOOD SCHOOL DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
June 30, 2011

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

C. Measurement Focus and Basis of Accounting:

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

District-wide, Proprietary, and Fiduciary Fund Financial Statements: The District-wide financial statements are prepared using the accrual basis of accounting. Governmental funds use the modified accrual basis of accounting; the proprietary funds and fiduciary funds use the accrual basis of accounting. Differences in the accrual and modified accrual basis of accounting arise in the recognition of revenue, the recording of deferred revenue, and in the presentation of expenses versus expenditures. Ad Valorem (Property) Taxes are susceptible to accrual as under New Jersey State Statute a municipality is required to remit to its school district the entire balance of taxes in the amount voted upon or certified, prior to the end of the school year. The District records the entire approved tax levy as revenue (accrued) at the start of the fiscal year, since the revenue is both measurable and available. The District is entitled to receive monies under the established payment schedule and the unpaid amount is considered to be an "accounts receivable". Revenue from grants, entitlements, and donations is recognized in the fiscal year in which all eligibility requirements have been satisfied.

Governmental Fund Financial Statements: Governmental funds are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Under this method, revenues are recognized when measurable and available. "Measurable" means the amount of the transaction can be determined and "available" means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period. Expenditures are recorded when the related fund liability is incurred, except for principal and interest on long-term debt, claims and judgments, and compensated absences, which are recognized as expenditures to the extent they have matured. General capital asset acquisitions are reported as expenditures in governmental funds. Proceeds of long-term debt and acquisitions under capital leases are reported as other financing sources.

All governmental and business-type activities of the District follow FASB Statements and Interpretations issued on or before November 30, 1989, Accounting Principles Board Opinions, and Accounting Research Bulletins, unless those pronouncements conflict with GASB pronouncements.

D. Budgets/Budgetary Control:

Annual appropriated budgets are prepared in the spring of each year for the general, special revenue, and debt service funds. The budgets are submitted to the county office for approval and are voted upon at the annual school election on the third Tuesday in April. Budgets are prepared using the modified accrual basis of accounting, except for the special revenue fund. The legal level of budgetary control is established at line item accounts within each fund. Line item accounts are defined as the lowest (most specific) level of detail as established pursuant to the minimum chart of accounts referenced in N.J.A.C. 6A:23A-16.2(f)1.

TOWNSHIP OF RIDGEWOOD SCHOOL DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
June 30, 2011

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

D. Budgets/Budgetary Control (Continued):

All budget amendments/transfers must be approved by School Board resolution and may be made at any time during the fiscal year, as long as the "transfer from" does not exceed 10% of the original line item budget, is not going to an administrative account, and is not going to or from capital outlay construction of facilities. If a transfer is anticipated to exceed 10%, the District must obtain NJDOE approval prior to making the transfer. All budget amounts presented in the accompanying supplementary information reflect the original budget and the amended budget (which have been adjusted for legally authorized revisions of the annual budgets during the year).

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

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

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

E. Encumbrance Accounting:

Under encumbrance accounting, purchase orders, contracts and other commitments for the expenditure of resources are recorded to reserve a portion of the applicable appropriation. Encumbrances are a component of fund balance at fiscal year end as they do not constitute expenditures or liabilities but rather commitments related to unperformed contracts for goods and services. Open encumbrances in governmental funds, other than the special revenue fund, which have not been previously restricted, committed, or assigned, should be included within committed or assigned fund balance, as appropriate.

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

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

TOWNSHIP OF RIDGEWOOD SCHOOL DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
June 30, 2011

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

F. Assets, Liabilities and Net Assets or Equity:

Cash:

Cash includes cash in banks.

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

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

The Board's deposits are insured through either the Federal Deposit Insurance Corporation (FDIC) or New Jersey's Governmental Unit Deposit Protection Act (GUDPA). The Board is required to deposit their funds in a depository which is protecting such funds pursuant to GUDPA. The New Jersey Governmental Unit Deposit Protection Act requires all banks doing business in the State of New Jersey to pledge collateral equal to 5% of the average amount of its public deposits and 100% of the average amount of its public funds in excess of 75% of its capital funds for all deposits not covered by the FDIC.

Investments:

The District has received restricted donations for scholarships/awards, which according to donor stipulations are to be invested with specific custodians. These custodians, which are banks, make all investment decisions. These investments are recorded at fair value in the Fiduciary Funds.

Receivables and Allowance for Uncollectible Accounts:

All receivables are reported at their gross value and, where appropriate, are reduced by the estimated portion that is expected to be uncollectible. No allowance for uncollectible accounts has been recorded as all amounts are considered collectible.

Inventories:

Inventories in the proprietary funds are valued at cost, which approximates market, using the first-in first-out (FIFO) method.

Short-Term Interfund Receivables/Payables:

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

**TOWNSHIP OF RIDGEWOOD SCHOOL DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
June 30, 2011**

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

F. Assets, Liabilities and Net Assets or Equity (Continued):

Capital Assets:

The District has an established formal system of accounting for its capital assets. Purchased or constructed capital assets, including assets acquired under capital leases, are reported at cost or estimated historical cost 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 cost of normal maintenance and repairs that do not add to the value of the asset or materially extend assets' lives are not capitalized. The District does not possess any infrastructure.

All reported capital assets, except for land and construction in progress, are depreciated. Depreciation is computed using the straight-line method over the following estimated useful lives:

<u>Asset Class</u>	<u>Estimated Useful Lives</u>
School buildings	45
Building improvements	20-45
Site improvements	15-20
Vehicles	5
Furniture, fixtures and equipment	5-20

In the fund financial statements, fixed assets used in governmental fund operations are accounted for as capital outlay expenditures in the governmental fund upon acquisition. Fixed assets are not capitalized and related depreciation is not reported in the fund financial statements.

Deferred Revenue:

Deferred revenue arises when assets are recognized before revenue recognition criteria have been satisfied. Grants and entitlements received before the eligibility requirements are met are also recorded as deferred revenue.

Accrued Liabilities and Long-term Obligations:

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

TOWNSHIP OF RIDGEWOOD SCHOOL DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
June 30, 2011

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

F. Assets, Liabilities and Net Assets or Equity (Continued):

Compensated Absences:

Compensated absences are those absences for which employees will be paid, such as vacation, sick leave, and sabbatical leave as directed by GASB Statement No. 16 *Accounting for Compensated Absences*.

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

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

The liability for compensated absences was accrued using the termination payment method, whereby the liability is calculated based on the amount of sick leave that is expected to become eligible for payment upon termination. The District estimates its accrued compensated absences liability based on the accumulated sick and vacation days at the balance sheet date by those employees who are currently eligible to receive termination payments. For the district-wide statements, the current portion is the amount estimated to be used in the following year. In accordance with GAAP, for the governmental funds, in the fund financial statements, all of the compensated absences are considered long-term and therefore, are not a fund liability and represents a reconciling item between the fund level and district-wide presentations.

Net Assets:

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

TOWNSHIP OF RIDGEWOOD SCHOOL DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
June 30, 2011

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

F. Assets, Liabilities and Net Assets or Equity (Continued):

Fund Equity:

Beginning with fiscal year 2011, the District implemented GASB Statement 54 "Fund Balance Reporting and Governmental Fund Type Definitions". The Statement provides more clearly defined fund balance categories to make the nature and extent of the constraints placed on a government's fund balance more transparent. This statement established fund balance classifications that comprise a hierarchy based primarily on the extent to which a government is bound to observe constraints imposed upon the use of the resources reported in governmental funds.

Restricted Fund Balance - Amounts constrained to specific purposes by their providers (such as grantors, bondholders, and higher levels of government), through constitutional provisions, or by enabling legislation.

Reserved Excess Surplus - Designated for Subsequent Year's Expenditures - This restriction was created in accordance with N.J.S.A. 18A:7F-7 to represent the June 30, 2010 audited excess surplus that was appropriated in the 2011/2012 original budget certified for taxes.

Reserve For Excess Surplus - This restriction was created in accordance with N.J.S.A. 18A:7F-7 to represent the June 30, 2011 audited excess surplus that is required to be appropriated in the 2012/2013 original budget certified for taxes,

Capital Reserve - This restriction was created by the District in accordance with N.J.A.C. 6A:23A-14.1 to fund future capital expenditures (See Note 13).

Capital Projects - Represents fund balance restricted specifically for capital acquisitions and improvements in the Capital Projects Fund.

Debt Service - Represents fund balance restricted specifically for the repayment of long-term debt principal and interest in the Debt Service Fund.

Committed Fund Balance - Amounts constrained to specific purposes by a government itself, using its highest level of decision-making authority; to be reported as committed, amounts cannot be used for any other purpose unless the government takes the same highest level action to remove or change the constraint.

Year End Encumbrances - Represents outstanding purchase orders at year end for contracts awarded by formal action of the Board of Trustees for specific purposes from available resources of the current year for which the goods and materials have not yet been received or the services have not yet been rendered at June 30.

TOWNSHIP OF RIDGEWOOD SCHOOL DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
June 30, 2011

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

F. Assets, Liabilities and Net Assets or Equity (Continued):

Fund Equity (Continued):

Assigned Fund Balance - Amounts a government intends to use for a specific purpose; intent can be expressed by the governing body or by an official or body to which the governing body delegates the authority.

Year End Encumbrances - Represent outstanding purchase orders for goods or services approved by management for specific purposes from available resources of the current year for which the goods and materials have not yet been received or the services have not yet been rendered at June 30.

Unassigned Fund Balance - Represents fund balance that has not been assigned to other funds and that has not been restricted, committed or assigned to specific purposes within the general fund. Unassigned deficit in the capital projects fund is the result of the SDA grant fund receivable not being recorded on a GAAP basis until expended

Revenues - Exchange and Nonexchange 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 the modified accrual basis, revenue is recorded in the fiscal year in which the resources are measurable and become available. Available means the resources will be collected within the current fiscal year or are expected to be collected soon enough thereafter to be used to pay liabilities of the current fiscal year. For the District, available means within sixty days of the fiscal year end.

Nonexchange transactions, in which the District receives value without directly giving equal value in return, include property taxes, grants, entitlements, and donations. On the accrual basis, revenue from property taxes is recognized in the fiscal year for which the taxes are levied. Revenue from 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 fiscal year when use is first permitted; matching requirements, in which the District must provide local resources to be used for a specified purpose; and expenditure requirements, in which the resources are provided to the District on a reimbursement basis. On the modified accrual basis, revenue from nonexchange transactions must also be available before it can be recognized.

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

Interfund Transactions:

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

TOWNSHIP OF RIDGEWOOD SCHOOL DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
June 30, 2011

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

F. Assets, Liabilities and Net Assets or Equity (Continued):

Interfund Transactions (Continued):

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

Tuition:

Tuition Revenues – Tuition charges were established by the Board of Education based on estimated costs. The charges are subject to adjustment when the final costs are determined.

Tuition Expenditures – Tuition charges for the fiscal year 2010-2011 were based on rates established by the receiving district or private school for the disabled. These rates are subject to change when the actual costs have been certified by the state.

Operating Revenues and Expenses:

Operating revenues are those revenues that are generated directly from the primary activity of the proprietary funds (enterprise funds). For the District, these revenues are sales for food services and tuition fees for the Infant/Toddler Development Program. Operating expenses are necessary costs incurred to provide the service that is the primary activity of the proprietary funds (enterprise funds).

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

H. Management Estimates:

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

**TOWNSHIP OF RIDGEWOOD SCHOOL DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
June 30, 2011**

NOTE 2. CASH

As of June 30, 2011, cash of the District consisted of \$23,607,122 in checking accounts.

Custodial Credit Risk - Deposits

Custodial credit risk is the risk that in the event of a bank failure, the District's deposits may not be returned to it. The District has a deposit policy for custodial credit risk. As of June 30, 2011, the District's bank balances of \$25,407,221 were not exposed to custodial credit risk, as the District's deposits are primarily in public depositories protected from loss under the provisions of the Governmental Unit Deposit Protection Act. See Note 1.

NOTE 3. INTERFUND BALANCES AND TRANSFERS

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

<u>Fund</u>	<u>Interfund Receivable</u>	<u>Interfund Payable</u>
General Fund	\$ 160,300	\$
Special Revenue Fund		131,478
Debt Service Fund		25,725
Fiduciary Funds	16,000	19,097
	<u>\$ 176,300</u>	<u>\$ 176,300</u>

The receivable/payable between the general fund and the special revenue resulted from the loans made to special revenue to fund grants, until the special revenue fund receives moneys due from federal grants. The receivable/payable between the general fund and the debt service fund resulted from the loans made to debt service to fund debt payments, until the debt service fund receives moneys due from property taxes. The receivable/payable between the general fund and the fiduciary funds resulted from the time lag between the dates that payments are made between funds.

Interfund transfers for the year ended June 30, 2011 consisted of the following:

	<u>Transfers From Capital Projects Fund</u>
Transfers To: General fund	<u>\$ 115,897</u>

Transfers were used to move interest earned in the capital projects fund to the general fund.

TOWNSHIP OF RIDGEWOOD SCHOOL DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
June 30, 2011

NOTE 4. RECEIVABLES

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

Governmental activities:	
General fund:	
State	\$ 226,488
Federal	20,135
Interfund	3,097
Other	345,089
Special revenue fund	
Federal	402,188
Capital projects fund:	
State	4,424,290
Debt service fund:	
Other	<u>33,065</u>
Total governmental activities	<u>5,454,352</u>
Business-type activities:	
Food services	<u>62,615</u>
Total business-type activities	<u>62,615</u>
Total receivables	<u><u>\$ 5,516,967</u></u>

NOTE 5. INVENTORIES

Inventories in the Food Services Fund at June 30, 2011, consisted of the following:

Food	\$ 10,418
Supplies	<u>2,080</u>
	<u><u>\$ 12,498</u></u>

The value of Federal donated commodities as reflected on Exhibit K-3, Schedule A (required by the Single Audit Act of 1984, as amended by the Single Audit Act Amendments of 1996) is the difference between market value and cost of the commodities at the date of purchase and has been included as an item of nonoperating revenue in the financial statements.

NOTE 6. DEFERRED BOND ISSUANCE COSTS

The costs associated with the issues of the various bonds amounted to \$237,477, amortized on a straight-line basis over the life of the specific bonds (14 to 25 years). Accumulated amortization amounted to \$71,534. The amortization expense for the fiscal year ended June 30, 2011, amounted to \$35,005.

TOWNSHIP OF RIDGEWOOD SCHOOL DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
June 30, 2011

NOTE 7. CAPITAL ASSETS

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

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Reclass/ Retirements</u>	<u>Ending Balance</u>
Governmental activities:				
Capital assets not being depreciated:				
Land	\$ 7,435,206	\$	\$	\$ 7,435,206
Construction in progress	1,785,725	22,197,870		23,983,595
Total capital assets not being depreciated	<u>9,220,931</u>	<u>22,197,870</u>		<u>31,418,801</u>
Capital assets being depreciated:				
Site improvements	892,094			892,094
Building and improvements	65,386,118	1,337,943		66,724,061
Vehicles	384,631		(11,797)	372,834
Furniture, fixtures and equipment	6,423,747	1,578,374	(917,321)	7,084,800
Totals at historical cost	<u>73,086,590</u>	<u>2,916,317</u>	<u>(929,118)</u>	<u>75,073,789</u>
Less accumulated depreciation for:				
Site improvements	(541,849)	(27,628)		(569,477)
Building and improvements	(25,603,126)	(1,148,121)		(26,751,247)
Vehicles	(227,441)	(52,205)	61,007	(218,639)
Furniture, fixtures and equipment	(4,394,052)	(1,113,715)	868,111	(4,639,656)
Total accumulated depreciation	<u>(30,766,468)</u>	<u>(2,341,669)</u>	<u>929,118</u>	<u>(32,179,019)</u>
Total capital assets being depreciated, net of accumulated depreciation	<u>42,320,122</u>	<u>574,648</u>		<u>42,894,770</u>
Governmental activities capital assets, net	<u>\$ 51,541,053</u>	<u>\$ 22,772,518</u>	<u>\$</u>	<u>\$ 74,313,571</u>
Business-type activities:				
Leasehold improvements and equipment	\$ 507,394	\$ 118,176	\$	\$ 625,570
Less accumulated depreciation	(428,833)	(22,333)		(451,166)
Business-type activities capital assets, net	<u>\$ 78,561</u>	<u>\$ 95,843</u>	<u>\$</u>	<u>\$ 174,404</u>

**TOWNSHIP OF RIDGEWOOD SCHOOL DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
June 30, 2011**

NOTE 7. CAPITAL ASSETS (CONTINUED)

On January 11, 2001, the NJ State Department of Education announced that effective July 1, 2001, the capitalization threshold used by school districts in the State of New Jersey is increased to \$2,000. The previous threshold was \$500. Applying the higher capitalization threshold retroactively will be permitted by the State regulations in situations where (1) the assets have been fully depreciated, or (2) the assets have exceeded their useful lives.

Depreciation expense was charged to functions as follows:

Governmental activities:		
Unallocated	\$	2,341,669
Business-type activities:		
Food services		3,128
Infant/Toddler Development Program		19,205
		<u>19,205</u>
Total	\$	<u><u>2,364,002</u></u>

NOTE 8. LONG-TERM OBLIGATIONS

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

	Balance, July 1, 2010	Increases	Decreases	Balance June 30, 2011	Amounts Due Within One Year
Bonds payable	\$ 53,111,000	\$ 3,475,000	\$ (4,671,000)	\$ 51,915,000	\$ 1,565,000
Compensated absences payable	1,299,532	125,094	(28,702)	1,395,924	904,798
Obligations under capital leases	<u>1,456,614</u>	<u>1,215,000</u>	<u>(805,048)</u>	<u>1,866,566</u>	<u>670,023</u>
	<u>\$ 55,867,146</u>	<u>\$ 4,815,094</u>	<u>\$ (5,504,750)</u>	<u>\$ 55,177,490</u>	<u>\$ 3,139,821</u>

Compensated absences and capital leases have been liquidated in the general fund.

A. General Obligation Bonds:

Bonds are authorized in accordance with State law by the voters of the municipality through referendums, to provide funds for the acquisition and construction of major capital facilities. All bonds are retired in serial installments within the statutory period of usefulness. Bonds issued by the Board are general obligation bonds.

Interest paid on debt issued by the District is exempt from federal income tax.

**TOWNSHIP OF RIDGEWOOD SCHOOL DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
June 30, 2011**

NOTE 8. LONG-TERM OBLIGATIONS (CONTINUED)

A. General Obligation Bonds (Continued):

Bonds payable at June 30, 2011 are comprised of the following issues:

	Governmental Activities			
	Issue Dates	Interest Rates	Date of Maturity	Balance June 30, 2011
Bonds payable	2/15/2003	4.0%	2/15/2012	165,000
	10/15/2004	2.5% - 5.25%	10/1/2018	9,855,000
	4/8/2010	2.0% - 4.4%	3/15/2035	38,420,000
	6/1/2011	2.0% - 5.0%	3/15/2035	3,475,000
Total bonds				\$ 51,915,000

B. Bonds Authorized But Not Issued:

None

C. Debt Service Requirements:

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

Year Ending June 30,	Principal	Interest	Total
2012	\$ 1,565,000	\$ 2,085,255	\$ 3,650,255
2013	1,640,000	2,053,173	3,693,173
2014	1,755,000	1,978,973	3,733,973
2015	1,845,000	1,912,488	3,757,488
2016	1,950,000	1,838,740	3,788,740
2017-2021	9,960,000	7,951,906	17,911,906
2022-2026	10,200,000	6,074,400	16,274,400
2027-2031	11,940,000	3,875,375	15,815,375
2032-2035	11,060,000	1,210,585	12,270,585
	\$ 51,915,000	\$ 28,980,895	\$ 80,895,895

TOWNSHIP OF RIDGEWOOD SCHOOL DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
June 30, 2011

NOTE 8. LONG-TERM OBLIGATIONS (CONTINUED)

D. Bond Refunding:

The Board adopted a refunding bond ordinance on September 27, 2010, and a resolution on October 18, 2010, for the purpose of issuing Refunding Bonds (the Refunding Bonds) in order to advance refund a portion of the outstanding 2003 Bond Issuance dated February 15, 2003, (the Prior Bonds) which were issued to finance the construction of additions to and renovations of various existing schools.

The approval was obtained from the New Jersey Local Finance Board of the Department of Community Affairs on October 13, 2010.

On June 1, 2011, the Board issued \$3,475,000 in general obligation bonds dated June 1, 2011, with a true interest rate of 3.351% to advance refund \$3,411,000 of outstanding 2003 series bonds with an average interest rate of 4.352%. The net proceeds of \$3,553,528 (after payment of \$48,406 in underwriting fees, insurance, and other issuance costs) were used to purchase U.S. government securities. Those securities were deposited in an irrevocable trust with an escrow agent to provide for all future debt service payments on the advance refunded portion of the 2003 Series bonds. As a result, this portion of the 2003 Series bonds are considered to be defeased and the liability for those bonds has been removed from the government-wide statement of net assets.

The advance refunding resulted in a difference between the reacquisition price and the net carrying amount of the old debt (\$142,528). The new debt was issued with a premium (\$134,274). The difference (\$8,254) was recorded as an increase in interest expense in the current year.

The Board completed the advance refunding to reduce its total debt service payments over the next 16 years by \$145,909 and to obtain an economic gain (difference between the present values of the old and new debt service payments) of \$114,161.

E. Capital Leases Payable:

The District is leasing equipment, computers and lighting totaling approximately \$3,399,800, under capital leases. The capital leases are for terms of five years. The following is a schedule of the future minimum lease payments under the capital leases, and the present value of the net minimum lease payments at June 30, 2011.

<u>Year Ending June 30,</u>	
2012	\$ 723,702
2013	573,702
2014	423,780
2015	<u>254,782</u>
Total minimum lease payments	1,975,966
Less: Amounts representing interest	<u>109,400</u>
Present value of net minimum lease payments	<u>\$ 1,866,566</u>

TOWNSHIP OF RIDGEWOOD SCHOOL DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
June 30, 2011

NOTE 9. EMPLOYEE RETIREMENT SYSTEMS AND PENSION PLANS

The State of New Jersey sponsors and administers the following contributory defined benefit public employee retirement systems (retirement systems) covering substantially all eligible Board employees:

Public Employees' Retirement System (PERS) - Established in January 1955, under the provisions of N.J.S.A. 43:15A to provide coverage, including post-retirement health care, to substantially all full time employees of the State or any county, municipality, school district, or public agency provided the employee is not a member of another State-administered retirement system. Membership is mandatory for such employees and vesting occurs after 8 to 10 years of service for pension benefits and 25 years for post-retirement health care coverage.

Teachers' Pension and Annuity Fund (TPAF) - Established in January 1955, under the provisions of N.J.S.A. 18A:66 to provide coverage including post-retirement health care to substantially all full time certified teachers or professional staff of the public school systems in the State. Membership is mandatory for such employees and vesting occurs after 10 years of service for pension benefits and 25 years for post-retirement health care coverage.

The State of New Jersey sponsors and administers the following defined contribution public employee retirement program covering certain state and local government employees which include those Board employees who are eligible for pension coverage.

Defined Contribution Retirement Program (DCRP) - established under the provisions of Chapter 92, P.L. 2007 and Chapter 103, P.L. 2008 to provide coverage to elected and certain appointed officials, effective July 1, 2007. Membership is mandatory for such individuals with vesting occurring after one (1) year of membership.

Other Pension Funds - The State established and administers a Supplemental Annuity Collective Trust Fund (SACT) which is available to active members of the State-administered retirement systems to purchase annuities to supplement the guaranteed benefits provided by their retirement system. The state or local government employers do not appropriate funds to SACT.

The cost of living increase for PERS and TPAF, are funded directly by each of the respective systems and are considered in the annual actuarial calculation of the required State contribution for the system.

According to state law, all obligations of each retirement system will be assumed by the State of New Jersey should any retirement system be terminated.

The State of New Jersey, Department of the Treasury, Division of Pensions and Benefits, issues publicly available financial reports that include the financial statements and required supplementary information of each of the above systems. The financial reports may be accessed via the New Jersey, Division of Pensions and Benefits, website at www.state.nj.us/treasurv/pensions. The financial statements of the retirement systems are prepared on the accrual basis of accounting. Employer contributions are recognized when payable to the retirement systems. Benefits or refunds are recognized when due and payable in accordance with the terms of the retirement systems.

**TOWNSHIP OF RIDGEWOOD SCHOOL DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
June 30, 2011**

NOTE 9. EMPLOYEE RETIREMENT SYSTEMS AND PENSION PLANS (CONTINUED)

Significant Legislation

P.L. 2010, c. 1, effective May 21, 2010, made a number of changes to the State-administered retirement systems concerning eligibility, the retirement allowance formula, the definition of compensation, the positions eligible for service credit, the non-forfeitable right to a pension, the prosecutor's part of the PERS, and employer contributions to the retirement system.

This new legislation changed the membership eligibility criteria for new members of TPAF and PERS from the amount of annual compensation to the number of hours worked weekly. Also, it returned the benefit multiplier for new members of TPAF and PERS to 1/60 from 1/55, and it provided that new members of TPAF and PERS have the retirement allowance calculated using the average annual compensation for the last five years of service instead of the last three years of service. New members of TPAF and PERS will no longer receive pension service credit from more than one employer. Pension service credit will be earned for the highest paid position only. This law also closed the prosecutor's part of the PERS to new members and repealed the law for new members that provided a non-forfeitable right to receive a pension based on the laws of the retirement system in place at the time five years of pension service credit is attained. The law also requires the State to make its full pension contribution, defined as 1/7th of the required amount, beginning in Fiscal Year 2012.

P.L. 2010, c.3, effective May 21, 2010, replaced the accidental and ordinary disability retirement for new members of the TPAF and PERS with disability insurance coverage similar to that provided by the State to individuals enrolled in the State's Defined Contribution Retirement Program.

Employer and Employee Contribution Requirement

The contribution policy is set by laws of the State of New Jersey, and requires contributions by active members and participating employers. Plan member and employer contributions may be amended by State of New Jersey legislation. As defined, the retirement systems require employee contributions based on 5.5% for PERS, 5.5% for TPAF and 5.50% for DCRP of the employee's annual compensation.

Employers are required to contribute at an actuarially determined rate in both TPAF and PERS. The actuarially determined contribution includes funding for cost-of-living adjustments, noncontributory death benefits, and post-retirement medical premiums. Under current statute the District is a non-contributing employer of the TPAF.

Three-Year Trend Information for TPAF (Paid on-behalf of the District)

<u>Year</u>	<u>Annual</u>	<u>Non-Contributory</u>	<u>Post-</u>	<u>Total</u>
<u>Funding</u>	<u>Pension</u>	<u>Group Life</u>	<u>Retirement</u>	<u>Pension</u>
	<u>Cost (APC)</u>	<u>Insurance (NCGI)</u>	<u>Medical</u>	<u>and NCGI</u>
			<u>Contributions</u>	
2011	\$ 0	\$ 130,779	\$ 2,777,747	\$ 2,908,526
2010	0	139,652	2,622,868	2,762,520
2009	0	132,815	2,533,772	2,666,587

**TOWNSHIP OF RIDGEWOOD SCHOOL DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
June 30, 2011**

NOTE 9. EMPLOYEE RETIREMENT SYSTEMS AND PENSION PLANS (CONTINUED)

Three-Year Trend Information for PERS			
Year Funding	Annual Pension Cost (APC)	Non-Contributory Group Life Insurance (NCGI)	Total Pension and NCGI
2011	\$ 770,016	\$ 58,482	\$ 828,498
2010	552,681	76,644	629,325
2009	461,121	57,318	518,439

During the fiscal year ended June 30, 2011, the District contributed \$828,498 to the PERS.

During the fiscal year ended June 30, 2011, the District did not have any required contributions to DCRP.

During the fiscal year ended June 30, 2011, the State of New Jersey contributed \$2,908,526, to the TPAF on behalf of the District, \$2,777,747 for post-retirement benefits, \$130,779 for non-contributory group insurance premiums, and \$-0- for normal and other pension costs. Also, in accordance with N.J.S.A. 18A:66-66 the State of New Jersey reimbursed the District \$3,152,820 during the year ended June 30, 2011 for the employer's share of social security contributions for TPAF members, as calculated on their base salaries. These amounts have been included in the district-wide financial statements, and the fund based statements as a revenue and expenditure in accordance with GASB 24.

NOTE 10. POST-RETIREMENT BENEFITS

P.L. 1987, c.384 and P.L. 1990, c.6 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, c.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, c. 126, which provides free health benefits to members of PERS and the Alternate Benefit Program who retired from a board of education or county college with 25 years of service. The State paid \$126.3 million toward Chapter 126 benefits for 14,050 eligible retired members in fiscal year 2010.

TOWNSHIP OF RIDGEWOOD SCHOOL DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
June 30, 2011

NOTE 11. COMPENSATED ABSENCES

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

District employees are granted varying amounts of vacation and sick leave days per fiscal school year in accordance with the District's personnel policy. Unused sick leave may be accumulated and carried forward to the subsequent years. Upon retirement, the District shall pay the employee for unused sick leave in accordance with the District's agreements with the various employee unions. In accordance with the District's agreements with various employee unions and District policies, a certain number of vacation days not used during the year may be carried forward and taken with approval from the Superintendent.

The liability for vested compensated absences of the governmental fund types is recorded in the current and long-term liabilities.

The liability for vested compensated absences of the proprietary fund types is recorded within those funds as the benefits accrue to employees. As of June 30, 2011, a liability did not exist for compensated absences in the enterprise funds.

NOTE 12. DEFERRED COMPENSATION

The District offers its employees a choice of various deferred compensation plans created in accordance with Internal Revenue Code Section 403(b) and 457. 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:

Lincoln Investment	The Equitable
The Prudential Insurance Company of America	Union Central
Templeton	VALIC

NOTE 13. CAPITAL RESERVE ACCOUNT

A capital reserve account was established by the Board of Education on September 25, 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 will be included in the general fund annual budget.

TOWNSHIP OF RIDGEWOOD SCHOOL DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
June 30, 2011

NOTE 13. CAPITAL RESERVE ACCOUNT (CONTINUED)

Funds placed in the capital reserve account are restricted to capital projects in the district's approved Long Range Facilities Plan (LRFP). Upon submission of the LRFP to the department, a district may increase the balance in the capital reserve by appropriating funds in the annual general fund budget certified for taxes or by transfer by board resolution at year end of any unanticipated revenue or unexpended line-item appropriation amounts, or both. A district may also appropriate additional amounts when the express approval of the voters has been obtained either by a separate proposal at budget time or by a special question at one of the four special elections authorized pursuant to N.J.S.A. 19:60-2. Pursuant to N.J.A.C. 6A:23A-14.1(g), the balance in the account cannot at any time exceed the local support costs of uncompleted capital projects in its approved LRFP.

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

Beginning balance, July 1, 2010	\$ 740,830
Increased by:	
Interest earnings	2,181
Deposit approved by board resolution June 13, 2011	1,742,323
Decreased by:	
Withdrawals through 2010-11 budget	<u>(450,000)</u>
Ending balance, June 30, 2011	<u>\$ 2,035,334</u>

The June 30, 2011 LRFP balance of local support costs of uncompleted capital projects is approximately \$25,000,000.

NOTE 14. NET ASSETS OR FUND BALANCE– UNRESTRICTED (DEFICIT)

The District has a deficit in unrestricted net assets of the governmental activities in the Statement of Net Assets of \$1,335,961. N.J.S.A. 18A:22-44.2 provides that in the event a state school aid payment is not made until the following school budget year, districts must record the delayed one or more June state aid payments as revenue, for budget purposes only, in the current school budget year. The bill provides legal authority for school districts to recognize this revenue in the current budget year. For intergovernmental transactions, GASB Statement No. 33 requires that recognition (revenue, expenditure, asset, liability) should be in symmetry, i.e. if one government recognizes an asset; the other government recognizes a liability. Since the State is recording the June state aid payment(s) in the subsequent fiscal year, the school district can not recognize the June state aid payment(s) on the GAAP financial statements until the year the State records the payable. Due to the timing difference of recording the June state aid payment(s), the governmental activities deficit in unrestricted net assets does not alone indicate that the district is facing financial difficulties.

TOWNSHIP OF RIDGEWOOD SCHOOL DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
June 30, 2011

NOTE 14. NET ASSETS OR FUND BALANCE – UNRESTRICTED (DEFICIT) (CONTINUED)

The deficit is a result of the following:

Unassigned general fund balance (Exhibit C-1)	\$ 2,136,536
Unrecognized state aid payments for 2010-2011	(1,503,450)
Compensated absences payable	(1,395,924)
Accrued interest payable	(628,752)
Assigned year-end encumbrances	<u>55,629</u>
Unrestricted net assets (deficit) (Exhibit A-1)	<u><u>\$ (1,335,961)</u></u>

Additionally, the District has an unassigned deficit in the capital projects fund in the fund financial statement's balance sheet of \$5,420,422, due to recognition of the committed year-end encumbrances but the non recognition of state aid for the capital projects.

The District has an unrestricted deficit in the Infant/Toddler Development Program of \$30,867, which will be reduced in future years through increased fees or reductions of expenses.

NOTE 15. TRANSFERS TO CAPITAL OUTLAY

During the year ended June 30, 2011, the District transferred \$1,492,572 to the capital outlay facilities acquisition and construction services line item accounts. Transfers in the amount of \$943,417 was from prior year encumbrances, and \$549,155 in transfers was approved by the Executive County Superintendent to support an emergent circumstance pursuant to N.J.A.C. 6A:23A-13.3(h).

NOTE 16. FUND BALANCE APPROPRIATED

General Fund - Of the \$5,806,898 general fund balance in the fund financial statements at June 30, 2011, \$626,236 is committed for encumbrances; \$55,629 is assigned for encumbrances; \$2,456,613 is restricted as reserve for excess surplus in accordance with N.J.S.A. 18A:7F-7 (\$1,356,613 of the total reserve for excess surplus has been appropriated and included as anticipated revenue for the year ending June 30, 2012); \$2,035,334 has been restricted in the capital reserve account; and \$633,086 is unassigned. During the fiscal year ended June 30, 2011, authorized and approved appropriations of \$372,745 from surplus were made on December 20, 2010, from 2010 additional state aid for extraordinary special education costs aid (\$352,852) and additional nonpublic school transportation aid (\$19,893).

Debt Service Fund – All of the \$7,340 debt service fund balance in the fund financial statements at June 30, 2011, is restricted for debt service and can be included as anticipated revenue for the year ending June 30, 2013.

TOWNSHIP OF RIDGEWOOD SCHOOL DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
June 30, 2011

NOTE 17. CALCULATION OF EXCESS SURPLUS

The designation for reserved fund balance - excess surplus is a required calculation pursuant to N.J.S.A. 18A:7F-7, as amended. New Jersey school districts are required to reserve general fund fund balance at the fiscal year end of June 30 if they did not appropriate a required minimum amount as budgeted fund balance in their subsequent years' budget. The excess fund balance at June 30, 2011 is \$1,100,000.

NOTE 18. CONTINGENCIES AND OTHER MATTERS

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

The District is a participant, together with other school districts, in a joint insurance workers' compensation trust. In the event that claims against the trust exceed annual revenues, the District would be obligated to contribute its ratable share of the losses to pay the liabilities.

The District has contracted with an insurance company for health benefit coverage. The contract requires the district to pay residual premium expenses (administrative expenses), claims and a computed supplemental premium reserve. The District's costs cannot exceed a negotiated fixed amount on an annual basis. The District's financial statements reflect the total costs for the contract for the fiscal year ended June 30, 2011, including the estimate for the incurred but not reported claims (IBNR).

Federal Arbitrage Regulations - The District is subject to Section 148 of the Internal Revenue Code as it pertains to the arbitrage rebate on all tax-exempt obligations, both long and short-term debt. Under the 1986 Tax Reform Act, the Internal Revenue Service (IRS) required that all excess earnings from investment proceeds be rebated to the IRS. Arbitrage, for purposes of these regulations, is defined as the difference between the yield on the investment and the yield on the obligations issued. If there are excess earnings, this amount may be required to be rebated to the IRS. At June 30, 2011, the District had no estimated arbitrage earnings due to the IRS.

The District participates in federal awards and state financial assistance grant programs. Expenditures financed by such grant programs are subject to audit by the appropriate grantor government. If expenditures are disallowed due to noncompliance with applicable laws, regulations, contracts and grant agreements, the District may be required to reimburse the grantor government. As of June 30, 2011, significant amounts of grant expenditures have not been audited, but the District believes that disallowed expenditures discovered in subsequent audits, if any, will not have a material effect on any of the individual funds or the overall financial position of the District. The District is not aware of any material items of noncompliance which would result in the disallowance of grant expenditures.

**TOWNSHIP OF RIDGEWOOD SCHOOL DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
June 30, 2011**

NOTE 19. 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 (See Note 18).

Property, Liability, Workers' Compensation Insurance

The District maintains commercial insurance coverage for property, liability, and student accident and surety bonds. The District also participates, together with other school districts, in a joint insurance workers' compensation trust (See Note 18). A complete schedule of insurance coverage can be found in the Statistical Section of this Comprehensive Annual Financial Report.

New Jersey Unemployment Compensation Insurance

The District has elected to fund its New Jersey Unemployment Compensation Insurance under the "Benefit Reimbursement Method". Under this plan, the District is required to reimburse the New Jersey Unemployment Trust Fund for benefits paid to its former employees and charged to its account with the State. The District is billed quarterly for amounts due to the State. 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>District Contributions</u>	<u>Employee Contributions</u>	<u>Amount Reimbursed</u>	<u>Ending Balance</u>
2010-2011	\$ -0-	\$ 69,283	\$ 200,921	\$ 23,807
2009-2010	-0-	70,111	114,660	154,688
2008-2009	-0-	70,930	60,810	198,363

REQUIRED SUPPLEMENTARY INFORMATION - PART II

BUDGETARY COMPARISON SCHEDULES

TOWNSHIP OF RIDGEWOOD SCHOOL DISTRICT
 General Fund
 Budgetary Comparison Schedule
 For the Fiscal Year Ended June 30, 2011

	<u>Original Budget</u>	<u>Budget Transfers</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Final to Actual</u>
REVENUES:					
Local sources:					
Local tax levy	\$ 79,728,606	\$	\$ 79,728,606	\$ 79,728,606	\$
Tuition	551,486		551,486	465,061	(86,425)
Interest earned on capital reserve funds	3,500		3,500	2,181	(1,319)
Interest on investments	62,475		62,475	89,194	26,719
Miscellaneous	<u>1,496,086</u>		<u>1,496,086</u>	<u>1,717,487</u>	<u>221,401</u>
Total - local sources	<u>81,842,153</u>		<u>81,842,153</u>	<u>82,002,529</u>	<u>160,376</u>
State sources:					
Extraordinary special education costs aid	1,032,596		1,032,596	1,486,176	453,580
Other state aids				185,673	185,673
On-behalf TPAF pension - non-contributory insurance (non-budgeted)				130,779	130,779
On-behalf TPAF pension - post retirement medical contributions (non-budgeted)				2,777,747	2,777,747
Reimbursed TPAF social security contributions (non-budgeted)				<u>3,152,820</u>	<u>3,152,820</u>
Total - state sources	<u>1,032,596</u>		<u>1,032,596</u>	<u>7,733,195</u>	<u>6,700,599</u>
Federal sources:					
Education Jobs Fund		98,941	98,941	98,941	
Total - federal sources		<u>98,941</u>	<u>98,941</u>	<u>98,941</u>	
Total revenues	<u>82,874,749</u>	<u>98,941</u>	<u>82,973,690</u>	<u>89,834,665</u>	<u>6,860,975</u>

See Management's Discussion and Analysis section of this report for explanation of significant budget variances, original and final.

TOWNSHIP OF RIDGEWOOD SCHOOL DISTRICT
 General Fund
 Budgetary Comparison Schedule
 For the Fiscal Year Ended June 30, 2011

	<u>Original Budget</u>	<u>Budget Transfers</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Final to Actual</u>
EXPENDITURES:					
CURRENT EXPENSE:					
Regular programs - instruction:					
Salaries of teachers:					
Kindergarten	\$ 910,787	\$ (14,229)	\$ 896,558	\$ 896,558	\$
Grades 1-5	10,435,278	486,261	10,921,539	10,921,444	95
Grades 6-8	7,469,533	77,655	7,547,188	7,547,188	
Grades 9-12	8,475,666	(4,919)	8,470,747	8,470,337	410
Regular programs - home instruction:					
Salaries of teachers	29,102	14,599	43,701	43,701	
Purchased professional - educational services	8,773	36,559	45,332	45,332	
Regular programs - undistributed instruction:					
Other salaries for instruction	235,761	(212,186)	23,575	23,575	
Purchased professional - educational services		1,700	1,700	1,700	
Other purchased services	574,376	338,063	912,439	911,779	660
General supplies	669,499	53,784	723,283	722,149	1,134
Textbooks	202,391	(4,454)	197,937	197,937	
Other objects	74,995	(71,958)	3,037	3,037	
Total regular programs - instruction	<u>29,086,161</u>	<u>700,875</u>	<u>29,787,036</u>	<u>29,784,737</u>	<u>2,299</u>
Special education - instruction:					
Learning and/or language disabilities:					
Salaries of teachers	550,741	(115,142)	435,599	427,249	8,350
Other salaries for instruction	339,089	(114,008)	225,081	225,081	
General supplies	10,038	(5,993)	4,045	3,747	298
Total learning and/or language disabilities	<u>899,868</u>	<u>(235,143)</u>	<u>664,725</u>	<u>656,077</u>	<u>8,648</u>

See Management's Discussion and Analysis section of this report for explanation of significant budget variances, original and final.

TOWNSHIP OF RIDGEWOOD SCHOOL DISTRICT
 General Fund
 Budgetary Comparison Schedule
 For the Fiscal Year Ended June 30, 2011

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Resource room/resource center:					
Salaries of teachers	\$ 2,723,526	\$ 293,047	\$ 3,016,573	\$ 2,956,273	\$ 60,300
Other salaries for instruction	438,887	285,380	724,267	699,137	25,130
Other purchased services	637		637	86	551
General supplies	21,317	(11,008)	10,309	6,133	4,176
Textbooks	2,884		2,884		2,884
Other objects		250	250		250
Total resource room/resource center	<u>3,187,251</u>	<u>567,669</u>	<u>3,754,920</u>	<u>3,661,629</u>	<u>93,291</u>
Autism:					
Salaries of teachers	147,972	(16,019)	131,953	129,773	2,180
Other salaries for instruction	92,076	136,256	228,332	186,838	41,494
General supplies	5,518	(2,000)	3,518	1,679	1,839
Other objects	8,578	(5,000)	3,578		3,578
Total autism	<u>254,144</u>	<u>113,237</u>	<u>367,381</u>	<u>318,290</u>	<u>49,091</u>
Preschool disabilities - full-time:					
Salaries of teachers	400,273	(13,000)	387,273	385,352	1,921
Other salaries for instruction	247,545	(69,665)	177,880	177,880	
Other purchased services	4,881	(4,163)	718		718
General supplies	8,341		8,341	5,785	2,556
Other objects	12,901	(11,241)	1,660		1,660
Total preschool disabilities - full-time	<u>673,941</u>	<u>(98,069)</u>	<u>575,872</u>	<u>569,017</u>	<u>6,855</u>
Home instruction:					
Salaries of teachers	34,442	17,526	51,968	51,968	
Purchased professional - educational services	12,576	(4,234)	8,342	8,342	
Total home instruction	<u>47,018</u>	<u>13,292</u>	<u>60,310</u>	<u>60,310</u>	
Total special education - instruction	<u>5,062,222</u>	<u>360,986</u>	<u>5,423,208</u>	<u>5,265,323</u>	<u>157,885</u>

See Management's Discussion and Analysis section of this report for explanation of significant budget variances, original and final.

TOWNSHIP OF RIDGEWOOD SCHOOL DISTRICT
 General Fund
 Budgetary Comparison Schedule
 For the Fiscal Year Ended June 30, 2011

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Basic skills/remedial - instruction:					
Salaries of teachers	\$ 973,422	\$ (383,352)	\$ 590,070	\$ 581,432	\$ 8,638
General supplies	5,675	(1,721)	3,954	2,741	1,213
Total basic skills/remedial - instruction	<u>979,097</u>	<u>(385,073)</u>	<u>594,024</u>	<u>584,173</u>	<u>9,851</u>
Bilingual education - instruction:					
Salaries of teachers	358,166	15,645	373,811	372,297	1,514
General supplies	2,334	(798)	1,536	1,408	128
Textbooks	309		309		309
Total bilingual education - instruction	<u>360,809</u>	<u>14,847</u>	<u>375,656</u>	<u>373,705</u>	<u>1,951</u>
School sponsored cocurricular activities - instruction:					
Salaries	241,371	151,892	393,263	393,263	
Purchased services	18,689	(2,768)	15,921	14,742	1,179
Supplies and materials	2,251	(676)	1,575	938	637
Other objects	9,991	8,337	18,328	18,328	
Total school sponsored cocurricular activities - instruction	<u>272,302</u>	<u>156,785</u>	<u>429,087</u>	<u>427,271</u>	<u>1,816</u>
School sponsored athletics - instruction					
Salaries	580,764	(88,814)	491,950	491,950	
Purchased services	91,104	(6,364)	84,740	84,437	303
Supplies and materials	103,391	(15,395)	87,996	86,317	1,679
Other objects	46,509	(4,765)	41,744	41,744	
Total school sponsored athletics - instruction	<u>821,768</u>	<u>(115,338)</u>	<u>706,430</u>	<u>704,448</u>	<u>1,982</u>

See Management's Discussion and Analysis section of this report for explanation of significant budget variances, original and final.

TOWNSHIP OF RIDGEWOOD SCHOOL DISTRICT
 General Fund
 Budgetary Comparison Schedule
 For the Fiscal Year Ended June 30, 2011

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Other instructional programs - instruction:					
Salaries	\$ 878,955	\$ (92,648)	\$ 786,307	\$ 786,307	\$
Supplies and materials		41	41	41	
Other objects		7,819	7,819	7,819	
Total other instructional programs - instruction	<u>878,955</u>	<u>(84,788)</u>	<u>794,167</u>	<u>794,167</u>	
Total - instruction	<u>37,461,314</u>	<u>648,294</u>	<u>38,109,608</u>	<u>37,933,824</u>	<u>175,784</u>
Undistributed expenditures:					
Instruction:					
Tuition to other LEAs within the state-special	731,088	(53,668)	677,420	675,372	2,048
Tuition to county vocational school-regular	299,900	73,180	373,080	349,905	23,175
Tuition to county special services school districts and regional day schools	787,202	(114,732)	672,470	654,881	17,589
Tuition to private schools for the handicapped within the state	2,662,852	67,456	2,730,308	2,641,454	88,854
Tuition to private schools for the handicapped and other LEAs - special, outside the state	143,656	17,169	160,825	160,825	
Tuition - other	<u>4,636</u>	<u>22,562</u>	<u>27,198</u>	<u>24,303</u>	<u>2,895</u>
Total undistributed expenditures - instruction	<u>4,629,334</u>	<u>11,967</u>	<u>4,641,301</u>	<u>4,506,740</u>	<u>134,561</u>
Attendance and social work services:					
Salaries	51,448	45,971	97,419	97,419	
Other purchased services	1,526	(298)	1,228	925	303
Supplies and materials	<u>4,547</u>	<u>(3,100)</u>	<u>1,447</u>	<u>1,447</u>	
Total attendance and social work services	<u>57,521</u>	<u>42,573</u>	<u>100,094</u>	<u>99,791</u>	<u>303</u>

See Management's Discussion and Analysis section of this report for explanation of significant budget variances, original and final.

TOWNSHIP OF RIDGEWOOD SCHOOL DISTRICT
 General Fund
 Budgetary Comparison Schedule
 For the Fiscal Year Ended June 30, 2011

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Health services:					
Salaries	\$ 594,431	\$ 9,509	\$ 603,940	\$ 603,940	\$
Other purchased services	1,041	(569)	472	472	
Supplies and materials	21,607	(7,249)	14,358	14,188	170
Other objects	1,803	(873)	930	708	222
Total health services	618,882	818	619,700	619,308	392
Speech/occupational therapy/physical therapy and related services:					
Salaries	1,285,213	102,759	1,387,972	1,387,972	
Purchased professional - educational services	607,815	(45,268)	562,547	553,082	9,465
Supplies and materials	13,606	(7,782)	5,824	4,192	1,632
Other objects	3,821	(850)	2,971	1,033	1,938
Total speech/occupational therapy/physical therapy and related services	1,910,455	48,859	1,959,314	1,946,279	13,035
Extraordinary services:					
Salaries	1,143,461	(116,949)	1,026,512	1,000,841	25,671
Purchased professional - educational services	428,950	(16,626)	412,324	359,134	53,190
Supplies and materials	3,819	2,159	5,978	5,957	21
Other objects	41,546	(41,546)			
Total extraordinary services	1,617,776	(172,962)	1,444,814	1,365,932	78,882
Guidance services:					
Salaries of other professional staff	1,527,640	250,328	1,777,968	1,774,648	3,320
Salaries of secretarial and clerical assistants	184,709	5,251	189,960	187,510	2,450
Purchased professional - educational services	7,117		7,117	1,000	6,117
Other purchased services	11,418	20,026	31,444	27,863	3,581
Supplies and materials	14,008	43,333	57,341	44,442	12,899
Other objects	1,030	(795)	235		235
Total guidance services	1,745,922	318,143	2,064,065	2,035,463	28,602

See Management's Discussion and Analysis section of this report for explanation of significant budget variances, original and final.

TOWNSHIP OF RIDGEWOOD SCHOOL DISTRICT
 General Fund
 Budgetary Comparison Schedule
 For the Fiscal Year Ended June 30, 2011

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Child study teams:					
Salaries of other professional staff	\$ 2,047,050	\$ 288,331	\$ 2,335,381	\$ 2,335,381	\$
Salaries of secretarial and clerical assistants	320,762	(115,576)	205,186	205,186	
Other purchased professional and technical services	18,414	18,108	36,522	33,569	2,953
Residential costs	24,613	(24,613)			
Other purchased services	11,154	(4,922)	6,232	5,964	268
Supplies and materials	18,101	(11,444)	6,657	6,657	
Other objects	13,809	(10,751)	3,058	2,877	181
Total child study teams	2,453,903	139,133	2,593,036	2,589,634	3,402
Improvement of instruction services:					
Salaries of supervisors of instruction	339,090	96,842	435,932	434,822	1,110
Salaries of other professional staff	76,135	(10,393)	65,742	51,823	13,919
Salaries of secretarial and clerical assistants	171,254	(63,435)	107,819	107,092	727
Purchased professional - educational services	3,342		3,342		3,342
Other purchased services	16,048	(1,391)	14,657	4,212	10,445
Supplies and materials	8,648	(1,927)	6,721	4,001	2,720
Other objects	4,723	(19)	4,704	4,122	582
Total improvement of instruction services	619,240	19,677	638,917	606,072	32,845
Educational media services/school library:					
Salaries	1,155,255	219,332	1,374,587	1,374,587	
Purchased professional and technical services	4,120	(1,120)	3,000	3,000	
Other purchased services	13,423	(6,323)	7,100	4,551	2,549
Supplies and materials	235,010	(44,902)	190,108	183,890	6,218
Other objects	160	(37)	123		123
Total educational media/library services	1,407,968	166,950	1,574,918	1,566,028	8,890

See Management's Discussion and Analysis section of this report for explanation of significant budget variances, original and final.

TOWNSHIP OF RIDGEWOOD SCHOOL DISTRICT
 General Fund
 Budgetary Comparison Schedule
 For the Fiscal Year Ended June 30, 2011

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Instructional staff training services:					
Salaries of supervisors of instruction	\$ 252,116	\$ (252,116)	\$	\$	\$
Salaries of other professional staff	24,750	4,165	28,915	23,206	5,709
Salaries of secretarial and clerical assistants	14,685	38,053	52,738	52,738	
Purchased professional - educational services	1,648	2,455	4,103	4,103	
Other purchased services	3,725	5,730	9,455	7,040	2,415
Supplies and materials	6,502	5,140	11,642	6,949	4,693
Other objects	18,650	(12,113)	6,537		6,537
Total instructional staff training services	322,076	(208,686)	113,390	94,036	19,354
Support services - general administration:					
Salaries	279,314	55,166	334,480	334,480	
Legal services	45,619	68,859	114,478	114,471	7
Audit fees	83,497	(1,284)	82,213	45,308	36,905
Other purchased professional services	2,472	(1,272)	1,200	1,200	
Communications/telephone	179,481	(6,660)	172,821	137,576	35,245
Other purchased services	189,177	12,172	201,349	201,349	
General Supplies	18,667	(10,237)	8,430	8,430	
Miscellaneous expenditures	11,125	(2,725)	8,400	8,400	
BOE membership dues and fees	29,705	(3,042)	26,663	26,663	
Total support services - general administration	839,057	110,977	950,034	877,877	72,157

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TOWNSHIP OF RIDGEWOOD SCHOOL DISTRICT
 General Fund
 Budgetary Comparison Schedule
 For the Fiscal Year Ended June 30, 2011

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Support services - school administration:					
Salaries of principals/assistant principals	\$ 2,279,100	\$ 138,351	\$ 2,417,451	\$ 2,416,269	\$ 1,182
Salaries of secretarial and clerical assistants	970,028	19,756	989,784	989,784	
Other salaries	97,483	8,104	105,587	105,587	
Purchased professional and technical services	3,090	(1,700)	1,390		1,390
Other purchased services	8,339	1,625	9,964	6,986	2,978
Supplies and materials	54,756	(16,464)	38,292	31,608	6,684
Other objects	3,090	397	3,487	2,565	922
Total support services - school administration	3,415,886	150,069	3,565,955	3,552,799	13,156
Central services:					
Salaries	957,776	50,852	1,008,628	1,008,628	
Purchased professional services	98,479	8,711	107,190	88,505	18,685
Miscellaneous purchased services	54,447	11,802	66,249	60,949	5,300
Supplies and materials	21,481	(2,845)	18,636	14,433	4,203
Miscellaneous expenditures	2,532	(110)	2,422	2,250	172
Total central services	1,134,715	68,410	1,203,125	1,174,765	28,360
Administrative information technology:					
Salaries	290,482	125,443	415,925	415,925	
Purchased professional services	4,429	53,776	58,205	50,769	7,436
Other purchased services	426,397	(197,285)	229,112	63,022	166,090
Supplies and materials	17,686	41,978	59,664	59,664	
Other objects	1,203	(1,203)			
Total administrative information technology	740,197	22,709	762,906	589,380	173,526

See Management's Discussion and Analysis section of this report for explanation of significant budget variances, original and final.

TOWNSHIP OF RIDGEWOOD SCHOOL DISTRICT
 General Fund
 Budgetary Comparison Schedule
 For the Fiscal Year Ended June 30, 2011

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Required maintenance for school facilities:					
Salaries	\$ 145,677	\$ (22,110)	\$ 123,567	\$ 119,436	\$ 4,131
Cleaning, repair and maintenance services	1,481,803	(202,333)	1,279,470	1,175,383	104,087
General supplies	154,709	45,940	200,649	164,560	36,089
Other objects	4,742		4,742	3,460	1,282
Total required maintenance for school facilities	1,786,931	(178,503)	1,608,428	1,462,839	145,589
Custodial services:					
Salaries	121,792	7,549	129,341	129,341	
Purchased professional and technical services	179,256	(52,080)	127,176	119,311	7,865
Cleaning, repair and maintenance services	3,079,166	(17,046)	3,062,120	2,975,976	86,144
Rental of land and buildings other than lease purchase agreements	24,031	(1,526)	22,505	20,823	1,682
Other purchased property services	125,248	25,509	150,757	131,501	19,256
Insurance	316,739	(12,245)	304,494	299,284	5,210
Miscellaneous purchased services	47,769	26,522	74,291	73,720	571
General supplies	91,718	(59,489)	32,229	25,042	7,187
Energy (natural gas)	853,084	(314,913)	538,171	400,562	137,609
Energy (electricity)	1,203,003	(59,347)	1,143,656	1,050,379	93,277
Energy (oil)	260	(260)			
Other objects		1,831	1,831	1,831	
Total custodial services	6,042,066	(455,495)	5,586,571	5,227,770	358,801
Care and upkeep of grounds:					
Purchased professional and technical services	409,509	(297,437)	112,072	85,309	26,763
Cleaning, repair and maintenance services	105,727	309,536	415,263	408,018	7,245
General supplies	6,180	54,431	60,611	59,370	1,241
Total care and upkeep of grounds	521,416	66,530	587,946	552,697	35,249

See Management's Discussion and Analysis section of this report for explanation of significant budget variances, original and final.

TOWNSHIP OF RIDGEWOOD SCHOOL DISTRICT
 General Fund
 Budgetary Comparison Schedule
 For the Fiscal Year Ended June 30, 2011

	<u>Original Budget</u>	<u>Budget Transfers</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Final to Actual</u>
Security:					
Purchased professional and technical services	\$	\$ 35,409	\$ 35,409	\$ 30,940	\$ 4,469
Cleaning, repair and maintenance services		55,149	55,149	55,149	
Total security		90,558	90,558	86,089	4,469
Student transportation services:					
Salaries for pupil transportation (between home and school) - regular	57,640		57,640	55,890	1,750
Salaries for pupil transportation (other than between home and school)	4,085	10,582	14,667	14,667	
Management fees - ESC transportation programs	87,910	(2,477)	85,433	75,069	10,364
Cleaning, repair and maintenance services	5,729	(827)	4,902	4,902	
Contracted services - aid in lieu of payments for non-public school students	106,636	(24,839)	81,797	57,008	24,789
Contracted services (between home and school) - vendors	744,098	(40,419)	703,679	697,360	6,319
Contracted services (other than between home and school) - vendors	112,317	119,470	231,787	221,123	10,664
Contracted services (between home and school) - joint agreements	107,100		107,100	100,206	6,894
Contracted services (special education students) - vendors	25,158	(5,000)	20,158	7,530	12,628
Contracted services (special education students) - joint agreements	1,634,581	(192,439)	1,442,142	1,375,047	67,095
Miscellaneous purchased services - transportation	9,754	1,615	11,369	2,193	9,176
Supplies and materials	103		103		103
Transportation supplies	1,185	629	1,814	1,813	1
Other objects	250	(148)	102		102
Total student transportation services	2,896,546	(133,853)	2,762,693	2,612,808	149,885

TOWNSHIP OF RIDGEWOOD SCHOOL DISTRICT
 General Fund
 Budgetary Comparison Schedule
 For the Fiscal Year Ended June 30, 2011

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Personnel services - unallocated employee benefits:					
Social security contributions	\$	\$ 741,621	\$ 741,621	\$ 733,007	\$ 8,614
Other retirement contributions	750,000	71,248	821,248	770,363	50,885
Unemployment compensation	100,000	(6,669)	93,331	158	93,173
Workmen's compensation	298,468	7,777	306,245	297,678	8,567
Health benefits	11,490,326	(1,675,698)	9,814,628	9,160,945	653,683
Tuition reimbursement	165,000		165,000	153,808	11,192
Other employee benefits	26,250	29,435	55,685	53,429	2,256
Total personnel services - unallocated employee benefits	<u>12,830,044</u>	<u>(832,286)</u>	<u>11,997,758</u>	<u>11,169,388</u>	<u>828,370</u>
On-behalf TPAF pension - non-contributory insurance (non-budgeted)				130,779	(130,779)
On-behalf TPAF pension - post retirement medical contributions (non-budgeted)				2,777,747	(2,777,747)
Reimbursed TPAF social security contributions (non-budgeted)				3,152,820	(3,152,820)
				<u>6,061,346</u>	<u>(6,061,346)</u>
Total undistributed expenditures	<u>45,589,935</u>	<u>(724,412)</u>	<u>44,865,523</u>	<u>48,797,041</u>	<u>(3,931,518)</u>
Total expenditures - current expense	<u>83,051,249</u>	<u>(76,118)</u>	<u>82,975,131</u>	<u>86,730,865</u>	<u>(3,755,734)</u>

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TOWNSHIP OF RIDGEWOOD SCHOOL DISTRICT
 General Fund
 Budgetary Comparison Schedule
 For the Fiscal Year Ended June 30, 2011

	<u>Original Budget</u>	<u>Budget Transfers</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Final to Actual</u>
CAPITAL OUTLAY:					
Equipment:					
Regular programs - instruction:					
Grades 1-5	\$	\$ 57,340	\$ 57,340	\$ 51,917	\$ 5,423
Grades 9-12		2,218	2,218	2,218	
Undistributed expenditures:					
Support services - instructional staff		5,339	5,339	5,339	
Required maintenance for school facilities equipment		5,250	5,250	5,250	
Custodial Services		74,091	74,091	74,091	
Care and upkeep of grounds		117,737	117,737	117,737	
Total equipment		<u>261,975</u>	<u>261,975</u>	<u>256,552</u>	<u>5,423</u>
Facilities acquisition and construction services:					
Architectural/engineering services	40,000	33,898	73,898	33,393	40,505
Other purchased professional and technical services		94,892	94,892	32,977	61,915
Construction services	<u>410,000</u>	<u>1,363,782</u>	<u>1,773,782</u>	<u>1,271,573</u>	<u>502,209</u>
Total facilities acquisition and construction services	<u>450,000</u>	<u>1,492,572</u>	<u>1,942,572</u>	<u>1,337,943</u>	<u>604,629</u>
Assets acquired under capital leases (non-budgeted):					
Undistributed expenditures:					
Equipment				1,215,000	(1,215,000)
Total assets acquired under capital leases (non-budgeted)				<u>1,215,000</u>	<u>(1,215,000)</u>
Total capital outlay	<u>450,000</u>	<u>1,754,547</u>	<u>2,204,547</u>	<u>2,809,495</u>	<u>(604,948)</u>

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TOWNSHIP OF RIDGEWOOD SCHOOL DISTRICT
 General Fund
 Budgetary Comparison Schedule
 For the Fiscal Year Ended June 30, 2011

	<u>Original Budget</u>	<u>Budget Transfers</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Final to Actual</u>
SPECIAL SCHOOLS:					
Summer school - instruction:					
Salaries of teachers	\$	\$ 8,405	\$ 8,405	\$ 8,405	\$
Other salaries for instruction		100,421	100,421	100,420	1
Total summer school - instruction:		108,826	108,826	108,825	1
Summer school - support services:					
Salaries		10,670	10,670	3,778	6,892
Personal services - employee benefits		11,292	11,292	8,614	2,678
Other objects		4,008	4,008		4,008
Total summer school - support services		25,970	25,970	12,392	13,578
Total summer school		134,796	134,796	121,217	13,579
Other special schools - instruction:					
Salaries of teachers		417,421	417,421	370,203	47,218
Purchased professional and technical services		10,930	10,930	1,125	9,805
General supplies		10,655	10,655	8,490	2,165
Other objects		945	945	945	
Total other special schools - instruction		439,951	439,951	380,763	59,188
Other special schools - support services:					
Salaries		81,100	81,100	70,253	10,847
Personal services - employee benefits	1,331,631	(1,300,872)	30,759	23,468	7,291
Other purchased services		182,702	182,702	32,286	150,416
Supplies and materials		2,172	2,172	2,130	42
Other objects		22,815	22,815	22,815	
Total other special schools - support services	1,331,631	(1,012,083)	319,548	150,952	168,596
Total other special schools	1,331,631	(572,132)	759,499	531,715	227,784

See Management's Discussion and Analysis section of this report for explanation of significant budget variances, original and final.

TOWNSHIP OF RIDGEWOOD SCHOOL DISTRICT
 General Fund
 Budgetary Comparison Schedule
 For the Fiscal Year Ended June 30, 2011

	<u>Original Budget</u>	<u>Budget Transfers</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Final to Actual</u>
Adult education - local - instruction:					
Salaries of teachers	\$	\$ 193,100	\$ 193,100	\$ 136,944	\$ 56,156
Purchased professional and technical services		15,000	15,000	11,410	3,590
Other purchased services		42,075	42,075	39,703	2,372
General supplies		4,300	4,300	1,859	2,441
Textbooks		3,650	3,650	257	3,393
		<u>258,125</u>	<u>258,125</u>	<u>190,173</u>	<u>67,952</u>
Total adult education - local - instruction					
Adult education - local - support services:					
Salaries		52,105	52,105	45,709	6,396
Personal services - employee benefits		21,681	21,681	15,300	6,381
Other purchased services		102,336	102,336	92,435	9,901
Supplies and materials		682	682	138	544
Other objects		2,407	2,407		2,407
		<u>179,211</u>	<u>179,211</u>	<u>153,582</u>	<u>25,629</u>
Total adult education - local - support services					
Total adult education - local		<u>437,336</u>	<u>437,336</u>	<u>343,755</u>	<u>93,581</u>
Total special schools	1,331,631		1,331,631	996,687	334,944
Total expenditures	<u>84,832,880</u>	<u>1,678,429</u>	<u>86,511,309</u>	<u>90,537,047</u>	<u>(4,025,738)</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(1,958,131)</u>	<u>(1,579,488)</u>	<u>(3,537,619)</u>	<u>(702,382)</u>	<u>2,835,237</u>
Other financing sources (uses):					
Operating transfers in - Capital Projects Fund	150,450		150,450	115,897	(34,553)
Capital leases (non-budgeted)				1,215,000	1,215,000
Total other financing sources (uses)	<u>150,450</u>		<u>150,450</u>	<u>1,330,897</u>	<u>1,180,447</u>

See Management's Discussion and Analysis section of this report for explanation of significant budget variances, original and final.

TOWNSHIP OF RIDGEWOOD SCHOOL DISTRICT
 General Fund
 Budgetary Comparison Schedule
 For the Fiscal Year Ended June 30, 2011

	<u>Original Budget</u>	<u>Budget Transfers</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Final to Actual</u>
Excess (deficiency) of revenues and other financing sources over (under) expenditures and other financing uses	\$ (1,807,681)	\$ (1,579,488)	\$ (3,387,169)	\$ 628,515	\$ 4,015,684
Fund balance - July 1	<u>6,681,833</u>	<u> </u>	<u>6,681,833</u>	<u>6,681,833</u>	<u> </u>
Fund balance - June 30	<u>\$ 4,874,152</u>	<u>\$ (1,579,488)</u>	<u>\$ 3,294,664</u>	<u>\$ 7,310,348</u>	<u>\$ 4,015,684</u>
Recapitulation of excess (deficiency) of revenues over (under) expenditures:					
Adjustment for prior year encumbrance	\$	\$ (1,203,243)	\$ (1,203,243)	\$ (1,203,243)	\$
Increase in capital reserve:					
Interest earned	3,500		3,500	2,181	(1,319)
Principal				1,742,323	1,742,323
Decrease in capital reserve	(450,000)		(450,000)	(450,000)	
Budgeted fund balance	<u>(1,361,181)</u>	<u>(376,245)</u>	<u>(1,737,426)</u>	<u>537,254</u>	<u>2,274,680</u>
Total	<u>\$ (1,807,681)</u>	<u>\$ (1,579,488)</u>	<u>\$ (3,387,169)</u>	<u>\$ 628,515</u>	<u>\$ 4,015,684</u>
Recapitulation of fund balances:					
Restricted fund balance:					
Reserved excess surplus - designated for subsequent year's expenditures				\$ 1,356,613	
Reserve for excess surplus				1,100,000	
Capital reserve				2,035,334	
Committed fund balance:					
Year-end encumbrances				626,236	
Assigned fund balance:					
Year-end encumbrances				55,629	
Unassigned fund balance				<u>2,136,536</u>	
Total fund balance				7,310,348	
Reconciliation to Governmental Funds Statements (GAAP):					
State aid payments not recognized on GAAP basis				<u>(1,503,450)</u>	
Fund balance per Governmental Funds (GAAP)				<u>\$ 5,806,898</u>	

See Management's Discussion and Analysis section of this report for explanation of significant budget variances, original and final.

TOWNSHIP OF RIDGEWOOD SCHOOL DISTRICT
 Education Jobs Fund Program
 Budgetary and Actual
 For the Fiscal Year Ended June 30, 2011

	Budget	Actual	Variance
EXPENDITURES:			
Instruction:			
Resource room/resource center:			
Other salaries for instruction	\$ 41,701	\$ 41,701	\$ 0
Autism:			
Other salaries for instruction	18,235	18,235	0
Extraordinary services:			
Salaries	39,005	39,005	0
 Total instruction	 \$ 98,941	 \$ 98,941	 \$ 0

TOWNSHIP OF RIDGEWOOD SCHOOL DISTRICT
 Special Revenue Fund
 Budgetary Comparison Schedule
 For the Fiscal Year Ended June 30, 2011

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
REVENUES:					
State sources	\$ 9,153	\$ (2,373)	\$ 6,780	\$ 2,486	\$ (4,294)
Federal sources	1,158,981	1,518,265	2,677,246	1,865,023	(812,223)
Local sources		754,180	754,180	566,750	(187,430)
Total revenues	<u>1,168,134</u>	<u>2,270,072</u>	<u>3,438,206</u>	<u>2,434,259</u>	<u>(1,003,947)</u>
EXPENDITURES:					
Instruction:					
Salaries of teachers		550,624	550,624	250,237	300,387
Other salaries for instruction		55,922	55,922	49,260	6,662
Purchased professional - educational services		23,942	23,942	9,711	14,231
Other purchased services	98,127	(78,289)	19,838	4,871	14,967
Tuition	936,847	45,328	982,175	982,175	
General supplies		400,189	400,189	314,294	85,895
Textbooks	332	350	682	517	165
Other objects		44,026	44,026	28,504	15,522
Total instruction	<u>1,035,306</u>	<u>1,042,092</u>	<u>2,077,398</u>	<u>1,639,569</u>	<u>437,829</u>
Support services:					
Salaries of program directors		123,637	123,637	46,000	77,637
Salaries of other professional staff		89,524	89,524	81,841	7,683
Salaries of secretarial and clerical assistants		37,090	37,090	6,000	31,090
Other salaries		55,200	55,200	9,200	46,000
Personal services - employee benefits		105,976	105,976	40,310	65,666
Purchased professional educational services	8,427	230,838	239,265	94,694	144,571
Other purchased professional services	394	31,147	31,541	31,526	15
Cleaning, repair and maintenance services		38,549	38,549	34,815	3,734
Rentals (includes capital lease payments)		136,920	136,920	136,444	476
Contracted transportation services		46,687	46,687	31,589	15,098
Travel		26,248	26,248	7,050	19,198
Other purchased services	124,007	(68,218)	55,789	41,090	14,699
Supplies and materials		220,100	220,100	141,738	78,362
Other objects		1,625	1,625	559	1,066
Total support services	<u>132,828</u>	<u>1,075,323</u>	<u>1,208,151</u>	<u>702,856</u>	<u>505,295</u>
Facilities acquisition and construction services:					
Instructional equipment		144,223	144,223	84,334	59,889
Noninstructional equipment		8,434	8,434	7,500	934
Total facilities acquisition and construction services		<u>152,657</u>	<u>152,657</u>	<u>91,834</u>	<u>60,823</u>
Total expenditures/outflows	<u>1,168,134</u>	<u>2,270,072</u>	<u>3,438,206</u>	<u>2,434,259</u>	<u>1,003,947</u>
Excess (deficiency) of revenues over (under) expenditures	<u>\$ _____</u>	<u>\$ _____</u>	<u>\$ _____</u>	<u>\$ _____</u>	<u>\$ _____</u>

See Management's Discussion and Analysis section of this report for explanation of significant budget variances, original and final.

NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION

TOWNSHIP OF RIDGEWOOD SCHOOL DISTRICT
 Notes to Required Supplementary Information
 Budget-to-GAAP Reconciliation
 For the Fiscal Year Ended June 30, 2011

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

	<u>General Fund</u>	<u>Special Revenue Fund</u>
Sources/inflows of resources:		
Actual amounts (budgetary basis) "revenue" from the budgetary comparison schedule	\$ 89,834,665	\$ 2,434,259
Difference - budget to GAAP:		
State aid payments recognized for GAAP statements in the current year, previously recognized for budgetary purposes	1,631,417	
State aid payments recognized for budgetary purposes, not recognized for GAAP statements until the subsequent year	<u>(1,503,450)</u>	
Total revenues as reported on the statement of revenues, expenditures and changes in fund balances - governmental funds.	<u>\$ 89,962,632</u>	<u>\$ 2,434,259</u>
Uses/outflows of resources:		
Actual amounts (budgetary basis) "total outflows" from the budgetary comparison schedule	<u>\$ 90,537,047</u>	<u>\$ 2,434,259</u>
Total expenditures as reported on the statement of revenues, expenditures, and changes in fund balances - governmental funds	<u>\$ 90,537,047</u>	<u>\$ 2,434,259</u>

OTHER SUPPLEMENTARY INFORMATION

SPECIAL REVENUE FUND DETAIL STATEMENTS

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

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

	(Exhibit E-1a) Nonpublic Services	(Exhibit E-1b) E.S.E.A.	(Exhibit E-1c) I.D.E.A.	(Exhibit E-1d) Other Federal	(Exhibit E-1e) Other Local Projects	Totals
REVENUES:						
State sources	\$ 2,486					\$ 2,486
Federal sources		229,323	1,010,894	624,806		1,865,023
Local sources					566,750	566,750
Total revenues	2,486	229,323	1,010,894	624,806	566,750	2,434,259
EXPENDITURES:						
Instruction:						
Salaries of teachers		85,967		138,694	25,576	250,237
Other salaries for instruction		11,028		38,232		49,260
Purchased professional - educational services		8,211			1,500	9,711
Other purchased services					4,871	4,871
Tuition			982,175			982,175
General supplies		14,124		155,420	144,750	314,294
Textbooks	517					517
Other objects					28,504	28,504
Total instruction	517	119,330	982,175	332,346	205,201	1,639,569
Support services:						
Salaries of program directors				46,000		46,000
Salaries of other professional staff		73,968		5,847	2,026	81,841
Salaries of secretarial and clerical assistants				6,000		6,000
Other salaries				9,200		9,200
Personal services - employee benefits		32,563		7,747		40,310
Purchased professional educational services	1,565	287		92,842		94,694
Other purchased professional services	404		5,387	16,250	9,485	31,526
Cleaning, repair and maintenance services			3,873	22,782	8,160	34,815
Rentals (includes capital lease payments)					136,444	136,444
Contracted transportation services					31,589	31,589
Travel				1,956	5,094	7,050
Other purchased services		981	19,459	20,650		41,090
Supplies and materials		2,194		52,661	86,883	141,738
Other objects					559	559
Total support services	1,969	109,993	28,719	281,935	280,240	702,856
Facilities acquisition and construction services:						
Instructional equipment				10,525	73,809	84,334
Noninstructional equipment					7,500	7,500
Total facilities acquisition and construction services				10,525	81,309	91,834
Total expenditures	\$ 2,486	\$ 229,323	\$ 1,010,894	\$ 624,806	\$ 566,750	\$ 2,434,259

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

	<u>Correc- tive Speech</u>	<u>Textbook</u>	<u>Nursing</u>	<u>Totals</u>
REVENUES:				
State sources	\$ <u>1,565</u>	\$ <u>517</u>	\$ <u>404</u>	\$ <u>2,486</u>
EXPENDITURES:				
Instruction:				
Textbooks	<u> </u>	<u>517</u>	<u> </u>	<u>517</u>
Total instruction	<u> </u>	<u>517</u>	<u> </u>	<u>517</u>
Support services:				
Purchased professional educational services	<u>1,565</u>	<u> </u>	<u> </u>	<u>1,565</u>
Other purchased professional services	<u> </u>	<u> </u>	<u>404</u>	<u>404</u>
Total support services	<u>1,565</u>	<u> </u>	<u>404</u>	<u>1,969</u>
Total expenditures	<u>\$ 1,565</u>	<u>\$ 517</u>	<u>\$ 404</u>	<u>\$ 2,486</u>

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

	<u>Title I</u> <u>Current</u> <u>Year</u>	<u>Title I</u> <u>Summer</u>	<u>Title I</u> <u>Carryover</u>	<u>Title II</u> <u>Part A</u> <u>Current</u> <u>Year</u>	<u>Title II</u> <u>Part A</u> <u>Summer</u>	<u>Title II</u> <u>Part D</u> <u>Current</u> <u>Year</u>	<u>Title II</u> <u>Part D</u> <u>Carryover</u>	<u>Title III</u> <u>Part A</u> <u>Current</u> <u>Year</u>	<u>Title III</u> <u>Part A</u> <u>Carryover</u>	<u>Title IV</u> <u>Summer</u>	<u>Totals</u>
REVENUES:											
Federal sources	\$ 104,981	\$ 2,658	\$ 4,310	\$ 88,592	\$ 274	\$ 124	\$ 107	\$ 26,647	\$ 430	\$ 1,200	\$ 229,323
EXPENDITURES:											
Instruction:											
Salaries of teachers	81,257		3,510							1,200	85,967
Other salaries for instruction								11,028			11,028
Purchased professional - educational services	7,473	738									8,211
General supplies								13,694	430		14,124
Total instruction	88,730	738	3,510					24,722	430	1,200	119,330
Support services:											
Salaries of other professional staff				73,753		124	91				73,968
Personal services - employee benefits	16,251		703	14,749			16	844			32,563
Purchased professional educational services			97	90				100			287
Other purchased services								981			981
Supplies and materials		1,920			274						2,194
Total support services	16,251	1,920	800	88,592	274	124	107	1,925			109,993
Total expenditures	\$ 104,981	\$ 2,658	\$ 4,310	\$ 88,592	\$ 274	\$ 124	\$ 107	\$ 26,647	\$ 430	\$ 1,200	\$ 229,323

TOWNSHIP OF RIDGEWOOD SCHOOL DISTRICT
Special Revenue Fund
I.D.E.A.
Combining Schedule of Revenues and Expenditures - Budgetary Basis
For the Fiscal Year Ended June 30, 2011

	Part B - Basic Current Year	Preschool Current Year	Totals
REVENUES:			
Federal sources	\$ 972,928	\$ 37,966	\$ 1,010,894
EXPENDITURES:			
Instruction:			
Tuition	945,961	36,214	982,175
Total instruction	945,961	36,214	982,175
Support services:			
Other purchased professional services	3,635	1,752	5,387
Cleaning, repair and maintenance services	3,873		3,873
Other purchased services	19,459		19,459
Total support services	26,967	1,752	28,719
Total expenditures	\$ 972,928	\$ 37,966	\$ 1,010,894

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

	<u>A.R.R.A.</u>	<u>A.R.R.A.</u>	<u>Total</u>	<u>Teaching</u>	<u>FEMA</u>	<u>Totals</u>
	<u>IDEA</u>	<u>IDEA</u>	<u>A.R.R.A</u>	<u>American</u>	<u>Public</u>	
	<u>Basic</u>	<u>Preschool</u>		<u>History</u>	<u>Assistance</u>	
REVENUES:						
Federal sources	\$ 287,353	\$ 22,524	\$ 309,877	\$ 292,265	\$ 22,664	\$ 624,806
EXPENDITURES:						
Instruction:						
Salaries of teachers				138,694		138,694
Other salaries for instruction	38,232		38,232			38,232
General supplies	139,046	16,374	155,420			155,420
Total instruction	177,278	16,374	193,652	138,694		332,346
Support services:						
Salaries of program directors				46,000		46,000
Salaries of other professional staff	5,847		5,847			5,847
Salaries of secretarial and clerical assistants				6,000		6,000
Other salaries				9,200		9,200
Personal services - employee benefits	7,747		7,747			7,747
Purchased professional educational services		6,150	6,150	86,692		92,842
Other purchased professional services	16,250		16,250			16,250
Cleaning, repair and maintenance services	118		118		22,664	22,782
Travel				1,956		1,956
Other purchased services	20,650		20,650			20,650
Supplies and materials	48,938		48,938	3,723		52,661
Total support services	99,550	6,150	105,700	153,571	22,664	281,935
Facilities acquisition and construction services:						
Instructional equipment	10,525		10,525			10,525
Total facilities acquisition and construction services	10,525		10,525			10,525
Total expenditures	\$ 287,353	\$ 22,524	\$ 309,877	\$ 292,265	\$ 22,664	\$ 624,806

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

	<u>RPEF Grants</u>	<u>Parent Organization Grants</u>	<u>Other Grants</u>	<u>Total</u>
REVENUES:				
Local sources	\$ 27,404	\$ 521,052	\$ 18,294	\$ 566,750
EXPENDITURES:				
Instruction:				
Salaries of teachers		25,576		25,576
Purchased professional - educational services		1,500		1,500
Other purchased services		4,871		4,871
General supplies		144,750		144,750
Other objects	<u>27,404</u>		<u>1,100</u>	<u>28,504</u>
Total instruction	<u>27,404</u>	<u>176,697</u>	<u>1,100</u>	<u>205,201</u>
Support services:				
Salaries of other professional staff		2,026		2,026
Other purchased professional services			9,485	9,485
Cleaning, repair and maintenance services		8,160		8,160
Rentals (includes capital lease payments)		136,444		136,444
Contracted transportation services		31,589		31,589
Travel		5,094		5,094
Supplies and materials		86,883		86,883
Other objects		<u>350</u>	<u>209</u>	<u>559</u>
Total support services		<u>270,546</u>	<u>9,694</u>	<u>280,240</u>
Facilities acquisition and construction services:				
Instructional equipment		73,809		73,809
Noninstructional equipment			<u>7,500</u>	<u>7,500</u>
Total facilities acquisition and construction services		<u>73,809</u>	<u>7,500</u>	<u>81,309</u>
Total expenditures	<u>\$ 27,404</u>	<u>\$ 521,052</u>	<u>\$ 18,294</u>	<u>\$ 566,750</u>

CAPITAL PROJECTS FUND DETAIL STATEMENTS

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

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

Issue/Project Title	Original Date	Appropriations	Total Expenditures to Date		Unexpended Balance June 30, 2011
			Prior Years	Current Year	
Ridgewood High School Rehabilitation Projects	12/8/2009	\$ 9,815,091	348,039	2,720,914	6,746,138
Willard Rehabilitation Projects	12/8/2009	2,177,146	90,262	1,162,905	923,979
Willard Classrooms Additions	12/8/2009	5,188,333	212,420	773,666	4,202,247
Ridge Classrooms Additions	12/8/2009	5,094,696	233,283	3,260,879	1,600,534
Hawes Roof Replacement	12/8/2009	1,825,978	63,398	1,027,713	734,867
Travell Roof Replacement	12/8/2009	1,343,765	51,236	504,861	787,668
Hawes Classrooms Additions	12/8/2009	3,625,728	262,988	3,352,191	10,549
Ridgewood High School Rehabilitation Projects	12/8/2009	1,022,636	36,467	790,754	195,415
Somerville Roof Replacement	12/8/2009	1,022,290	40,097	379,605	602,588
Benjamin Franklin Improvements to Ventilation and A/C System	12/8/2009	816,547	37,038	528,067	251,442
George Washington Classrooms Rehabilitation	12/8/2009	673,919	23,304	150,322	500,293
George Washington Rehab Electrical and Replace Windows	12/8/2009	405,059	17,210	67,180	320,669
Ridge Rehabilitation of Electrical Service	12/8/2009	241,106	8,336	12,276	220,494
Orchard Installation of Occupancy Sensors	12/8/2009	25,718	885	2,297	22,536
George Washington Construction and Addition	12/8/2009	8,834,154	374,206	1,862,223	6,597,725
Benjamin Franklin New Track	12/8/2009	1,965,350	20,438	1,944,912	
Ridgewood High School Fields Rehabilitation	12/8/2009	4,187,196	21,551	3,672,093	493,552
Totals		\$ 48,264,712	\$ 1,841,158	\$ 22,212,858	\$ 24,210,696
Fund balance - budgetary basis					\$ 24,210,696
Less unrecognized state building aid from SDA grants					(5,420,422)
Fund balance - GAAP basis					\$ 18,790,274

TOWNSHIP OF RIDGEWOOD SCHOOL DISTRICT
 Capital Projects Fund
 Summary Schedule of Revenues, Expenditures
 and Changes in Fund Balance - Budgetary Basis
 For the Fiscal Year Ended June 30, 2011

REVENUES AND OTHER FINANCING SOURCES:	
Interest earned on investments	\$ <u>115,897</u>
Total revenues	<u>115,897</u>
EXPENDITURES AND OTHER FINANCING USES:	
Purchased professional and technical services	2,174,686
Construction services	20,023,184
General supplies	7,193
Equipment purchases	7,795
Transfer to General Fund - interest income	<u>115,897</u>
Total expenditures	<u>22,328,755</u>
Excess (deficiency) of revenues over (under) expenditures	(22,212,858)
Fund balance - July 1	<u>46,423,554</u>
Fund balance - June 30 (budgetary)	\$ 24,210,696
Reconciliation to GAAP:	
Less unrecognized revenue	<u>(5,420,422)</u>
Fund balance - GAAP	<u>\$ 18,790,274</u>

TOWNSHIP OF RIDGEWOOD SCHOOL DISTRICT
 Capital Projects Fund
 Schedule of Revenues, Expenditures, Project Balance, and
 Project Status - Budgetary Basis
 Ridgewood High School Rehabilitation Projects
 From Inception and for the Fiscal Year Ended June 30, 2011

	Prior Periods	Current Year	Totals	Revised Authorized Costs
REVENUES AND OTHER FINANCING SOURCES:				
State sources - SDA Grant	\$ 3,926,037	\$	\$ 3,926,037	\$ 3,926,037
Bond proceeds and transfers	5,889,054		5,889,054	5,889,054
Total revenues	9,815,091		9,815,091	9,815,091
EXPENDITURES AND OTHER FINANCING USES:				
Purchased professional and technical services	348,039	370,136	718,175	1,374,113
Construction services		2,350,778	2,350,778	8,440,978
Total expenditures	348,039	2,720,914	3,068,953	9,815,091
Excess (deficiency) of revenues over (under) expenditures	\$ 9,467,052	\$ (2,720,914)	\$ 6,746,138	\$

ADDITIONAL PROJECT INFORMATION:

NJ DOE project number	4390-050-09-3007
SDA project number	4390-050-09-0ZCK
Grant number	G5-3395
Grant notification date	2/22/2010
Grant amount	\$3,926,037
Bond authorization date	12/8/2009
Bonds authorized	\$5,889,054
Bonds issued	\$5,889,054
Original authorized cost	\$9,815,091
Additional authorized cost	
Revised authorized cost	\$9,815,091
Percentage increase over original authorized cost	
Percentage completion	31.27%
Original target completion date	9/1/2013
Revised target completion date	9/1/2013

TOWNSHIP OF RIDGEWOOD SCHOOL DISTRICT
 Capital Projects Fund
 Schedule of Revenues, Expenditures, Project Balance, and
 Project Status - Budgetary Basis
 Willard Rehabilitation Projects
 From Inception and for the Fiscal Year Ended June 30, 2011

	Prior Periods	Current Year	Totals	Revised Authorized Costs
REVENUES AND OTHER FINANCING SOURCES:				
State sources - SDA Grant	\$ 870,858	\$	\$ 870,858	\$ 870,858
Bond proceeds and transfers	1,306,288		1,306,288	1,306,288
Total revenues	2,177,146		2,177,146	2,177,146
EXPENDITURES AND OTHER FINANCING USES:				
Purchased professional and technical services	75,775	58,539	134,314	304,800
Construction services	14,487	1,104,366	1,118,853	1,872,346
Total expenditures	90,262	1,162,905	1,253,167	2,177,146
Excess (deficiency) of revenues over (under) expenditures	\$ 2,086,884	\$ (1,162,905)	\$ 923,979	\$

ADDITIONAL PROJECT INFORMATION:

NJ DOE project number	4390-130-09-1014
SDA project number	4390-130-09-0ZCR
Grant number	G5-3402
Grant notification date	2/22/2010
Grant amount	\$870,858
Bond authorization date	12/8/2009
Bonds authorized	\$1,306,288
Bonds issued	\$1,306,288
Original authorized cost	\$2,177,146
Additional authorized cost	
Revised authorized cost	\$2,177,146
Percentage increase over original authorized cost	
Percentage completion	57.56%
Original target completion date	9/1/2013
Revised target completion date	9/1/2013

TOWNSHIP OF RIDGEWOOD SCHOOL DISTRICT
 Capital Projects Fund
 Schedule of Revenues, Expenditures, Project Balance, and
 Project Status - Budgetary Basis
 Willard Classrooms Additions
 From Inception and for the Fiscal Year Ended June 30, 2011

	Prior Periods	Current Year	Totals	Revised Authorized Costs
REVENUES AND OTHER FINANCING SOURCES:				
State sources - SDA Grant	\$ 802,771	\$	\$ 802,771	\$ 802,771
Bond proceeds and transfers	4,385,562		4,385,562	4,385,562
Total revenues	5,188,333		5,188,333	5,188,333
EXPENDITURES AND OTHER FINANCING USES:				
Purchased professional and technical services	212,420	266,277	478,697	726,242
Construction services		507,264	507,264	4,461,966
General supplies		125	125	125
Total expenditures	212,420	773,666	986,086	5,188,333
Excess (deficiency) of revenues over (under) expenditures	\$ 4,975,913	\$ (773,666)	\$ 4,202,247	\$

ADDITIONAL PROJECT INFORMATION:

NJ DOE project number	4390-130-09-1001
SDA project number	4390-130-09-0ZZI
Grant number	G5-3756
Grant notification date	2/22/2010
Grant amount	\$802,771
Bond authorization date	12/8/2009
Bonds authorized	\$4,385,562
Bonds issued	\$4,385,562
Original authorized cost	\$5,188,333
Additional authorized cost	
Revised authorized cost	\$5,188,333
Percentage increase over original authorized cost	
Percentage completion	19.01%
Original target completion date	12/31/2012
Revised target completion date	8/31/2012

TOWNSHIP OF RIDGEWOOD SCHOOL DISTRICT
 Capital Projects Fund
 Schedule of Revenues, Expenditures, Project Balance, and
 Project Status - Budgetary Basis
 Ridge Classrooms Additions
 From Inception and for the Fiscal Year Ended June 30, 2011

	<u>Prior Periods</u>	<u>Current Year</u>	<u>Totals</u>	<u>Revised Authorized Costs</u>
REVENUES AND OTHER FINANCING SOURCES:				
State sources - SDA Grant	\$ 784,015	\$	\$ 784,015	\$ 784,015
Bond proceeds and transfers	<u>4,310,681</u>	<u> </u>	<u>4,310,681</u>	<u>4,310,681</u>
Total revenues	<u>5,094,696</u>	<u> </u>	<u>5,094,696</u>	<u>5,094,696</u>
EXPENDITURES AND OTHER FINANCING USES:				
Purchased professional and technical services	233,283	217,695	450,978	705,462
Construction services		3,030,431	3,030,431	4,293,228
General supplies		4,958	4,958	88,211
Equipment purchases		<u>7,795</u>	<u>7,795</u>	<u>7,795</u>
Total expenditures	<u>233,283</u>	<u>3,260,879</u>	<u>3,494,162</u>	<u>5,094,696</u>
Excess (deficiency) of revenues over (under) expenditures	<u>\$ 4,861,413</u>	<u>\$ (3,260,879)</u>	<u>\$ 1,600,534</u>	<u>\$</u>

ADDITIONAL PROJECT INFORMATION:

NJ DOE project number	4390-090-09-1003
SDA project number	4390-090-09-0ZZH
Grant number	G5-3755
Grant notification date	2/22/2010
Grant amount	\$784,015
Bond authorization date	12/8/2009
Bonds authorized	\$4,310,681
Bonds issued	\$4,310,681
Original authorized cost	\$5,094,696
Additional authorized cost	
Revised authorized cost	\$5,094,696
Percentage increase over original authorized cost	
Percentage completion	68.58%
Original target completion date	12/31/11
Revised target completion date	10/31/11

TOWNSHIP OF RIDGEWOOD SCHOOL DISTRICT
 Capital Projects Fund
 Schedule of Revenues, Expenditures, Project Balance, and
 Project Status - Budgetary Basis
 Hawes Roof Replacement
 From Inception and for the Fiscal Year Ended June 30, 2011

	<u>Prior Periods</u>	<u>Current Year</u>	<u>Totals</u>	<u>Revised Authorized Costs</u>
REVENUES AND OTHER FINANCING SOURCES:				
State sources - SDA Grant	\$ 730,391	\$	\$ 730,391	\$ 730,391
Bond proceeds and transfers	<u>1,095,587</u>	<u></u>	<u>1,095,587</u>	<u>1,095,587</u>
Total revenues	<u>1,825,978</u>	<u></u>	<u>1,825,978</u>	<u>1,825,978</u>
EXPENDITURES AND OTHER FINANCING USES:				
Purchased professional and technical services	63,398	60,047	123,445	255,637
Construction services	<u></u>	<u>967,666</u>	<u>967,666</u>	<u>1,570,341</u>
Total expenditures	<u>63,398</u>	<u>1,027,713</u>	<u>1,091,111</u>	<u>1,825,978</u>
Excess (deficiency) of revenues over (under) expenditures	<u>\$ 1,762,580</u>	<u>\$ (1,027,713)</u>	<u>\$ 734,867</u>	<u>\$</u>
ADDITIONAL PROJECT INFORMATION:				
NJ DOE project number	4390-085-09-1010			
SDA project number	4390-085-09-0ZCN			
Grant number	G5-3398			
Grant notification date	2/22/2010			
Grant amount	\$730,391			
Bond authorization date	12/8/2009			
Bonds authorized	\$1,095,587			
Bonds issued	\$1,095,587			
Original authorized cost	\$1,825,978			
Additional authorized cost				
Revised authorized cost	\$1,825,978			
Percentage increase over original authorized cost				
Percentage completion	59.75%			
Original target completion date	12/31/2010			
Revised target completion date	12/31/2010			

TOWNSHIP OF RIDGEWOOD SCHOOL DISTRICT
 Capital Projects Fund
 Schedule of Revenues, Expenditures, Project Balance, and
 Project Status - Budgetary Basis
 Travell Roof Replacement
 From Inception and for the Fiscal Year Ended June 30, 2011

	<u>Prior Periods</u>	<u>Current Year</u>	<u>Totals</u>	<u>Revised Authorized Costs</u>
REVENUES AND OTHER FINANCING SOURCES:				
State sources - SDA Grant	\$ 537,506	\$	\$ 537,506	\$ 537,506
Bond proceeds and transfers	<u>806,259</u>	<u> </u>	<u>806,259</u>	<u>806,259</u>
Total revenues	<u>1,343,765</u>	<u> </u>	<u>1,343,765</u>	<u>1,343,765</u>
EXPENDITURES AND OTHER FINANCING USES:				
Purchased professional and technical services	51,236	47,667	98,903	188,127
Construction services	<u> </u>	<u>457,194</u>	<u>457,194</u>	<u>1,155,638</u>
Total expenditures	<u>51,236</u>	<u>504,861</u>	<u>556,097</u>	<u>1,343,765</u>
Excess (deficiency) of revenues over (under) expenditures	<u>\$ 1,292,529</u>	<u>\$ (504,861)</u>	<u>\$ 787,668</u>	<u>\$</u>

ADDITIONAL PROJECT INFORMATION:

NJ DOE project number	4390-110-09-1013
SDA project number	4390-110-09-0ZCQ
Grant number	G5-3401
Grant notification date	2/22/2010
Grant amount	\$537,506
Bond authorization date	12/8/2009
Bonds authorized	\$806,259
Bonds issued	\$806,259
Original authorized cost	\$1,343,765
Additional authorized cost	
Revised authorized cost	\$1,343,765
Percentage increase over original authorized cost	
Percentage completion	41.38%
Original target completion date	12/31/2010
Revised target completion date	12/31/2010

TOWNSHIP OF RIDGEWOOD SCHOOL DISTRICT
 Capital Projects Fund
 Schedule of Revenues, Expenditures, Project Balance, and
 Project Status - Budgetary Basis
 Hawes Classrooms Additions
 From Inception and for the Fiscal Year Ended June 30, 2011

	<u>Prior Periods</u>	<u>Current Year</u>	<u>Totals</u>	<u>Revised Authorized Costs</u>
REVENUES AND OTHER FINANCING SOURCES:				
State sources - SDA Grant	\$ 510,224	\$	\$ 510,224	\$ 510,224
Bond proceeds and transfers	<u>3,115,504</u>	<u> </u>	<u>3,115,504</u>	<u>3,115,504</u>
Total revenues	<u>3,625,728</u>	<u> </u>	<u>3,625,728</u>	<u>3,625,728</u>
EXPENDITURES AND OTHER FINANCING USES:				
Purchased professional and technical services	262,988	187,185	450,173	514,425
Construction services		3,162,896	3,162,896	3,011,471
General supplies		<u>2,110</u>	<u>2,110</u>	<u>99,832</u>
Total expenditures	<u>262,988</u>	<u>3,352,191</u>	<u>3,615,179</u>	<u>3,625,728</u>
Excess (deficiency) of revenues over (under) expenditures	<u>\$ 3,362,740</u>	<u>\$ (3,352,191)</u>	<u>\$ 10,549</u>	<u>\$</u>

ADDITIONAL PROJECT INFORMATION:

NJ DOE project number	4390-085-09-1002
SDA project number	4390-085-09-0ZZG
Grant number	G5-3754
Grant notification date	2/22/2010
Grant amount	\$510,224
Bond authorization date	12/8/2009
Bonds authorized	\$3,115,504
Bonds issued	\$3,115,504
Original authorized cost	\$3,625,728
Additional authorized cost	
Revised authorized cost	\$3,625,728
Percentage increase over original authorized cost	
Percentage completion	99.71%
Original target completion date	12/31/2011
Revised target completion date	12/31/2011

TOWNSHIP OF RIDGEWOOD SCHOOL DISTRICT
 Capital Projects Fund
 Schedule of Revenues, Expenditures, Project Balance, and
 Project Status - Budgetary Basis
 Ridgewood High School Rehabilitation Projects
 From Inception and for the Fiscal Year Ended June 30, 2011

	<u>Prior Periods</u>	<u>Current Year</u>	<u>Totals</u>	<u>Revised Authorized Costs</u>
REVENUES AND OTHER FINANCING SOURCES:				
State sources - SDA Grant	\$ 409,054	\$	\$ 409,054	\$ 409,054
Bond proceeds and transfers	<u>613,582</u>	<u> </u>	<u>613,582</u>	<u>613,582</u>
Total revenues	<u>1,022,636</u>	<u> </u>	<u>1,022,636</u>	<u>1,022,636</u>
EXPENDITURES AND OTHER FINANCING USES:				
Purchased professional and technical services	36,467	96,433	132,900	143,169
Construction services	<u> </u>	<u>694,321</u>	<u>694,321</u>	<u>879,467</u>
Total expenditures	<u>36,467</u>	<u>790,754</u>	<u>827,221</u>	<u>1,022,636</u>
Excess (deficiency) of revenues over (under) expenditures	<u>\$ 986,169</u>	<u>\$ (790,754)</u>	<u>\$ 195,415</u>	<u>\$</u>

ADDITIONAL PROJECT INFORMATION:

NJ DOE project number	4390-050-09-3006
SDA project number	4390-050-09-0ZQG
Grant number	G5-3751
Grant notification date	3/20/2009
Grant amount	\$409,054
Bond authorization date	12/8/2009
Bonds authorized	\$613,582
Bonds issued	\$613,582
Original authorized cost	\$1,022,636
Additional authorized cost	
Revised authorized cost	\$1,022,636
Percentage increase over original authorized cost	
Percentage completion	80.89%
Original target completion date	9/1/2013
Revised target completion date	9/1/2013

TOWNSHIP OF RIDGEWOOD SCHOOL DISTRICT
 Capital Projects Fund
 Schedule of Revenues, Expenditures, Project Balance, and
 Project Status - Budgetary Basis
 Somerville Roof Replacement
 From Inception and for the Fiscal Year Ended June 30, 2011

	<u>Prior Periods</u>	<u>Current Year</u>	<u>Totals</u>	<u>Revised Authorized Costs</u>
REVENUES AND OTHER FINANCING SOURCES:				
State sources - SDA Grant	\$ 408,916	\$	\$ 408,916	\$ 408,916
Bond proceeds and transfers	<u>613,374</u>	<u> </u>	<u>613,374</u>	<u>613,374</u>
Total revenues	<u>1,022,290</u>	<u> </u>	<u>1,022,290</u>	<u>1,022,290</u>
EXPENDITURES AND OTHER FINANCING USES:				
Purchased professional and technical services	40,097	36,473	76,570	143,121
Construction services	<u> </u>	<u>343,132</u>	<u>343,132</u>	<u>879,169</u>
Total expenditures	<u>40,097</u>	<u>379,605</u>	<u>419,702</u>	<u>1,022,290</u>
Excess (deficiency) of revenues over (under) expenditures	<u>\$ 982,193</u>	<u>\$ (379,605)</u>	<u>\$ 602,588</u>	<u>\$</u>

ADDITIONAL PROJECT INFORMATION:

NJ DOE project number	4390-100-09-1012
SDA project number	4390-100-09-0ZCP
Grant number	G5-3400
Grant notification date	2/22/2010
Grant amount	\$408,916
Bond authorization date	12/8/2009
Bonds authorized	\$613,374
Bonds issued	\$613,374
Original authorized cost	\$1,022,290
Additional authorized cost	
Revised authorized cost	\$1,022,290
Percentage increase over original authorized cost	
Percentage completion	41.06%
Original target completion date	12/31/2010
Revised target completion date	12/31/2010

TOWNSHIP OF RIDGEWOOD SCHOOL DISTRICT
 Capital Projects Fund
 Schedule of Revenues, Expenditures, Project Balance, and
 Project Status - Budgetary Basis
 Benjamin Franklin Improvements to Ventilation and A/C System
 From Inception and for the Fiscal Year Ended June 30, 2011

	<u>Prior Periods</u>	<u>Current Year</u>	<u>Totals</u>	<u>Revised Authorized Costs</u>
REVENUES AND OTHER FINANCING SOURCES:				
State sources - SDA Grant	\$ 326,619	\$	\$ 326,619	\$ 326,619
Bond proceeds and transfers	<u>489,928</u>	<u> </u>	<u>489,928</u>	<u>489,928</u>
Total revenues	<u>816,547</u>	<u> </u>	<u>816,547</u>	<u>816,547</u>
EXPENDITURES AND OTHER FINANCING USES:				
Purchased professional and technical services	37,038	(1,816)	35,222	114,317
Construction services	<u> </u>	<u>529,883</u>	<u>529,883</u>	<u>702,230</u>
Total expenditures	<u>37,038</u>	<u>528,067</u>	<u>565,105</u>	<u>816,547</u>
Excess (deficiency) of revenues over (under) expenditures	<u>\$ 779,509</u>	<u>\$ (528,067)</u>	<u>\$ 251,442</u>	<u>\$</u>

ADDITIONAL PROJECT INFORMATION:

NJ DOE project number	4390-060-09-2008
SDA project number	4390-060-09-0ZCL
Grant number	G5-3396
Grant notification date	2/22/2010
Grant amount	\$326,619
Bond authorization date	12/8/2009
Bonds authorized	\$489,928
Bonds issued	\$489,928
Original authorized cost	\$816,547
Additional authorized cost	
Revised authorized cost	\$816,547
Percentage increase over original authorized cost	
Percentage completion	69.21%
Original target completion date	9/1/2011
Revised target completion date	9/1/2011

TOWNSHIP OF RIDGEWOOD SCHOOL DISTRICT
 Capital Projects Fund
 Schedule of Revenues, Expenditures, Project Balance, and
 Project Status - Budgetary Basis
 George Washington Classrooms Rehabilitation
 From Inception and for the Fiscal Year Ended June 30, 2011

	<u>Prior Periods</u>	<u>Current Year</u>	<u>Totals</u>	<u>Revised Authorized Costs</u>
REVENUES AND OTHER FINANCING SOURCES:				
State sources - SDA Grant	\$ 269,568	\$	\$ 269,568	\$ 269,568
Bond proceeds and transfers	<u>404,351</u>	<u> </u>	<u>404,351</u>	<u>404,351</u>
Total revenues	<u>673,919</u>	<u> </u>	<u>673,919</u>	<u>673,919</u>
EXPENDITURES AND OTHER FINANCING USES:				
Purchased professional and technical services	23,304	23,733	47,037	94,349
Construction services	<u> </u>	<u>126,589</u>	<u>126,589</u>	<u>579,570</u>
Total expenditures	<u>23,304</u>	<u>150,322</u>	<u>173,626</u>	<u>673,919</u>
Excess (deficiency) of revenues over (under) expenditures	<u>\$ 650,615</u>	<u>\$ (150,322)</u>	<u>\$ 500,293</u>	<u>\$</u>

ADDITIONAL PROJECT INFORMATION:

NJ DOE project number	4390-070-09-1005
SDA project number	4390-070-09-0ZZF
Grant number	G5-3753
Grant notification date	2/22/2010
Grant amount	\$269,568
Bond authorization date	12/8/2009
Bonds authorized	\$404,351
Bonds issued	\$404,351
Original authorized cost	\$673,919
Additional authorized cost	
Revised authorized cost	\$673,919
Percentage increase over original authorized cost	
Percentage completion	25.76%
Original target completion date	9/1/2013
Revised target completion date	9/1/2013

TOWNSHIP OF RIDGEWOOD SCHOOL DISTRICT
 Capital Projects Fund
 Schedule of Revenues, Expenditures, Project Balance, and
 Project Status - Budgetary Basis
 George Washington Rehabilitation of Electrical Service and Window Replacement
 From Inception and for the Fiscal Year Ended June 30, 2011

	Prior Periods	Current Year	Totals	Revised Authorized Costs
REVENUES AND OTHER FINANCING SOURCES:				
State sources - SDA Grant	\$ 162,024	\$	\$ 162,024	\$ 162,024
Bond proceeds and transfers	243,035		243,035	243,035
Total revenues	405,059		405,059	405,059
EXPENDITURES AND OTHER FINANCING USES:				
Purchased professional and technical services	17,210	12,983	30,193	56,708
Construction services		54,197	54,197	348,351
Total expenditures	17,210	67,180	84,390	405,059
Excess (deficiency) of revenues over (under) expenditures	\$ 387,849	\$ (67,180)	\$ 320,669	\$

ADDITIONAL PROJECT INFORMATION:

NJ DOE project number	4390-070-09-1009
SDA project number	4390-070-09-0ZCM
Grant number	G5-3397
Grant notification date	2/22/2010
Grant amount	\$162,024
Bond authorization date	12/8/2009
Bonds authorized	\$243,035
Bonds issued	\$243,035
Original authorized cost	\$405,059
Additional authorized cost	
Revised authorized cost	\$405,059
Percentage increase over original authorized cost	
Percentage completion	20.83%
Original target completion date	12/31/2012
Revised target completion date	12/31/2012

TOWNSHIP OF RIDGEWOOD SCHOOL DISTRICT
 Capital Projects Fund
 Schedule of Revenues, Expenditures, Project Balance, and
 Project Status - Budgetary Basis
 Ridge Rehabilitation of Electrical Service
 From Inception and for the Fiscal Year Ended June 30, 2011

	<u>Prior Periods</u>	<u>Current Year</u>	<u>Totals</u>	<u>Revised Authorized Costs</u>
REVENUES AND OTHER FINANCING SOURCES:				
State sources - SDA Grant	\$ 96,442	\$	\$ 96,442	\$ 96,442
Bond proceeds and transfers	<u>144,664</u>	<u> </u>	<u>144,664</u>	<u>144,664</u>
Total revenues	<u>241,106</u>	<u> </u>	<u>241,106</u>	<u>241,106</u>
EXPENDITURES AND OTHER FINANCING USES:				
Purchased professional and technical services	8,336	7,533	15,869	33,755
Construction services	<u> </u>	<u>4,743</u>	<u>4,743</u>	<u>207,351</u>
Total expenditures	<u>8,336</u>	<u>12,276</u>	<u>20,612</u>	<u>241,106</u>
Excess (deficiency) of revenues over (under) expenditures	<u>\$ 232,770</u>	<u>\$ (12,276)</u>	<u>\$ 220,494</u>	<u>\$</u>
ADDITIONAL PROJECT INFORMATION:				
NJ DOE project number	4390-090-09-1011			
SDA project number	4390-090-09-0ZCO			
Grant number	G5-3399			
Grant notification date	2/22/2010			
Grant amount	\$96,442			
Bond authorization date	12/8/2009			
Bonds authorized	\$144,664			
Bonds issued	\$144,664			
Original authorized cost	\$241,106			
Additional authorized cost				
Revised authorized cost	\$241,106			
Percentage increase over original authorized cost				
Percentage completion	8.55%			
Original target completion date	12/31/2012			
Revised target completion date	12/31/2012			

TOWNSHIP OF RIDGEWOOD SCHOOL DISTRICT
 Capital Projects Fund
 Schedule of Revenues, Expenditures, Project Balance, and
 Project Status - Budgetary Basis
 Orchard Installation of Occupancy Sensors
 From Inception and for the Fiscal Year Ended June 30, 2011

	<u>Prior Periods</u>	<u>Current Year</u>	<u>Totals</u>	<u>Revised Authorized Costs</u>
REVENUES AND OTHER FINANCING SOURCES:				
State sources - SDA Grant	\$ 10,287	\$	\$ 10,287	\$ 10,287
Bond proceeds and transfers	<u>15,431</u>	<u> </u>	<u>15,431</u>	<u>15,431</u>
Total revenues	<u>25,718</u>	<u> </u>	<u>25,718</u>	<u>25,718</u>
EXPENDITURES AND OTHER FINANCING USES:				
Purchased professional and technical services	885	804	1,689	3,601
Construction services	<u> </u>	<u>1,493</u>	<u>1,493</u>	<u>22,117</u>
Total expenditures	<u>885</u>	<u>2,297</u>	<u>3,182</u>	<u>25,718</u>
Excess (deficiency) of revenues over (under) expenditures	<u>\$ 24,833</u>	<u>\$ (2,297)</u>	<u>\$ 22,536</u>	<u>\$</u>

ADDITIONAL PROJECT INFORMATION:

NJ DOE project number	4390-120-09-1015
SDA project number	4390-120-09-0ZQH
Grant number	G5-3752
Grant notification date	2/22/2010
Grant amount	\$10,287
Bond authorization date	12/8/2009
Bonds authorized	\$15,431
Bonds issued	\$15,431
Original authorized cost	\$25,718
Additional authorized cost	
Revised authorized cost	\$25,718
Percentage increase over original authorized cost	
Percentage completion	12.37%
Original target completion date	9/1/2013
Revised target completion date	9/1/2013

TOWNSHIP OF RIDGEWOOD SCHOOL DISTRICT
 Capital Projects Fund
 Schedule of Revenues, Expenditures, Project Balance, and
 Project Status - Budgetary Basis
 George Washington Construction and Addition
 From Inception and for the Fiscal Year Ended June 30, 2011

	<u>Prior Periods</u>	<u>Current Year</u>	<u>Totals</u>	<u>Revised Authorized Costs</u>
REVENUES AND OTHER FINANCING SOURCES:				
Bond proceeds and transfers	\$ 8,996,961	\$ (162,807)	\$ 8,834,154	\$ 8,834,154
Total revenues	<u>8,996,961</u>	<u>(162,807)</u>	<u>8,834,154</u>	<u>8,834,154</u>
EXPENDITURES AND OTHER FINANCING USES:				
Purchased professional and technical services	374,206	420,100	794,306	1,343,194
Construction services	<u> </u>	<u>1,442,123</u>	<u>1,442,123</u>	<u>7,490,960</u>
Total expenditures	<u>374,206</u>	<u>1,862,223</u>	<u>2,236,429</u>	<u>8,834,154</u>
Excess (deficiency) of revenues over (under) expenditures	<u>\$ 8,622,755</u>	<u>\$ (2,025,030)</u>	<u>\$ 6,597,725</u>	<u>\$ _____</u>
 ADDITIONAL PROJECT INFORMATION:				
NJ DOE project number	N/A			
SDA project number	N/A			
Grant number	N/A			
Grant notification date	N/A			
Grant amount	N/A			
Bond authorization date	12/8/2009			
Bonds authorized	\$9,594,243			
Bonds issued	\$9,594,243			
Original authorized cost	\$9,594,243			
Additional authorized cost	(\$760,089)			
Revised authorized cost	\$8,834,154			
Percentage increase over original authorized cost	-7.92%			
Percentage completion	25.32%			
Original target completion date	12/31/2012			
Revised target completion date	12/31/2012			

TOWNSHIP OF RIDGEWOOD SCHOOL DISTRICT
 Capital Projects Fund
 Schedule of Revenues, Expenditures, Project Balance, and
 Project Status - Budgetary Basis
 Benjamin Franklin New Track
 From Inception and for the Fiscal Year Ended June 30, 2011

	<u>Prior Periods</u>	<u>Current Year</u>	<u>Totals</u>	<u>Revised Authorized Costs</u>
REVENUES AND OTHER FINANCING SOURCES:				
Bond proceeds and transfers	\$ 1,802,543	\$ 162,807	\$ 1,965,350	\$ 1,965,350
Total revenues	<u>1,802,543</u>	<u>162,807</u>	<u>1,965,350</u>	<u>1,965,350</u>
EXPENDITURES AND OTHER FINANCING USES:				
Purchased professional and technical services	20,438	63,615	84,053	174,850
Construction services	<u> </u>	<u>1,881,297</u>	<u>1,881,297</u>	<u>1,790,500</u>
Total expenditures	<u>20,438</u>	<u>1,944,912</u>	<u>1,965,350</u>	<u>1,965,350</u>
Excess (deficiency) of revenues over (under) expenditures	\$ <u>1,782,105</u>	\$ <u>(1,782,105)</u>	\$ <u> </u>	\$ <u> </u>
ADDITIONAL PROJECT INFORMATION:				
NJ DOE project number	N/A			
SDA project number	N/A			
Grant number	N/A			
Grant notification date	N/A			
Grant amount	N/A			
Bond authorization date	12/8/2009			
Bonds authorized	\$1,205,863			
Bonds issued	\$1,205,863			
Original authorized cost	\$1,205,863			
Additional authorized cost	\$759,487			
Revised authorized cost	\$1,965,350			
Percentage increase over original authorized cost	62.98%			
Percentage completion	100.00%			
Original target completion date	9/1/11			
Revised target completion date	9/1/11			

TOWNSHIP OF RIDGEWOOD SCHOOL DISTRICT
 Capital Projects Fund
 Schedule of Revenues, Expenditures, Project Balance, and
 Project Status - Budgetary Basis
 Ridgewood High School Fields Rehabilitation
 From Inception and for the Fiscal Year Ended June 30, 2011

	<u>Prior Periods</u>	<u>Current Year</u>	<u>Totals</u>	<u>Revised Authorized Costs</u>
REVENUES AND OTHER FINANCING SOURCES:				
Bond proceeds and transfers	\$ 4,187,196	\$ _____	\$ 4,187,196	\$ 4,187,196
Total revenues	<u>4,187,196</u>	<u>_____</u>	<u>4,187,196</u>	<u>4,187,196</u>
EXPENDITURES AND OTHER FINANCING USES:				
Purchased professional and technical services	21,551	307,282	328,833	607,143
Construction services	<u>_____</u>	<u>3,364,811</u>	<u>3,364,811</u>	<u>3,580,053</u>
Total expenditures	<u>21,551</u>	<u>3,672,093</u>	<u>3,693,644</u>	<u>4,187,196</u>
Excess (deficiency) of revenues over (under) expenditures	<u>\$ 4,165,645</u>	<u>\$ (3,672,093)</u>	<u>\$ 493,552</u>	<u>\$ _____</u>
 ADDITIONAL PROJECT INFORMATION:				
NJ DOE project number	N/A			
SDA project number	N/A			
Grant number	N/A			
Grant notification date	N/A			
Grant amount	N/A			
Bond authorization date	12/8/2009			
Bonds authorized	\$4,187,196			
Bonds issued	\$4,187,196			
Original authorized cost	\$4,187,196			
Additional authorized cost				
Revised authorized cost	\$4,187,196			
Percentage increase over original authorized cost				
Percentage completion	88.21%			
Original target completion date	9/1/2011			
Revised target completion date	9/1/2011			

PROPRIETARY FUNDS DETAIL STATEMENTS

Proprietary Funds are used to account for operations that are financed and operated in a manner similar to private business enterprises - where the intent of the District's board is that the costs of providing goods or services be financed through user charges.

Food Services Fund - This fund provides for the operation of food services in all schools within the school district.

Infant/Toddler Development Program - This program provides for the operation of early education and childcare services.

THIS SECTION HAS ALREADY BEEN INCLUDED IN STATEMENTS B-4, B-5, AND B-6.

FIDUCIARY FUNDS DETAIL STATEMENTS

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

Private Purpose Scholarship Funds - These are funds used to account for assets held by the district for scholarships or awards to students.

Unemployment Compensation Insurance Trust Fund - This fund is used to pay employees unemployment compensation claims.

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

Student Activity Fund - This agency fund is used to account for student funds held at the schools.

Payroll and Payroll Agency Funds - These agency funds are used to account for the payroll transactions of the school district.

Summer Savings Plan - This agency fund is used to account for money withheld from employees who elect to have a portion of their salary withheld during the school year for payment in June.

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

	<u>Private Purpose Scholarship Funds</u>	<u>Unemployment Compensation Insurance Trust Fund</u>	<u>Agency Funds</u>	<u>Totals</u>
ASSETS:				
Cash and cash equivalents	\$ 628,781	\$ 25,346	\$ 391,716	\$ 1,045,843
Investments, at fair value	1,644,826			1,644,826
Miscellaneous receivables	2,012			2,012
Interfund receivable		16,000		16,000
	<u>2,275,619</u>	<u>41,346</u>	<u>391,716</u>	<u>2,708,681</u>
Total assets	\$ <u>2,275,619</u>	\$ <u>41,346</u>	\$ <u>391,716</u>	\$ <u>2,708,681</u>
LIABILITIES AND NET ASSETS				
Liabilities:				
Accounts payable	\$ 198	\$ 17,539	\$ 25,090	\$ 42,827
Intergovernmental:				
Interfund payable			3,097	3,097
Payroll deductions and withholdings			70,945	70,945
Due to student groups			292,584	292,584
	<u>198</u>	<u>17,539</u>	<u>391,716</u>	<u>409,453</u>
Total liabilities	<u>198</u>	<u>17,539</u>	<u>391,716</u>	<u>409,453</u>
Net assets:				
Held in trust for unemployment claims and other purposes		23,807		23,807
Reserved for scholarships	2,275,421			2,275,421
	<u>2,275,421</u>	<u>23,807</u>		<u>2,299,228</u>
Total net assets	<u>2,275,421</u>	<u>23,807</u>		<u>2,299,228</u>
Total liabilities and net assets	\$ <u>2,275,619</u>	\$ <u>41,346</u>	\$ <u>391,716</u>	\$ <u>2,708,681</u>

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

	<u>Private Purpose Scholarship Funds</u>	<u>Unemployment Compensation Insurance Trust Fund</u>	<u>Totals</u>
ADDITIONS:			
Contributions:			
Other	\$ 21,140	\$	\$ 21,140
Plan member		69,283	69,283
	<u>21,140</u>	<u>69,283</u>	<u>90,423</u>
Total contributions			
Investment earnings:			
Net increase in the fair value of investments	325,331		325,331
Dividends	38,293		38,293
Interest	10,526	757	11,283
	<u>374,150</u>	<u>757</u>	<u>374,907</u>
Net investment earnings			
Total additions	<u>395,290</u>	<u>70,040</u>	<u>465,330</u>
DEDUCTIONS:			
Bank fees and other expenses	19,710		19,710
Scholarship/award payments	83,595		83,595
Unemployment compensation insurance claims and fees		200,921	200,921
	<u>103,305</u>	<u>200,921</u>	<u>304,226</u>
Total deductions			
Change in net assets	291,985	(130,881)	161,104
Net assets - July 1	<u>1,983,436</u>	<u>154,688</u>	<u>2,138,124</u>
Net assets - June 30	<u>\$ 2,275,421</u>	<u>\$ 23,807</u>	<u>\$ 2,299,228</u>

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

	<u>Cash Balance July 1, 2010</u>	<u>Cash Receipts</u>	<u>Cash Disbursements</u>	<u>Interfund Payable</u>	<u>Accounts Payable, June 30, 2011</u>	<u>Balance June 30, 2011</u>
ELEMENTARY AND MIDDLE SCHOOLS:						
Hawes	\$ 6,702	\$ 17,200	\$ 17,590	\$	\$	\$ 6,312
Orchard	11,699	18,269	15,303			14,665
Ridge	14,068	28,085	29,223			12,930
Somerville	5,849	1,196	2,459			4,586
Travell	2,792	1,592	1,651			2,733
Willard	39,859	40,244	24,042			56,061
Benjamin Franklin	26,524	255,635	257,700			24,459
George Washington	36,903	210,486	206,724			40,665
Total elementary and middle schools	144,396	572,707	554,692			162,411
SENIOR HIGH SCHOOL:						
Ridgewood High School	139,698	483,075	469,536		24,375	128,862
ATHLETICS:						
Hall of Fame	4,315	14,218	17,222			1,311
Ridgewood High School Athletics		99,357	98,643		714	
Total all schools	\$ 288,409	\$ 1,169,357	\$ 1,140,093	\$	\$ 25,089	\$ 292,584

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

	<u>Balance</u> <u>July 1, 2010</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance</u> <u>June 30, 2011</u>
ASSETS:				
Cash	\$ 412,132	\$ 25,775,264	\$ 26,114,556	\$ 72,840
Interfund receivable	314		314	
Miscellaneous receivables	<u>599</u>		<u>599</u>	
Total assets	<u>\$ 413,045</u>	<u>\$ 25,775,264</u>	<u>\$ 26,115,469</u>	<u>\$ 72,840</u>
 LIABILITIES:				
Payroll deductions and withholdings	\$ 392,464	\$ 25,773,240	\$ 26,094,759	\$ 70,945
Interfund payables	<u>20,581</u>	<u>2,024</u>	<u>20,710</u>	<u>1,895</u>
Total liabilities	<u>\$ 413,045</u>	<u>\$ 25,775,264</u>	<u>\$ 26,115,469</u>	<u>\$ 72,840</u>

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

	<u>Balance</u> <u>July 1, 2010</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance</u> <u>June 30, 2011</u>
ASSETS:				
Cash	\$ 1,471	\$ 32,308,338	\$ 32,308,607	\$ 1,202
Total assets	<u>\$ 1,471</u>	<u>\$ 32,308,338</u>	<u>\$ 32,308,607</u>	<u>\$ 1,202</u>
LIABILITIES:				
Accrued salaries and wages	\$	\$ 32,307,136	\$ 32,307,136	\$
Interfund payables	<u>1,471</u>	<u>1,202</u>	<u>1,471</u>	<u>1,202</u>
Total liabilities	<u>\$ 1,471</u>	<u>\$ 32,308,338</u>	<u>\$ 32,308,607</u>	<u>\$ 1,202</u>

TOWNSHIP OF RIDGEWOOD SCHOOL DISTRICT
 Summer Savings Plan
 Schedule of Receipts and Disbursements
 For the Fiscal Year Ended June 30, 2011

	<u>Balance July 1, 2010</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance June 30, 2011</u>
ASSETS:				
Cash	\$ 660	\$ 978,115	\$ 978,774	\$ 1
Total assets	<u>\$ 660</u>	<u>\$ 978,115</u>	<u>\$ 978,774</u>	<u>\$ 1</u>
 LIABILITIES:				
Accrued salaries and wages	\$	\$ 976,838	\$ 976,838	\$
Interest payable, net	345	1,277	1,621	1
Interfund payables	<u>315</u>	<u></u>	<u>315</u>	<u></u>
Total liabilities	<u>\$ 660</u>	<u>\$ 978,115</u>	<u>\$ 978,774</u>	<u>\$ 1</u>

LONG-TERM DEBT SCHEDULES

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

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

Issue	Date of Issue	Amount of Issue	Annual Maturities		Interest Rate	Balance July 1, 2010	Issued	Retired	Balance June 30, 2011
			Date	Amount					
Additions and renovations to various schools	10-1-1999	\$ 19,035,000 *				\$ 1,075,000	\$	1,075,000	
Additions and renovations to various schools (Refunded 1999 bonds maturing 10-1-2011 to 10-1-2018)	10-15-2004	10,040,000	10-1-2011	1,155,000	5.00%	9,880,000		25,000	9,855,000
			10-1-2012	1,210,000	5.00%				
			10-1-2013	1,270,000	5.00%				
			10-1-2014	1,255,000	3.40%				
			10-1-2015	1,250,000	5.25%				
			10-1-2016	1,245,000	5.25%				
			10-1-2017	1,240,000	5.25%				
10-1-2018	1,230,000	4.00%							
Additions and renovations to various schools	2-15-2003	4,681,000 **	2-15-2012	165,000	4.000%	3,736,000		3,571,000	165,000
Additions and renovations to various schools (Refunded 2003 bonds maturing 2-15-2013 to 2-15-2028)	6-1-2011	3,475,000	2-15-2012	45,000	2.000%	3,475,000			3,475,000
			2-15-2013	180,000	4.000%				
			2-15-2014	185,000	4.000%				
			2-15-2015	190,000	4.000%				
			2-15-2016	200,000	2.000%				
			2-15-2017	200,000	4.000%				
			2-15-2018	205,000	3.000%				
			2-15-2019	205,000	3.000%				
			2-15-2020	215,000	5.000%				
			2-15-2021	220,000	5.000%				
			2-15-2022	230,000	3.250%				
			2-15-2023	230,000	3.250%				
			2-15-2024	235,000	4.000%				
			2-15-2025	235,000	4.000%				
			2-15-2026	235,000	4.000%				
2-15-2027	235,000	4.000%							
2-15-2028	230,000	4.000%							

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

Issue	Date of Issue	Amount of Issue	Annual Maturities		Interest Rate	Balance July 1, 2010	Issued	Retired	Balance June 30, 2011
			Date	Amount					
Additions and renovations to various schools	4-8-2010	\$ 38,420,000	*** 3-15-2012	\$ 200,000	2.000%	\$ 38,420,000	\$	\$	\$ 38,420,000
			3-15-2013	250,000	2.000%				
			3-15-2014	300,000	2.000%				
			3-15-2015	400,000	3.000%				
			3-15-2016	500,000	3.000%				
			3-15-2017	600,000	3.000%				
			3-15-2018	700,000	3.250%				
			3-15-2019	800,000	4.000%				
			3-15-2020	1,500,000	4.000%				
			3-15-2021	1,600,000	4.000%				
			3-15-2022	1,650,000	4.000%				
			3-15-2023	1,700,000	4.000%				
			3-15-2024	1,800,000	4.000%				
			3-15-2025	1,885,000	4.000%				
			3-15-2026	2,000,000	4.000%				
			3-15-2027	2,075,000	4.000%				
			3-15-2028	2,200,000	4.000%				
			3-15-2029	2,300,000	4.000%				
			3-15-2030	2,400,000	4.125%				
			3-15-2031	2,500,000	4.250%				
3-15-2032	2,650,000	4.250%							
3-15-2033	2,800,000	4.250%							
3-15-2034	2,800,000	4.350%							
3-15-2035	2,810,000	4.400%							
						<u>\$ 53,111,000</u>	<u>\$ 3,475,000</u>	<u>\$ 4,671,000</u>	<u>\$ 51,915,000</u>

* Bonds were authorized to be issued in the amount of \$19,866,266. The \$831,266 difference between the amount authorized and the amount issued represents \$831,000 of debt retired through the debt service fund prior to the bonds being issued, and \$266 was canceled.

** Bonds were authorized to be issued in the amount of \$6,161,666, reduced by an approved state grant and local share in the amount of \$1,480,252 and \$414, respectively.

*** Bonds were authorized to be issued in the amount of \$38,420,602, and \$602 was canceled

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

Purpose	Date of Lease	Term of Lease	Original Amount of Lease		Interest Rate	Balance July 1, 2010	Issued	Retired	Balance June 30, 2011
			Principal	Interest					
Computers	08/25/06	5 Years	\$ 618,605	\$ 48,895	3.9550%	\$ 128,421	\$	\$ 128,421	\$
Computers	08/07/07	5 Years	695,319	54,681	3.9400%	283,178		138,857	144,321
Computers	08/28/08	5 Years	702,500	47,110	3.3400%	421,314		135,850	285,464
Computers & Grounds Equipment	8/1/2009	5 Years	787,000	57,990	3.3000%	623,701		148,415	475,286
Field Lighting	09/30/10	5 Years	505,000	20,119	1.9894%		505,000	104,996	400,004
Computers	07/07/10	5 Years	710,000	38,825	2.6400%		710,000	148,509	561,491
						<u>\$ 1,456,614</u>	<u>\$ 1,215,000</u>	<u>\$ 805,048</u>	<u>\$ 1,866,566</u>

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

	<u>Original Budget</u>	<u>Budget Transfers</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Final to Actual</u>
REVENUES:					
Local sources:					
Local tax levy	\$ 2,933,183	\$ 25,725	\$ 2,958,908	\$ 2,958,908	\$
State sources:					
Debt service aid type II	<u>402,100</u>		<u>402,100</u>	<u>402,100</u>	
Total revenues	<u>3,335,283</u>	<u>25,725</u>	<u>3,361,008</u>	<u>3,361,008</u>	
EXPENDITURES:					
Regular debt service:					
Interest	2,077,051	25,727	2,102,778	2,102,778	
Redemption of principal	1,260,000		1,260,000	1,260,000	
Legal services		19,421	19,421	19,421	
Other purchased professional services		21,285	21,285	21,285	
Other purchased services		<u>7,700</u>	<u>7,700</u>	<u>7,700</u>	
Total regular debt service	<u>3,337,051</u>	<u>74,133</u>	<u>3,411,184</u>	<u>3,411,184</u>	
Total expenditures	<u>3,337,051</u>	<u>74,133</u>	<u>3,411,184</u>	<u>3,411,184</u>	
Excess (deficiency) of revenues over (under) expenditures	(1,768)	(48,408)	(50,176)	(50,176)	
Other financing sources (uses):					
Payment to escrow agent for bond refunding				(3,553,528)	(3,553,528)
Proceeds from sale of bonds for bond refunding		<u>(55,746)</u>	<u>55,746</u>	<u>3,609,274</u>	<u>3,553,528</u>
Total other financing sources (uses)		<u>(55,746)</u>	<u>55,746</u>	<u>55,746</u>	
Excess (deficiency) of revenues and other financing sources over (under) expenditures and other financing sources (uses)	(1,768)	(104,154)	5,570	5,570	
Fund balances - July 1	<u>1,770</u>		<u>1,770</u>	<u>1,770</u>	
Fund balances - June 30	<u>\$ 2</u>	<u>\$ (104,154)</u>	<u>\$ 7,340</u>	<u>\$ 7,340</u>	<u>\$</u>
Recapitulation of excess (deficiency) of revenues over (under) expenditures: Budgeted fund balance	<u>\$ (1,768)</u>	<u>\$ (104,154)</u>	<u>\$ 5,570</u>	<u>\$ 5,570</u>	<u>\$</u>

Township of Ridgewood School District Statistical Section (Unaudited)

<u>Contents</u>	<u>Page</u>
Financial Trends	112 - 119
<p>These schedules contain trend information to help the reader understand how the District's financial performance and well being have changed over time.</p>	
Revenue Capacity	120 - 123
<p>These schedules contain information to help the reader assess the District's most significant local revenue source, the property tax.</p>	
Debt Capacity	124 - 127
<p>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.</p>	
Demographic and Economic Information	128 - 129
<p>These schedules offer demographic and economic indicators to help the reader understand the environment within which the District's financial activities take place.</p>	
Operating Information	130 - 135
<p>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.</p>	

TOWNSHIP OF RIDGEWOOD SCHOOL DISTRICT
 Net Assets by Component
 Last Nine Years
 (accrual basis of accounting)
 Unaudited

	Fiscal Year Ending June 30,								
	2003	2004	2005	2006	2007	2008	2009	2010	2011
Governmental activities:									
Invested in capital assets, net of related debt	\$ 19,213,744	\$ 20,539,957	\$ 28,018,983	\$ 27,747,187	\$ 28,350,205	\$ 31,563,716	\$ 32,735,639	\$ (3,026,561)	\$ 20,697,948
Restricted	4,599,425	5,918,276	3,936,113	5,594,883	7,768,283	5,099,625	4,051,369	41,634,752	23,915,797
Unrestricted (deficit)	993,574	805,144	96,471	90,299	65,591	(136,004)	(1,033,044)	(1,350,383)	(1,335,961)
Total governmental activities net assets	<u>24,806,743</u>	<u>27,263,377</u>	<u>32,051,567</u>	<u>33,432,369</u>	<u>36,184,079</u>	<u>36,527,337</u>	<u>35,753,964</u>	<u>37,257,808</u>	<u>43,277,784</u>
Business-type activities:									
Invested in capital assets, net of related debt	228,802	236,982	214,194	159,862	134,973	116,267	84,172	78,561	174,404
Restricted	344,696	357,331	417,534	450,769	438,735	402,043	317,127	238,200	84,170
Unrestricted	344,696	357,331	417,534	450,769	438,735	402,043	317,127	238,200	84,170
Total business-type activities net assets	<u>573,498</u>	<u>594,313</u>	<u>631,728</u>	<u>610,631</u>	<u>573,708</u>	<u>518,310</u>	<u>401,299</u>	<u>316,761</u>	<u>258,574</u>
District-wide:									
Invested in capital assets, net of related debt	19,442,546	20,776,939	28,233,177	27,907,049	28,485,178	31,679,983	32,819,811	(2,948,000)	20,872,352
Restricted	4,599,425	5,918,276	3,936,113	5,594,883	7,768,283	5,099,625	4,051,369	41,634,752	23,915,797
Unrestricted	1,338,270	1,162,475	514,005	541,068	504,326	266,039	(715,917)	(1,112,183)	(1,251,791)
Total district net assets	<u>\$ 25,380,241</u>	<u>\$ 27,857,690</u>	<u>\$ 32,683,295</u>	<u>\$ 34,043,000</u>	<u>\$ 36,757,787</u>	<u>\$ 37,045,647</u>	<u>\$ 36,155,263</u>	<u>\$ 37,574,569</u>	<u>\$ 43,536,358</u>

Source: District Records

Notes: GASB requires that ten years of statistical data be presented. Statistical data only available starting in 2003. Each year thereafter, an additional year's data will be included until ten years of data is presented.

TOWNSHIP OF RIDGEWOOD SCHOOL DISTRICT
Changes in Net Assets
Last Nine Years
(accrual basis of accounting)
Unaudited

	Fiscal Year Ending June 30,								
	2003	2004	2005	2006	2007	2008	2009	2010	2011
Expenses:									
Governmental activities:									
Instruction:									
Regular	\$ 30,530,120	\$ 31,408,006	\$ 32,055,090	\$ 33,811,474	\$ 36,450,455	\$ 37,489,605	\$ 36,067,316	\$ 37,635,956	\$ 39,044,444
Special education	2,902,967	3,149,659	3,535,235	4,008,048	4,732,243	6,150,367	6,604,765	6,697,403	7,094,778
Other special instruction	1,026,409	1,194,310	1,353,743	1,546,657	1,788,835	1,780,241	1,739,611	1,700,384	1,276,142
Other instruction	2,302,173	2,383,825	2,557,611	2,846,165	3,168,652	2,611,483	2,604,698	2,702,014	2,439,657
Support services:									
Tuition	2,335,460	2,395,112	3,118,284	3,485,660	3,537,022	4,367,446	4,851,442	4,979,976	5,488,915
Student and instruction related services	9,695,268	10,532,664	11,299,327	12,447,833	13,317,152	14,319,913	13,963,348	15,001,751	14,731,156
School administrative services	4,053,776	4,288,853	4,372,781	4,466,397	4,540,759	4,897,256	4,903,953	4,886,853	4,797,546
General administration services	1,450,808	1,429,967	1,353,661	1,334,123	1,292,484	1,319,377	1,339,367	1,290,797	973,223
Central services			1,311,975	1,372,897	1,439,255	1,596,351	1,634,429	1,609,055	1,569,040
Administrative information technology			668,212	677,747	731,239	666,840	745,703	859,287	755,846
Business and other support services	1,849,476	2,054,946							
Plant operations and maintenance	5,374,602	5,614,275	5,981,216	6,420,044	6,522,715	7,187,916	7,699,034	7,343,995	7,235,913
Pupil transportation	2,308,796	2,178,401	2,233,661	2,307,921	2,471,149	2,775,719	3,014,087	2,852,706	2,672,636
Special schools	1,009,675	969,227	1,087,060	1,141,790	1,160,117	1,267,630	1,243,150	1,052,193	996,687
Interest on long-term debt	1,029,068	1,113,810	1,068,297	961,059	915,679	871,721	818,757	1,124,232	2,235,001
Unallocated depreciation	1,649,035	1,652,467	1,688,215	2,692,795	1,918,597	2,136,188	2,185,602	2,177,278	2,341,669
Total governmental activities expenses	<u>67,517,633</u>	<u>70,365,522</u>	<u>73,684,368</u>	<u>79,520,610</u>	<u>83,986,353</u>	<u>89,438,053</u>	<u>89,415,262</u>	<u>91,913,880</u>	<u>93,652,653</u>
Business-type activities:									
Food service	1,070,007	1,148,989	1,203,179	1,257,719	1,254,245	1,262,215	1,279,041	1,200,627	1,153,075
Infant/Toddler Development Program	858,926	913,216	939,368	983,346	1,014,372	1,047,268	1,061,693	1,056,302	1,074,626
Total business-type activities expense	<u>1,928,933</u>	<u>2,062,205</u>	<u>2,142,547</u>	<u>2,241,065</u>	<u>2,268,617</u>	<u>2,309,483</u>	<u>2,340,734</u>	<u>2,256,929</u>	<u>2,227,701</u>
Total district expenses	<u>\$ 69,446,566</u>	<u>\$ 72,427,727</u>	<u>\$ 75,826,915</u>	<u>\$ 81,761,675</u>	<u>\$ 86,254,970</u>	<u>\$ 91,747,536</u>	<u>\$ 91,755,996</u>	<u>\$ 94,170,809</u>	<u>\$ 95,880,354</u>

TOWNSHIP OF RIDGEWOOD SCHOOL DISTRICT
 Changes in Net Assets
 Last Nine Years
 (accrual basis of accounting)
 Unaudited

	Fiscal Year Ending June 30,								
	2003	2004	2005	2006	2007	2008	2009	2010	2011
Program Revenues:									
Governmental activities:									
Charges for services:									
Instruction	\$ 129,546	\$ 168,727	\$ 176,557	\$ 171,795	\$ 191,473	\$ 201,725	\$ 155,950	\$ 184,745	\$ 258,443
Student and instruction related services	7,074	65,252	1,082	375	15,417		12,100		8,656
Plant operations and maintenance	165,697	167,734	171,397	114,014	75,487	137,343	139,296	153,704	59,337
Pupil transportation	11,902	1,937	3,420	2,880	1,066		53,466	25,413	16,712
Special schools	910,024	923,462	968,594	1,004,407	996,081	1,095,108	1,049,147	864,429	863,701
Operating grants and contributions	5,907,954	6,202,681	6,874,081	7,561,081	10,204,771	10,556,693	7,900,404	8,970,346	8,515,529
Capital grants and contributions	501,039	234,024	1,585,834	185,010	199,904	21,099	279,223	522,627	4,123,851
Total governmental activities program revenues	<u>7,633,236</u>	<u>7,763,817</u>	<u>9,780,965</u>	<u>9,039,562</u>	<u>11,684,199</u>	<u>12,011,968</u>	<u>9,589,586</u>	<u>10,721,264</u>	<u>13,846,229</u>
Business-type activities:									
Charges for services:									
Food service	969,608	1,045,610	1,090,570	1,130,780	1,127,744	1,107,922	1,126,800	1,058,262	1,044,532
Infant/Toddler Development Program	886,448	889,960	984,485	975,911	992,097	1,032,819	983,345	990,367	1,011,663
Operating grants and contributions	90,318	98,950	96,751	101,909	99,808	106,376	111,834	122,895	112,120
Total business type activities program revenues	<u>1,946,374</u>	<u>2,034,520</u>	<u>2,171,806</u>	<u>2,208,600</u>	<u>2,219,649</u>	<u>2,247,117</u>	<u>2,221,979</u>	<u>2,171,524</u>	<u>2,168,315</u>
Total district program revenues	<u>\$ 9,579,610</u>	<u>\$ 9,798,337</u>	<u>\$ 11,952,771</u>	<u>\$ 11,248,162</u>	<u>\$ 13,903,848</u>	<u>\$ 14,237,986</u>	<u>\$ 11,532,342</u>	<u>\$ 12,370,161</u>	<u>\$ 16,014,544</u>
Net (expense)/revenue:									
Governmental activities	\$ (59,884,397)	\$ (62,601,705)	\$ (63,903,403)	\$ (70,481,048)	\$ (72,302,154)	\$ (77,447,184)	\$ (80,104,899)	\$ (81,715,243)	\$ (79,806,424)
Business-type activities	17,441	(27,685)	29,259	(32,465)	(48,968)	(62,366)	(118,755)	(85,405)	(59,386)
Total district-wide net expense	<u>\$ (59,866,956)</u>	<u>\$ (62,629,390)</u>	<u>\$ (63,874,144)</u>	<u>\$ (70,513,513)</u>	<u>\$ (72,351,122)</u>	<u>\$ (77,509,550)</u>	<u>\$ (80,223,654)</u>	<u>\$ (81,800,648)</u>	<u>\$ (79,865,810)</u>

TOWNSHIP OF RIDGEWOOD SCHOOL DISTRICT
 Changes in Net Assets
 Last Nine Years
 (accrual basis of accounting)
 Unaudited

	Fiscal Year Ending June 30,								
	2003	2004	2005	2006	2007	2008	2009	2010	2011
General revenues and other changes in net assets:									
Governmental activities:									
Property taxes levied for:									
General purposes	\$ 55,991,736	\$ 58,795,344	\$ 61,775,793	\$ 64,948,735	\$ 67,994,062	\$ 70,967,340	\$ 73,806,034	\$ 76,758,275	\$ 79,728,606
Debt services	1,158,664	1,471,601	1,473,137	1,431,304	1,381,771	1,433,326	1,432,250	1,435,200	2,958,908
Unrestricted grants and contributions	2,807,676	3,596,423	4,037,601	4,000,526	4,015,502	4,038,972	3,098,311	3,428,070	2,189,099
Tuition Received	193,644	314,057	561,733	494,617	465,062	386,413	314,725	468,722	465,061
Investment earnings	155,212	289,554	396,078	675,387	883,194	641,380	106,712	127,785	207,272
Miscellaneous	501,933	635,534	447,251	311,281	314,273	301,912	294,271	478,408	277,454
Transfers		(44,174)							
Total governmental activities	<u>60,808,865</u>	<u>65,058,339</u>	<u>68,691,593</u>	<u>71,861,850</u>	<u>75,053,864</u>	<u>77,790,442</u>	<u>79,331,526</u>	<u>83,219,087</u>	<u>85,826,400</u>
Business-type activities:									
Investment earnings	1,634	4,326	8,156	11,368	12,045	6,968	1,744	867	1,199
Transfers		44,174							
Total business-type activities	<u>1,634</u>	<u>48,500</u>	<u>8,156</u>	<u>11,368</u>	<u>12,045</u>	<u>6,968</u>	<u>1,744</u>	<u>867</u>	<u>1,199</u>
Total district-wide	<u>\$ 60,810,499</u>	<u>\$ 65,106,839</u>	<u>\$ 68,699,749</u>	<u>\$ 71,873,218</u>	<u>\$ 75,065,909</u>	<u>\$ 77,797,410</u>	<u>\$ 79,333,270</u>	<u>\$ 83,219,954</u>	<u>\$ 85,827,599</u>
Change in net assets									
Governmental activities	\$ 924,468	\$ 2,456,634	\$ 4,788,190	\$ 1,380,802	\$ 2,751,710	\$ 343,258	\$ (773,373)	\$ 1,503,844	\$ 6,019,976
Business-type activities	<u>19,075</u>	<u>20,815</u>	<u>37,415</u>	<u>(21,097)</u>	<u>(36,923)</u>	<u>(55,398)</u>	<u>(117,011)</u>	<u>(84,538)</u>	<u>(58,187)</u>
Total district	<u>\$ 943,543</u>	<u>\$ 2,477,449</u>	<u>\$ 4,825,605</u>	<u>\$ 1,359,705</u>	<u>\$ 2,714,787</u>	<u>\$ 287,860</u>	<u>\$ (890,384)</u>	<u>\$ 1,419,306</u>	<u>\$ 5,961,789</u>

Source: District Records

Notes: GASB requires that ten years of statistical data be presented. Statistical data only available starting in 2003. Each year thereafter, an additional year's data will be included until ten years of data is presented.

Central Services and Administrative Information Technology Services account classifications were added beginning with year end June 30, 2005. Prior to June 30, 2005, Central Services and Administrative Information Technology Services were combined in Other Support Services as Business and Other Support Services.

TOWNSHIP OF RIDGEWOOD SCHOOL DISTRICT
 Fund Balances - Governmental Funds
 Last Nine Years
 (modified accrual basis of accounting)
 Unaudited

	Fiscal Year Ending June 30,								
	2003	2004	2005	2006	2007	2008	2009	2010	2011
General fund:									
Reserved	\$ 113,532	\$ 1,216,324	\$ 3,122,960	\$ 5,575,778	\$ 7,761,862	\$ 5,099,624	\$ 4,049,600	\$ 4,661,867	\$
Unreserved	2,187,112	2,044,102	1,770,711	1,270,151	1,316,892	1,224,659	416,268	388,549	
Restricted									4,491,947
Committed									626,236
Assigned									55,629
Unassigned									633,086
Total general fund	<u>\$ 2,300,644</u>	<u>\$ 3,260,426</u>	<u>\$ 4,893,671</u>	<u>\$ 6,845,929</u>	<u>\$ 9,078,754</u>	<u>\$ 6,324,283</u>	<u>\$ 4,465,868</u>	<u>\$ 5,050,416</u>	<u>\$ 5,806,898</u>
All other governmental funds:									
Reserved	\$ 164,230	\$ 5,877,171	\$ 271,629	\$ 4,090	\$ 4,090	\$	\$	\$ 18,536,160	\$
Unreserved, reported in:									
Special revenue fund	(11,633)								
Capital projects fund	4,333,296	(1,180,584)	(40,873)	3,992	(1,592)			18,434,955	
Debt service fund		5,365	12,466	11,023	3,923	1	1,769	1,770	
Restricted, reported in:									
Capital projects fund									3,536,919
Debt service fund									7,340
Committed, reported in:									
Capital projects fund									20,507,731
Assigned, reported in:									
Capital projects fund									166,046
Unassigned, reported in:									
Capital projects fund									(5,420,422)
Total all other governmental funds	<u>\$ 4,485,893</u>	<u>\$ 4,701,952</u>	<u>\$ 243,222</u>	<u>\$ 19,105</u>	<u>\$ 6,421</u>	<u>\$ 1</u>	<u>\$ 1,769</u>	<u>\$ 36,972,885</u>	<u>\$ 18,797,614</u>

Source: District Records

Notes: GASB requires that ten years of statistical data be presented. Statistical data only available starting in 2003. Each year thereafter, an additional year's data will be included until ten years of data is presented.

TOWNSHIP OF RIDGEWOOD SCHOOL DISTRICT
 Changes in Fund Balances, Governmental Funds
 Last Ten Years
 (modified accrual basis of accounting)
 Unaudited

	Fiscal Year Ending June 30,									
	2002	2003	2004	2005	2006	2007	2008	2009	2010	2011
Revenues:										
Tax levy	\$ 54,201,745	\$ 57,150,400	\$ 60,266,945	\$ 63,248,930	\$ 66,380,039	\$ 69,375,833	\$ 72,400,666	\$ 75,238,284	\$ 78,193,475	\$ 82,687,514
Tuition	140,282	193,644	314,057	561,733	494,617	465,062	386,413	314,725	468,722	465,061
Interest earnings	277,419	155,212	289,554	396,078	675,387	883,194	641,380	106,712	127,785	207,272
Miscellaneous	2,331,662	2,119,250	2,470,082	2,255,448	2,218,634	2,225,601	2,316,872	2,471,838	2,372,905	2,284,237
State sources	6,140,600	8,092,798	8,844,200	10,855,096	10,106,209	12,773,650	13,010,693	9,458,715	10,455,749	12,297,765
Federal sources	829,022	926,205	891,508	1,359,897	1,235,758	1,230,395	1,245,281	1,275,193	2,025,226	1,963,964
Total revenue	63,920,730	68,637,509	73,076,346	78,677,182	81,110,644	86,953,735	90,001,305	88,865,467	93,643,862	99,905,813
Expenditures:										
Instruction:										
Regular instruction	24,473,899	25,157,786	25,544,926	25,820,825	26,553,017	27,134,710	28,094,313	28,362,247	29,667,390	30,442,131
Special education instruction	2,185,493	2,346,040	2,500,102	2,777,658	3,083,691	3,465,462	4,536,206	5,027,038	5,091,202	5,265,323
Other special instruction	792,450	822,776	934,131	1,052,106	1,174,409	1,316,135	1,285,484	1,325,825	1,294,233	957,878
Other instruction	1,467,918	1,919,368	1,951,429	2,086,286	2,283,182	2,481,544	2,030,176	2,076,127	2,156,305	1,925,886
Support services:										
Tuition	2,539,544	2,335,460	2,395,112	3,118,284	3,485,660	3,537,022	4,367,446	4,851,442	4,979,976	5,488,915
Student and instruction related services	8,090,831	8,359,222	8,610,896	9,185,372	9,953,628	10,210,035	11,023,801	11,015,798	11,833,051	11,382,241
School administrative services	3,153,261	3,282,768	3,397,562	3,450,921	3,448,607	3,350,171	3,607,586	3,737,212	3,706,608	3,552,799
General administration services	1,181,070	1,368,024	1,646,870	1,379,215	1,220,352	1,162,497	1,167,782	1,207,743	1,179,235	926,283
Central services				1,098,517	1,116,112	1,157,538	1,286,182	1,294,683	1,264,768	1,174,765
Administrative information technology services				565,099	639,614	689,173	626,394	681,177	760,859	589,380
Business and other support services	1,462,290	1,578,069	1,719,164							
Plant operations and maintenance	5,307,699	5,500,585	5,749,784	6,103,331	6,526,725	6,631,214	7,284,167	7,786,236	7,505,750	7,500,654
Pupil transportation	2,056,835	2,300,550	2,165,788	2,220,487	2,295,231	2,456,618	2,758,853	2,995,211	2,832,276	2,644,397
Employee benefits	7,243,382	9,545,185	11,079,164	11,916,177	13,702,713	17,172,746	17,852,008	15,603,662	16,241,126	17,271,044
Special schools	903,208	1,009,675	969,227	1,087,060	1,141,790	1,160,117	1,267,630	1,243,150	1,052,193	996,687
Capital outlay	5,427,997	2,894,700	2,178,557	8,373,080	1,393,898	1,520,676	4,360,048	2,307,514	3,824,054	25,114,187
Debt service:										
Principal	665,000	700,000	860,000	965,000	975,000	1,025,000	1,080,000	1,135,000	1,190,000	1,260,000
Interest and other charges	952,380	917,573	1,068,638	969,893	930,524	881,541	829,439	774,549	716,821	2,102,778
Total expenditures	67,903,257	70,037,781	72,771,350	82,169,311	79,924,153	85,352,199	93,457,515	91,424,614	95,295,847	118,595,348

TOWNSHIP OF RIDGEWOOD SCHOOL DISTRICT
 Changes in Fund Balances, Governmental Funds
 Last Ten Years
 (modified accrual basis of accounting)
 Unaudited

	Fiscal Year Ending June 30,									
	2002	2003	2004	2005	2006	2007	2008	2009	2010	2011
Excess (deficiency) of revenues over (under) expenditures	\$ (3,982,527)	\$ (1,400,272)	\$ 304,996	\$ (3,492,129)	\$ 1,186,491	\$ 1,601,536	\$ (3,456,210)	\$ (2,559,147)	\$ (1,651,985)	\$ (18,689,535)
Other financing sources (uses):										
Proceeds from borrowing		4,681,000							38,420,000	
Premium on bonds									649	
Capital leases (non-budgeted)	622,078	621,403	915,019	536,178	541,650	618,605	695,319	702,500	787,000	1,215,000
Proceeds from refunding				10,911,556						3,609,274
Payments to escrow agent				(10,781,090)						(3,553,528)
Transfers in	1,208,874	892,390	681,720	1,338,679	15,750		1,000		44,452	115,897
Transfers out	(1,208,874)	(892,390)	(725,894)	(1,338,679)	(15,750)		(1,000)		(44,452)	(115,897)
Total other financing sources (uses)	622,078	5,302,403	870,845	666,644	541,650	618,605	695,319	702,500	39,207,649	1,270,746
Net change in fund balances	\$ (3,360,449)	\$ 3,902,131	\$ 1,175,841	\$ (2,825,485)	\$ 1,728,141	\$ 2,220,141	\$ (2,760,891)	\$ (1,856,647)	\$ 37,555,664	\$ (17,418,789)
Debt service as a percentage of noncapital expenditures	2.59%	2.41%	2.73%	2.62%	2.43%	2.27%	2.14%	2.14%	2.08%	3.60%

Source: District records

Notes: Noncapital expenditures are total expenditures less capital outlay.

Central Services and Administrative Information Technology Services account classifications were added beginning with year end June 30, 2005. Prior to June 30, 2005, Central Services and Administrative Information Technology Services were combined in Other Support Services as Business and Other Support Services.

TOWNSHIP OF RIDGEWOOD SCHOOL DISTRICT
 General Fund - Other Local Revenue By Source
 Last Ten Years
 (modified accrual basis of accounting)
 Unaudited

	Fiscal Year Ending June 30,									
	2002	2003	2004	2005	2006	2007	2008	2009	2010	2011
General Fund:										
Summer school tuition and fees	\$ 114,851	\$ 140,838	\$ 143,132	\$ 153,277	\$ 151,166	\$ 168,059	\$ 106,057	\$ 103,138	\$	\$
Adult school and other special schools fees	787,885	769,186	780,330	815,317	853,241	828,022	989,051	946,009	864,429	863,701
Student activity fees	123,655	121,092	116,010	111,927	107,413	114,319	114,632	78,139	174,525	251,978
Rentals	521,573	393,753	417,208	417,782	430,425	440,324	452,285	459,380	441,031	436,537
Transportation		10,493		3,420	2,880	1,066		53,484	25,413	16,712
Miscellaneous - restricted:										
Services provided other LEAs			65,252	1,082	375	15,417	86,289	85,781	94,046	8,656
Reimbursement of custodial and other costs	46,756	53,343	42,908	34,347	37,208	42,814	51,054	53,515	59,658	59,337
Utility rebates	128,683	112,354	124,826	137,050	76,806					
Other	49,347	104,038	45,271	89,578	77,845	112,872	121,462	102,360	87,272	6,465
Miscellaneous - unrestricted	201,752	216,487	437,725	209,145	76,625	86,576	35,252	46,002	186,463	74,101
Annual totals	<u>\$ 1,974,502</u>	<u>\$ 1,921,584</u>	<u>\$ 2,172,662</u>	<u>\$ 1,972,925</u>	<u>\$ 1,813,984</u>	<u>\$ 1,809,469</u>	<u>\$ 1,956,082</u>	<u>\$ 1,927,808</u>	<u>\$ 1,932,837</u>	<u>\$ 1,717,487</u>

Source: District records

TOWNSHIP OF RIDGEWOOD SCHOOL DISTRICT
 Assessed Value and Estimated Actual Value of Taxable Property
 Last Ten Years
 Unaudited

Fiscal Year Ended December 31,	Vacant Land	Residential	Commercial	Apartment	Farm (Regular)	Farm (Qualified)	Total Assessed Value	Public Utilities ^a	Net Valuation Taxable	Memo Only Tax Exempt Property	Estimated Actual (County Equalized Value)	Total Direct School Tax Rate ^b
2002	\$ 13,580,700	\$ 3,413,415,800	\$ 353,950,700	\$ 61,274,000	\$ 1,518,600	\$ 1,600	\$ 3,843,741,400	\$ 7,471,819	\$ 3,851,213,219	\$ 432,033,900	\$ 4,231,015,866	\$ 1.484
2003	10,557,500	3,431,122,000	352,424,800	61,074,000	1,518,600	1,600	3,856,698,500	6,878,058	3,863,576,558	436,407,400	4,257,548,293	1.560
2004	11,276,300	3,453,940,100	347,560,100	60,770,700	1,518,600	1,600	3,875,067,400	6,488,177	3,881,555,577	438,512,200	4,735,589,768	1.629
2005	12,207,800	3,477,133,000	347,364,700	59,563,600			3,896,269,100	5,758,519	3,902,027,619	445,540,300	5,190,024,292	1.701
2006	13,498,200	3,501,301,100	346,683,900	59,404,000			3,920,887,200	5,003,153	3,925,890,353	446,405,300	5,807,290,564	1.767
2007	12,831,200	3,525,797,000	349,937,500	59,304,000			3,947,869,700	5,610,668	3,953,480,368	461,060,100	6,514,060,913	1.831
2008	19,347,800	5,972,283,900	619,430,500	116,784,800			6,727,847,000	5,610,668	6,733,457,668	747,683,600	6,848,892,924	1.117
2009	22,187,800	5,950,985,100	613,560,000	114,272,000			6,701,004,900	10,343,605	6,711,348,505	746,070,900	6,827,113,070	1.165
2010	24,188,000	5,948,400,600	596,467,300	106,335,700			6,675,391,600	10,616,803	6,686,008,403	746,841,100	6,707,210,394	1.237
2011	22,561,000	5,928,833,100	593,617,600	106,335,700			6,651,347,400	9,425,266	6,660,772,666	751,643,900	N/A	1.268

Source: Municipal Tax Assessor and Abstract of Ratables, County Board of Taxation.

Notes: Real property is required to be assessed at some percentage of true value (fair or market value) established by each board of taxation.

Reassessment occurs when the County Board of Taxation requests Treasury to order a reassessment.

The Village of Ridgewood reassessed real property effective 2008.

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

b - Tax rates are per \$100.

N/A - At the time of CAFR completion, this data was not yet available

TOWNSHIP OF RIDGEWOOD SCHOOL DISTRICT
 Direct and Overlapping Property Tax Rates
 Last Ten Years
 (rate per \$100 of assessed value)
 Unaudited

Fiscal Year Ended June 30,	Township of Ridgewood School District			Overlapping Rates		Total direct and overlapping tax rate
	Basic Rate ^a	General Obligation Debt Service ^b	Total Direct School	Village of Ridgewood	County of Bergen	
2002	\$ 1.442	\$ 0.042	\$ 1.484	\$ 0.511	\$ 0.245	\$ 2.240
2003	1.518	0.042	1.560	0.545	0.235	2.340
2004	1.579	0.050	1.629	0.578	0.253	2.460
2005	1.651	0.050	1.701	0.593	0.264	2.558
2006	1.718	0.049	1.767	0.631	0.272	2.670
2007	1.783	0.048	1.831	0.676	0.293	2.800
2008	1.089	0.028	1.117	0.417	0.189	1.723
2009	1.144	0.021	1.165	0.431	0.196	1.792
2010	1.194	0.043	1.237	0.454	0.196	1.887
2011	1.220	0.048	1.268	0.419	0.202	1.889

Source: Municipal Tax Collector

Notes: The Village of Ridgewood reassessed real property effective 2008.

N.J.S.A. 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.

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.

TOWNSHIP OF RIDGEWOOD SCHOOL DISTRICT
 Principal Property Taxpayers
 Current Year and Nine Years Ago
 Unaudited

Taxpayer	2011			2002		
	Taxable Assessed Value	Rank	% of Total District Net Assessed Value	Taxable Assessed Value	Rank	% of Total District Net Assessed Value
1200 E. Ridgewood Ave LLC	\$ 27,683,800	1	0.42%	\$ 8,607,200	2	0.22%
Milridge Realty, LLC	14,030,100	2	0.21%	7,471,819	3	0.19%
Verizon - New Jersey	10,616,803	3	0.16%	5,686,100	6	0.15%
Kew Management Corporation	10,516,500	4	0.16%	6,541,400	4	0.17%
Pondview Medical Center of Ridgewood	10,240,400	5	0.15%	4,839,200	9	0.13%
Home Properties WMF, LLC	9,900,000	6	0.15%	6,372,300	5	0.17%
Lucerne-Ridgewood LLC	9,802,700	7	0.15%			
Stop & Shop Supermarkets	9,436,600	8	0.14%			
Van Dyk Health Care, Inc.	9,037,400	9	0.14%			
Franklin - Maple LLC	9,025,100	10	0.14%			
The Realty Associates				16,710,400	1	0.44%
Magnolia Partners LLC				5,479,700	8	0.14%
Mayflower Realty				5,512,700	7	0.14%
Ridgewood Savings Bank of NJ				4,707,300	10	0.12%
Total	\$ 120,289,403		1.82%	\$ 71,928,119		1.87%

Source: Municipal Tax Assessor

Note: The Village of Ridgewood reassessed real property effective 2008.

TOWNSHIP OF RIDGEWOOD SCHOOL DISTRICT
 Property Tax Levies and Collections
 Last Ten Years
 Unaudited

Fiscal Year Ended June 30,	Taxes Levied for the Fiscal Year	Collected within the Fiscal Year of the Levy ^a		Collections in Subsequent Years
		Amount	Percentage of Levy	
2002	\$ 54,201,745	\$ 54,201,745	100.00%	\$
2003	57,150,400	57,150,400	100.00%	
2004	60,266,945	60,266,945	100.00%	
2005	63,248,930	63,248,930	100.00%	
2006	66,380,039	66,380,039	100.00%	
2007	69,375,833	69,375,833	100.00%	
2008	72,400,666	72,400,666	100.00%	
2009	75,238,284	75,238,284	100.00%	
2010	78,193,475	78,193,475	100.00%	
2011	82,661,789	82,661,789	100.00%	

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

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

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

Fiscal Year Ended June 30,	Governmental Activities		Total District	Percentage of Personal Income ^a	Per Capita ^a
	General Obligation Bonds ^b	Capital Leases			
2002	\$ 17,740,000	\$ 1,084,738	\$ 18,824,738	1.46%	758
2003	21,721,000	1,155,057	22,876,057	1.81%	928
2004	20,861,000	1,214,934	22,075,934	1.64%	898
2005	20,096,000	1,185,773	21,281,773	1.53%	872
2006	19,121,000	1,133,672	20,254,672	1.33%	838
2007	18,096,000	1,157,733	19,253,733	1.19%	798
2008	17,016,000	1,248,082	18,264,082	1.11%	758
2009	15,881,000	1,333,071	17,214,071	1.11%	712
2010	53,111,000	1,456,614	54,567,614	3.50%	2,257
2011	51,915,000	1,866,566	53,781,566	3.45%	2,224

Source: District Records

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

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

TOWNSHIP OF RIDGEWOOD SCHOOL DISTRICT
Ratios of General Bonded Debt Outstanding
Last Ten Years
Unaudited

Fiscal Year Ended June 30,	General Bonded Debt Outstanding		Net General Bonded Debt Outstanding	Percentage of Actual Taxable Value Property ^a	Per Capita ^b
	General Obligation Bonds	Deductions			
2002	\$ 17,740,000	\$	\$ 17,740,000	0.46%	\$ 714
2003	21,721,000		21,721,000	0.56%	881
2004	20,861,000		20,861,000	0.54%	848
2005	20,096,000		20,096,000	0.52%	823
2006	19,121,000		19,121,000	0.49%	792
2007	18,096,000		18,096,000	0.46%	750
2008	17,016,000		17,016,000	0.25%	706
2009	15,881,000		15,881,000	0.24%	657
2010	53,111,000		53,111,000	0.79%	2,196
2011	51,915,000		51,915,000	0.78%	2,147

Source: District Records

Notes: The Village of Ridgewood reassessed real property effective 2008.

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

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

b - See Exhibit J-14 for population data. The ratio is calculated using the population for the prior calendar year.

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

<u>Governmental Unit</u>		<u>Debt Outstanding</u>	<u>Estimated Percentage Applicable</u>	<u>Estimated Share of Overlapping Debt</u>
Debt repaid with property taxes:				
Village of Ridgewood	(1)	\$ 44,894,323	100.000%	\$ 44,894,323
County of Bergen	(2);(A)	26,792,365	3.72%	996,676
County of Bergen Utilities Authority	(3);(B)	277,860,831	0.03%	76,412
Northwest Bergen County Utilities Authority	(4);(B)	268,704,631	0.02%	53,741
Other debt:				
Municipal Water System - Village of Ridgewood	(1)	14,231,086	100.000%	14,231,086
Municipal Parking System - Village of Ridgewood	(1)	495,615	100.000%	495,615
Subtotal, overlapping debt				<u>60,747,853</u>
Township of Ridgewood School District direct debt, issued and authorized to issue				<u>52,011,000</u>
Total direct and overlapping debt				<u>\$ 112,758,853</u>

Sources: (1) Municipal Chief Financial Officer
(2) Municipal Chief Financial Officer
(3) County of Bergen Utilities Authority
(4) Northwest Bergen County Utilities Authority

(A) The debt for this entity was apportioned to the Village of Ridgewood by applying the Municipality-to-County Net Valuation on which County taxes are apportioned for Bergen County.

(B) The debt for this entity was apportioned to the Village of Ridgewood by applying the usage percentage.

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 the Village of Ridgewood. 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.

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

Legal Debt Margin Calculation for Fiscal Year 2010

	Equalized valuation basis
	2010 \$ 6,828,914,941
	2009 6,707,712,613
	2008 <u>6,477,189,598</u>
	[A] \$ <u>20,013,817,152</u>
Average equalized valuation of taxable property	[A/3] \$ <u>6,671,272,384</u>
Debt limit (4 % of average equalization value)	[B] 266,850,895 a
Total Net Debt Applicable to Limit	[C] <u>51,915,000</u>
Legal debt margin	[B-C] \$ <u>214,935,895</u>

	Fiscal Year Ending June 30,									
	2002	2003	2004	2005	2006	2007	2008	2009	2010	2011
Debt limit	\$ 138,013,155	\$ 152,678,101	\$ 169,747,112	\$ 187,493,790	\$ 207,877,220	\$ 231,279,693	\$ 252,358,585	\$ 266,708,799	\$ 270,146,454	\$ 266,850,895
Total net debt applicable to limit	<u>17,740,000</u>	<u>21,721,000</u>	<u>20,861,000</u>	<u>20,096,000</u>	<u>19,121,000</u>	<u>18,096,000</u>	<u>17,016,000</u>	<u>15,881,000</u>	<u>53,111,000</u>	<u>51,915,000</u>
Legal debt margin	<u>\$ 120,273,155</u>	<u>\$ 130,957,101</u>	<u>\$ 148,886,112</u>	<u>\$ 167,397,790</u>	<u>\$ 188,756,220</u>	<u>\$ 213,183,693</u>	<u>\$ 235,342,585</u>	<u>\$ 250,827,799</u>	<u>\$ 217,035,454</u>	<u>\$ 214,935,895</u>
Total net debt applicable to the limit as a percentage of debt limit	12.85%	14.23%	12.29%	10.72%	9.20%	7.82%	6.74%	5.95%	19.66%	19.45%

Source: Equalized valuation bases were obtained from the Annual Debt Statement, Village of Ridgewood

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

Note: The Village of Ridgewood reassessed real property effective 2008.

TOWNSHIP OF RIDGEWOOD SCHOOL DISTRICT
Demographic and Economic Statistics
Last Ten Years
Unaudited

Year	Population ^{a (1)}	Personal Income ^b	Per Capita Personal Income ^{c (2)}	Unemployment Rate ^d
2002	24,740	\$ 1,284,772,940	\$ 51,931	3.50%
2003	24,643	1,263,964,113	51,291	3.50%
2004	24,596	1,344,638,724	54,669	2.80%
2005	24,411	1,390,523,793	56,963	2.40%
2006	24,156	1,522,335,276	63,021	2.80%
2007	24,122	1,618,899,786	67,113	2.30%
2008	24,102	1,651,975,182	68,541	3.00%
2009	24,181	1,556,966,228	64,388	5.50%
2010	24,181 **	1,556,966,228	64,388 *	5.70%
2011	24,181 **	1,556,966,228	64,388 *	N/A

Source:

- a - Population information provided by the NJ Dept of Labor and Workforce Development
- b - Personal income has been estimated based upon the municipal population and per capita personal income presented
- c - US Bureau of Economic Analysis per capita personal income for New Jersey by county
- d - Unemployment data provided by the NJ Dept of Labor and Workforce Development

Notes:

- * - Latest Bergen County per capita personal income available (2009) was used for calculation purposes
- ** - Latest population data available (2009) was used for calculation purposes
- (1) Represents estimate as of July 1
- (2) Represents county information vs. municipality
- N/A - At the time of CAFR completion, this data was not yet available

TOWNSHIP OF RIDGEWOOD SCHOOL DISTRICT
 Principal Employers
 Current Year and Nine Years Ago
 Unaudited

<u>Employer</u>	<u>2011</u>			<u>2000</u>		
	<u>Employees</u>	<u>Rank</u>	<u>Percentage of Total Municipal Employment</u>	<u>Employees</u>	<u>Rank</u>	<u>Percentage of Total Municipal Employment</u>
N/A	N/A	1	N/A	N/A	1	N/A
N/A	N/A	2	N/A	N/A	2	N/A
N/A	N/A	3	N/A	N/A	3	N/A
N/A	N/A	4	N/A	N/A	4	N/A
N/A	N/A	5	N/A	N/A	5	N/A
N/A	N/A	6	N/A	N/A	6	N/A
N/A	N/A	7	N/A	N/A	7	N/A
N/A	N/A	8	N/A	N/A	8	N/A
N/A	N/A	9	N/A	N/A	9	N/A
N/A	N/A	10	N/A	N/A	10	N/A

Source: Village of Ridgewood and State of New Jersey Department of Labor and Industry Annual Labor Force Estimates by Municipality

N/A - Information is not available

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

Function/Program	Fiscal Year Ending June 30,									
	2002	2003	2004	2005	2006	2007	2008	2009	2010	2011
Instruction										
Regular	345	345	341	340	346	349	351	354	372	369
Special education	62	72	75	86	95	89	139	141	93	54
Other special education-suppl/mainstreaming	19	43	36	38	40	49	12	13	15	59
Other instruction	1	1	2	2	1	1	1	1		
Support Services:										
Student & instruction related services	133	108	132	138	151	143	152	152	123	125
General administration	4	4	4	4	4	4	4	4	4	4
School administrative services	47	47	45	44	41	41	44	44	63	41
Other administrative services										
Central services	15	15	15	15	14	14	14	14	24	16
Administrative Information Technology	7	8	8	8	8	7	5	5	17	19
Plant operations and maintenance	12	13	13	14	16	15	16	16	9	2
Pupil transportation	1	1	1	1	1	1	1	1	1	1
Other support services										
Special Schools	N/A	N/A	N/A	N/A	6	6	7	7	2	2
Infant/Toddler Development Center	N/A	N/A	N/A	N/A	33	33	33	33	33	33
Total	646	657	672	690	756	752	779	785	756	725

Source: District Personnel Records

Notes: GASB requires that ten years of statistical data be presented. Statistical data only available starting in 2001. Each year thereafter, an additional year's data will be included until ten years of data is presented.

N/A - Information is not available

TOWNSHIP OF RIDGEWOOD SCHOOL DISTRICT
 Operating Statistics
 Last Ten Years
 Unaudited

Fiscal Year Ended June 30,	Enrollment	Operating Expenditures ^{a d}	Cost Per Pupil	Percentage Change	Teaching Staff ^b	Pupil/Teacher Ratio			Average Daily Enrollment (ADE) ^c	Average Daily Attendance (ADA) ^c	% Change in Average Daily Enrollment	Student Attendance Percentage
						Elementary	Middle School	Senior High School				
2002	5,332.0	60,857,880	11,414	2.97%	382.62	14.2	12.7	11.7	5,255.7	5,027.7	2.05%	95.66%
2003	5,486.0	65,525,508	11,944	4.65%	385.52	14.5	13.0	12.0	5,392.3	5,158.5	2.60%	95.66%
2004	5,552.0	68,664,155	12,367	3.54%	387.01	14.0	13.5	14.0	5,468.1	5,240.4	1.41%	95.84%
2005	5,576.0	71,861,338	12,888	4.21%	390.87	14.5	13.2	14.4	5,502.3	5,254.5	0.63%	95.50%
2006	5,602.0	76,624,731	13,678	6.13%	401.92	14.6	12.5	13.8	5,551.4	5,318.8	0.89%	95.81%
2007	5,632.0	81,924,982	14,546	6.35%	409.19	13.5	12.1	13.6	5,568.3	5,402.4	0.30%	97.02%
2008	5,665.0	87,188,028	15,391	5.80%	413.89	14.1	12.7	13.4	5,610.8	5,410.0	0.76%	96.42%
2009	5,670.0	87,207,551	15,381	-0.07%	419.00	14.3	12.5	13.4	5,644.1	5,443.7	0.59%	96.45%
2010	5,777.0	89,564,972	15,504	0.80%	419.27	14.1	12.6	13.1	5,708.7	5,477.0	1.14%	95.94%
2011	5,822.0	90,118,383	15,479	-0.16%	423.00	14.4	12.4	11.8	5,710.6	5,488.7	0.03%	96.11%

Sources: District records

Note: Enrollment based on annual October district count per Schedule A-1.

- a Operating expenditures equal total expenditures less debt service and capital outlay.
- b Teaching staff includes only full-time equivalents of certificated staff.
- c Average daily enrollment and average daily attendance are obtained from the School Register Summary (SRS).
- d 2011 included students placed out of district

N/A - Information is not available

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

	Fiscal Year Ending June 30,									
	2002	2003	2004	2005	2006	2007	2008	2009	2010	2011
<u>District Building</u>										
<u>Elementary</u>										
Glen (1959)										
Square Feet	27,300	27,300	27,300	27,300	27,300	27,300	27,300	27,300	27,300	27,300
Capacity (students)	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Enrollment	46	57	54	55	56	51	50	34	42	54
Hawes (1966)										
Square Feet	35,000	35,000	35,000	39,765	39,765	39,765	39,765	39,765	39,765	39,765
Capacity (students)	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Enrollment	385	393	386	406	421	422	410	405	416	407
Orchard (1966)										
Square Feet	38,500	38,500	38,500	42,133	42,133	42,133	42,133	42,133	42,133	42,133
Capacity (students)	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Enrollment	312	322	294	297	321	320	325	328	331	340
Ridge (1960)										
Square Feet	47,800	47,800	47,800	47,800	47,800	47,800	47,800	47,800	47,800	47,800
Capacity (students)	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Enrollment	456	452	481	480	505	486	488	478	478	500
Somerville (1950)										
Square Feet	59,759	59,759	59,759	68,000	68,000	68,000	68,000	68,000	68,000	68,000
Capacity (students)	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Enrollment	431	423	419	450	466	473	508	507	534	527
Travell (1966)										
Square Feet	45,800	45,800	45,800	47,800	47,800	47,800	47,800	47,800	47,800	47,800
Capacity (students)	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Enrollment	410	416	432	425	400	421	419	416	416	407
Willard (1926)										
Square Feet	50,500	50,500	50,500	50,500	50,500	50,500	50,500	50,500	50,500	50,500
Capacity (students)	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Enrollment	519	506	512	470	482	463	453	468	458	484

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

	Fiscal Year Ending June 30,									
	2002	2003	2004	2005	2006	2007	2008	2009	2010	2011
<u>Middle Schools</u>										
Benjamin Franklin (1954)										
Square Feet	190,400	190,400	190,400	190,400	190,400	190,400	190,400	190,400	190,400	190,400
Capacity (students)	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Enrollment	617	639	667	647	653	648	677	692	691	691
George Washington (1928)										
Square Feet	98,000	98,000	99,600	99,600	99,600	99,600	99,600	99,600	99,600	99,600
Capacity (students)	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Enrollment	626	672	688	680	631	623	632	664	678	661
<u>High School</u>										
Ridgewood High School (1920)										
Square Feet	248,286	248,286	248,286	248,286	248,286	248,286	248,286	248,286	248,286	248,286
Capacity (students)	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Enrollment	1,463	1,518	1,557	1,606	1,642	1,661	1,649	1,652	1,664	1,662
<u>Other</u>										
Central Administration (1895)										
Square Feet	32,640	32,640	32,640	32,640	32,640	32,640	32,640	32,640	32,640	32,640

Number of Schools at June 30, 2011

- Elementary = 7
- Middle School = 2
- Senior High School = 1
- Other = 1

Source: District Facilities Office

Note: Year of original construction is shown in parentheses. Increases in square footage and capacity are the result of additions. Enrollment is based on the District's June Enrollment Report.

N/A - Information is not available

TOWNSHIP OF RIDGEWOOD SCHOOL DISTRICT
 General Fund
 Schedule of Required Maintenance Expenditures by School Facilities
 Last Ten Years
 Unaudited

Undistributed Expenditures - Required Maintenance for School Facilities
 11-000-261-XXX

* School facilities	School #	Fiscal Year Ending June 30,									
		2002	2003	2004	2005	2006	2007	2008	2009	2010	2011
Ridgewood High School	050	\$ 215,803	\$ 302,811	\$ 250,929	\$ 317,322	\$ 239,967	\$ 407,140	\$ 397,798	\$ 387,746	\$ 469,753	\$ 28,872
Benjamin Franklin Middle School	060	168,248	130,813	142,649	210,798	140,143	204,684	274,941	198,025	221,103	75,875
George Washington Middle School	070	73,143	74,089	71,787	102,559	90,576	139,756	128,173	73,267	158,124	122,790
Glen Elementary School	080	38,322	22,296	34,968	31,398	35,003	42,190	40,646	72,943	18,158	20,656
Hawes Elementary School	085	37,586	32,179	40,912	43,860	77,369	60,060	68,371	131,657	45,628	46,837
Ridge Elementary School	090	44,858	50,011	54,925	74,323	61,394	47,233	73,544	64,070	99,958	73,875
Somerville Elementary School	100	40,340	57,232	94,927	61,283	69,527	96,216	94,982	82,723	169,905	186,173
Travell Elementary School	110	67,858	43,289	59,868	64,999	57,297	58,527	68,174	87,790	79,188	140,485
Orchard Elementary School	120	34,144	28,546	51,815	52,079	57,700	44,707	66,382	111,325	71,535	204,931
Willard Elementary School	130	67,153	52,338	65,536	66,734	69,234	71,634	78,421	92,656	133,068	427,402
Education Center	999	20,400	63,452	44,649	40,773	51,358	43,347	55,298	20,321	46,167	134,943
		<u>\$ 807,855</u>	<u>\$ 857,056</u>	<u>\$ 912,965</u>	<u>\$ 1,066,128</u>	<u>\$ 949,568</u>	<u>\$ 1,215,494</u>	<u>\$ 1,346,730</u>	<u>\$ 1,322,523</u>	<u>\$ 1,512,587</u>	<u>\$ 1,462,839</u>

* School facilities as defined under EFCFA.
 (N.J.A.C. 6A:26-1.2 and N.J.A.C. 6:24-1.3)

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

	Coverage	Deductible
School Package Policy - Selective Way Insurance Co.		
Property - Blanket Building & Contents:		
Buildings	\$ 215,672,892	\$ 5,000
Personal Property	13,158,062	5,000
Comprehensive General Liability	1,000,000/2,000,000	5,000
Employee Benefits Liability (Each Employee/Aggregate)	1,000,000/2,000,000	1,000
Automobile Coverage	1,000,000	1,000
Abuse or Molestation Legal Liability	1,000,000	1,000
Cameras and Audio Visual Equipment	250,000	1,000
Band Uniforms, Musical Instruments, Athletic & Theatrical Equipment	250,000	1,000
Computer Equipment	2,500,000	1,000
Accounts Receivable	100,000	1,000
Valuable Papers and Records	4,925,000	1,000
Contractors Equipment	250,000	1,000
Miscellaneous School Property	100,000	1,000
Building Ordinance Demolition Costs & Cost of Construction	2,000,000	1,000
Flood - Inside Flood Zone	1,000,000	500,000
Flood - Outside Flood Zone	1,000,000	50,000
Earthquake	5,000,000	50,000
Theft, Disappearance & Destruction	25,000	1,000
Fine Arts	25,000	5,000
Crime - Inside/Outside	50,000/50,000	1,000
Computer Fraud	50,000	1,000
Pollution Clean Up	100,000	1,000
Pesticide and Herbicide Applicator	1,000,000	1,000
Extra Expense	5,000,000	1,000
Broadened Water - Loss of Income, Planned Events and Tuition Fees	100,000	
Boiler & Machinery	250,000	5,000
Flood Insurance - Ridgewood High School - Selective Insurance Company of America	50,000	500
Crime Coverage - Selective Insurance Company of America		
Employee Theft - Per Employee/Per Loss	100,000/400,000	5,000/100,000
Forgery or Altercation	50,000	1,000
Education Legal Liability & Employment Practices Liability - Ace American Insurance Co.	1,000,000/1,000,000	25,000
Commercial Environmental Impairment Liability - Ace American Ins. Co.	1,000,000/3,000,000	15,000
Excess Liability - American Alternative Insurance Co.	9,000,000/Excess of 1,000,000	10,000
Excess Liability - Fireman's Fund Ins. Co.	50,000,000/Excess of 10,000,000	
Officials' Bonds - Selective Insurance Company of America		
Treasurer of School Moneys	500,000	
School Board Secretary/Business Administrator	500,000	
Volunteers Accident - Life Insurance Co. of North America	100,000	
K-12 Basic Accident - Life Insurance Co. of North America	25,000	
Voluntary - Students 24 hour - Life Insurance Co. of North America	500,000	
Catastrophe Student Accident - Life Insurance Co. of North America	5,000,000	
Workers Compensation - NESBIG	Statutory	1,000
Excess Workers Compensation - Star Insurance Company	\$1,000,000 excess of \$350,000	

Sourc District records.

Note: The District is part of the Northeast Bergen County School Board Insurance Group (NESBIG). Several of the above coverages are the combined amounts for all the school districts under master policies with insurance companies.

SINGLE AUDIT SECTION

**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
Township of Ridgewood School District
County of Bergen
Ridgewood, New Jersey

We have audited the financial statements of the Board of Education of the Township of Ridgewood School District, in the County of Bergen, State of New Jersey, as of and for the year ended June 30, 2011, 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; 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 and Regulatory Compliance, Department of Education, State of New Jersey.

Internal Control Over Financial Reporting

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

A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct misstatements on a timely basis. A material weakness is a deficiency, or combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the 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 Board of Education of the Township of Ridgewood School District's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards* and audit requirements as prescribed by the Division of Finance and Regulatory Compliance, Department of Education, State of New Jersey.

We noted certain matters that we reported to the Board of Education of the Township of Ridgewood School District in a separate report entitled *Auditors' Management Report on Administrative Findings - Financial, Compliance and Performance* dated November 29, 2011.

This report is intended solely for the information and use of management, the Township of Ridgewood Board of Education, the New Jersey Department of Education (the cognizant audit agency), other state and federal awarding agencies and is not intended to be and should not be used by anyone other than these specified parties.

McKinley, White & Co., LLP

McKINLEY, WHITE & CO., L.L.P.
Certified Public Accountants


Susan T. White
Licensed Public School Accountant
License #20CS00119300

Paramus, New Jersey

November 29, 2011

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

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

Compliance

We have audited the Board of Education of the Township of Ridgewood School District's compliance with the types of compliance requirements described in the *OMB Circular A-133 Compliance Supplement* and the *New Jersey State Grant Compliance Supplement* that could have a direct and material effect on each of the Board of Education of the Township of Ridgewood School District's major federal and state programs for the year ended June 30, 2011. The Board of Education of the Township of Ridgewood School District's major federal and state programs are identified in the summary of auditors' results section of the accompanying schedule of findings and questioned costs. Compliance with the requirements of laws, regulations, contracts and grants applicable to each of its major federal and state programs is the responsibility of the Board of Education of the Township of Ridgewood School District's management. Our responsibility is to express an opinion on the Board of Education of the Township of Ridgewood School District's compliance based on our audit.

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

In our opinion, the Board of Education of the Township of Ridgewood School District, in the County of Bergen, State of New Jersey, complied, in all material respects, with the requirements referred to above that are applicable to each of its major federal and state programs for the year ended June 30, 2011.

Internal Control Over Compliance

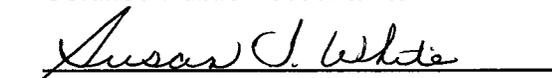
Management of the Board of Education of the Township of Ridgewood School District is responsible for establishing and maintaining effective internal control over compliance with the requirements of laws, regulations, contracts and grants applicable to federal and state programs. In planning and performing our audit, we considered the Board of Education of the Township of Ridgewood School District's internal control over compliance with the requirements that could have a direct and material effect on a major federal or state program to determine the auditing procedures for the purpose of expressing our opinion on compliance, and to test and report on internal control over compliance in accordance with OMB Circular A-133 and New Jersey OMB's Circular 04-04, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the Board of Education of the Township of Ridgewood School District's internal control over compliance.

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

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

This report is intended solely for the information and use of management, the Township of Ridgewood Board of Education, the New Jersey Department of Education (the cognizant audit agency), other state and federal awarding agencies and is not intended to be and should not be used by anyone other than these specified parties.

McKinley, White & Co., LLP
McKINLEY, WHITE & CO., L.L.P.
Certified Public Accountants


Susan T. White
Licensed Public School Accountant
License #20CS00119300

Paramus, New Jersey
November 29, 2011

TOWNSHIP OF RIDGEWOOD 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	Program or Award Amount	Grant Period		Balance at June 30, 2010	Carryover/ Walkover/ Amount	Cash Received	Budgetary Expenditures	Adjust- ments	Repayment of Prior Years' Balances	June 30, 2011		
				From	To							Accounts Receivable	Deferred Revenue	Due to Grantor
U.S. Department of Education														
Passed-through State Department of Education:														
General Fund:														
Education Jobs Fund	84.410A	ARRA 4390-11	\$ 98,941	9/1/10	- 8/31/11	\$ _____	\$ _____	\$ 78,806	\$ (98,941)	\$ _____	\$ _____	\$ (20,135)	\$ _____	\$ _____
U.S. Department of Agriculture														
Passed-through State Department of Education:														
Child Nutrition Cluster:														
Enterprise Fund:														
National School Lunch Program:														
Cash assistance	10.555	N/A	64,368	7/1/10	- 6/30/11			58,386	(64,368)			(5,982)		
Cash assistance	10.555	N/A	61,959	7/1/09	- 6/30/10	(5,309)		5,309						
Non-cash assistance (Food Distribution)	10.555	N/A	42,004	7/1/10	- 6/30/11			42,004	(36,643)				5,361	
Non-cash assistance (Food Distribution)	10.555	N/A	49,950	7/1/09	- 6/30/10	3,523			(3,523)					
School Breakfast Program - cash assistance	10.553	N/A	394	7/1/10	- 6/30/11			364	(394)			(30)		
School Breakfast Program - cash assistance	10.553	N/A	777	7/1/09	- 6/30/10	(60)		60						
Total Enterprise Fund						(1,846)		106,123	(104,928)			(6,012)	5,361	
U.S. Department of Education														
Passed-through State Department of Education:														
Special Revenue Fund:														
I.D.E.A. Part B:														
Current Year	84.027	FT-4390-11	972,928	9/1/10	- 8/31/11			820,703	(972,928)			(152,225)		
Summer	84.027	FT-4390-10	950,076	9/1/09	- 8/31/10	(412,407)		412,407						
I.D.E.A. Preschool:														
Current Year	84.173	PS-4390-11	37,966	9/1/10	- 8/31/11			37,966	(37,966)					
Summer	84.173	PS-4390-10	36,079	9/1/09	- 8/31/10	(15,071)		15,071						
Title I Part A, Improving Basic Programs:														
Current Year	84.010A	NCLB-4390-11	110,386	9/1/10	- 8/31/11			66,331	(104,981)			(38,650)		
Summer	84.010A	NCLB-4390-10	115,444	9/1/09	- 8/31/10	(64,310)		66,968	(2,658)					
Prior Year Carryover	84.010A	NCLB-4390-09	4,310	9/1/09	- 8/31/10			4,310	(4,310)					
Title II Part A, Teacher and Principal Training and Recruiting:														
Current Year	84.367A	NCLB-4390-11	88,592	9/1/10	- 8/31/11			59,212	(88,592)			(29,380)		
Summer	84.367A	NCLB-4390-10	90,541	9/1/09	- 8/31/10	(41,314)		41,589	(274)	(1) *				
Title II Part D, Enhancing Education Through Technology:														
Current Year	84.318X	NCLB-4390-11	124	9/1/10	- 8/31/11				(124)			(124)		
Prior Year Carryover	84.318X	NCLB-4390-10	1,313	9/1/09	- 8/31/10	(86)		86	(107)			(107)		
Title III, English Language Acquisition and Language Enhancement:														
Current Year	84.365A	NCLB-4390-11	28,287	9/1/10	- 8/31/11			13,730	(26,647)	130 **		(12,787)		
Summer	84.365A	NCLB-4390-10	22,283	9/1/09	- 8/31/10	(8,151)		8,151						
Prior Year Carryover	84.365A	NCLB-4390-10	3,768	9/1/09	- 8/31/10			153	(153)					
Prior Year Carryover	84.365A	NCLB-4390-09	764	9/1/08	- 8/31/09			277	(277)					
Title IV, Safe & Drug-Free Schools & Communities Act:														
Summer	84.186A	NCLB-4390-10	9,471	9/1/09	- 8/31/10	(4,703)		5,903	(1,200)					
A.R.R.A. - IDEA Part B														
Current Year	84.391	ARRA-4390-10	1,153,998	9/1/10	- 8/31/12	(312,282)		465,404	(287,353)			(134,231)		
A.R.R.A. - Preschool														
Current Year	84.392	ARRA-4390-10	41,768	9/1/10	- 8/31/12	(18,297)		32,967	(22,524)			(7,854)		

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

TOWNSHIP OF RIDGEWOOD 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	Program or Award Amount	Grant Period		Balance at June 30, 2010	Carryover/ Walkover Amount	Cash Received	Budgetary Expenditures	Adjust- ments	Repayment of Prior Years' Balances	June 30, 2011		
				From	To							Accounts Receivable	Deferred Revenue	Due to Grantor
U.S. Department of Education														
U.S. Department of Homeland Security														
Federal Emergency Management Agency														
Passed-through New Jersey State Police:														
Special Revenue Fund:														
Disaster Grants - Public Assistance (Presidentially Declared Disasters)	97.036	003-UJJ9E-00	22,664	9/1/10	8/31/11				(22,664)			(22,664)		
U.S. Department of Education														
Special Revenue Fund:														
Teaching American History - Profiles and Perspectives of Our American Identity	84.215X	U215X100073	999,479	9/1/10	8/31/15			288,099	(292,265)			(4,166)		
Total Special Revenue Fund						(876,621)		2,339,327	(1,865,023)	129		(402,188)		
Total Federal Awards						\$ (878,467)	\$	\$ 2,524,256	\$ (2,068,892)	\$ 129	\$	\$ (428,335)	\$ 5,361	\$

* Rounding
 ** Cancellation of prior years' accounts payable

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

State Grantor/Program Title	Grant or State Project Number	Program or Award Amount	Grant Period From To	Balance at June 30, 2010		GAAP Cash Received	Budgetary Expenditures	Adjustments/ Repayment of Prior Years' Balances	Balance at June 30, 2011			MEMO	
				Deferred Revenue (Accounts Receivable)	Due to Grantor				Accounts Receivable	Deferred Revenue/ Interfund	Due to Grantor	Budgetary Receivable	Cumulative Total Expenditures
State Department of Education													
General Fund:													
Transportation Aid	11-495-034-5120-014	\$ 42,431	7/1/10 - 6/30/11	\$	\$	\$ 42,431	\$ (42,431)	\$	\$	\$	\$	\$	\$ 42,431
Security Aid	11-495-034-5120-084	28,017	7/1/10 - 6/30/11			28,017	(28,017)						28,017
Special Education Categorical Aid	11-495-034-5120-089	155,628	7/1/10 - 6/30/11			155,628	(155,628)						155,628
Additional Nonpublic School Transportation Aid	11-100-034-5120-068	17,274	7/1/10 - 6/30/11									17,274	
Additional Nonpublic School Transportation Aid	10-100-034-5120-068	19,893	7/1/09 - 6/30/10			19,893	(19,893)						19,893
Extraordinary Special Education Costs Aid	11-100-034-5120-473	1,486,176	7/1/10 - 6/30/11									1,486,176	
Extraordinary Special Education Costs Aid	10-100-034-5120-473	1,385,448	7/1/09 - 6/30/10			1,385,448	(1,385,448)						1,385,448
Payment for Institutionalized Children- Unknown District of Residence	11-495-034-5120-078	165,895	7/1/10 - 6/30/11			97,369	(165,895)		(68,526)			68,526	165,895
Payment for Institutionalized Children- Unknown District of Residence	10-495-034-5120-078	95,312	7/1/09 - 6/30/10	(2,384)		2,384							
Post School Outcomes Cohort IV	Not Available	1,936	7/1/10 - 6/30/11			1,936	(1,936)						1,936
French Test Reimbursement	Not Available	100	7/1/10 - 6/30/11			100	(100)						100
TPAF pension - non-contributory insurance	11-495-034-5095-007	130,779	7/1/10 - 6/30/11			130,779	(130,779)						130,779
TPAF pension - post retirement medical	11-495-034-5095-001	2,777,747	7/1/10 - 6/30/11			2,777,747	(2,777,747)						2,777,747
Social Security Tax - TPAF/FICA Wage Freeze Grant	11-495-034-5095-002	468	7/1/10 - 6/30/11			234	(468)		(234)			234	468
Reimbursed TPAF Social Security Contributions	11-495-034-5095-002	3,152,820	7/1/10 - 6/30/11			2,995,092	(3,152,820)		(157,728)			157,728	3,152,820
Reimbursed TPAF Social Security Contributions	10-495-034-5095-002	3,165,039	7/1/09 - 6/30/10	(263,628)		263,628							
Total General Fund				(266,012)		7,900,686	(7,861,162)		(226,488)			1,729,938	7,861,162
Special Revenue Fund:													
N.J. Nonpublic Aid:													
Handicapped Services:													
Examination & Classification	11-100-034-5120-066	3,347	7/1/10 - 6/30/11			3,347						3,347	
Examination & Classification	10-100-034-5120-066	3,836	7/1/09 - 6/30/10		1,184			(1,184) *					
Corrective Speech	11-100-034-5120-066	2,347	7/1/10 - 6/30/11			2,347	(1,565)				782		1,565
Corrective Speech	10-100-034-5120-066	5,201	7/1/09 - 6/30/10		2,597			(2,597) *					
Textbook Aid	11-100-034-5120-064	682	7/1/10 - 6/30/11			682	(517)				165		517
Textbook Aid	10-100-034-5120-064	391	7/1/09 - 6/30/10		3			(3) *					
Nursing	11-100-034-5120-070	404	7/1/10 - 6/30/11			404	(404)						404
Total Special Revenue Fund					3,784	6,780	(2,486)	(3,784)			4,294		2,486
State Department of Education													
Debt Service Fund:													
Debt Service Aid - State Support	11-495-034-5120-017	\$ 402,100	7/1/10 - 6/30/11			402,100	(402,100)						402,100
Total Debt Service Fund						402,100	(402,100)						402,100
State Department of Agriculture:													
Enterprise Fund:													
School Breakfast Program (State Share)	10-100-010-3350-021	146	7/1/09 - 6/30/10	(9)		9							
National School Lunch Program (State Share)	11-100-010-3350-023	7,192	7/1/10 - 6/30/11			6,132	(7,192)		(1,060)			1,060	7,192
National School Lunch Program (State Share)	10-100-010-3350-023	7,394	7/1/09 - 6/30/10	(619)		610							
Total Enterprise Fund				(619)		6,751	(7,192)		(1,060)			1,060	7,192

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

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State Grantor/Program Title	Grant or State Project Number	Program or Award Amount	Grant Period From To	Balance at June 30, 2010		Carryover/Walkover Amount	GAAP Cash Received	Budgetary Expenditures	Adjustments/Repayment of Prior Years' Balances	Balance at June 30, 2011			MEMO	
				Deferred Revenue (Accounts Receivable)	Due to Grantor					Accounts Receivable	Deferred Revenue/Interfund	Due to Grantor	Budgetary Receivable	Cumulative Total Expenditures
New Jersey Economic Development Authority/ New Jersey School Development Authority: Capital Projects Fund:														
Section 15 Grant - Ridgewood High School Rehabilitation Projects	4390-050-09-3007	\$ 3,926,037	7/1/09 - 6/30/13	\$ (139,216)	\$	\$	\$ (1,088,366)	\$ (1,088,366)	\$ (1,227,582)	\$	\$	\$ 1,227,582	\$	\$ 1,088,366
Section 15 Grant - Willard Rehabilitation Projects	4390-130-09-1014	870,858	7/1/09 - 6/30/13	(36,105)			(465,162)	(465,162)	(501,267)			501,267		465,162
Section 15 Grant - Willard Classrooms Additions	4390-130-09-1001	802,771	7/1/09 - 6/30/13	(32,864)			(119,709)	(119,709)	(152,573)			152,573		119,709
Section 15 Grant - Ridge Classrooms Additions	4390-090-09-1003	784,015	7/1/09 - 6/30/13	(35,898)			(501,813)	(501,813)	(537,711)			537,711		501,813
Section 15 Grant - Hawes Roof Replacement	4390-085-09-1010	730,391	7/1/09 - 6/30/13	(25,358)			(411,086)	(411,086)	(436,444)			436,444		411,086
Section 15 Grant - Travell Roof Replacement	4390-110-09-1013	537,506	7/1/09 - 6/30/13	(20,494)			(201,945)	(201,945)	(222,439)			222,439		201,945
Section 15 Grant - Hawes Classrooms Additions	4390-085-09-1002	510,224	7/1/09 - 6/30/13	(37,009)			(471,731)	(471,731)	(508,740)			508,740		471,731
Section 15 Grant - Ridgewood High School Rehabilitation Projects	4390-050-09-3006	409,054	7/1/09 - 6/30/13	(14,585)			(316,303)	(316,303)	(330,888)			330,888		316,303
Section 15 Grant - Somerville Roof Replacement	4390-100-09-1012	408,916	7/1/09 - 6/30/13	(16,038)			(151,843)	(151,843)	(167,881)			167,881		151,843
Section 15 Grant - Benjamin Franklin Improvements to Ventilation and A/C System	4390-060-09-2008	326,619	7/1/09 - 6/30/13	(14,815)			(211,227)	(211,227)	(226,042)			226,042		211,227
Section 15 Grant - George Washington Classrooms Rehabilitation	4390-070-09-1005	269,568	7/1/09 - 6/30/13	(9,320)			(60,130)	(60,130)	(69,450)			69,450		60,130
Section 15 Grant - George Washington Rehab Electrical and Replace Windows	4390-070-09-1009	162,024	7/1/09 - 6/30/13	(6,883)			(26,873)	(26,873)	(33,756)			33,756		26,873
Section 15 Grant - Ridge Rehabilitation of Electrical Service	4390-090-09-1011	96,442	7/1/09 - 6/30/13	(3,334)			(4,911)	(4,911)	(8,245)			8,245		4,911
Section 15 Grant - Orchard Installation of Occupancy Sensors	4390-120-09-1015	10,287	7/1/09 - 6/30/13	(354)			(918)	(918)	(1,272)			1,272		918
Section 15 Grant - Travel Electrical upgrade	4390-110-04-1000	70,488	7/1/03 - 6/30/04	(55,020)				55,020						
Section 15 Grant - Benjamin Franklin restroom renovation	4390-060-04-1000	45,689	7/1/03 - 6/30/04	(35,016)				36,742	(1,726) **					
Section 15 Grant - George Washington locker replacement	4390-070-04-2000	30,880	7/1/03 - 6/30/04	(30,880)				30,880						
Section 15 Grant - George Washington restroom renovation	4390-070-04-1000	41,570	7/1/03 - 6/30/04	(41,570)				39,540	2,030 **					
Section 15 Grant - Ridgewood High School renovation room #13	4390-050-04-3000	105,284	7/1/03 - 6/30/04	(104,758)				104,758						
Section 15 Grant - Ridgewood High School locker replacement	4390-050-04-4000	132,300	7/1/03 - 6/30/04	(77,700)				74,360	3,340 **					
Section 15 Grant - Ridgewood High School restroom renovation	4390-050-04-1000	48,319	7/1/03 - 6/30/04	(37,455)				40,933	(3,478) **					
Section 15 Grant - Somerville Renovations	4390-100-02-0882	290,858	7/1/02 - 6/30/03	(13,089)				13,089						
Section 15 Grant - Orchard Renovations	4390-120-02-0883	408,188	7/1/02 - 6/30/03	(79,596)				79,596						
Section 15 Grant - Travell Renovations	4390-110-02-1123	480,450	7/1/02 - 6/30/03	(21,621)				21,621						
Section 15 Grant - Hawes Renovations	4390-185-03-0143	300,756	7/1/02 - 6/30/03	(269,176)				269,176						
Section 15 Grant - George Washington M.S. Classroom Renovation	4390-070-02-0097	15,927	7/1/01 - 6/30/02	(7,964)				7,964						
Total Capital Projects Fund				(1,166,118)			773,679	(4,032,017)	166	(4,424,290)			4,424,290	4,032,017
Total State Financial Assistance				(1,432,749)	3,784		9,089,996	(12,304,957)	(3,618)	(4,651,838)	4,294		6,155,288	12,304,957
State Financial Assistance No Subject to Single Audit Determination														
General Fund														
TPAF pension - non-contributory insurance	11-495-034-5095-007	130,779	7/1/10 - 6/30/11				(130,779)	130,779						
TPAF pension - post retirement medical	11-495-034-5095-001	2,777,747	7/1/10 - 6/30/11				(2,777,747)	2,777,747						
Total State Financial Assistance Subject to Single Audit				\$ (1,432,749)	\$ 3,784		\$ 6,181,470	\$ (9,396,431)	\$ (3,618)	\$ (4,651,838)	\$ 4,294		\$ 6,155,288	\$ 12,304,957

* Repayment
 ** Unknown payment differences from claims submitted

TOWNSHIP OF RIDGEWOOD SCHOOL DISTRICT
Notes to Schedules of Expenditures of Federal Awards and
State Financial Assistance
June 30, 2011

NOTE 1. GENERAL

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

NOTE 2. BASIS OF ACCOUNTING

The accompanying schedules of expenditures of federal awards and state financial assistance are presented on the budgetary basis of accounting with the exception of programs recorded in the food service fund, which are presented using the accrual basis of accounting. These bases of accounting are described in Note 1 to the District's basic financial statements. The information in these schedules are presented in accordance with the requirements of OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations* and New Jersey OMB's Circular 04-04, *Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid*. Therefore, some amounts presented in these schedules may differ from amounts presented in, or used in the preparation of, the basic financial statements.

NOTE 3. RELATIONSHIP TO BASIC FINANCIAL STATEMENTS

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

The general fund is presented in the accompanying schedules on the modified accrual basis with the exception of the revenue recognition of the one or more deferred June state aid payments in the current budget year, which is mandated pursuant to N.J.S.A. 18A:22-44.2, extraordinary special education costs aid, and additional nonpublic school transportation aid. For GAAP purposes payments are not recognized until the subsequent budget year due to the state deferral and recording of the one or more June state aid payments in the subsequent year. The special revenue fund is presented in the accompanying schedules on the grant accounting budgetary basis, which recognizes encumbrances as expenditures and also recognizes the related revenues, whereas the GAAP basis does not. The District did not have one or more June state aid payments in the special revenue fund, however, if it did, the special revenue fund would recognize the one or more June state aid payments in the current budget year, consistent with N.J.S.A. 18A:22-4.2.

TOWNSHIP OF RIDGEWOOD SCHOOL DISTRICT
Notes to Schedules of Expenditures of Federal Awards and
State Financial Assistance
June 30, 2011

NOTE 3. RELATIONSHIP TO BASIC FINANCIAL STATEMENTS (CONTINUED)

The net adjustment to reconcile from the budgetary basis to the GAAP basis is \$127,967 for the general fund. There are no adjustments for the special revenue fund, capital projects fund and debt service 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. Federal awards and state financial assistance revenues are reported in the District's basic financial statements on a GAAP basis as follows:

	<u>Federal</u>	<u>State</u>	<u>Total</u>
General Fund	\$ 98,941	\$ 7,861,162	\$ 7,960,103
Special Revenue Fund	1,865,023	2,486	1,867,509
Capital Projects Fund		4,032,017	4,032,017
Debt Service Fund		402,100	402,100
Food Service Fund	104,928	7,192	112,120
	<u>104,928</u>	<u>7,192</u>	<u>112,120</u>
Total federal awards and state financial assistance	<u>\$ 2,068,892</u>	<u>\$ 12,304,957</u>	<u>\$ 14,373,849</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 National School Lunch Program, non-cash assistance (Food Distribution) represent current year value received and current year distributions, respectively of the Federal Food Distribution Program.

The amount reported as TPAF Pension - Non-Contributory Insurance and Post Retirement Medical Contributions represents the amount paid by the state on behalf of the District for the year ended June 30, 2011. Reimbursed TPAF Social Security Contributions represents the amount reimbursed by the state for the employer's share of social security contributions for TPAF members for the year ended June 30, 2011.

NOTE 6. ON-BEHALF PROGRAMS NOT SUBJECT TO STATE SINGLE AUDIT

On-behalf state programs for TPAF Pension Non-Contributory Insurance and Post-Retirement Medical Contributions are not subject to a state single audit and, therefore, are excluded from major program determination. The schedule of expenditures of state financial assistance provides a reconciliation of state financial assistance reported in the District's basic financial statements and the amount subject to state single audit and major program determination.

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

Section I - Summary of Auditors' Results

Financial Statements

Type of auditors' report issued: Unqualified

Internal control over financial reporting:

1) Material weakness(es) identified? yes x no

2) Significant deficiencies identified that are not considered to be material weaknesses? yes x no

Noncompliance material to basic financial statements noted? yes x no

Federal Awards

Internal control over major programs:

1) Material weakness(es) identified? yes x no

2) Significant deficiencies identified that are not considered to be material weaknesses? yes x no

Type of auditors' 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 U.S. OMB Circular A-133? yes x no

Identification of major programs:

<u>CFDA Number(s)</u>	<u>Name of Federal Program or Cluster</u>
84.027	I.D.E.A. Part B
84.173	I.D.E.A. Preschool
84.391	ARRA - I.D.E.A. Part B
84.392	ARRA - I.D.E.A. Preschool Grants

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

Auditee qualified as low-risk auditee? x yes no

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

Section I - Summary of Auditors' Results (Continued)

State Financial Assistance

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

Auditee qualified as low-risk auditee? x yes no

Internal control over major programs:

1) Material weakness(es) identified? yes x no

2) Significant deficiencies identified that are
 not considered to be material weaknesses? yes x no

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

Any audit findings disclosed that are required to
 be reported in accordance with New Jersey
 OMB's Circular 04-04? yes x no

Identification of major programs:

<u>State Grant/Project Number(s)</u>	<u>Name of State Program</u>
11-100-034-5120-473	Extraordinary Special Education Aid
11-495-034-5120-017	Debt Service State Support
11-495-034-5095-002	Reimbursed TPAF Social Security Contributions
4390-050-09-3007	Section 15 Grant - Ridgewood High School Rehab. Projects
4390-130-09-1014	Section 15 Grant - Willard Rehabilitation Projects
4390-090-09-1003	Section 15 Grant - Ridge Classrooms Additions
4390-085-09-1010	Section 15 Grant - Hawes Roof Replacement
4390-085-09-1002	Section 15 Grant - Hawes Classrooms Additions
4390-050-09-3006	Section 15 Grant - Ridgewood High School Rehab. Projects

TOWNSHIP OF RIDGEWOOD SCHOOL DISTRICT
Schedule of Findings and Questioned Costs (Continued)
For the Fiscal Year Ended June 30, 2011

Section II - Financial Statement Findings

This section identifies the significant deficiencies, material weaknesses, fraud, illegal acts, violations of provisions of contracts and grant agreements, and abuse related to the financial statements in accordance with *Government Auditing Standards*.

None

TOWNSHIP OF RIDGEWOOD SCHOOL DISTRICT
Schedule of Findings and Questioned Costs (Continued)
For the Fiscal Year Ended June 30, 2011

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

This section identifies audit findings required to be reported by section .510(a) of U.S. OMB Circular A-133 and New Jersey OMB's Circular 04-04.

None

TOWNSHIP OF RIDGEWOOD SCHOOL DISTRICT
Summary Schedule of Prior-Year Audit Findings
And Questioned Costs as Prepared by Management
For the Fiscal Year Ended June 30, 2011

This section identifies the status of prior-year findings related to the basic financial statements and federal awards and state financial assistance that are required to be reported in accordance with Chapter 6.12 of *Government Auditing Standards*, U.S. OMB Circular A-133 (section .315 (a)(b)) and New Jersey OMB's Circular 04-04.

Status of Prior Year Findings:

Finding 2010-1:

Board Secretary's and Treasurer's monthly financial reports were not reconciled and adjusted on a timely basis to agree to the monthly bank reconciliations or certain subsidiary ledgers and supporting documentation.

Condition:

Certain financial reporting components of the District's new financial accounting software are not entirely functional or accurate. While the Board Secretary's and Treasurer's financial reports were prepared on a monthly basis, and the reports were in agreement, these reports were not reconciled and adjusted on a timely basis to agree to the monthly bank reconciliations or subsidiary ledgers and supporting documentation.

Current Status

Corrective action was taken.

Finding 2010-2:

Board Secretary's and Treasurer's monthly financial reports were not reconciled and adjusted on a timely basis to agree to the monthly bank reconciliations or certain subsidiary ledgers and supporting documentation.

Condition:

Certain financial reporting components of the District's new financial accounting software are not entirely functional or accurate. While the Board Secretary's and Treasurer's financial reports were prepared on a monthly basis, and the reports were in agreement, these reports were not reconciled and adjusted on a timely basis to agree to the monthly bank reconciliations or subsidiary ledgers and supporting documentation.

Current Status

Corrective action was taken.