

**BOARD OF EDUCATION
OF THE
TOWNSHIP OF WASHINGTON
SCHOOL DISTRICT
WASHINGTON TOWNSHIP, NEW JERSEY**



**COMPREHENSIVE ANNUAL FINANCIAL REPORT
FOR THE FISCAL YEAR ENDED
JUNE 30, 2011**

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INTRODUCTORY SECTION

**Washington
Township
Public
Schools**



Central Administrative Offices

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November 30, 2011

Honorable President Altamuro and
Members of the Board of Education
Washington Township School District
County of Gloucester, New Jersey

Dear Board Members:

The comprehensive annual financial report of the Washington Township School District (District) for the fiscal year ended June 30, 2011, is hereby submitted. Responsibility for both the accuracy of the data and completeness and fairness of the presentation, including all disclosures, rests with the management of the Board of Education (Board). To the best of our knowledge and belief, the data presented in this report is accurate in all material respects and is reported in a manner designed to present fairly the financial position and results of operations of the various funds and account groups of the District. All disclosures necessary to enable the reader to gain an understanding of the District's financial activities have been included.

The comprehensive annual financial report is presented in four sections: introductory, financial, statistical and single audit. The introductory section includes this transmittal letter, the District's organizational chart, and a list of principal officials. The financial section includes the general purpose financial statements and schedules, as well as the auditor's report and the required supplementary information in compliance with Governmental Accounting Standards Board Statement 34 *"Basic Financial Statements – and Management's Discussion and Analysis – For State and Local Governments."* The statistical section includes selected financial and demographic information, generally presented on a multi-year basis. The District is required to undergo an annual single audit in conformity with the provisions of the Single Audit Act of 1996 and the U.S. Office of Management and Budget Circular A-133, "Audits of State, Local Governments and Non-Profit Organizations", and the state Treasury Circular Letter 98-07 OMB, "Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid". Information related to this single audit, including the auditor's report on the internal control structure and compliance with applicable laws and regulations and findings and recommendations, are included in the single audit section of this report.

1) REPORTING ENTITY AND ITS SERVICES: Washington Township School District is an independent reporting entity within the criteria adopted by the GASB as established by NCGA Statement No. 3. All funds and account groups of the District are included in this report. The Washington Township Board of Education and all its schools constitute the District's reporting entity.

The mission of the Washington Township Public Schools is to provide a safe educational environment for all students to attain the skills necessary for full participation in our global society as responsible, self-directed, and civic-minded citizens.

Adopted by the Washington Township Board of Education – October, 1999

The District provides a full range of educational services appropriate to grade levels Pre-K through 12. These services include regular and vocational, as well as special education for gifted and handicapped youngsters. The following details the changes in the student enrollment within the District over the last five years.

AVERAGE DAILY ENROLLMENT

<u>Fiscal Year</u>	<u>Student Enrollment</u>	<u>Percent Change</u>
2010-2011	8,263	(2.81%)
2009-2010	8,502	(1.49%)
2008-2009	8,631	(2.52%)
2007-2008	8,849	(1.94%)
2006-2007	9,024	(0.02%)

2) ECONOMIC CONDITION AND OUTLOOK:

Washington Township, Gloucester County, New Jersey, is a community comprised of predominately single-family residences. Our community, like most communities across the nation, is feeling the effects of the current economic recession. The community is extremely supportive of the educational system as evident in its active participation in the educational process; fortunately this support has been shown at the polls as the public passed their last two budget elections. The District has been fiscally responsible in light of the economic hardships endured by the community and requested a reduction of the tax levy by \$3,066,172 and brought the general fund budget in under the state mandate cap by \$4,777,434. Additionally, in July 2011, the Governor reallocated an additional \$1,294,296 in state aid, and that was returned to the taxpayers.

Enrollments for regular education students for the Washington Township School District have been declining since the 2001-2002 school year; however, enrollments for special needs students have been increasing. This has resulted in a reduction in staff along with a change in the classification of staff from regular education to special education.

Although the economic times have been challenging, the Washington Township School District has maintained its high standards and rigorous curriculum, continuing its tradition of being an award-winning school district which is the foremost reason why most residents have chosen to reside here.

3) MAJOR INITIATIVES

A. Accomplishments for 2010-2011 were as follows:

- Implementation of new courses of study for the high school's "Precalculus" course as well as the course entitled "Probability, Statistics, and Trigonometry" as the final phase of the mathematics adoption cycle with refinement of the mathematics curriculum and assessments for Grades 9 and 10 to ensure alignment with the End-of-Course Algebra I assessment.
- Continued refinement of the K-8 *Language Arts Literacy* curriculum, including implementation of a coherent, articulated K-5 Reading program. At the elementary school level, this included ongoing professional development in all aspects of balanced literacy with special emphasis on comprehension strategies, guided reading, and writer's workshop. At the middle level, this included ongoing training of staff provided through Columbia University's Reading and Writing Project and the development of a new Grades 6-8 Reading and Language Arts curriculum/courses of study.
- Evening programs including: *Parenting Young Children Course, ESL Parent Workshops, and Annual International Night* as well as Literacy and Mathematics workshops at the Early Childhood Center for parents.
- Implementation of additional time programs including: *Get SET, Good Morning Math, Working Writers, Page Turners, Summer Intervention/Extended School Year Program, Summer Early Intervention Program, Teaching WELL (for ESL students), Summer Transition Programs (5th to 6th Grade), Supplemental Instructional Services (Grades 6, 7, 8), NJASK Academy, NJASK Summer Academy, NJASK Saturday Sessions, 10th Grade and 11th Grade HSPA Academies, 10th and 11th Grade Summer HSPA Academy, Summer 11th to 12th Grade HSPA Academy, Freshman Transition Programs, Supplemental Instructional Services* for the high school at-risk students as well as lunchtime intervention programs in preparation for the Algebra I End-of-Course Assessment and the Biology Competency Test.
- Development of a revised K-2 mathematics curriculum to ensure alignment with the new Common Core Mathematics Standards.
- Development and Implementation of new computer education instructional programming for Grades 1 and 2.

- Development of a new K-5 social studies curriculum aligned with the 2009 NJCCCS and Common Core Standards including plans for the acquisition/purchase of new related instructional materials.
- Purchase of laptops and assistive technology tools through IDEA/ ARRA funding to support special needs students and programming.
- Implementation of a *Chinese 4* course of study as part of our expanding high school World Language program.
- Implementation of *World Language* (Beginning I and II Levels) courses of study for the high school as well as development of the Intermediate Levels I and II World Languages courses of study pursuant to the district's curriculum adoption cycle.
- Ongoing expanded implementation and refinement of "*Tools of the Mind*" as the curriculum for our Preschool Disabled students through ongoing professional development.
- Expanded implementation of *Measures of Academic Progress* (MAP) among students in Grades 2 and 3 in all of our elementary schools, as well as at-risk middle school students at OVMS, and ongoing implementation of MAP among special education/basic skills students in Grades 3-5 to determine student needs, recommend specific targeted interventions, and assess student progress.
- Ongoing refinement and implementation of professional development opportunities for staff with a focus on implementation of *Professional Learning Communities* (PLCs) "in accordance with state mandates" and student needs and the ongoing implementation of a mentoring plan for novice teachers.
- Development of a K-12 continuum of instructional activities and/or courses of study designed to ensure student acquisition of the knowledge and skills specified in Standards 9.1 and 9.2 as they relate to personal financial literacy including curriculum development to meet the 2.5 credit graduation requirement at the high school level.
- Implementation of Year 2 of 3 of a \$500,000 *Teaching American History Grant*.
- Ongoing investigation, development, and implementation of a continuum of in-district instructional programs and student support initiatives to meet the unique needs of our special population students so as to reduce the number of students and costs associated with out-of-district placements.

- Ongoing implementation and integration of instructional software and/or web-based programs designed to enhance instructional activities, improve student skill levels, and provide a means for student self-tutoring and/or ancillary instruction.
- Purchase of notebook carts and notebook computers to provide increased kindergarten, elementary, middle, and high school student access to computers for use in the classroom.
- Replacement of 8-year old teacher computer work stations in elementary schools along with reassignment of functioning “legacy” computers for student use in individual classrooms, as needed and appropriate.
- Purchase of document cameras, LCD projectors, sound field systems, and other technology tools to support expanded classroom use of technology in in-class support and resource center classrooms pursuant to IDEA/ARRA grant funding. Local funds were used to purchase some notebook carts for each elementary school in preparation for the new social studies adoption K-5.
- Ongoing development, refinement, and implementation of benchmark assessments in all content areas.
- Ongoing alignment of all courses of study with the 2009 NJCCCS, the Common Core State Standards for Math and ELA, Spring 2010 State testing results, and new NJASK test specifications and Algebra I/Biology end-of-course test requirements.
- Refined implementation of *Foundations* in all first and second grade classrooms, including special education.
- Ongoing professional development opportunities to meet state standards, fulfill the 100-hour mandate, enhance the quality of pedagogy, and increase student achievement (K-12).
- Ongoing implementation and compliance with the provisions of the Highly-Qualified Teacher and Adequate Yearly Progress processes under the *No Child Left Behind* Legislation.

B. Ongoing and Future Projects:

The district is committed to the implementation of the Core Curriculum Content Standards that have been mandated by the State of New Jersey for all public schools. As such, the district is engaged in the following:

- Implementation of the *STAR Computerized Testing System* in Grades K-5 so as to determine and support student needs, recommend specific targeted interventions, and assess and monitor student progress in reading and mathematics
- Development of a new comprehensive, articulated K-5 mathematics curriculum aligned with the 2010 Common Core Standards including all planning necessary for the purchase and implementation of new essential instructional mathematics materials.
- Ongoing alignment of the district's Grades 6-10 Mathematics curriculum in anticipation of the new benchmarks and expectations delineated in the Common Core Standards for Mathematics.
- Ongoing refinement of the high school mathematics curriculum to optimize student achievement and promote alignment with HSPA test specifications and new Common Core Standards for Mathematics.
- Development of a new K-12 comprehensive health education curriculum aligned with the 2009 NJCCCS including plans for the acquisition/purchase of new related instructional materials.
- Increased focus on the needs of at-risk learners and investigation into instructional methodologies and programmatic enhancements to meet their needs. This will include ongoing emphasis and refinement of our K-12 *Response to Intervention* (RTI) programming.
- Ongoing investigation into effective technology hardware and software tools and resources to differentiate instruction and to support student achievement, as funding allows.
- Submission and awarding of various grant applications to support and enhance instruction.
- Implementation of K-12 instructional programming in financial literacy including implementation of a high school level semester course in financial literacy which is aligned with state standards for implementation in 2011-2012 including investigation into a possible online version of a high school financial literacy course of offering.

- Implementation of new Intermediate I and II Levels of World Language courses of study as well as development of new courses of study for Advanced and AP curriculum, as part of our world language program at our high school.
- Refinement of curriculum and instruction to optimize student preparation for, and achievement on the high school End-of-Course (EOC) Biology test.
- Implementation of new Grades 6-8 Language Arts Literacy curriculum/courses of study aligned with the Common Core ELA Standards.
- Development of new Language Arts curriculum/courses of study for Grades 9-12 aligned with the Common Core ELA Standards.
- Ongoing focus and possible professional development to increase staff and student use of, and familiarity with open-ended questions and various essay types in Language Arts Literacy.
- Ongoing development and implementation of a continuum of instructional programs and student support initiatives to meet the unique needs of our special population students and to support the implementation of in-district specialized program(s) for certain students currently placed in out-of-district settings.
- Ongoing investigation into possible K-12 anti-bullying instructional and support programs.
- Refined use of the district's test of cognitive ability (OLSAT8) results for purposes of Gifted and Talented program placement.
- Ongoing implementation and refinement of benchmark assessments in all content areas.
- Ongoing staff training to support the use of Moodle as a Web 2.0 Technology infusion resource.
- Implementation of the online Accelerated Reader program in all elementary schools with consideration of future expansion into additional grades/schools.
- Ongoing alignment of curriculum/courses of study with new 2009 NJCCCS and Common Core Standards for Mathematics and English Language Arts, new State testing specifications, and instructional/ programmatic needs as indicated through analysis of assessment results.
- Ongoing professional development to ensure optimal use of available technology resources including document cameras, Smartboards, LCD projectors, Turning Point Response Systems, and mobile computer carts (notebooks).

- Professional development to support the implementation of Web 2.0 tools and other applications to further student acquisition of 21st century skills.
- Professional development to enhance and support the integration of professional learning communities (PLCs) throughout all district schools as an essential aspect of professional growth.
- Professional development to ensure the successful adoption and implementation of a new State-mandated teacher evaluation system with acquisition of and training related to any software and/or hardware essential to meet State guidelines and requirements as part of this initiative.

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

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

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

5) BUDGETARY CONTROLS: In addition to internal accounting controls, the District maintains budgetary controls. The objective of these budgetary controls is to ensure compliance with legal provisions embodied in the annual appropriated budget approved by the voters of the municipality.

Honorable President Altamuro and
Members of the Board of Education
November 30, 2011
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Annual appropriated budgets are adopted for the general fund, the special revenue fund, and the debt service fund. Project-length budgets are approved for the capital improvements accounted for in the capital projects fund. The final budget amount as amended for the fiscal year is reflected in the financial section.

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

6) ACCOUNTING SYSTEM AND REPORTS: The District's accounting records reflect generally-accepted accounting principles, as promulgated by the Governmental Account Standards Board (GASB). The accounting system of the District is organized on the basis of funds and account groups. These funds and account groups are explained in "Notes to the Financial Statements", Note 1.

7) FINANCIAL INFORMATION AT FISCAL YEAR-END: As demonstrated by the various statements and schedules included in the financial section of this report, the District continues to meet its responsibility for sound financial management. Please see Management's Discussion and analysis for summary schedules.

8) DEBT ADMINISTRATION: At June 30, 2011, the District's outstanding debt issues included \$30,884,654.38 of general obligation bonds.

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

10) RISK MANAGEMENT: The Board carried 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.

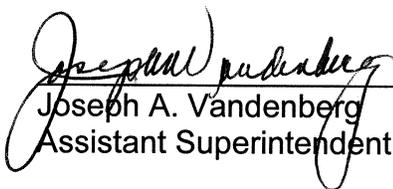
11) OTHER INFORMATION:

Independent Audit – State statutes require an annual audit by independent certified public accountants. The accounting firm of Bowman and Company LLP was selected by the Board. In addition to meeting the requirements set forth in state statutes, the audit also was designed to meet the requirements of the Single Audit Act of 1996 and the related OMB Circular A-133 and state Treasury Circular Letter 98-07 OMB. The auditor's report on the general purpose financial statements and combining and individual fund statements and schedules is included in the financial section of this report. The auditor's reports related specifically to the single audit are included in the single audit section of this report.

12) ACKNOWLEDGMENTS:

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

Respectfully submitted:



Joseph A. Vandenberg
Assistant Superintendent



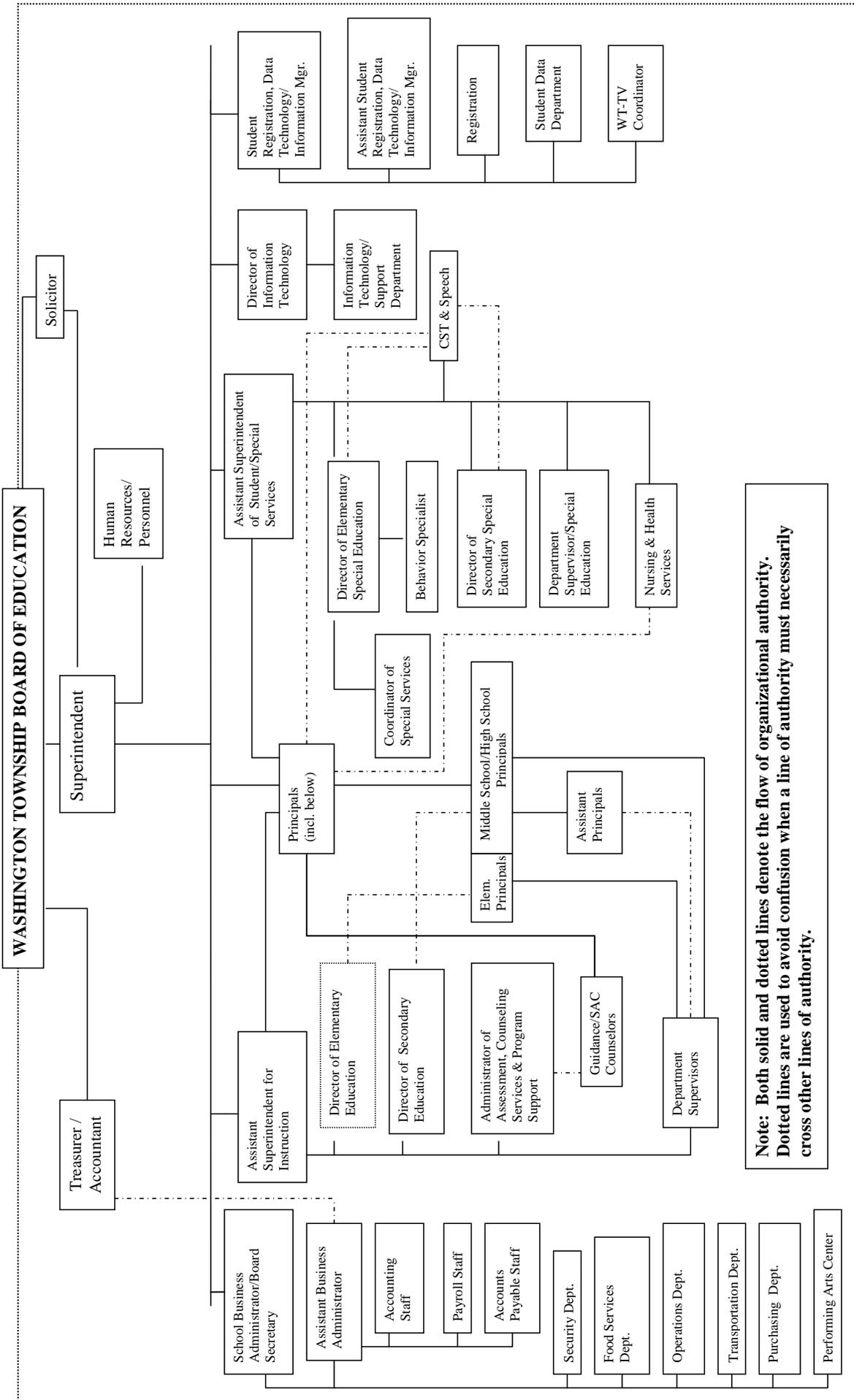
Margaret F. Meehan, CPA
School Business Administrator/
Board Secretary



Harold J. Finkle, CPA
Assistant School Business Administrator

MFM/ea

ORGANIZATIONAL CHART



Note: Both solid and dotted lines denote the flow of organizational authority. Dotted lines are used to avoid confusion when a line of authority must necessarily cross other lines of authority.

**BOARD OF EDUCATION
OF THE
TOWNSHIP OF WASHINGTON
SEWELL, NEW JERSEY**

**ROSTER OF OFFICIALS
June 30, 2011**

<u>Members of the Board of Education</u>	<u>Term Expires</u>
Stephen Altamuro, President	2013
Paul Marino, Vice President	2012
Eileen Abbott	2012
Joshua Aronovitch	2014
James F. Murphy	2013
Virginia Murphy	2014
Chester Nawoyski	2014
Kurt Snyder	2012
Andrew W. Walter	2013

Other Officials

Cheryl L. Simone, Ed.D., Superintendent

Margaret F. Meehan, CPA, School Business
Administrator/Board Secretary

John B. Comegno II, Esq., Solicitor

**BOARD OF EDUCATION
OF THE
TOWNSHIP OF WASHINGTON**

Consultants and Advisors

Engineer

Remington and Vernick
232 Kings Highway East
Haddonfield, NJ 08033

Audit Firm

Bowman & Company LLP
601 White Horse Road
Voorhees, NJ 08043-2492

Attorney

Comegno Law Group
521 Pleasant Valley Avenue
Moorestown, NJ 08057

Capehart & Scatchard
Laurel Corporate Center
8000 Midlantic Drive, Suite 300 South
Mount Laurel, NJ 08054

Official Depository

TD Bank, N.A.
491 Hurffville-Crosskeys Road
Sewell, NJ 08080

FINANCIAL SECTION

INDEPENDENT AUDITOR'S REPORT

The Honorable President and
Members of the Board of Education
Township of Washington School District
County of Gloucester, 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 Township of Washington School District, in the County of Gloucester, State of New Jersey, as of and for the fiscal year ended June 30, 2011, which collectively comprise the School District's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the Township of Washington 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 in compliance with audit requirements as prescribed by the Division of Finance, Department of Education, State of New Jersey. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes consideration of internal control over financial reporting as a basis for designing audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the School District's internal control over financial reporting. Accordingly, we express no such opinion. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and the significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinions.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund and the aggregate remaining fund information of the Township of Washington School District in the County of Gloucester, State of New Jersey as of June 30, 2011, and the respective changes in financial position and, where applicable, cash flows thereof for the fiscal 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 Township of Washington 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 and budgetary comparison information as listed in the table of contents 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 Township of Washington School District's basic financial statements. The accompanying Schedules of Expenditures of Federal Awards and State Financial Assistance are presented for purposes of additional analysis as required by U.S. Office of Management and Budget Circular A-133, Audits of States, Local Governments, and Non-Profit Organizations and State of New Jersey Circular 04-04-OMB, Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid, and are not a required part of the basic financial statements. In addition, the introductory section, combining statements and related major fund supporting statements and schedules, and statistical section listed in the table of contents are also presented for purposes of additional analysis and are not a required part of the basic financial statements. The Schedules of Expenditures of Federal Awards and State Financial Assistance, combining statements and related major fund supporting statements and schedules have been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, are fairly stated in all material respects in relation to the basic financial statements taken as a whole. The introductory and statistical sections 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.

Respectfully submitted,

Bowman & Company LLP

BOWMAN & COMPANY LLP
Certified Public Accountants
& Consultants

Todd R. Saler

Todd R. Saler
Certified Public Accountant
Public School Accountant No. CS 02195

Voorhees, New Jersey
November 29, 2011

**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**

The Honorable President and
Members of the Board of Education
Township of Washington School District
County of Gloucester, New Jersey

We have audited the financial statements of the governmental activities, the business-type activities, each major fund and the aggregate remaining fund information of the Township of Washington School District, in the County of Gloucester, State of New Jersey, as of and for the fiscal 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 in compliance with audit requirements as prescribed by the Division of Finance, Department of Education, State of New Jersey.

Internal Control Over Financial Reporting

Management of the Township of Washington School District is responsible for establishing and maintaining effective internal control over financial reporting. In planning and performing our audit, we considered the Township of Washington 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 School District's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the 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 a combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the school district'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. However, we identified one deficiency in internal control over financial reporting, described in the accompanying Schedule of Findings and Questioned Costs and Independent Auditor's Management Report on Administrative Findings—Financial, Compliance and Performance that we consider to be a significant deficiency in internal control over financial reporting as finding no.: 2011-1. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Township of Washington 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, Department of Education, State of New Jersey.

The Township of Washington School District's response to the finding identified in our audit is described in the accompanying Schedule of Findings and Questioned Costs. We did not audit the School District's response and, accordingly, we express no opinion on it.

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

Respectfully submitted,

Bowman & Company LLP

BOWMAN & COMPANY LLP
Certified Public Accountants
& Consultants

Todd R. Saler

Todd R. Saler
Certified Public Accountant
Public School Accountant No. CS 02195

Voorhees, New Jersey
November 29, 2011

REQUIRED SUPPLEMENTARY INFORMATION
PART I

WASHINGTON TOWNSHIP SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2011
(Unaudited)

The discussion and analysis of WASHINGTON TOWNSHIP School District's (the School District) financial performance provides an overall review of the School District's financial activities for the fiscal year ended June 30, 2011. The intent of this discussion and analysis is to look at the School District's financial performance as a whole; readers should also review the notes to the basic financial statements and financial statements to enhance their understanding of the School District's financial performance.

Financial Highlights

Key financial highlights for 2011 are as follows:

- In total, net assets increased \$5,431,310 primarily due to accumulation of fund balance to be included in the subsequent years' budget.
- General revenues accounted for \$130,572,110 in revenue or 89% of all revenues. Program specific revenues in the form of charges for services and operating grants and contributions accounted for \$16,513,370 or 11% of total revenues of \$147,085,480.
- Total assets of governmental activities increased by \$5,244,514 primarily due to the accumulation of fund balance to be included in the subsequent years' budget.
- The School District had \$141,654,169 in expenses; \$16,513,370 of these expenses were offset by program-specific charges for services, grants or contributions.
- Among major funds, the General Fund had \$133,716,548 in revenues, \$127,788,988 in expenditures, and \$964,653 in other financing uses. The General Fund's fund balance increased \$4.9 million from 2010. This increase was anticipated by the Board of Education. The School District appropriated \$5.9 million into the original General Fund budget as tax relief for 2011-2012.

Overview of the Financial Statements

The financial section of this annual report consists of two parts: Part I, management's discussion and analysis (this section), the basic financial statements with the accompanying note disclosures; and Part II, budgetary comparison schedules, notes to the required supplementary information, and other supplementary information. The basic financial statements include two kinds of statements that present different views of the School District:

- The first two statements, Exhibits A-1 and A-2, are government-wide financial statements that provide both long-term and short-term information about the School District's overall financial status.
- The remaining statements are fund financial statements that focus on individual parts of the School District's operations in more detail than the government-wide statements.

The governmental fund statements tell how general government services were financed in the short-term as well as what remains for future spending.

Proprietary fund statements offer short-term and long-term financial information about those types of activities that operate like a business.

Fiduciary fund statements provide information about the financial relationships in which the School District acts as a trustee or agent for the benefit of others to whom the resources belong.

WASHINGTON TOWNSHIP SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2011
(Unaudited-Cont'd)

The financial statements also include notes that explain some of the information in the financial statements and provide more detailed data.

The statements are followed by another section, Part II, which contains required supplementary information that further explains and supports the information in the financial statements including budget schedules, reconciliations, and individual fund statements.

Reporting the School District as a Whole

Statement of Net Assets and the Statement of Activities

The Statement of Net Assets and the Statement of Activities include all assets and liabilities of the School District using the accrual basis of accounting similar to the accounting used by most private-sector companies. This basis of accounting takes into account all of the current year's revenues and expenses regardless of when cash is received or paid.

These two statements report the School District's net assets and changes in those assets. This change in net assets is important because it tells the reader that, for the School District as a whole, the financial position of the School District 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 School District's facility condition, required educational programs, and other factors.

In the Statement of Net Assets and the Statement of Activities, the School District reports governmental and business-type activities. Governmental activities are the activities where most of the School District's programs and services are reported, including but not limited to instruction, support services, operation and maintenance of plant, pupil transportation, and special schools.

Reporting the School District's Most Significant Funds

Fund Financial Statements

The Fund financial reports provide detailed information about the School District's major funds. The School District uses several funds to account for a variety of financial transactions. However, these fund financial statements focus on the School District's most significant funds. The School District's major governmental funds are the General Fund, the Special Revenue Fund, Debt Service, and the Capital Projects Fund; the School District has no Permanent Fund.

Governmental Funds

Most of the School District's activities are reported in governmental funds, which focus on how money flows into and out of those funds and the balances left at year-end available for spending in the future periods. 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 fund statements provide a detailed short-term view of the School District's general government operations and the basic services it provides. Governmental fund information helps you 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.

WASHINGTON TOWNSHIP SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2011
(Unaudited-Cont'd)

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 School District's net assets for 2011 and 2010.

TABLE 1			
Net Assets			
	<u>2010-2011</u>	<u>2009-2010</u>	
Assets			
Current and Other Assets	\$ 19,866,433	\$ 12,157,178	
Capital Assets	<u>93,356,623</u>	<u>97,352,373</u>	
Total Assets	<u>\$113,223,056</u>	<u>\$109,664,504</u>	
Liabilities			
Current Liabilities	\$ 7,532,844	\$ 5,852,799	
Non- Current Liabilities	<u>40,602,097</u>	<u>44,154,901</u>	
Total Liabilities	<u>\$48,134,941</u>	<u>\$50,007,700</u>	
Net Assets			
Invested in Capital Assets, Net of Debt	\$60,847,237	\$60,998,553	
Restricted for:			
Debt Service			
Capital Projects	2,578,386	1,699,511	
Other Purposes	1,960,131	3,711,379	
Unrestricted	<u>(297,639)</u>	<u>(6,752,638)</u>	
Total Net Assets	<u>\$65,088,115</u>	<u>\$59,656,804</u>	

WASHINGTON TOWNSHIP SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2011
(Unaudited-Cont'd)

Table 2 shows a summary of changes in net assets for Fiscal Year 2011 and 2010.

TABLE 2

Changes in Net Assets

	<u>2010-2011</u>	<u>2009-2010</u>
Revenues		
Program Revenues:		
Charges for Services	\$ 2,871,875	\$ 2,788,457
Operating Grants and Contributions	13,641,495	13,903,052
General Revenues:		
Property Taxes, Levied for General Purpose, Net	74,938,763	68,819,137
Property Taxes Levied for Debt Service	3,504,520	3,244,078
Federal and State Aid, Restricted	51,292,617	55,869,671
Other	<u>836,210</u>	<u>716,077</u>
Total Revenues	<u>\$147,085,480</u>	<u>\$145,340,473</u>
Program Expenses		
Governmental Activities:		
Instruction	\$57,695,208	\$59,186,779
Support Services:		
Tuition	7,025,817	7,036,004
Student Administrative Services	13,486,238	14,680,979
School Administrative Services	5,764,204	6,240,889
General and Business Administrative Services	4,156,722	4,039,994
Plant Operation and Maintenance	9,962,422	9,814,796
Pupil Transportation	6,587,498	6,549,564
Unallocated Benefits	31,288,248	31,689,758
Special Schools	69,308	34,044
Interest on Long-term Debt	1,590,548	1,629,559
Amortization	<u>37,681</u>	<u>37,681</u>
Total Expenses, Governmental Activities	<u>\$137,663,894</u>	<u>\$140,940,047</u>
Business-Type Activities:		
Food Service	\$ 3,461,416	\$ 3,973,128
Child Care Program	81,668	89,063
Telecommunications	11,026	14,627
Drivers' Education	64,368	79,195
Center for the Performing Arts	371,798	137,883
Total Expenses, Business-Type Activities	<u>3,990,276</u>	<u>4,293,396</u>
Total Expenses	<u>\$141,654,169</u>	<u>\$145,233,944</u>
Increase (Decrease) in Net Assets	<u>\$ 5,431,310</u>	<u>\$ 106,529</u>

WASHINGTON TOWNSHIP SCHOOL DISTRICT

**MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2011
(Unaudited-Cont'd)**

Governmental Activities

Municipal appropriations and state and federal aid made up 99.8% of revenues for governmental activities for the School District for Fiscal Year 2011.

Instruction comprises 42% of District governmental expenses. Support services expenses make up 57% of the governmental expenses. Interest on Long-Term Debt Service and Amortization is 1% of the governmental expenses.

The Statement of Activities shows the cost of the governmental activities' 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 for Fiscal Year 2011. That is, it identifies the cost of these services supported by general revenues.

TABLE 3

	<u>Total Cost of Services</u>	<u>Net Cost of Services</u>
Instruction	\$57,695,207	\$54,661,764
Support Services:		
Tuition	7,025,817	7,025,817
Student and Instruction-Related Services	13,486,238	12,337,710
School Administrative Services	5,764,204	5,764,204
General and Business Administrative Services	4,156,722	3,924,002
Plant Operation and Maintenance	9,962,422	9,962,422
Pupil Transportation	6,587,499	6,587,499
Unallocated Benefits	31,288,248	23,044,976
Transfer to Charter Schools	69,308	69,308
Interest on Long-Term Debt	1,590,548	1,129,392
Amortization of Bond Issue Costs	<u>37,681</u>	<u>37,681</u>
Total Expenses	<u>\$137,663,894</u>	<u>\$124,544,775</u>

Instruction expenses include activities directly dealing with the teaching of pupils and the interaction between teacher and pupil.

Student and instruction-related services include the activities designed to assess and improve the well being of students and to supplement the teaching process.

Administrative services include expenses associated with establishing and administering policy for the School District and include board of education services and executive administration services.

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

Pupil transportation includes activities involved with the conveyance of students to and from school activities.

WASHINGTON TOWNSHIP SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2011
(Unaudited-Cont'd)

Governmental Activities (Cont'd)

Business and other support services include activities for support not classified elsewhere, including support services for business activities and support services for central activities.

Employee benefits includes the cost of benefits for the School District staff for social security, retirement contributions, workers' compensation, health benefits and other employee benefits.

The dependence upon municipal appropriations and state aid is apparent. The local communities and the state are the primary support for the Washington Township School District.

The School District's Funds

The School District's major funds are accounted for using the modified accrual basis of accounting. All Governmental funds had total revenues of \$143,432,343, expenditures of \$137,540,087 and other financing uses of \$253,011. The net change in fund balance for the year in the General Fund had an increase of \$4,962,908.

General Fund Budgeting Highlights

The School District's budget is prepared in accordance with New Jersey law. The most significant budgeted fund is the General Fund.

During the course of the 2011 fiscal year, the School District modified its General Fund budget numerous times.

For the General Fund, the original budgeted estimate and final budget basis revenue estimate was \$128,365,893.

During Fiscal Year 2011, the School District budgeted \$74,938,763 and \$48,139,471 for municipal appropriations and state aid revenues, respectively. The School District also realized \$4,139,869 in reimbursed TPAF Social Security aid, \$4,103,403 in reimbursed TPAF and post retirement health benefits. This has resulted in favorable revenue variance.

The final budget basis expenditure appropriation estimate was \$129,055,529 compared to the original estimate of \$128,365,893.

WASHINGTON TOWNSHIP SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2011
(Unaudited-Cont'd)

Capital Assets

At the end of Fiscal Year 2011, the School District had \$93,356,623 invested in land, buildings, furniture and equipment.

Table 4 shows a summary of the fiscal 2011 balances.

TABLE 4

Capital Assets (Net of Depreciation)

	<u>2010-2011</u>	<u>2009-2010</u>
Land	\$ 5,590,700	\$ 5,590,700
Construction in Progress	204,004	139,395
Buildings and Improvements	83,521,927	87,056,138
Furniture and Equipment	<u>4,039,992</u>	<u>4,566,140</u>
Totals	<u>\$ 93,356,623</u>	<u>\$ 97,352,373</u>

Overall capital assets decreased \$3,995,750 from Fiscal Year 2010 to Fiscal Year 2011.

Debt Administration

The School District receives state aid and municipal tax levy funds for the payment of debt.

Current Financial Issues and Concerns

The School District has a long record of financial stability. Despite unpredictable funding from the State of New Jersey, the district manages to provide an excellent educational opportunity for all the School District students. This has been accomplished through increases in the local tax levy. The School District's General Fund budget has grown steadily over the past five years. This has resulted primarily from the increase in fixed costs such as labor, employee benefits, utilities, diesel fuel, and out-of-district tuition.

Contacting the School District's Financial Management

These financial reports are designed to provide our citizens, taxpayers, and creditors with a general overview of the School District's finances and to show the accountability for money received from the state and local government. If you have questions about this report or need additional information, contact Margaret F. Meehan, Secretary to the Board of Education and School Business Administrator at: WASHINGTON TOWNSHIP BOARD OF EDUCATION, 206 East Holly Avenue, Sewell, New Jersey 08080.

BASIC FINANCIAL STATEMENTS

DISTRICT-WIDE FINANCIAL STATEMENTS

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

	Governmental <u>Activities</u>	Business-Type <u>Activities</u>	<u>Total</u>
ASSETS:			
Cash and Cash Equivalents	\$ 6,247,965.37	\$ 838,273.61	\$ 7,086,238.98
Receivables, net (Note 4)	10,592,706.53	73,498.18	10,666,204.71
Interfund Accounts Receivable	2,478.76		2,478.76
Inventory (Note 5)		67,460.56	67,460.56
Deferred Charges:			
Debt Issuance Costs (Net of Amortization)	323,122.05		323,122.05
Restricted Assets:			
Restricted Cash and Cash Equivalents	489,630.16		489,630.16
Capital Reserve Account - Cash	1,231,297.69		1,231,297.69
Capital Assets, net (Note 8)	<u>92,963,119.52</u>	<u>393,503.49</u>	<u>93,356,623.01</u>
Total Assets	<u>111,850,320.08</u>	<u>1,372,735.84</u>	<u>113,223,055.92</u>
LIABILITIES:			
Accounts Payable	4,178,838.92	5,104.76	4,183,943.68
Interfund Accounts Payable	(86,332.66)	86,332.66	
Accrued Salaries and Benefits	1,813,641.87	17,607.59	1,831,249.46
Deposits Payable		1,882.50	1,882.50
Payable to Federal Government	762,410.86		762,410.86
Payable to State Government	20,674.41		20,674.41
Deferred Revenue	141,255.00	66,313.70	207,568.70
Accrued Interest on Bonds	525,114.54		525,114.54
Noncurrent Liabilities (Note 6):			
Due within One Year	4,302,689.18	45,790.35	4,348,479.53
Due beyond One Year	<u>36,058,515.44</u>	<u>195,102.11</u>	<u>36,253,617.55</u>
Total Liabilities	<u>47,716,807.56</u>	<u>418,133.67</u>	<u>48,134,941.23</u>
NET ASSETS:			
Invested in Capital Assets, Net of Related Debt	60,453,733.87	393,503.49	60,847,237.36
Restricted for:			
Capital Projects	2,578,385.56		2,578,385.56
Other Purposes	1,960,131.00		1,960,131.00
Unrestricted	<u>(858,737.91)</u>	<u>561,098.68</u>	<u>(297,639.23)</u>
Total Net Assets	<u>\$ 64,133,512.52</u>	<u>\$ 954,602.17</u>	<u>\$ 65,088,114.69</u>

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

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

Functions / Programs	Program Revenues			Net (Expense) Revenue and Changes in Net Assets			
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business-Type Activities	Total
Governmental Activities:							
Instruction:							
Regular	\$ 43,695,768.41		\$ 3,033,443.12		\$ (40,662,325.29)		\$ (40,662,325.29)
Special Education	9,724,995.77				(9,724,995.77)		(9,724,995.77)
Other Special Instruction	2,789,408.78				(2,789,408.78)		(2,789,408.78)
Other Instruction	1,485,034.34				(1,485,034.34)		(1,485,034.34)
Support Services:							
Tuition	7,025,817.29				(7,025,817.29)		(7,025,817.29)
Student and Instruction Related Services	13,486,238.14		1,148,527.78		(12,337,710.36)		(12,337,710.36)
School Administrative Services	5,764,203.91				(5,764,203.91)		(5,764,203.91)
General and Business Administrative Services	4,156,721.95	\$ 232,720.14			(3,924,001.81)		(3,924,001.81)
Plant Operations and Maintenance	9,962,421.94				(9,962,421.94)		(9,962,421.94)
Pupil Transportation	6,587,498.66				(6,587,498.66)		(6,587,498.66)
Unallocated Benefits	31,288,247.93		8,243,271.72		(23,044,976.21)		(23,044,976.21)
Transfer to Charter School	69,307.81				(69,307.81)		(69,307.81)
Interest on Long-Term Debt	1,590,547.50		461,155.68		(1,129,391.81)		(1,129,391.81)
Amortization of Bond Issuance Costs	37,681.06				(37,681.06)		(37,681.06)
Total Governmental Activities	137,663,893.49	232,720.14	12,886,398.30	-	(124,544,775.04)	-	(124,544,775.04)
Business-Type Activities:							
Food Service	3,461,415.69	2,026,790.51	755,096.48			\$ (679,528.70)	(679,528.70)
Child Care Program	81,667.59	148,200.16				66,532.57	66,532.57
Telecommunications	11,026.46	14,270.00				3,243.54	3,243.54
Center for the Performing Arts	371,797.71	379,909.65				8,111.94	8,111.94
Drivers Education	64,368.40	69,985.00				5,616.60	5,616.60
Total Business-Type Activities	3,990,275.85	2,639,155.32	755,096.48	-	-	(596,024.05)	(596,024.05)
Total Primary Government	\$ 141,654,169.34	\$ 2,871,875.46	\$ 13,641,494.78	\$ -	(124,544,775.04)	(596,024.05)	(125,140,799.09)
General Revenues:							
Taxes:							
Property Taxes, Levied for General Purposes, net					74,938,763.00		74,938,763.00
Taxes Levied for Debt Service					3,504,520.00		3,504,520.00
Federal and State Aid not Restricted					51,292,616.88		51,292,616.88
Investment Earnings					42,214.27	1,916.43	44,130.70
Miscellaneous Income					767,829.90		767,829.90
Accounts Receivable Canceled					(98,051.63)	(20,227.49)	(118,279.12)
Accounts Payable Canceled					150,733.39		150,733.39
Special Items:							
Disposal of Assets					(8,205.28)	801,131.01	(8,205.28)
Transfers					(801,131.01)		(801,131.01)
Total General Revenues, Special Items, Extraordinary Items and Transfers					129,789,289.52	782,819.95	130,572,109.47
Change in Net Assets					5,244,514.47	186,795.90	5,431,310.37
Net Assets -- July 1					58,888,998.05	767,806.27	59,656,804.32
Net Assets -- June 30					\$ 64,133,512.52	\$ 954,602.17	\$ 65,088,114.69

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

FUND FINANCIAL STATEMENTS

TOWNSHIP OF WASHINGTON 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 and Cash Equivalents	\$ 6,183,061.84				\$ 6,183,061.84
Interfund Accounts Receivable	4,617,302.74				4,617,302.74
Receivables from Other Governments	4,747,490.16	\$ 2,598,666.86	3,180,274.15		10,526,431.17
Other Accounts Receivable	61,844.61	4,430.75			66,275.36
Restricted Cash and Cash Equivalents	<u>1,231,297.69</u>				<u>1,231,297.69</u>
Total Assets	<u>\$ 16,840,997.04</u>	<u>\$ 2,603,097.61</u>	<u>\$ 3,669,903.14</u>	<u>\$ 1.17</u>	<u>\$ 23,113,998.96</u>
LIABILITIES AND FUND BALANCES:					
Liabilities:					
Accounts Payable	\$ 3,549,096.11	\$ 617,424.96	\$ 12,317.85		\$ 4,178,838.92
Accrued Salaries and Benefits	1,794,762.33	15,991.15			1,810,753.48
Interfund Accounts Payable		1,832,856.71	2,633,619.47		4,466,476.18
Other Current Liabilities	762,410.86				762,410.86
Payable to State Government	25,104.62	20,674.41			45,779.03
Deferred Revenue		116,150.38			116,150.38
Total Liabilities	<u>6,131,373.92</u>	<u>2,603,097.61</u>	<u>2,645,937.32</u>	<u>-</u>	<u>11,380,408.85</u>
Fund Balances:					
Restricted:					
Capital Projects			1,023,965.82		1,023,965.82
Debt Service				1.17	1.17
Capital Reserve Account	1,231,297.69				1,231,297.69
Excess Surplus--Designated for Subsequent Year's Expenditures	1,960,131.00				1,960,131.00

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

LIABILITIES AND FUND BALANCES (CONT'D):

	<u>General Fund</u>	<u>Special Revenue Fund</u>	<u>Capital Projects Fund</u>	<u>Debt Service Fund</u>	<u>Total Governmental Funds</u>
Fund Balances (Continued):					
Assigned:					
Other Purposes	\$ 562,209.88				\$ 562,209.88
Designated for Subsequent Year's Expenditures	4,024,869.00				4,024,869.00
Unassigned	2,931,115.55				2,931,115.55
Total Fund Balances	10,709,623.12	-	1,023,965.82	1.17	11,733,590.11
Total Liabilities and Fund Balances	\$ 16,840,997.04	\$ 2,603,097.61	\$ 3,669,903.14	\$ 1.17	

Amounts reported for *governmental activities* in the statement of net assets (A-1) are different because:

Governmental funds report the effect of issuance costs, premiums, discounts and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities.
Unamortized Bond Issuance Costs

Interest on long-term debt in the statement of activities is accrued, regardless of when due.

Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds. The cost of the assets is \$154,765,244.68 and the accumulated depreciation is \$61,802,125.16.

Long-term liabilities, including bonds and compensated absences payable, are not due and payable in the current period and therefore are not reported as liabilities in the funds.

Net assets of governmental activities

	323,122.05	(525,114.54)	92,963,119.52
			(40,361,204.62)
			\$ 64,133,512.52

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

TOWNSHIP OF WASHINGTON 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 Tax Levy	\$ 74,938,763.00			\$ 3,504,520.00	\$ 78,443,283.00
Tuition	357,644.07				357,644.07
Miscellaneous	418,173.67	\$ 33,139.69	\$ 1,087.27		452,400.63
State Sources	57,841,508.13	111,950.45	365,683.00	1,555,568.00	59,874,709.58
Federal Sources	160,459.58	4,143,846.02			4,304,305.60
Total Revenues	133,716,548.45	4,288,936.16	366,770.27	5,060,088.00	143,432,342.88
EXPENDITURES:					
Current:					
Regular Instruction	38,235,780.13				41,269,223.25
Special Education Instruction	9,676,982.42	3,033,443.12			9,676,982.42
Other Special Instruction	2,789,408.78				2,789,408.78
Other Instruction	1,485,034.34				1,485,034.34
Support Services and Undistributed Costs:					
Tuition	7,025,817.29				7,025,817.29
Student and Instruction Related Services	12,278,677.09				13,427,204.87
School Administrative Services	5,764,203.91	1,148,527.78			5,764,203.91
Other Administrative Services	3,938,340.71				3,938,340.71
Plant Operations and Maintenance	9,480,172.89				9,480,172.89
Pupil Transportation	5,194,439.89				5,194,439.89
Unallocated Benefits	30,990,118.56				30,990,118.56
Transfer to Charter Schools	69,307.81				69,307.81
Debt Service:					
Principal				3,560,000.00	3,560,000.00
Interest and Other Charges				1,500,087.50	1,500,087.50
Capital Outlay	860,703.80	106,965.26	402,075.54		1,369,744.60
Total Expenditures	127,788,987.62	4,288,936.16	402,075.54	5,060,087.50	137,540,086.82
Excess (Deficiency) of Revenues over Expenditures	5,927,560.83	-	(35,305.27)	0.50	5,892,256.06

(Continued)

TOWNSHIP OF WASHINGTON 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
OTHER FINANCING SOURCES (USES):					
Capital Leases (Non-Budgeted)	\$ 495,438.00				\$ 495,438.00
Accounts Payable Canceled	148,120.39		2,613.00		150,733.39
Accounts Receivable Canceled	(98,051.63)				(98,051.63)
Operating Transfers In	9,042.67		718,071.00		727,113.67
Operating Transfers Out	(1,519,202.01)		(9,042.67)		(1,528,244.68)
Total Other Financing Sources and Uses	<u>(964,652.58)</u>	<u>-</u>	<u>711,641.33</u>	<u>-</u>	<u>(253,011.25)</u>
Net Change in Fund Balances	4,962,908.25	-	676,336.06	\$ 0.50	5,639,244.81
Fund Balance -- July 1	5,746,714.87	-	347,629.76	0.67	6,094,345.30
Fund Balance -- June 30	<u>\$ 10,709,623.12</u>	<u>\$ -</u>	<u>\$ 1,023,965.82</u>	<u>\$ 1.17</u>	<u>\$ 11,733,590.11</u>

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

TOWNSHIP OF WASHINGTON 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		\$ 5,639,244.81
<p>Amounts reported for governmental activities in the statement of activities (A-2) are different because:</p>		
<p>Capital outlays are reported in governmental funds as expenditures. However, 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.</p>		
Depreciation Expense	\$ (5,171,481.50)	
Capital Outlays (Exclusive of SDA Assessment)	1,237,231.07	
		(3,934,250.43)
<p>Repayment of bond principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net assets and is not reported in the statement of activities.</p>		
		3,560,000.00
<p>Repayment of capital leases principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net assets and is not reported in the statement of activities.</p>		
		798,633.98
<p>Proceeds from capital lease 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.</p>		
		(495,438.00)
<p>The issuance of long-term debt (bonds) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of the governmental funds. Neither transaction, however, has any effect on net assets. Also, governmental funds report the effect of issuance costs when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities. This amount is the net effect of these differences in the treatment of long-term debt and related items.</p>		
		(56,442.08)
<p>The net effect of various miscellaneous transactions involving capital assets (i.e., disposals, donations and capital grants) is to decrease net assets.</p>		
		(8,205.28)
<p>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. This amount is the net effect of the difference in the treatment of interest on long-term debt.</p>		
		60,814.02
<p>In the statement of activities, certain operating expenses, (e.g., compensated absences) 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). This amount is the net effect of the difference in treatment of compensated absences.</p>		
		(298,129.37)
<p>The Internal Service Fund is used by management to charge the costs of paper, printing and engraving to individual funds. This amount is the change in net assets for the Internal Service Fund, exclusive of any gain/(loss) on disposal of Internal Service Fund capital assets.</p>		
		(21,713.18)
Change in Net Assets of Governmental Activities		\$ 5,244,514.47

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

TOWNSHIP OF WASHINGTON SCHOOL DISTRICT

Statement of Net Assets
Proprietary Funds
June 30, 2011

	Business-Type Activities - Enterprise Funds						Governmental Activities
	Food Service	Child Care Program	Tele-Comm	Center for the Performing Arts	Drivers Education	Total Enterprise	
ASSETS:							
Current Assets:							
Cash and Cash Equivalents	\$ 452,358.93	\$ 241,196.43	\$ 9,935.34	\$ 4,774.04	\$ 130,008.87	\$ 838,273.61	\$ 64,903.53
Accounts Receivable:							
State	2,306.10					2,306.10	
Federal	28,955.58					28,955.58	
Other	5,735.07		450.00	36,051.43		42,236.50	
Interfund Accounts Receivable		45,128.20		617.19		45,745.39	432.25
Inventories	67,460.56					67,460.56	
Total Current Assets	556,816.24	286,324.63	10,385.34	41,442.66	130,008.87	1,024,977.74	65,335.78
Noncurrent Assets:							
Furniture, Machinery and Equipment	1,440,466.47	8,735.45		76,617.17	43,752.00	1,569,571.09	14,545.00
Less Accumulated Depreciation	(1,132,680.05)	(3,481.98)		(24,865.82)	(15,039.75)	(1,176,067.60)	(14,545.00)
Total Noncurrent Assets	307,786.42	5,253.47	-	51,751.35	28,712.25	393,503.49	-
Total Assets	864,602.66	291,578.10	10,385.34	93,194.01	158,721.12	1,418,481.23	65,335.78
LIABILITIES:							
Current Liabilities:							
Compensated Absences Payable	45,790.35					45,790.35	
Accounts Payable	528.77	344.50		3,819.91	411.58	5,104.76	
Interfund Accounts Payable		56,701.08	3,891.56	71,485.41		132,078.05	62,447.39
Accrued Salaries and Benefits		3,196.89	2,026.53	6,450.17	5,934.00	17,607.59	2,888.39
Deposits Payable				1,657.50	225.00	1,882.50	
Deferred Revenue	66,313.70					66,313.70	
Total Current Liabilities	112,632.82	60,242.47	5,918.09	83,412.99	6,570.58	268,776.95	65,335.78
Noncurrent Liabilities:							
Compensated Absences Payable	193,364.28	-	-	1,737.83	-	195,102.11	-
Total Liabilities	193,364.28	-	-	1,737.83	-	195,102.11	-
NET ASSETS:							
Invested in Capital Assets, Net of Related Debt Unrestricted	307,786.42	5,253.47	4,467.25	51,751.35	28,712.25	393,503.49	
	250,819.14	226,082.16		(43,708.16)	123,438.29	561,098.68	
Total Net Assets	\$ 558,605.56	\$ 231,335.63	\$ 4,467.25	\$ 8,043.19	\$ 152,150.54	\$ 954,602.17	\$ -

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

TOWNSHIP OF WASHINGTON 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					Governmental Activities	
	Food Service	Child Care Program	Tele-Comm	Center for the Performing Arts	Drivers Education		Total Enterprise
OPERATING REVENUES:							
Charges for Services:							
Daily Sales - Reimbursable Programs	\$ 1,255,216.60					\$ 1,255,216.60	
Daily Sales - Non-Reimbursable Programs	676,860.04		\$ 14,270.00			676,860.04	
Other Activity Income				\$ 244,047.40		14,270.00	
Admissions						244,047.40	
Special Functions						78,117.83	
Tuition	78,117.83	\$ 148,200.16				148,200.16	
Rentals				101,795.93		101,795.93	
Registration				34,066.32	\$ 69,985.00	69,985.00	
Miscellaneous	16,596.04					50,662.36	
Services Provided to Other Funds						\$ 232,720.14	
Total Operating Revenues	2,026,790.51	148,200.16	14,270.00	379,909.65	69,985.00	2,639,155.32	232,720.14
OPERATING EXPENSES:							
Salaries	1,340,705.60	72,200.11	11,026.46	81,067.44	53,797.00	1,558,796.61	15,451.04
Employee Benefits	862,894.49			1,737.83		864,632.32	
Repairs and Maintenance	49,675.48			2,193.91	4,802.40	56,671.79	2,410.00
Other Purchased Services				253,619.95	300.00	253,919.95	
Communications/Telephone				28,287.11		28,287.11	
General Supplies	55,293.89	8,144.79		641.81		64,080.49	236,168.15
Depreciation	61,042.35	450.28		4,146.93	5,469.00	71,108.56	404.13
Cost of Sales	1,063,968.27					1,063,968.27	
Miscellaneous	27,835.61	872.41		102.73		28,810.75	
Total Operating Expenses	3,461,415.69	81,667.59	11,026.46	371,797.71	64,368.40	3,990,275.85	254,433.32
Operating Income (Loss)	(1,434,625.18)	66,532.57	3,243.54	8,111.94	5,616.60	(1,351,120.53)	(21,713.18)

TOWNSHIP OF WASHINGTON 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					Governmental Activities	
	Food Service	Child Care Program	Tele- Comm	Center for the Performing Arts	Drivers Education		Total Enterprise
NONOPERATING REVENUES (EXPENSES):							
State Sources:							
State School Lunch Program	\$ 23,929.64					\$ 23,929.64	
Federal Sources:							
National School Lunch Program	623,757.33					623,757.33	
Food Distribution Program	107,409.51					107,409.51	
Interest and Investment Revenue	1,894.17			\$ 22.26		1,916.43	
Total Nonoperating Revenues (Expenses)	756,990.65	-	-	22.26	-	757,012.91	-
Income (Loss) before Contributions and Transfers	(677,634.53)	\$ 66,532.57	\$ 3,243.54	8,134.20	\$ 5,616.60	(594,107.62)	\$ (21,713.18)
Cancellation of Accounts Receivable Transfer In - General Fund	801,131.01			(20,227.49)		(20,227.49)	
Total Contributions and Transfers	801,131.01	-	-	(20,227.49)	-	780,903.52	-
Change in Net Assets	123,496.48	66,532.57	3,243.54	(12,093.29)	5,616.60	186,795.90	(21,713.18)
Net Assets -- July 1	435,109.08	164,803.06	1,223.71	20,136.48	146,533.94	767,806.27	21,713.18
Net Assets -- June 30	\$ 558,605.56	\$ 231,335.63	\$ 4,467.25	\$ 8,043.19	\$ 152,150.54	\$ 954,602.17	\$ -

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

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

	Business-Type Activities - Enterprise Funds						Governmental Activities
	Food Service	Child Care Program	Tele-Comm	Center for the Performing Arts	Drivers Education	Total Enterprise	
CASH FLOWS FROM OPERATING ACTIVITIES:							
Receipts from Customers	\$ 2,032,727.89	\$ 148,200.16	\$ 15,015.00	\$ 353,618.62	\$ 69,985.00	\$ 2,619,546.67	\$ 229,520.14
Payments to Employees	(1,349,717.80)	(59,067.08)	(9,832.43)	(77,105.19)	(54,458.35)	(1,550,180.85)	(12,562.65)
Payments for Employee Benefits	(862,894.49)					(862,894.49)	
Payments to Suppliers	(1,194,509.02)	(8,672.70)		(328,166.48)	(4,690.82)	(1,536,039.02)	(264,922.74)
Net Cash Provided by (used for) Operating Activities	<u>(1,374,393.42)</u>	<u>80,460.38</u>	<u>5,182.57</u>	<u>(51,653.05)</u>	<u>10,835.83</u>	<u>(1,329,567.69)</u>	<u>(47,965.25)</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:							
State Sources	24,484.54					24,484.54	
Federal Sources	744,264.70					744,264.70	
Transfers from Other Funds				48,984.81		48,984.81	19,632.41
Operating Subsidies and Transfers to other Funds	718,274.08	(45,155.20)		(3,776.94)		669,341.94	
Net Cash Provided by (used for) Non-Capital Financing Activities	<u>1,487,023.32</u>	<u>(45,155.20)</u>		<u>45,207.87</u>		<u>1,487,075.99</u>	<u>19,632.41</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:							
Purchases of Capital Assets	-	-	-	(18,218.00)	-	(18,218.00)	-
Net Cash Used for Capital and Related Financing Activities	<u>-</u>	<u>-</u>	<u>-</u>	<u>(18,218.00)</u>	<u>-</u>	<u>(18,218.00)</u>	<u>-</u>
CASH FLOWS FROM INVESTING ACTIVITIES:							
Interest and Dividends	1,894.17	-	-	22.26	-	1,916.43	-
Net Cash Provided by (used for) Investing Activities	<u>1,894.17</u>	<u>-</u>	<u>-</u>	<u>22.26</u>	<u>-</u>	<u>1,916.43</u>	<u>-</u>
Net Increase (Decrease) in Cash and Cash Equivalents	114,524.07	35,305.18	5,182.57	(24,640.92)	10,835.83	141,206.73	(28,332.84)
Balances -- July 1	337,834.86	205,891.25	4,752.77	29,414.96	119,173.04	697,066.88	93,236.37
Balances -- June 30	<u>\$ 452,358.93</u>	<u>\$ 241,196.43</u>	<u>\$ 9,935.34</u>	<u>\$ 4,774.04</u>	<u>\$ 130,008.87</u>	<u>\$ 838,273.61</u>	<u>\$ 64,903.53</u>

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

	Business-Type Activities - Enterprise Funds					Governmental Activities	
	Food Service	Child Care Program	Tele-Comm	Center for the Performing Arts	Drivers Education	Total Enterprise	Internal Service Funds
Reconciliation of Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities:							
Operating Income (Loss)	\$ (1,434,625.18)	\$ 66,532.57	\$ 3,243.54	\$ 8,111.94	\$ 5,616.60	\$ (1,351,120.53)	\$ (21,713.18)
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided by (used for) Operating Activities:							
Depreciation and Net Amortization	61,042.35	450.28		4,146.93	5,469.00	71,108.56	404.13
(Increase) Decrease in Inventories	6,210.86					6,210.86	
(Increase) Decrease in Accounts Receivable	1,771.52		885.00	(27,948.53)		(25,292.01)	
(Increase) Decrease in Interfund Accounts Receivable	(3,946.63)	27.00	(140.00)	(35,218.07)	411.58	(113.00)	3,966.31
Increase (Decrease) in Accounts Payable	(775.68)	317.50	(617.90)	3,962.25	(661.35)	(39,053.52)	(27,013.45)
Increase (Decrease) in Accrued Salaries and Benefits		(546.97)	1,194.03			3,172.28	424.50
Increase (Decrease) in Interfund Accounts Payable		13,680.00	617.90	(6,445.40)		14,297.90	(4,033.56)
Increase (Decrease) in Deposits Payable	4,165.86					(6,445.40)	
Increase (Decrease) in Deferred Revenue	(8,236.52)			1,737.83		4,165.86	
Increase (Decrease) in Compensated Absences Payable						(6,498.69)	
Total Adjustments	60,231.76	13,927.81	1,939.03	(59,764.99)	5,219.23	21,552.84	(26,252.07)
Net Cash Provided by (used for) Operating Activities	\$ (1,374,393.42)	\$ 80,460.38	\$ 5,182.57	\$ (51,653.05)	\$ 10,835.83	\$ (1,329,567.69)	\$ (47,965.25)

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

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

	Trust Funds		Agency Funds		
	Unemployment Compensation	Private-Purpose Scholarship Fund	Student Activity	Vendors/ Bidders	Payroll
ASSETS:					
Cash and Cash Equivalents	\$ 822,601.98	\$ 23,946.53	\$ 364,593.23	\$ 21,760.00	\$ 1,260,149.28
Intrafund Accounts Receivable	65,371.61				
Accounts Receivable	87,803.27				
Total Assets	975,776.86	23,946.53	364,593.23	21,760.00	1,260,149.28
LIABILITIES:					
Accounts Payable	33,923.73				
Deposits Payable				21,760.00	2,478.76
Interfund Accounts Payable					65,371.61
Intrafund Accounts Payable			364,593.23		
Payable to Student Groups					1,192,298.91
Payroll Deductions and Withholdings					
Total Liabilities	33,923.73	-	\$ 364,593.23	\$ 21,760.00	\$ 1,260,149.28
NET ASSETS:					
Held in Trust for Unemployment Claims and Other Purposes Reserved for Scholarships	941,853.13	23,946.53			
Total Net Assets	\$ 941,853.13	\$ 23,946.53			

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

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

	<u>Unemployment Compensation Trust</u>	<u>Private-Purpose Scholarship Fund</u>
ADDITIONS:		
Contributions:		
Board Contribution	\$ 400,000.00	
Employee Salary Deductions	118,912.38	
Investment Earnings:		
Interest	2,269.63	\$ 484.25
Total Additions	521,182.01	484.25
DEDUCTIONS:		
Scholarships		500.00
Unemployment Claims	393,424.71	
Other		100,000.00
Total Deductions	393,424.71	100,500.00
Change in Net Assets	127,757.30	(100,015.75)
Net Assets -- July 1	814,095.83	123,962.28
Net Assets -- June 30	\$ 941,853.13	\$ 23,946.53

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

TOWNSHIP OF WASHINGTON SCHOOL DISTRICT
Notes to Financial Statements
For the Fiscal Year Ended June 30, 2011

Note 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Description of the Reporting Entity - The Township of Washington School District (hereafter referred to as the "School District") is a Type II district located in the County of Gloucester, State of New Jersey. As a Type II district, the School District functions independently through a Board of Education. The Board is comprised of nine members elected to three-year terms. These terms are staggered so that three member's terms expire each year. The purpose of the School District is to educate students in grades K-12 at the School District's eleven schools. The School District has an approximate enrollment at June 30, 2011 of 8,548.

The primary criterion for including activities within the School District's reporting entity, as set forth in Section 2100 of the GASB Codification of Governmental Accounting and Financial Reporting Standards, is the degree of oversight responsibility maintained by the School District. Oversight responsibility includes financial interdependency, selection of governing authority, designation of management, ability to significantly influence operations and accountability for fiscal matters. The combined financial statements include all funds of the School District over which the Board exercises operating control. There were no additional entities required to be included in the reporting entity under the criteria as described above, in the current fiscal year. Furthermore, the School District is not includable in any other reporting entity on the basis of such criteria.

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

The School 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.

District-wide Financial Statements - The statement of net assets and the statement of activities display information about the School District as a whole. These statements include the financial activities of the primary government, except for fiduciary funds. The statements distinguish between those activities of the School District that are governmental and those that are considered business-type activities. The statement of net assets presents the financial condition of the governmental and business-type activities of the School District at fiscal year end. The statement of activities presents a comparison between direct expenses and program revenues for each program or function of the School District's governmental activities and for the business-type activities of the School District. Direct expenses are those that are specifically associated with a service, program, or department and, therefore, clearly identifiable to a particular function. The policy of the School District is to not allocate indirect expenses to functions in the statement of activities. Program revenues include charges paid by the recipient of the goods or services offered by the program, grants, and contributions that are restricted to meeting the operational or capital requirements of a particular program, and interest earned on grants that is required to be used to support a particular program. Revenues, which are not classified as program revenues, are presented as general revenues of the School District, with certain limited exceptions. The comparison of direct expenses with program revenues identifies the extent to which each business segment or governmental function is self-financing or draws from the general revenues of the School District.

Note 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)**Basis of Presentation (Cont'd)**

Fund Financial Statements - During the fiscal year, the School District segregates transactions related to certain School District functions or activities in separate funds in order to aid financial management and to demonstrate legal compliance. Fund financial statements are designed to present financial information of the School District at this more detailed level. The focus of governmental and enterprise fund financial statements is on major funds. Each major fund is presented in a single column. The fiduciary fund is reported by type. The School District uses funds to maintain its financial records during the fiscal year. A fund is defined as a fiscal and accounting entity with a self-balancing set of accounts. There are three categories of funds: governmental, proprietary, and fiduciary.

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

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

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

Resources for budgeted capital outlay purposes are normally derived from State of New Jersey aid, district taxes, and appropriated fund balance. Expenditures are those which result in the acquisition of or additions to capital assets for land, existing buildings, improvements of grounds, construction of buildings, additions to, or remodeling of buildings, and the purchase of built-in equipment.

Special Revenue Fund - The special revenue fund is used to account for and report the proceeds of specific revenue sources that are restricted or committed to expenditure for specified purposes other than debt service or capital projects.

Capital Projects Fund - The capital projects fund is used to account for and report financial resources that are restricted, committed, or assigned to expenditure for capital outlays, including the acquisition or construction of capital facilities and other capital assets, other than those financed by proprietary funds. The financial resources are derived from New Jersey Economic Development Authority grants, temporary notes, or serial bonds which are specifically authorized by the voters as a separate question on the ballot either during the annual election or at a special election.

Debt Service Fund - The debt service fund is used to account for and report financial resources that are restricted, committed, or assigned to expenditure for principal and interest.

Note 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

Proprietary Funds - Proprietary funds are used to account for the School District's ongoing activities, which are similar to those found in the private sector.

Enterprise Funds - The enterprise funds are used to account for operations

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

The School District's enterprise funds are:

Food Service Fund - This fund accounts for the financial transactions related to the food service operations of the School District.

Center for Performing Arts Fund - This fund accounts for the financial activity related to performances at the District's Center for the Performing Arts.

Child Care Program Fund - This fund accounts for financial activity related to providing day care services for School District employee's children during school.

Driver's Education - This fund accounts for financial activities related to providing driver's education for students.

Telecommunications Fund - This fund accounts for a student run enterprise.

All proprietary funds are accounted for on a cost of services or "capital maintenance" measurement focus. This means that all assets and all liabilities, whether current or noncurrent, associated with their activity are included on their balance sheets. Their reported fund equity (net assets) is segregated into investment in capital assets, net of related debt, and unrestricted net assets, if applicable. Proprietary fund type operating statements present increases (revenues) and decreases (expenses) in net total assets.

Depreciation of all exhaustive fixed assets used by proprietary funds is charged as an expense against their operations. Accumulated depreciation is reported on proprietary fund balance sheets. Depreciation has been provided over the estimated useful lives using the straight-line method. The estimated useful lives are as follows:

Equipment	12 Years
Light Trucks and Vehicles	4 Years
Heavy Trucks and Vehicles	6 Years

Internal Service Funds - The Internal Service Funds have been established by management to charge the costs of paper, printing and engraving to individual funds. Services and goods are provided on a cost-reimbursement basis.

Note 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

Fiduciary Funds - Fiduciary fund reporting focuses on net assets and changes in net assets. The fiduciary fund category is split into four classifications: pension trust funds, investment trust funds, private-purpose trust funds, and agency funds. Private-purpose trust funds are used to account for the principal and income for all other trust arrangements that benefit individuals, private organizations, or other governments. Agency funds are used to account for assets held by the School District in a trustee capacity or as an agent for individuals, private organizations, other governments, and / or other funds (i.e., payroll and student activities). They are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations. The School District has five fiduciary funds: an unemployment compensation trust fund, a private-purpose scholarship fund, a student activity fund, a vendor bid fund, and payroll fund. The following is a description of the fiduciary funds of the District.

Trust Funds - The unemployment compensation trust fund is accounted for using the economic resources measurement focus. The unemployment compensation trust fund is used to account for contributions and interest earned on the balance as well as payments to the State for reimbursement of unemployment claims. The private-purpose scholarship fund is used to provide scholarships to students and to account for the related transactions.

Agency Funds - The student activity, vendor bid account and payroll agency funds are used to account for the assets that the District holds on behalf of others as their agent. Agency funds are custodial in nature and do not involve measurement of results of operations.

Measurement Focus

District-wide Financial Statements - The district-wide financial statements are prepared using the economic resources measurement focus. All assets and all liabilities associated with the operation of the School District are included on the statement of net assets.

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

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

Note 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)**Basis of Accounting**

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

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

Non-exchange transactions, in which the School District receives value without directly giving equal value in return, include Ad Valorem (property) taxes, grants, entitlements, and donations. 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 School 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 School District is entitled to receive moneys under the established payment schedule and the unpaid amount is considered to be an "accounts receivable". With the exception of the restricted formula aids recorded in the special revenue fund, 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 fiscal year when the resources are required to be used or the fiscal year when use is first permitted, matching requirements, in which the School District must provide local resources to be used for a specified purpose, and expenditure requirements, in which the resources are provided to the School District on a reimbursement basis.

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

Expenses / Expenditures - On the accrual basis of accounting, expenses are recognized at the time they are incurred. The fair value of donated commodities used during the fiscal year is reported in the operating statement as an expense. Unused donated commodities are reported as deferred revenue. The measurement focus of governmental fund accounting is on decreases in net financial resources (expenditures) rather than expenses. Expenditures are generally recognized in the accounting period in which the related fund liability is incurred, if measurable. Allocations of cost, such as depreciation and amortization, are not recognized in governmental funds.

Budgets / Budgetary Control - Annual appropriated budgets are prepared in the spring of each fiscal year for the general, special revenue, and debt service funds. The budgets are submitted to the county office and are voted upon at the annual school election on the third Tuesday in April. Budgets are prepared using the modified accrual basis of accounting. The legal level of budgetary control is established at line item accounts within each fund. Line item accounts are defined as the lowest (most specific) level of detail as established pursuant to the minimum chart of accounts referenced in N.J.A.C. 6A:23A-16.2(f)1. Transfers of appropriations may be made by school board resolution at any time during the fiscal year in accordance with N.J.A.C. 6A:23A-13.3.

Note 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

Budgets / Budgetary Control (Cont'd) - 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 for budgetary purposes only and the special revenue fund. 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 budgetary basis. The budgetary basis differs from GAAP in that the 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.

The budget, as detailed on Exhibit C-1, Exhibit C-2, and Exhibit I-3 includes all amendments to the adopted budget, if any.

Exhibit C-3 presents a reconciliation of the general fund revenues and special revenue fund revenues and expenditures from the budgetary basis of accounting, as presented in the general fund budgetary comparison schedule and the special revenue fund budgetary comparison schedule, to the GAAP basis of accounting as presented in the statement of revenues, expenditures and changes in fund balances - governmental funds. Note that the School District does not report encumbrances outstanding at fiscal year end as expenditures in the general fund since the general fund budget follows modified accrual basis, with the exception of the revenue recognition policy for the one or more June state aid payments.

Encumbrances - Under encumbrance accounting, purchase orders, contracts, and other commitments for the expenditure of resources are recorded to reserve a portion of the applicable appropriation. 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 the 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, however, for which the School District has received advances of grant awards, are reflected on the balance sheet as deferred revenues at fiscal year end.

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

Cash, Cash Equivalents and Investments - Cash and cash equivalents, for all funds, include petty cash, change funds, cash in banks and all highly liquid investments with a maturity of three months or less at the time of purchase and are stated at cost plus accrued interest. Such is the definition of cash and cash equivalents used in the statement of cash flows for the proprietary funds. U.S. treasury and agency obligations and certificates of deposit with maturities of one year or less when purchased are stated at cost. All other investments are stated at fair value.

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

Note 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

Cash, Cash Equivalents and Investments (Cont'd) - N.J.S.A. 17:9-41 et seq. establishes the requirements for the security of deposits of governmental units. The statute requires that no governmental unit shall deposit public funds in a public depository unless such funds are secured in accordance with the Governmental Unit Deposit Protection Act ("GUDPA"), a multiple financial institutional collateral pool, which was enacted in 1970 to protect governmental units from a loss of funds on deposit with a failed banking institution in New Jersey. Public depositories include State or federally chartered banks, savings banks or associations located in or having a branch office in the State of New Jersey, the deposits of which are federally insured. All public depositories must pledge collateral, having a market value at least equal to five percent of the average daily balance of collected public funds, to secure the deposits of governmental units. If a public depository fails, the collateral it has pledged, plus the collateral of all other public depositories, is available to pay the amount of their deposits to the governmental units.

Tuition Receivable - Tuition charges were established by the School District based on estimated costs. The charges are subject to adjustment when the final costs are determined.

Tuition Payable - Tuition charges for the fiscal years ended June 30, 2011 and 2010 were based on rates established by the receiving district. These rates are subject to change when the actual costs have been determined.

Inventories - Inventories are valued at cost, which approximates market. The costs are determined on a first-in, first-out method.

The cost of inventories in governmental fund types is recorded as expenditures when purchased rather than when consumed.

Inventories recorded on the district-wide financial statements and in the proprietary fund types are recorded as expenditures when consumed rather than when purchased.

Prepaid Expenses - Prepaid expenses recorded on the district-wide financial statements and in the proprietary fund types represent payments made to vendors for services that will benefit periods beyond June 30, 2011.

In the governmental fund types, however, payments for prepaid items are fully recognized as an expenditure in the fiscal year of payment. No asset for the prepayment is created, and no expenditure allocation to future accounting periods is required (*non-allocation method*). This is consistent with the basic governmental concept that only expendable financial resources are reported by a specific fund.

Deferred Expenditures - Deferred expenditures are disbursements that are made in one period, but are more accurately reflected as an expenditure / expense in the next fiscal period. Unlike prepaid expenses, deferred expenditures are not regularly recurring costs of operations.

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 School District and that are due within one year. These amounts are eliminated in the governmental and business-type columns of the statement of net assets, except for the net residual amounts due between governmental and business-type activities, which are presented as interfunds receivable and / or interfunds payable.

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

Note 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

Capital Assets (Cont'd) - All capital assets are capitalized at cost (or estimated historical cost) and updated for additions and retirements during the fiscal year. Donated fixed assets are recorded at their fair market value as of the date received. The School District maintains a capitalization threshold of \$2,000.00. The School District does not possess any infrastructure. Improvements are capitalized; the cost of normal maintenance and repairs that do not add to the value of the asset or materially extend an asset's life are not. All reported capital assets, except land and construction in progress, are depreciated. Improvements are depreciated over the remaining useful lives of the related capital assets.

Depreciation is computed using the straight-line method over the following useful lives:

<u>Description</u>	<u>Governmental Activities Estimated Lives</u>	<u>Business-Type Activities Estimated Lives</u>
Land Improvements	10-20 Years	N/A
Buildings and Improvements	10-50 Years	N/A
Furniture and Equipment	5-20 Years	12 Years
Vehicles	5-10 Years	4-6 Years

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

The entire compensated absence liability is reported on the district-wide financial statements.

For governmental funds, the current portion of unpaid compensated absences is the amount that is normally expected to be paid with expendable available financial resources. In proprietary funds, the entire amount of compensated absences is recorded as a fund liability.

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

Accrued Liabilities and Long-Term Obligations - All payables, accrued liabilities, and long-term obligations are reported in the district-wide financial statements, and all payables, accrued liabilities, and long-term obligations payable from proprietary funds are reported on the proprietary fund financial statements. In general, governmental fund payables and accrued liabilities that, once incurred, are paid in a timely manner and in full from current financial resources are reported as obligations of the funds. However, claims and judgments, compensated absences, special termination benefits, and contractually required pension contributions that will be paid from governmental funds are reported as a liability in the fund financial statements only to the extent that they are normally expected to be paid with expendable available financial resources. Bonds are recognized as a liability on the fund financial statements when due.

Note 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

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

It is the School District's policy to apply restricted resources when an expense is incurred for purposes for which both restricted and unrestricted net assets are available.

Fund Balance - The School District reports fund balance in classifications that comprise a hierarchy based primarily on the extent to which the School District is bound to honor constraints on the specific purposes for which amounts in those funds can be spent. The School District's classifications, and policies for determining such classifications, are as follows:

Nonspendable - The nonspendable fund balance classification includes amounts that cannot be spent because they are either not in spendable form or are legally or contractually required to be maintained intact. The "not in spendable form" criterion includes items that are not expected to be converted to cash, such as inventories and prepaid amounts.

Restricted - The restricted fund balance classification includes amounts that are restricted to specific purposes. Such restrictions, or constraints, are placed on the use of resources either by being (1) externally imposed by creditors, grantors, contributors, or laws or regulations of other governments; or (2) imposed by law through constitutional provisions or enabling legislation.

Committed - The committed fund balance classification includes amounts that can only be used for specific purposes pursuant to constraints imposed by formal action of the School District's highest level of decision-making authority, which, for the School District, is the Board of Education. Such formal action consists of an affirmative vote by the Board of Education, memorialized by the adoption of a resolution. Once committed, amounts cannot be used for any other purpose unless the Board of Education removes, or changes, the specified use by taking the same type of action (resolution) it employed to previously commit those amounts.

Assigned - The assigned fund balance classification includes amounts that are constrained by the School District's *intent* to be used for specific purposes, but are neither restricted nor committed. *Intent* is expressed by the Board of Education.

Unassigned - The unassigned fund balance classification is the residual classification for the general fund. This classification 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. The general fund is the only fund that reports a positive unassigned fund balance amount. In other governmental funds, if expenditures incurred for specific purposes exceed the amounts restricted, committed, or assigned to those purposes, it may be necessary to report a negative unassigned fund balance.

When an expenditure is incurred for purposes for which both restricted and unrestricted fund balances are available, it is the policy of the School District to spend restricted fund balances first. Moreover, when an expenditure is incurred for purposes for which amounts in any of the unrestricted fund balance classifications can be used, it is the policy of the School District to spend fund balances, if appropriate, in the following order: committed, assigned, then unassigned.

Note 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

Operating and Non-Operating Revenues and Expenses - Operating revenues are those revenues that are generated directly from the primary activity of the proprietary funds. For the School District, these revenues are sales for the food service program, center for the performing arts, tuition for the child care program and driver's education fees. Non-operating revenues principally consist of interest income earned on various interest-bearing accounts. Operating expenses are necessary costs incurred to provide the goods or services that are the primary activity of the fund.

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

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 amounts reported in the financial statements and accompanying notes. Actual results may differ from those estimates.

Note 2: CASH AND CASH EQUIVALENTS

Custodial Credit Risk Related to Deposits - Custodial credit risk is the risk that, in the event of a bank failure, the School District's deposits might not be recovered. Although the School District does not have a formal policy regarding custodial credit risk, N.J.S.A. 17:9-41 et seq. requires that governmental units shall deposit public funds in public depositories protected from loss under the provisions of the Governmental Unit Deposit Protection Act (GUDPA). Under the Act, the first \$250,000.00 of governmental deposits in each insured depository is protected by the Federal Deposit Insurance Corporation (FDIC). Public funds owned by the School District in excess of FDIC insured amounts are protected by GUDPA. However, GUDPA does not protect intermingled trust funds such as salary withholdings, athletic and student activity funds, or funds that may pass to the School District relative to the happening of a future condition. Such funds are shown as uninsured and uncollateralized in the schedule below.

As of June 30, 2011, the School District's bank balances of \$15,008,280.97 were exposed to custodial credit risk as follows:

Uninsured and uncollateralized	\$ 2,002,352.11
Collateralized by securities held by the pledging financial institution	250,731.58
Collateralized by securities held by the pledging financial institution's trust department or agent but not in the depositor- government's name	<u>12,755,197.28</u>
Total	<u><u>\$ 15,008,280.97</u></u>

Note 2: CASH AND CASH EQUIVALENTS (CONT'D)

New Jersey Cash Management Fund - During the fiscal year, the School District participated in the New Jersey Cash Management Fund. The Fund is governed by regulations of the State Investment Council, who prescribe standards designed to insure the quality of investments in order to minimize risk to the Funds participants. Deposits with the New Jersey Cash Management Fund are not subject to custodial credit risk as defined above. At June 30, 2011, the School District's deposits with the New Jersey Cash Management Fund were \$116.34.

Note 3: CAPITAL RESERVE ACCOUNT

A capital reserve account was established by the School District by inclusion of \$1.00 on November 20, 2000 for the accumulation of funds for use as capital outlay expenditures in subsequent fiscal years. The capital reserve account is maintained in the general fund and its activity is included in the general fund annual budget.

Funds placed in the capital reserve account are restricted to capital projects in the School District's approved Long Range Facilities Plan (LRFP). Upon submission of the LRFP to the Department, a school 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 fiscal year-end (June 1 to June 30) of any unanticipated revenue or unexpended line-item appropriation amounts, or both. A school district may also appropriate additional amounts when the express approval of the voters has been obtained by either 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:

Balance July 1, 2010		\$ 991,077.81
Increased by:		
Interest Earnings	\$ 335.48	
Unexpended Balance of Capital Projects Funded by Capital Reserve	7,955.40	
Deposits:		
Board Resolution (June 29, 2011)	<u>600,000.00</u>	
		<u>608,290.88</u>
		1,599,368.69
Decreased by:		
Withdrawals:		
Budgeted Transfer to Capital Projects Fund		<u>368,071.00</u>
Balance June 30, 2011		<u><u>\$ 1,231,297.69</u></u>

The June 30, 2011 capital reserve balance does not exceed the LRFP balance of local support costs of uncompleted projects.

The withdrawals from the capital reserve were utilized to fund facilities projects approved by the New Jersey Department of Education, consistent with the School District's LRFP.

Note 6: LONG-TERM OBLIGATIONS (CONT'D)

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

On January 29, 2004, the School District issued \$28,525,000 of School Refunding Bonds Series 2004 to advance refund of a portion of the District's School Bonds Series 1996. The bonds originally carried rates ranging between 2.75% to 5% with a final maturity in 2016.

On March 1, 2005, the School District issued \$16,271,000 of School Bonds Series 2005 to do certain facilities upgrades. The bonds originally carried a rate of 4.25% with a final maturity in 2030.

Capital Debt Refunding - On March 13, 2007, the School District defeased certain general bond obligations by placing securities in an irrevocable trust with an escrow agent to provide for all future debt service payments on the bonds. Accordingly, the trust account assets and liability for the defeased bonds are not included in the financial statements. On June 30, 2011, \$7,566,000 of outstanding bonds are considered defeased.

Principal and interest due on bonds outstanding is as follows:

<u>Fiscal Year</u> <u>Ending June 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2012	\$ 3,520,000.00	\$ 1,381,137.50	\$ 4,901,137.50
2013	3,505,000.00	1,239,512.50	4,744,512.50
2014	3,495,000.00	1,098,437.50	4,593,437.50
2015	3,535,000.00	926,737.50	4,461,737.50
2016	3,530,000.00	752,875.00	4,282,875.00
2017-2021	4,150,000.00	2,538,375.00	6,688,375.00
2022-2026	5,155,000.00	1,539,400.00	6,694,400.00
2027-2030	4,435,000.00	441,800.00	4,876,800.00
	<u>\$ 31,325,000.00</u>	<u>\$ 9,918,275.00</u>	<u>\$ 41,243,275.00</u>

Bonds Authorized But Not Issued - As of June 30, 2011, the School District had no authorizations to issue additional bonded debt.

Compensated Absences - Compensated absences will be paid from the fund from which the employees' salaries are paid.

Note 6: LONG-TERM OBLIGATIONS (CONT'D)

Capital Leases Payable - The School District is leasing copiers, instructional equipment and buses totaling \$1,605,970.25 under capital leases. All capital leases are for terms of three to five years. The following is a schedule of the future minimum lease payments under these capital leases, and the present value of the net minimum lease payments at June 30, 2011.

<u>Fiscal Year Ending June 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2012	\$ 650,770.27	\$ 56,470.96	\$ 707,241.23
2013	481,221.98	36,675.17	517,897.15
2014	266,976.65	11,919.51	278,896.16
2015	101,971.11	6,210.04	108,181.15
2016	<u>105,030.24</u>	<u>3,150.92</u>	<u>108,181.16</u>
	<u>\$ 1,605,970.25</u>	<u>\$ 114,426.60</u>	<u>\$ 1,720,396.85</u>

Note 7: OPERATING LEASES

At June 30, 2011, the School District had operating lease agreements in effect for a postage machine and textbooks. The future minimum rental payments under the operating lease agreements are as follows:

<u>Fiscal Year Ending June 30,</u>	<u>Amount</u>
2012	\$ 847,302.38
2013	630,169.87
2014	589,852.87
2015	46,850.59
2016	<u>46,850.59</u>
	<u>\$ 2,161,026.30</u>

Rental payments under operating leases for the fiscal year ended June 30, 2011 were \$1,437,324.95.

Note 8: CAPITAL ASSETS

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

	<u>Balance</u> <u>July 1, 2010</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance</u> <u>June 30, 2011</u>
Governmental Activities:				
Land	\$ 5,590,700.00			\$ 5,590,700.00
Construction in Progress	139,395.48	\$ 199,998.41	\$ (135,389.83)	204,004.06
Total Capital Assets not being Depreciated	5,730,095.48	199,998.41	(135,389.83)	5,794,704.06
Land Improvements	2,912,964.80	147,924.90		3,060,889.70
Building and Improvements	130,706,870.90	308,744.95	135,389.83	131,151,005.68
Equipment	14,245,457.66	580,562.81	(67,375.23)	14,758,645.24
Total Historical Cost	153,595,388.84	1,237,231.07	(67,375.23)	154,765,244.68
Less Accumulated Depreciation:				
Land Improvements	(910,341.95)	(172,348.08)		(1,082,690.03)
Building and Improvements	(45,653,355.37)	(3,953,923.06)		(49,607,278.43)
Equipment	(10,125,712.16)	(1,045,614.49)	59,169.95	(11,112,156.70)
Total Accumulated Depreciation	(56,689,409.48)	(5,171,885.63) *	59,169.95	(61,802,125.16)
Governmental Activities Capital Assets, Net	\$ 96,905,979.36	\$ (3,934,654.56)	\$ (8,205.28)	\$ 92,963,119.52
Business-Type Activities:				
Equipment	\$ 1,550,781.89	\$ 18,218.00	\$ 571.20	\$ 1,569,571.09
Less Accumulated Depreciation	(1,104,387.84)	(71,108.56)	(571.20)	(1,176,067.60)
Business-Type Activities Capital Assets, Net	\$ 446,394.05	\$ (52,890.56)	\$ -	\$ 393,503.49

* Depreciation expense was charged to governmental functions as follows:

Instruction Regular Programs	\$ 2,426,545.16
Instruction Special Programs	48,013.35
Support Services Students	59,033.27
Support Services General Administration	762,986.03
Support Services Plant Operations and Maintenance	482,249.05
Support Services Pupil Transportation	1,393,058.77
Total Depreciation Expense	\$ 5,171,885.63

Note 9: PENSION PLANS

A substantial number of the School District's employees participate in one of the following defined benefit pension plans: the Teachers' Pension and Annuity Fund and the Public Employees' Retirement System, which are administered by the New Jersey Division of Pensions and Benefits. In addition, several School District employees participate in the Defined Contribution Retirement Program, which is a defined contribution pension plan. This too is administered by the New Jersey Division of Pensions and Benefits. Each plan has a Board of Trustees that is primarily responsible for its administration. The Division issues a publicly available financial report that includes financial statements and required supplementary information. That report may be obtained by writing to:

State of New Jersey
Division of Pensions and Benefits
P.O. Box 295
Trenton, New Jersey 08625-0295

Teachers' Pension and Annuity Fund - The Teachers' Pension and Annuity Fund (TPAF) is a cost-sharing contributory defined benefit pension plan which was established as of January 1, 1955, under the provisions of N.J.S.A. 18A:66. The TPAF provides retirement, death, and disability, and medical benefits to qualified members. Vesting and benefit provisions are established by N.J.S.A. 18A:66.

The contribution requirements of plan members are determined by State statute. In accordance with Chapters 113, 114 and 115, P.L. 1997, plan members enrolled in the TPAF were required to contribute 5% of their annual covered salary. Effective July 1, 2007, however, in accordance with Chapter 92, P.L. 2007 and Chapter 103, P.L. 2007, plan members were required to contribute 5.5% of their annual covered salary. For employees who were enrolled in the retirement system prior to July 1, 2007, the increase was effective with the payroll period that began immediately after July 1, 2007. The State Treasurer has the right under the current law to make temporary reductions in member rates based on the existence of surplus pension assets in the retirement system; however, statute also requires the return to the normal rate when such surplus pension assets no longer exist.

Under current statute, all employer contributions are made by the State of New Jersey on-behalf of the School District and all other related non-contributing employers. No normal or accrued liability contribution by the district has been required over several preceding fiscal years.

Public Employees' Retirement System - The Public Employees' Retirement System (PERS) is a cost-sharing multiple-employer defined benefit pension plan which was established as of January 1, 1955. The PERS provides retirement, death, and disability, and medical benefits to qualified members. Vesting and benefit provisions are established by N.J.S.A. 43:15A and 43:3B.

The contribution requirements of plan members are determined by State statute. In accordance with Chapter 62, P.L. 1994, plan members enrolled in the Public Employees' Retirement System were required to contribute 5% of their annual covered salary. Effective July 1, 2007, however, in accordance with Chapter 92, P.L. 2007 and Chapter 103, P.L. 2007, plan members were required to contribute 5.5% of their annual covered salary. For employees who were enrolled in the retirement system prior to July 1, 2007, the increase was effective with the payroll period that began immediately after July 1, 2007. The State Treasurer has the right under the current law to make temporary reductions in member rates based on the existence of surplus pension assets in the retirement system; however, statute also requires the return to the normal rate when such surplus pension assets no longer exist.

Note 9: PENSION PLANS (CONT'D)

Public Employees' Retirement System (Cont'd) - The School District is billed annually for its normal contribution plus any accrued liability. The School District's contributions, equal to the required contribution for each fiscal year, were as follows:

<u>Fiscal Year</u>	<u>Normal Contribution</u>	<u>Accrued Liability</u>	<u>Total Liability</u>	<u>Paid by School District</u>
2011	\$ 781,785.00	\$ 1,040,730.00	\$ 1,822,515.00	\$ 1,822,515.00
2010	743,247.00	725,199.00	1,468,446.00	1,468,446.00
2009	509,802.00	589,650.00	1,099,452.00	1,099,452.00

Defined Contribution Retirement Program - The Defined Contribution Retirement Program (DCRP) is a cost-sharing multiple-employer defined contribution pension fund which was established on July 1, 2007, under the provisions of Chapter 92, P.L. 2007 and Chapter 103, P.L. 2007 (N.J.S.A. 43:15C-1 et. seq.), and expanded under the provisions of Chapter 89, P.L. 2008 and Chapter 1, P.L. 2010. The Defined Contribution Retirement Program Board oversees the DCRP, which is administered for the Division of Pensions and Benefits by Prudential Financial. The DCRP provides eligible members, and their beneficiaries, with a tax-sheltered, defined contribution retirement benefit, along with life insurance and disability coverage. Vesting and benefit provisions are established by N.J.S.A. 43:15C-1 et. seq.

The contribution requirements of plan members are determined by State statute. In accordance with Chapter 92, P.L. 2007 and Chapter 103, P.L. 2007, plan members are required to contribute 5.5% of their annual covered salary. In addition to the employee contributions, the School District's contribution amounts for each pay period are transmitted to Prudential Financial not later than the fifth business day after the date on which the employee is paid for that pay period.

The School District's contributions, equal to the required contribution for each fiscal year, were as follows:

<u>Fiscal Year</u>	<u>Normal Contribution</u>	<u>Accrued Liability</u>	<u>Total Liability</u>	<u>Paid by School District</u>
2011	\$ 14,398.73	\$ -	\$ 14,398.73	\$ 14,398.73
2010	4,739.34	-	4,739.34	4,739.34
2009	-	-	-	-

Note 10: POST-RETIREMENT BENEFITS

P.L. 1987, c.384 of P.L. 1990, c.6 required Teachers' Pensions 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 postemployment medical benefits through the TPAF and PERS. It created separate funds outside of the pension plans for the funding and payment of postemployment medical benefits for retired State employees and retired educational employees. As of June 30, 2010, there were 87,288 retirees eligible for postemployment medical benefits. The cost of these benefits is funded through contributions by the State in accordance with P.L. 1994, c.62. Funding of post-retirement medical premiums changed from a pre-funding basis to a pay-as-you-go basis beginning in Fiscal Year 1994.

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

Note 11: ON-BEHALF PAYMENTS

For the fiscal year ended June 30, 2011, the School District has recognized as revenues and expenditures on-behalf payments made by the State for normal costs and post-retirement costs related to TPAF. The amounts recognized as revenues and expenditures for normal costs and post-retirement costs were \$184,505.00 and \$3,918,898.00, respectively.

Note 12: RISK MANAGEMENT

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

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

New Jersey Unemployment Compensation Insurance - The School District has elected to fund its New Jersey Unemployment Compensation Insurance under the "Benefit Reimbursement Method". Under this plan, the School 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 School District is billed quarterly for amounts due to the State.

The following is a summary of School District contributions, reimbursements to the State for benefits paid and the ending balance of the School District's expendable trust fund for the current and previous two fiscal years:

<u>Fiscal Year</u> <u>Ended June 30,</u>	<u>School</u> <u>District</u> <u>Contributions</u>	<u>Employee</u> <u>Contributions</u>	<u>Amount</u> <u>Reimbursed</u>	<u>Ending</u> <u>Balance</u>
2011	\$ 400,000.00	\$ 118,912.38	\$ 393,424.71	\$ 941,853.13
2010	-	127,311.64	185,286.95	814,095.83
2009	-	155,156.47	63,307.90	883,415.87

Note 12: RISK MANAGEMENT (CONT'D)

Joint Insurance Pool - The Township of Washington School District is a member of the Gloucester Cumberland Salem School Districts Joint Insurance Fund.

The Fund provides the School District with the following coverage:

Property (Including earthquake and flood coverage)
 General Liability
 Commercial Crime
 Automobile Liability
 Workers' Compensation
 Boiler and Machinery
 Commercial Umbrella
 Educator's Legal Liability

Annual contributions to the Fund are determined by the Fund's Board of Trustees. The School District is jointly and personally liable for claims insured by the Fund and its members during the period of its membership, including liability for supplemental assessments, if necessary. The Fund's Board of Trustees may authorize refunds to its members in any fund year for which contributions exceed the amount necessary to fund all obligations for that year.

Note 13: DEFERRED COMPENSATION

The School District offers its employees a choice of eleven deferred compensation plans created in accordance with Internal Revenue Code Sections 403(b) and 457. The plans, which are administered by the entities listed below, permit participants to defer a portion of their salary until future years. Amounts deferred under the plans are not available to employees until termination, retirement, death, or unforeseeable emergency. The plan administrators are as follows:

Ameriprise
 AXA Equitable
 Hartford
 Lincoln Investment Planning, Inc.
 403(b) ASP
 MetLife Resources
 Retirement Annuity Consultants
 Symetra Life Insurance Company
 Siracusa Benefits program
 AIG Variable Annuity Life Insurance (VALIC)
 ING

Note 14: COMPENSATED ABSENCES

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

Note 14: COMPENSATED ABSENCES (CONT'D)

School District employees who are employed for ten months are entitled to ten paid sick leave days per fiscal school year. School District employees who are employed for twelve months are entitled to twelve paid sick leave days per fiscal school year. Unused sick leave may be accumulated and carried forward to the subsequent years. School District employees are entitled to two personal days which may be carried forward to subsequent years. Vacation days not used during the year may not be accumulated and carried forward. Benefits paid in any future year will be calculated according to formulas outlined in the School Districts' agreements with the various employee unions and included in the current years' budget.

The liability for vested compensated absences is recorded within those funds as the benefits accrue to employees. As of June 30, 2011, the liability for compensated absences in the governmental and proprietary fund types was \$7,851,818.97 and \$240,892.46 respectively.

Note 15: INTERFUND RECEIVABLES AND PAYABLES

The following interfund balances were recorded on the various balance sheets as June 30, 2011:

<u>Fund</u>	<u>Interfunds Receivable</u>	<u>Interfunds Payable</u>
General	\$ 4,617,302.74	
Special Revenue		\$ 1,832,856.71
Capital Projects		2,633,619.47
Proprietary	45,745.39	132,078.05
Internal Service	432.25	62,447.39
Fiduciary		2,478.76
	<u>\$ 4,663,480.38</u>	<u>\$ 4,663,480.38</u>

Note 16: DEFICIT UNRESTRICTED NET ASSETS

As of June 30, 2011, a deficit of \$858,737.91 existed in the Unrestricted Net Assets of the Governmental Activities. A reconciliation of Unreserved Fund Balance reported on Exhibit B-1 to Unrestricted Net Assets reported on Exhibit A-1 is as follows:

Balances, June 30, 2011:

Fund Balance (Deficit)

(Exclusive of Capital Projects and Debt Service Funds):

Unassigned	\$ 2,931,115.55	Exhibit B-1
Assigned:		
Other Purposes	562,209.88	Exhibit B-1
Designated for Subsequent Year's Expenditures	4,024,869.00	Exhibit B-1
Liabilities:		
Accrued Interest on Bonds	(525,113.37)	Exhibit B-1
Compensated Absences	<u>(7,851,818.97)</u>	Exhibit B-1
Unrestricted Net Assets (Deficit)	<u>\$ (858,737.91)</u>	Exhibit A-1

Note 17: FUND BALANCES**RESTRICTED**

As stated in note 1, the restricted fund balance classification includes amounts that are restricted to specific purposes. Such restrictions, or constraints, are placed on the use of resources by either of the following: (1) externally imposed by creditors, grantors, contributors, or laws or regulations of other governments; or (2) imposed by law through constitutional provisions or enabling legislation. Specific restrictions of the School District's fund balance are summarized as follows:

General Fund -

For Excess Surplus - In accordance with N.J.S.A. 18A:7F-7, as amended, the designation of restricted fund balance - excess surplus is the result of a required calculation pursuant to the New Jersey Comprehensive Educational Improvement and Financing Act of 1996 (CEIFA). New Jersey school districts are required to reserve general fund balance at the fiscal year end of June 30 if they did not appropriate a required minimum amount as budgeted fund balance in their subsequent years' budget. The current year excess fund balance at June 30, 2011 is \$4,362,151.54 presented on the budgetary basis of accounting (Exhibit C-1). Additionally, \$1,960,131.00 of excess fund balance generated during 2009-2010 has been restricted and designated for utilization in the 2011-2012 budget.

For Capital Reserve Account - As of June 30, 2011, the balance in the capital reserve account is \$1,231,297.69. These funds are restricted for future capital outlay expenditures for capital projects in the School District's approved Long Range Facilities Plan (LRFP).

Capital Projects Fund - As of June 30, 2011, \$1,023,965.82 of capital projects fund balance is restricted for future capital expenditures.

Debt Service Fund - As of June 30, 2011, \$1.17 of debt service fund balance is restricted for future debt service expenditures.

ASSIGNED

As stated in note 1, the assigned fund balance classification includes amounts that are constrained by the School District's *intent* to be used for specific purposes, but are neither restricted nor committed. Specific assignments of the School District's fund balance are summarized as follows:

General Fund -

For Subsequent Year's Expenditures - The School District has appropriated and included as an anticipated revenue for the fiscal year ending June 30, 2012 \$4,024,869.00 of general fund balance at June 30, 2011.

Other Purposes - As of June 30, 2011, the School District had \$562,209.88 of encumbrances outstanding for purchase orders and contracts signed by the School District, but not completed, as of the close of the fiscal year.

UNASSIGNED

As stated in note 1, the unassigned fund balance classification represents fund balance that has not been restricted, committed, or assigned to specific purposes. The School District's unassigned fund balance is summarized as follows:

General Fund - As of June 30, 2011, \$3,047,485.01 of general fund balance, presented on the budgetary basis (Exhibit C-1), is unassigned.

Note 18: LITIGATION

The School District is a defendant in various legal proceedings that are in various stages of litigation. It is believed that the outcome, or exposure to the School District, from such litigation is either unknown or potential losses, if any, would not be material to the financial statements.

REQUIRED SUPPLEMENTARY INFORMATION
PART II

BUDGETARY COMPARISON SCHEDULES

TOWNSHIP OF WASHINGTON SCHOOL DISTRICT
 Required Supplementary Information
 Budgetary Comparison Schedule
 GENERAL FUND
 For the Fiscal Year Ended June 30, 2011

	Original Budget	Budget Modifications	Final Budget	Actual	Variance Final to Actual Favorable/ (Unfavorable)
REVENUES:					
Local Sources:					
Local Tax Levy	\$ 74,938,763.00		\$ 74,938,763.00	\$ 74,938,763.00	
Tuition	529,369.00		529,369.00	357,644.07	357,644.07
Unrestricted Miscellaneous Revenue				418,173.67	(111,195.33)
Total - Local Sources	<u>75,468,132.00</u>	<u>-</u>	<u>75,468,132.00</u>	<u>75,714,580.74</u>	<u>246,448.74</u>
State Sources:					
Categorical Special Education Aid	4,246,397.00		4,246,397.00	4,246,397.00	
Equalization Aid	37,585,023.00		37,585,023.00	37,585,023.00	
Adjustment Aid	1,860,710.00		1,860,710.00	1,860,710.00	
Categorical Security Aid	722,630.00		722,630.00	722,630.00	
Categorical Transportation Aid	2,851,674.00		2,851,674.00	2,851,674.00	
Nonpublic School Transportation Aid				86,284.41	86,284.41
TPAF Wage Freeze				5,709.00	5,709.00
Tuition Reimbursements for Homeless Students				135,568.00	135,568.00
Extraordinary Special Education Costs Aid	873,037.00		873,037.00	1,417,139.00	544,102.00
Reimbursed TPAF Social Security Contributions (non-budgeted)				4,139,868.72	4,139,868.72
On-behalf TPAF Pension Contributions (non-budgeted)				4,103,403.00	4,103,403.00
Total - State Sources	<u>48,139,471.00</u>	<u>-</u>	<u>48,139,471.00</u>	<u>57,154,406.13</u>	<u>9,014,935.13</u>
Federal Sources:					
Other Restricted Miscellaneous Revenues	95,000.00		95,000.00	67,526.74	(27,473.26)
Special Education Medicaid Initiative	99,762.00		99,762.00	92,932.84	(6,829.16)
Total - Federal Sources	<u>194,762.00</u>	<u>-</u>	<u>194,762.00</u>	<u>160,459.58</u>	<u>(34,302.42)</u>
Total Revenues	<u>123,802,365.00</u>	<u>-</u>	<u>123,802,365.00</u>	<u>133,029,446.45</u>	<u>9,227,081.45</u>

(Continued)

TOWNSHIP OF WASHINGTON SCHOOL DISTRICT
 Required Supplementary Information
 Budgetary Comparison Schedule
 GENERAL FUND
 For the Fiscal Year Ended June 30, 2011

	Original Budget	Budget Modifications	Final Budget	Actual	Variance Final to Actual Favorable/ (Unfavorable)
EXPENDITURES:					
GENERAL CURRENT EXPENSE:					
Regular Programs - Instruction:					
Salaries of Teachers:					
Kindergarten	\$ 1,082,309.00	\$ (30,000.00)	\$ 1,052,309.00	\$ 974,159.75	\$ 78,149.25
Grades 1 - 5	12,147,910.00	(265,000.00)	11,882,910.00	11,848,347.74	34,562.26
Grades 6 - 8	9,856,307.00	(147,000.00)	9,709,307.00	9,549,507.44	159,799.56
Grades 9 - 12	12,026,527.00	(317,759.82)	11,708,767.18	11,611,617.50	97,149.68
Regular Programs - Home Instruction:					
Salaries of Teachers	110,000.00	26,459.81	136,459.81	136,459.81	
Purchased Professional - Educational Services	105,000.00	(25,869.99)	79,130.01	74,097.57	5,032.44
Regular Programs - Undistributed Instruction:					
Other Salaries for Instruction	660,078.00	0.34	660,078.34	606,075.24	54,003.10
Purchased Professional - Educational Services	1.00	436,999.00	437,000.00	436,980.86	19.14
Purchased Technical Services	229,245.00	38,653.02	267,898.02	230,167.59	37,730.43
Other Purchased Services (400-500 Series)	1,812,392.00	(1,306.18)	1,811,085.82	1,737,952.99	73,132.83
Travel					
General Supplies	1,018,841.00	137,802.28	1,156,643.28	1,000,649.35	155,993.93
Textbooks	39,318.00	126.30	39,444.30	29,674.29	9,770.01
Other Objects	3,809.00	(951.34)	2,857.66	90.00	2,767.66
Total Regular Programs	39,091,737.00	(147,846.58)	38,943,890.42	38,235,780.13	708,110.29
Special Education:					
Learning and/or Language Disabilities:					
Salaries of Teachers	1,394,886.00	(49,610.42)	1,345,275.58	1,178,360.29	166,915.29
Other Salaries for Instruction	36,369.00		36,369.00		36,369.00
General Supplies	11,865.00		11,865.00	11,517.25	347.75
Textbooks	2,780.00		2,780.00	119.82	2,660.18
Total - Learning and/or Language Disabilities	1,445,900.00	(49,610.42)	1,396,289.58	1,189,997.36	206,292.22
Visual Impairments:					
Salaries of Teachers	-	45,810.42	45,810.42	45,614.15	196.27
Total - Visual Impairments	-	45,810.42	45,810.42	45,614.15	196.27

(Continued)

TOWNSHIP OF WASHINGTON SCHOOL DISTRICT
 Required Supplementary Information
 Budgetary Comparison Schedule
 GENERAL FUND
 For the Fiscal Year Ended June 30, 2011

	Original Budget	Budget Modifications	Final Budget	Actual	Variance Final to Actual Favorable/ (Unfavorable)
EXPENDITURES (CONT'D):					
GENERAL CURRENT EXPENSE (CONT'D):					
Special Education (Cont'd):					
Behavioral Disabilities:					
Salaries of Teachers	\$ 143,672.00	\$ 193,769.00	\$ 337,441.00	\$ 191,367.01	\$ 146,073.99
Other Salaries for Instruction	49,901.00		49,901.00	26,764.60	23,136.40
General Supplies	3,210.00		3,210.00	3,176.62	33.38
Textbooks	430.00		430.00	334.52	95.48
Total - Behavioral Disabilities	197,213.00	193,769.00	390,982.00	221,642.75	169,339.25
Multiple Disabilities:					
Salaries of Teachers	115,247.00	45,600.00	160,847.00	157,285.08	3,561.92
Other Salaries for Instruction	15,385.00		15,385.00	14,465.92	919.08
General Supplies	7,060.00		7,060.00	5,586.54	1,473.46
Textbooks	8.00		8.00	8.00	8.00
Total - Multiple Disabilities	137,700.00	45,600.00	183,300.00	177,337.54	5,962.46
Resource Room/Center:					
Salaries of Teachers	7,583,763.00	(143,398.09)	7,440,364.91	7,240,058.81	200,306.10
Other Salaries for Instruction	241,582.00	119,549.09	361,131.09	278,690.17	82,440.92
Purchased Professional - Educational Services	80,750.00	1,870.00	82,620.00	82,620.00	0.00
Other Purchased Services (400-500 Series)	91,699.00	0.42	91,699.42	91,689.42	10.00
General Supplies	18,244.00	15.40	18,259.40	16,340.45	1,918.95
Textbooks	4,549.00	(107.00)	4,442.00	2,044.92	2,397.08
Total - Resource Room/Center	8,020,587.00	(22,070.18)	7,998,516.82	7,711,453.77	287,063.05
Preschool Disabilities - Part-time:					
Salaries of Teachers	268,301.00		268,301.00	246,686.79	21,614.21
Other Salaries for Instruction	100,977.00		100,977.00	83,173.65	17,803.35
General Supplies	1,080.00		1,080.00	1,076.41	3.59
Total - Preschool Disabilities - Part-Time	370,358.00	-	370,358.00	330,936.85	39,421.15
Total - Special Education	10,171,758.00	213,498.82	10,385,256.82	9,676,982.42	708,274.40

(Continued)

TOWNSHIP OF WASHINGTON SCHOOL DISTRICT
 Required Supplementary Information
 Budgetary Comparison Schedule
 GENERAL FUND
 For the Fiscal Year Ended June 30, 2011

	Original Budget	Budget Modifications	Final Budget	Actual	Variance Final to Actual Favorable/ (Unfavorable)
EXPENDITURES (CONTD):					
GENERAL CURRENT EXPENSE (CONTD):					
Basic Skills/Remedial:					
Salaries of Teachers	\$ 2,613,617.00	(81,557.42)	\$ 2,532,059.58	\$ 2,306,236.08	\$ 225,823.50
Other Salaries for Instruction	269,034.00	27,488.42	296,522.42	287,714.60	8,807.82
General Supplies	37,200.00		37,200.00	34,697.68	2,502.32
Other Objects	300.00		300.00	153.00	147.00
Total - Basic Skills/Remedial	2,920,151.00	(54,069.00)	2,866,082.00	2,628,801.36	237,280.64
Bilingual Education:					
Salaries of Teachers	159,325.00		159,325.00	156,340.25	2,984.75
Purchased Professional - Educational Services	1,000.00		1,000.00		1,000.00
General Supplies	4,700.00		4,700.00	4,267.17	432.83
Total - Bilingual Education	165,025.00	-	165,025.00	160,607.42	4,417.58
School Sponsored Cocurricular Activities - Instruction:					
Salaries	523,727.00	(0.19)	523,726.81	477,604.94	46,121.87
Purchased Services (300-500 Series)	4,100.00	452.25	4,552.25	1,083.85	3,468.40
Supplies and Materials	46,500.00	4,006.94	50,506.94	35,070.52	15,436.42
Other Objects	30,791.00	2,430.00	33,221.00	23,276.00	9,945.00
Total - School-Sponsored Activities - Instruction	605,118.00	6,889.00	612,007.00	537,035.31	74,971.69
School Sponsored Athletics - Instruction:					
Salaries	591,417.00	89,513.27	680,930.27	680,017.31	912.96
Purchased Services (300-500 Series)	152,719.00	(23,360.00)	129,359.00	93,932.09	35,426.91
Supplies and Materials	78,140.00	(12,465.50)	65,674.50	59,001.28	6,673.22
Other Objects	30,950.00	(1,440.00)	29,510.00	27,714.00	1,796.00
Total - School-Sponsored Athletics - Instruction	853,226.00	52,247.77	905,473.77	860,664.68	44,809.09
Other Instructional Programs - Instruction:					
Salaries	30,030.00	-	30,030.00	25,076.24	4,953.76
Total - Other Instructional Programs - Instruction	30,030.00	-	30,030.00	25,076.24	4,953.76

(Continued)

TOWNSHIP OF WASHINGTON SCHOOL DISTRICT

Required Supplementary Information
Budgetary Comparison Schedule
GENERAL FUND

For the Fiscal Year Ended June 30, 2011

	Original Budget	Budget Modifications	Final Budget	Actual	Variance Final to Actual Favorable/ (Unfavorable)
EXPENDITURES (CONTD):					
GENERAL CURRENT EXPENSE (CONTD):					
Summer School - Instruction:					
Salaries	\$ 50,085.00		\$ 50,085.00	\$ 34,002.19	\$ 16,082.81
Other Salaries of Instruction	35,000.00		35,000.00	28,255.92	6,744.08
Total - Summer School - Instruction	85,085.00	-	85,085.00	62,258.11	22,826.89
Total - Instruction	53,922,130.00	\$ 70,720.01	53,992,850.01	52,187,205.67	1,805,644.34
Undistributed Expenditures - Instruction:					
Tuition to Other LEAs Within the State-Regular	305,177.00	222,600.00	527,777.00	249,202.78	278,574.22
Tuition to Other LEAs Within the State-Special	272,155.00	11,152.00	283,307.00	258,860.02	24,446.98
Tuition to County Voc. School District - Regular	211,000.00	56,000.00	267,000.00	255,100.00	11,900.00
Tuition to CSSD & Regional Day Schools	2,798,140.00		2,798,140.00	2,779,853.60	18,286.40
Tuition to Private School for the Disabled - State	4,901,517.00	(720,333.00)	4,181,184.00	3,365,047.91	816,136.09
Tuition to Private School for the Disabled - Special O/S the State	126,189.00	(122,200.00)	3,989.00	3,752.98	236.02
Tuition - State Facilities	114,000.00		114,000.00	114,000.00	
Total Undistributed Expenditures - Instruction	8,728,178.00	(552,781.00)	8,175,397.00	7,025,817.29	1,149,579.71
Undistributed Expenditures - Attendance and Social Work Services:					
Salaries	378,393.00		378,393.00	354,678.86	23,714.14
Purchased Professional - Technical Services	67,670.00	5,000.00	72,670.00	58,170.00	14,500.00
Other Purchased Services (400-500 Series)	2,525.00	5,000.00	7,525.00	7,458.32	66.68
Supplies and Materials	5,418.00	(4,999.95)	418.05	410.95	7.10
Other Objects	500.00		500.00	250.00	250.00
Total Undistributed Expenditures - Attendance and Social Work	454,506.00	5,000.05	459,506.05	420,968.13	38,537.92
Total Undistributed Expenditures - Health Services:					
Salaries	1,025,179.00	(1,074.75)	1,024,104.25	994,029.72	30,074.53
Other Purchased Services (400-500 Series)	752.00	1,075.34	1,827.34	1,421.35	405.99
Supplies and Materials	15,707.00		15,707.00	12,953.46	2,753.54
Other Objects	1,200.00		1,200.00	1,020.00	180.00
Total Undistributed Expenditures - Health Services	1,042,838.00	0.59	1,042,838.59	1,009,424.53	33,414.06

(Continued)

TOWNSHIP OF WASHINGTON SCHOOL DISTRICT
 Required Supplementary Information
 Budgetary Comparison Schedule
 GENERAL FUND
 For the Fiscal Year Ended June 30, 2011

	Original Budget	Budget Modifications	Final Budget	Actual	Variance Final to Actual Favorable/ (Unfavorable)
EXPENDITURES (CONTD):					
GENERAL CURRENT EXPENSE (CONTD):					
Undistributed Expenditures - Speech, OT, PT & Related Services:					
Salaries	\$ 1,610,078.00	\$ (25,000.00)	\$ 1,585,078.00	\$ 1,491,809.20	\$ 93,268.80
Supplies and Materials	14,000.00		14,000.00	8,656.90	5,343.10
Total Undistributed Expenditures - Speech, OT, PT & Related Services	1,624,078.00	(25,000.00)	1,599,078.00	1,500,466.10	98,611.90
Undistributed Expenditures - Other Support Students - Extra Services					
Salaries	1,215,904.00	80,568.00	1,296,472.00	1,148,208.73	148,263.27
Total Undistributed Expenditures - Other Support Students - Extra Services	1,215,904.00	80,568.00	1,296,472.00	1,148,208.73	148,263.27
Undistributed Expenses - Guidance:					
Salaries of Other Professional Staff	2,657,750.00	(33,943.85)	2,623,806.15	2,362,710.23	261,095.92
Salaries of Secretarial and Clerical Assistants	114,867.00		114,867.00	110,873.95	3,993.05
Other Salaries	26,714.00	308.00	27,022.00	27,021.18	0.82
Purchased Professional - Educational Services	61,532.00	(4,616.03)	56,915.97	52,961.97	3,954.00
Other Purchased Professional and Technical Services	3,000.00	4,720.00	7,720.00	4,531.50	3,188.50
Other Purchased Services (400-500 Series)	4,700.00		4,700.00	2,290.36	2,409.64
General Supplies	67,635.00	35,430.49	103,065.49	98,714.12	4,351.37
Other Objects	140.00		140.00	130.00	10.00
Total Undistributed Expenditures - Guidance	2,936,338.00	1,898.61	2,938,236.61	2,659,233.31	279,003.30
Undistributed Expenses - Child Study Teams:					
Salaries of Other Professional Staff	2,528,222.00	(3,150.80)	2,525,071.20	2,347,087.73	177,983.47
Salaries of Secretarial and Clerical Assistants	385,876.00		385,876.00	378,078.44	7,797.56
Other Salaries	57,442.00	1,104.00	58,546.00	58,545.77	0.23
Purchased Professional - Educational Services	898,627.00	(107,000.00)	791,627.00	224,942.30	566,684.70
Other Purchased Professional and Technical Services	24,000.00	75.00	24,075.00	24,067.00	8.00
Miscellaneous Purchased Services	19,640.00	4,000.00	23,640.00	17,447.85	6,192.15
Supplies and Materials	14,512.00	9,960.00	24,472.00	17,764.44	6,707.56
Other Objects	7,350.00	(389.76)	6,960.24	1,919.00	5,041.24
Total Undistributed Expenditures - Child Study Teams	3,935,669.00	(95,401.56)	3,840,267.44	3,069,852.53	770,414.91

(Continued)

TOWNSHIP OF WASHINGTON SCHOOL DISTRICT
 Required Supplementary Information
 Budgetary Comparison Schedule
 GENERAL FUND
 For the Fiscal Year Ended June 30, 2011

	Original Budget	Budget Modifications	Final Budget	Actual	Variance Final to Actual Favorable/ (Unfavorable)
EXPENDITURES (CONTD):					
GENERAL CURRENT EXPENSE (CONTD):					
Undistributed Expenditures - Improvement of Instruction Services:					
Salaries of Supervisors of Instruction	\$ 545,194.00	4,475.00	\$ 549,669.00	\$ 549,668.54	\$ 0.46
Salaries of Other Professional Staff	70,800.00	(7,587.00)	63,213.00	31,981.00	31,232.00
Salaries of Secretarial and Clerical Assistants	251,072.00	486.00	251,558.00	251,557.06	0.94
Salaries of Facilitators, Math and Literacy Coaches	102,450.00		102,450.00	98,367.94	4,082.06
Purchased Professional - Educational Services	850.00	(75.00)	775.00	775.00	0.00
Other Purchased Professional and Technical Services	350.00		350.00	350.00	0.00
Other Purchased Services	13,100.00	3,500.00	16,600.00	9,214.18	7,385.82
Supplies and Materials	17,845.00	1,671.54	19,516.54	7,797.78	11,718.76
Other Objects	24,325.00	149.00	24,474.00	15,887.00	8,587.00
Total Undistributed Expenditures - Improvement Instructional Services	1,025,986.00	2,619.54	1,028,605.54	984,473.50	64,132.04
Undistributed Expenditures - Educational Media/Library:					
Salaries	1,208,521.00	20,019.61	1,228,540.61	1,166,359.67	62,180.94
Salaries of Technology Coordinators	63,708.00		63,708.00	61,139.04	2,568.96
Purchased Professional - Technical Services	88,760.00	(641.80)	88,118.20	84,757.80	3,360.40
Other Purchased Services (400-500 Series)	2,935.00	(60.00)	2,875.00	1,795.00	1,080.00
Supplies and Materials	169,737.00	1,661.03	171,398.03	165,271.99	6,126.04
Other Objects	600.00	60.00	660.00	560.00	100.00
Total Undistributed Expenditures - Educational Media/Library	1,534,261.00	21,038.84	1,555,299.84	1,479,883.50	75,416.34
Undistributed Expenditures - Instructional Staff Training Services:					
Salaries of Other Professional Staff	23,556.00		23,556.00	2,159.41	21,396.59
Purchased Professional - Educational Services	44,150.00	(29,350.00)	14,800.00	8,640.00	6,160.00
Other Purchased Services (400-500 Series)	22,931.00	12,400.00	35,331.00	13,341.74	21,989.26
Supplies and Materials	10,288.00	1,022.00	11,310.00	2,025.61	9,284.39
Total Undistributed Expenditures - Instructional Staff Training Services	100,925.00	(15,928.00)	84,997.00	26,166.76	58,830.24

(Continued)

TOWNSHIP OF WASHINGTON SCHOOL DISTRICT
 Required Supplementary Information
 Budgetary Comparison Schedule
 GENERAL FUND
 For the Fiscal Year Ended June 30, 2011

	Original Budget	Budget Modifications	Final Budget	Actual	Variance Final to Actual Favorable/ (Unfavorable)
EXPENDITURES (CONT'D):					
GENERAL CURRENT EXPENSE (CONT'D):					
Undistributed Expenditures - Support Services General Administration:					
Salaries	\$ 391,541.00	\$ 8,462.00	\$ 400,003.00	\$ 393,233.27	\$ 6,769.73
Legal Services	192,594.00	125,000.74	317,594.74	298,062.94	19,531.80
Audit Fees	70,000.00		70,000.00	69,757.50	242.50
Architect and Engineering Services	25,000.00		25,000.00	19,854.45	5,145.55
Other Purchased Professional Services	2,800.00		2,800.00		2,800.00
Purchased Technical Services	315,010.00	(0.40)	315,009.60	242,593.50	72,416.10
Communications/Telephone	172,237.00	(12,026.64)	160,210.36	145,986.83	14,253.53
Miscellaneous Purchased Services	20,875.00	(2,000.00)	18,875.00	12,835.70	6,039.30
General Supplies	2,300.00	2,000.00	4,300.00	4,252.38	47.62
BOE In-House Training/Meeting Supplies	26,000.00		26,000.00		26,000.00
Judgements Against the School District	7,610.00		7,610.00	3,049.00	4,561.00
Miscellaneous Expenditures	29,000.00		29,000.00	26,662.70	2,337.30
BOE Membership Dues and Fees					
Total Undistributed Expenditures - Support Services General Administration	1,254,967.00	121,435.70	1,376,402.70	1,216,258.27	160,144.43
Undistributed Expenditures - Support Services School Administration:					
Salaries of Principals/Assistant Principals	2,765,685.00	(2,525.00)	2,763,160.00	2,665,742.66	97,417.34
Salaries of Other Professional Staff	1,076,553.00	609,758.00	1,686,311.00	1,124,580.82	561,730.18
Salaries of Secretarial and Clerical Assistants	1,955,992.00	(35,862.00)	1,920,130.00	1,920,127.05	2.95
Purchased Professional - Technical Services	2,975.00		2,975.00	2,100.00	875.00
Other Purchased Services (400-500 Series)	10,450.00	(1,908.79)	8,541.21	8,068.17	473.04
Supplies and Materials	22,200.00		22,200.00	18,627.21	3,572.79
Other Objects	39,750.00		39,750.00	24,958.00	14,792.00
Total Undistributed Expenditures - Support Services School Administration	5,873,605.00	569,462.21	6,443,067.21	5,764,203.91	678,863.30
Undistributed Expenditures - Central Services:					
Salaries	1,495,064.00		1,495,064.00	1,418,774.35	76,289.65
Purchased Professional Services	92,060.00	8,000.00	100,060.00	87,983.60	12,076.40
Purchased Technical Services	156,700.00	16,900.00	173,600.00	167,487.32	6,112.68
Miscellaneous Purchased Services	179,325.00	(18,055.80)	161,269.20	91,624.65	69,644.55
Supplies and Materials	51,855.00	248,260.84	300,115.84	44,316.42	255,799.42
Miscellaneous Expenditures	15,750.00	16,460.00	32,210.00	31,448.22	761.78
Total Undistributed Expenditures - Central Services	1,990,754.00	271,565.04	2,262,319.04	1,841,634.56	420,684.48

(Continued)

TOWNSHIP OF WASHINGTON SCHOOL DISTRICT
 Required Supplementary Information
 Budgetary Comparison Schedule
 GENERAL FUND
 For the Fiscal Year Ended June 30, 2011

	Original Budget	Budget Modifications	Final Budget	Actual	Variance Final to Actual Favorable/ (Unfavorable)
EXPENDITURES (CONTD):					
GENERAL CURRENT EXPENSE (CONTD):					
Undistributed Expenditures - Admin. Info. Technology:					
Salaries	\$ 622,109.00		\$ 622,109.00	\$ 605,676.12	\$ 16,432.88
Purchased Technical Services	170,575.00	(14,000.00)	156,575.00	115,744.09	40,830.91
Other Purchased Services (400-500 Series)	10,500.00	(4,200.00)	6,300.00	2,753.41	3,546.59
Supplies and Materials	35,500.00	163,235.48	198,735.48	155,775.26	42,960.22
Miscellaneous Expenditures	725.00	(226.00)	499.00	499.00	
Total Undistributed Expenditures - Admin. Info. Technology	839,409.00	144,809.48	984,218.48	880,447.88	103,770.60
Undistributed Expenditures - Required Maint. for School Facilities:					
Salaries	615,032.00	15,559.00	630,591.00	630,545.34	45.66
Cleaning, Repair & Maintenance Services	491,300.00	26,349.24	517,649.24	433,292.38	84,356.86
General Supplies	226,000.00	(57,587.48)	168,412.52	20,169.36	148,243.16
Total Undistributed Expenditures - Required Maint. for School Facilities	1,332,332.00	(15,679.24)	1,316,652.76	1,084,007.08	232,645.68
Undistributed Expenditures - Other Oper. and Maint. of Plant Services:					
Salaries	3,282,781.00	27,219.14	3,310,000.14	3,154,097.34	155,902.80
Purchased Professional - Technical Services	183,318.00	78,038.65	261,356.65	188,920.92	72,435.73
Cleaning, Repair & Maintenance Services	352,476.00	64,740.89	417,216.89	293,249.75	123,967.14
Other Purchased Property Services	133,174.00	(3,666.93)	129,507.07	100,522.26	28,984.81
Insurance	327,000.00	200.00	327,200.00	327,107.50	92.50
Miscellaneous Purchased Services	1,000.00	(900.00)	100.00	16.00	84.00
General Supplies	428,750.00	179,955.68	608,705.68	558,439.24	50,266.44
Energy (Heat & Electricity)	2,677,950.00		2,677,950.00	2,473,374.52	204,575.48
Other Objects	12,000.00		12,000.00	7,051.00	4,949.00
Energy (Natural Gas)	922,005.00	(15,000.00)	907,005.00	505,179.66	401,825.34
Total - Other Operation and Maintenance of Plant Services	8,320,454.00	330,587.43	8,651,041.43	7,607,958.19	1,043,083.24
Undistributed Expenditures - Care and Upkeep of Grounds:					
Salaries	318,409.00	10,422.01	328,831.01	328,019.84	811.17
Cleaning, Repair & Maintenance Services	145,000.00	2,077.99	147,077.99	147,010.68	67.31
General Supplies	76,000.00	50,696.55	126,696.55	74,687.90	52,008.65
Other Objects	500.00	200.00	700.00	160.00	540.00
Total Undistributed Expenditures - Care and Upkeep of Grounds	539,909.00	63,396.55	603,305.55	549,878.42	53,427.13

(Continued)

TOWNSHIP OF WASHINGTON SCHOOL DISTRICT
 Required Supplementary Information
 Budgetary Comparison Schedule
 GENERAL FUND
 For the Fiscal Year Ended June 30, 2011

	Original Budget	Budget Modifications	Final Budget	Actual	Variance Final to Actual Favorable/ (Unfavorable)
EXPENDITURES (CONTD):					
GENERAL CURRENT EXPENSE (CONTD):					
Undistributed Expenditures - Security:					
Salaries	\$ 234,325.00	\$ (23,045.00)	\$ 211,280.00	\$ 207,203.01	\$ 4,076.99
Purchased Professional - Technical Services	800.00		800.00		800.00
Cleaning, Repair & Maintenance Services	5,000.00	19,044.08	24,044.08	23,680.70	363.38
General Supplies	3,500.00	6,728.26	10,228.26	7,445.49	2,782.77
	<u>243,625.00</u>	<u>2,727.34</u>	<u>246,352.34</u>	<u>238,329.20</u>	<u>8,023.14</u>
Total Undistributed Expenditures - Security					
Undistributed Expenditures - Student Transportation Services:					
Salaries for Pupil Transportation					
(Between Home & School) - Regular	1,777,232.00	15,442.12	1,792,674.12	1,777,663.78	15,010.34
Salaries for Pupil Transportation	74,529.00	10,890.68	85,419.68	85,419.38	0.30
(Between Home & School) - Special					
(Other Than Between Home & School)					
Management Fee - ESC Transportation Program	176,775.00	81,903.41	81,903.41	51,304.56	30,598.85
Other Purchased Professional and Technical Services	14,179.00	(75,000.00)	101,775.00	96,955.31	4,819.69
Cleaning, Repair & Maintenance Services	33,566.00	23,316.07	14,179.00	10,981.40	3,197.60
Lease Purchase Payments - School Buses	386,489.00	(0.44)	56,882.07	48,678.99	8,203.08
Contracted Services (Between Home & School) - Vendor	269,813.00	(67,000.00)	386,488.56	386,400.92	87.64
Contracted Services (Other than Between Home & School) - Vendor	277,190.00	(67,000.00)	202,813.00	181,702.13	21,110.87
Contracted Services (Special Ed Students) - Vendors	1,573,820.00	(162,558.81)	114,631.19	90,285.85	24,345.34
Contracted Services - Aid in Lieu of Payments	214,596.00	27,000.33	1,600,820.33	1,582,735.83	18,084.50
Miscellaneous Purchased Services - Transportation	47,125.00		214,596.00	203,642.93	10,953.07
General Supplies	7,050.00	(2,773.61)	47,125.00	47,125.00	
Transportation Supplies	478,995.00	167,748.32	4,276.39	2,904.04	1,372.35
Other Objects	4,120.00	1,520.00	646,743.32	623,859.77	22,883.55
	<u>5,335,479.00</u>	<u>20,488.07</u>	<u>5,355,967.07</u>	<u>5,194,439.89</u>	<u>161,527.18</u>
Total Undistributed Expenditures - Student Transportation Services					
Unallocated Benefits - Employee Benefits:					
Social Security Contributions	1,574,414.00	81,161.59	1,655,575.59	1,552,004.69	103,570.90
Other Retirement Contributions - PERS	1,547,058.00	300,457.00	1,847,515.00	1,703,801.45	143,713.55
Unemployment Compensation	500,000.00	(16,025.20)	483,974.80	400,003.54	83,971.26
Workman's Compensation	778,480.00	36,133.39	814,613.39	814,214.69	398.70
Health Benefits	19,608,733.00	(1,703,341.78)	17,905,391.22	17,292,789.68	612,601.54
Tuition Reimbursement	400,000.00		400,000.00	340,130.32	59,869.68
Other Employee Benefits	556,200.00	95,000.00	651,200.00	643,902.47	7,297.53
	<u>24,964,885.00</u>	<u>(1,206,615.00)</u>	<u>23,758,270.00</u>	<u>22,746,846.84</u>	<u>1,011,423.16</u>
Total Unallocated Benefits - Employee Benefits					

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TOWNSHIP OF WASHINGTON SCHOOL DISTRICT
 Required Supplementary Information
 Budgetary Comparison Schedule
 GENERAL FUND
 For the Fiscal Year Ended June 30, 2011

	Original Budget	Budget Modifications	Final Budget	Actual	Variance Final to Actual Favorable/ (Unfavorable)
EXPENDITURES (CONTD):					
GENERAL CURRENT EXPENSE (CONTD):					
Undistributed Expenditures - Transfer to Charter Schools	\$ 37,483.00	\$ 39,000.00	\$ 76,483.00	\$ 69,307.81	\$ 7,175.19
Undistributed Expenditures- Non-budgeted: On-behalf TPAF Pension Contributions	-	-	-	4,103,403.00	(4,103,403.00)
Undistributed Expenditures - Non-budgeted Reimbursed TPAF Social Security Contributions	-	-	-	4,139,868.72	(4,139,868.72)
Total Undistributed Expenses	73,331,585.00	(236,807.35)	73,094,777.65	74,741,078.15	(1,646,300.50)
Total Current Expense	127,253,715.00	(166,087.34)	127,087,627.66	126,928,283.82	159,343.84
CAPITAL OUTLAY:					
Equipment:					
Grades 9-12	5,736.00	0.27	5,736.27	-	5,736.27
Undistributed Expenditures: Support Services - Students - Regular	1,075.00	0.05	1,075.00	-	1,075.00
Required Maintenance for School Facilities	17,011.00	(0.36)	17,011.05	-	17,011.05
Custodial Services	14,727.00	-	14,726.64	-	14,726.64
Security	23,045.00	-	23,045.00	-	23,045.00
Total - Equipment	61,594.00	(0.04)	61,593.96	-	61,593.96
Facilities Acquisition and Construction Services:					
Construction Services	200,000.00	51,067.80	251,067.80	232,752.80	18,315.00
Other Objects	132,513.00	-	132,513.00	132,513.00	-
Total - Facilities Acquisition and Construction Services	332,513.00	51,067.80	383,580.80	365,265.80	18,315.00
Assets Acquired Under Capital Leases (Non-Budgeted): Undistributed Expenditures: Lease Purchase Agreement - Principal	-	-	-	495,438.00	(495,438.00)
Total Capital Outlay	394,107.00	51,067.76	445,174.76	860,703.80	(415,529.04)
Total Expenditures	127,647,822.00	(115,019.58)	127,532,802.42	127,788,987.62	(256,185.20)
Excess (Deficiency) of Revenues Over (Under) Expenditures	(3,845,457.00)	115,019.58	(3,730,437.42)	5,240,458.83	8,970,896.25

(Continued)

TOWNSHIP OF WASHINGTON SCHOOL DISTRICT
 Required Supplementary Information
 Budgetary Comparison Schedule
 GENERAL FUND
 For the Fiscal Year Ended June 30, 2011

	<u>Original Budget</u>	<u>Budget Modifications</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Final to Actual Favorable/ (Unfavorable)</u>
Other Financing Sources (Uses):					
Transfer out--Enterprise Funds	\$ (368,071.00)	\$ (804,655.72)	\$ (804,655.72)	\$ (801,131.01)	\$ 3,524.71
Transfer out--Capital Reserve to Capital Projects Fund	(350,000.00)		(368,071.00)	(368,071.00)	
Transfer out--Capital Outlay to Capital Projects Fund	484,078.00		484,078.00	(350,000.00)	
Transfer in--Enterprise Funds				7,955.40	(484,078.00)
Transfer in--Capital Projects Fund (Unexpended Capital Projects Balance)				1,087.27	7,955.40
Transfer in--Capital Projects Fund (Interest Earned on Capital Projects Fund)				148,120.39	1,087.27
Accounts Payable Canceled				(98,051.63)	148,120.39
Accounts Receivable Canceled				495,438.00	(98,051.63)
Capital Leases (Non-Budgeted)				(964,652.58)	495,438.00
Total - Other Financing Sources (Uses)	<u>(233,993.00)</u>	<u>(804,655.72)</u>	<u>(1,038,648.72)</u>	<u>(964,652.58)</u>	<u>73,996.14</u>
Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses	<u>(4,079,450.00)</u>	<u>(689,636.14)</u>	<u>(4,769,086.14)</u>	<u>4,275,806.25</u>	<u>9,044,892.39</u>
Fund Balances, July 1	10,912,337.87	-	10,912,337.87	10,912,337.87	-
Fund Balances, June 30	<u>\$ 6,832,887.87</u>	<u>\$ (689,636.14)</u>	<u>\$ 6,143,251.73</u>	<u>\$ 15,188,144.12</u>	<u>\$ 9,044,892.39</u>
Recapitulation:					
Restricted:					
Capital Reserve				1,231,297.69	
Excess Surplus--Current Year				4,362,151.54	
Excess Surplus--Prior Year--Designated for Subsequent Year's Expenditures				1,960,131.00	
Assigned:					
Year-End Encumbrances				562,209.88	
Designated for Subsequent Year's Expenditures				4,024,869.00	
Unassigned				3,047,485.01	
				15,188,144.12	
Reconciliation to Governmental Funds Statements (GAAP):				<u>(4,478,521.00)</u>	
Last State Aid Payment Not Recognized on GAAP Basis					
Fund Balance per Governmental Funds (GAAP)				<u>\$ 10,709,623.12</u>	

TOWNSHIP OF WASHINGTON SCHOOL DISTRICT

Required Supplementary Information
 Budgetary Comparison Schedule
 SPECIAL REVENUE FUND
 For the Fiscal Year Ended June 30, 2011

	Original Budget	Budget Modifications	Final Budget	Actual	Variance Final to Actual
REVENUES:					
Revenue from Local Sources	-	\$ 61,139.03	\$ 61,139.03	\$ 36,206.59	\$ (24,932.44)
State Sources:					
Nonpublic Aid	\$ 116,990.00	16,077.86	133,067.86	111,950.45	(21,117.41)
Total - State Sources	116,990.00	16,077.86	133,067.86	111,950.45	(21,117.41)
Federal Sources:					
N.C.L.B.:					
Title I	235,191.60	177,345.07	412,536.67	324,281.12	(88,255.55)
Title II - Part A	209,746.00	12,730.00	222,476.00	185,902.57	(36,573.43)
Title II - Part D	2,851.00	(2,122.00)	729.00	729.00	
Title III	11,248.00	13,172.07	24,420.07	20,585.28	(3,834.79)
Title III - Immigrant		7,734.00	7,734.00	1,947.35	(5,786.65)
Title IV		0.82	0.82	0.82	
I.D.E.I.A. Part B:					
Basic	2,062,459.00	54,659.64	2,117,118.64	1,838,067.72	(279,050.92)
ARRA - Basic	976,901.50	516,168.03	1,493,069.53	1,458,709.59	(34,359.94)
Preschool	98,357.00	11,091.00	109,448.00	104,846.30	(4,601.70)
ARRA - Preschool	35,250.00	32,631.00	67,881.00	59,083.00	(8,798.00)
Carl D. Perkins Vocational and Technical Education Act of 1998 - Secondary Teaching American History		42,475.00	42,475.00	42,475.00	
		204,883.14	204,883.14	169,104.65	(35,778.49)
Total - Federal Sources	3,632,004.10	1,070,767.77	4,702,771.87	4,205,732.40	(497,039.47)
Total Revenues	3,748,994.10	1,147,984.66	4,896,978.76	4,353,889.44	(543,089.32)

(Continued)

TOWNSHIP OF WASHINGTON SCHOOL DISTRICT

Required Supplementary Information
Budgetary Comparison Schedule
SPECIAL REVENUE FUND

For the Fiscal Year Ended June 30, 2011

	Original Budget	Budget Modifications	Final Budget	Actual	Variance Final to Actual
EXPENDITURES:					
Instruction:					
Salaries of Teachers	\$ 450,784.00	\$ 300,441.05	\$ 751,225.05	\$ 643,592.35	\$ 107,632.70
Other Salaries for Instruction	142,509.00	70,562.35	213,071.35	206,616.45	6,454.90
Purchased Professional Technical Services	559,197.00	(441,656.00)	117,541.00	114,792.20	2,748.80
Purchased Professional Educational Services	35,250.00	(27,318.84)	7,931.16	5,574.83	2,356.33
Other Purchased Services		500.00	500.00	500.00	
Tuition	1,318,445.50	(306,964.43)	1,011,481.07	925,939.53	85,541.54
General Supplies	96,475.70	1,122,692.46	1,219,168.16	1,172,990.27	46,177.89
Textbooks	15,298.00		15,298.00	5,309.33	9,988.67
Other Objects	1,000.00	3,688.00	4,688.00	3,553.00	1,135.00
Total Instruction	2,618,959.20	721,944.59	3,340,903.79	3,078,867.96	262,035.83
Support Services:					
Salaries	154,844.00	101,429.37	256,273.37	160,377.25	95,896.12
Personal Services--Employee Benefits	53,944.90	110,171.03	164,115.93	102,862.26	61,253.67
Purchased Professional Technical Services	316,571.00	409,902.38	726,473.38	666,450.09	60,023.29
Purchased Professional Educational Services	209,746.00	(120,310.62)	89,435.38	69,925.44	19,509.94
Miscellaneous Purchased Services	16,579.00	40,557.09	57,136.09	52,513.90	4,622.19
Travel	300,000.00	(293,269.39)	6,730.61	1,192.15	5,538.46
General Supplies	71,350.00	56,570.99	127,920.99	103,815.17	24,105.82
Total Support Services	1,123,034.90	305,050.85	1,428,085.75	1,157,136.26	270,949.49
Facilities Acquisition and Construction Services:					
Instructional Equipment	7,000.00	106,386.67	113,386.67	113,282.67	104.00
Non-Instructional Equipment		14,602.55	14,602.55	4,602.55	10,000.00
Total Facilities Acquisition and Construction Services	7,000.00	120,989.22	127,989.22	117,885.22	10,104.00
Total Expenditures	3,748,994.10	1,147,984.66	4,896,978.76	4,353,889.44	543,089.32
Excess (Deficiency) of Revenues Over (Under) Expenditures	\$ -	\$ -	\$ -	\$ -	\$ -

OTHER SUPPLEMENTARY INFORMATION

SPECIAL REVENUE FUND

TOWNSHIP OF WASHINGTON SCHOOL DISTRICT
SPECIAL REVENUE FUND
 Combining Schedule of Revenues and Expenditures - Budgetary Basis
 For the Fiscal Year Ended June 30, 2011

	N.C.L.B.						Total Brought Forward
	Title I	Title II Part A	Title II Part D	Title III	Title III Immigrant	Title IV	
REVENUES:							
Federal Sources	\$ 4,205,732.40	\$ 185,902.57	\$ 729.00	\$ 20,585.28	\$ 1,947.35	\$ 0.82	\$ 3,672,286.26
State Sources	111,950.45						93,238.42
Local Sources	36,206.59						36,206.59
Total Revenues	4,353,889.44	185,902.57	729.00	20,585.28	1,947.35	0.82	3,801,731.27
EXPENDITURES:							
Instruction:							
Salaries of Teachers	643,592.35	71,878.00		13,211.87	1,406.00		302,679.94
Other Salaries for Instruction	206,616.45						195,071.37
Purchased Professional Technical Services	114,792.20						114,792.20
Purchased Professional Educational Services	5,574.83						5,574.83
Other Purchased Services	500.00						500.00
Tuition	925,939.53						925,939.53
General Supplies	1,172,990.27	14,526.64	554.00	5,915.10	433.79	0.82	1,133,553.83
Textbooks	5,309.33						5,309.33
Other Objects	3,553.00						3,466.00
Total Instruction	3,078,867.96	86,404.64	554.00	19,126.97	1,839.79	0.82	2,681,577.70
Support Services:							
Salaries	160,377.25						144,618.19
Personal Services--Employee Benefits	102,862.26	2,257.00					57,202.54
Purchased Professional Technical Services	666,450.09	10,695.60		1,010.71	107.56		666,450.09
Purchased Professional Educational Services	69,925.44	67,029.94					245.50
Miscellaneous Purchased Services	52,513.90	12,594.74	175.00	375.66			36,706.50
Travel	1,192.15	776.40		71.94			343.81
General Supplies	103,815.17	6,144.25					96,701.72
Total Support Services	1,157,136.26	99,497.93	175.00	1,458.31	107.56	-	1,002,266.35
Facilities Acquisition and Construction Services:							
Instructional Equipment	113,282.67						113,282.67
Non-Instructional Equipment	4,602.55						4,602.55
Total Facilities Acquisition and Construction Services	117,885.22	-	-	-	-	-	117,885.22
Total Expenditures	4,353,889.44	185,902.57	729.00	20,585.28	1,947.35	0.82	3,801,731.27

(Continued)

TOWNSHIP OF WASHINGTON SCHOOL DISTRICT
SPECIAL REVENUE FUND
 Combining Schedule of Revenues and Expenditures - Budgetary Basis
 For the Fiscal Year Ended June 30, 2011

I. D. E. I. A. Part B

	Total Carried Forward	Basic	ARRA Basic	Preschool	ARRA Preschool	Carl D. Perkins Vocational and Technical Education Act of 1988-Secondary	Teaching American History	Total Brought Forward
REVENUES:								
Federal Sources	\$ 3,672,286.26	\$ 1,838,067.72	\$ 1,458,709.59	\$ 104,846.30	\$ 59,083.00	\$ 42,475.00	\$ 169,104.65	\$ 93,238.42
State Sources	93,238.42							36,206.59
Local Sources	36,206.59							
Total Revenues	3,801,731.27	1,838,067.72	1,458,709.59	104,846.30	59,083.00	42,475.00	169,104.65	129,445.01
EXPENDITURES:								
Instruction:								
Salaries of Teachers	302,679.94	28,996.91	198,065.61					48,622.42
Other Salaries for Instruction	195,071.37	175,640.62	15,000.00					4,430.75
Purchased Professional Technical Services	114,792.20					1,385.00		2,925.06
Purchased Professional Educational Services	5,574.83							5,574.83
Other Purchased Services	500.00							500.00
Tuition	925,939.53	786,964.53	55,574.00	58,401.00	25,000.00	16,662.49	7,565.38	52,673.95
General Supplies	1,133,553.83	182,663.04	854,976.97		19,012.00			
Textbooks								
Other Objects	3,466.00					3,041.00		425.00
Total Instruction	2,681,577.70	1,174,265.10	1,123,616.58	58,401.00	44,012.00	21,088.49	145,042.52	115,152.01
Support Services:								
Salaries	144,618.19	117,874.92	2,743.27		14,000.00		10,000.00	
Personal Services—Employee Benefits	57,202.54	24,672.20	28,629.22		1,071.00		2,830.12	
Purchased Professional Technical Services	666,450.09	443,028.79	176,976.00	46,445.30				
Purchased Professional Educational Services	245.50	245.50						
Miscellaneous Purchased Services	36,706.50	10,642.45				4,435.51	7,335.54	14,293.00
Travel	343.81	343.81						
General Supplies	96,701.72	58,797.95	32,052.30			1,955.00	3,896.47	
Total Support Services	1,002,268.35	655,605.62	240,400.79	46,445.30	15,071.00	6,390.51	24,062.13	14,293.00
Facilities Acquisition and Construction Services:								
Instructional Equipment	113,282.67	8,197.00	90,089.67			14,996.00		
Non-Instructional Equipment	4,602.55		4,602.55					
Total Facilities Acquisition and Construction Services	117,885.22	8,197.00	94,692.22	-	-	14,996.00	-	-
Total Expenditures	\$ 3,801,731.27	\$ 1,838,067.72	\$ 1,458,709.59	\$ 104,846.30	\$ 59,083.00	\$ 42,475.00	\$ 169,104.65	\$ 129,445.01

(Continued)

TOWNSHIP OF WASHINGTON SCHOOL DISTRICT
SPECIAL REVENUE FUND
 Schedule of Revenues and Expenditures - Budgetary Basis
 For the Fiscal Year Ended June 30, 2011

	Total Carried Forward	Compensatory Education	N.J. Nonpublic Auxiliary Services, Ch. 192, L. 1977 English as a Second Language	Transportation and Maintenance	Home Instruction	Examination and Classification	N.J. Nonpublic Handicapped Services, Ch. 193, L. 1977 Corrective Speech	Supplementary Instruction	Miscellaneous Local Grants
REVENUES:									
Federal Sources	\$ 93,238.42	\$ 29,639.00	\$ 768.00	\$ 14,209.00	\$ 1,954.86	\$ 10,685.93	\$ 29,728.16	\$ 6,253.47	\$ 36,206.59
State Sources	36,206.59								
Local Sources									
Total Revenues	129,445.01	29,639.00	768.00	14,209.00	1,954.86	10,685.93	29,728.16	6,253.47	36,206.59
EXPENDITURES:									
Instruction:									
Salaries of Teachers	48,622.42								
Other Salaries for Instruction	4,430.75				1,954.86	10,685.93	29,728.16	6,253.47	4,430.75
Purchased Professional Technical Services	2,925.06								2,925.06
Purchased Professional Educational Services	5,574.83								5,574.83
Other Purchased Services	500.00								500.00
Tuition									
General Supplies	52,673.95	29,639.00	768.00						22,266.95
Textbooks									
Other Objects	425.00								425.00
Total Instruction	115,152.01	29,639.00	768.00	-	1,954.86	10,685.93	29,728.16	6,253.47	36,122.59
Support Services:									
Salaries									
Personal Services--Employee Benefits									
Purchased Professional Technical Services				14,209.00					84.00
Purchased Professional Educational Services	14,293.00								
Miscellaneous Purchased Services									
Travel									
General Supplies									
Total Support Services	14,293.00	-	-	14,209.00	-	-	-	-	84.00
Facilities Acquisition and Construction Services:									
Instructional Equipment									
Non-Instructional Equipment									
Total Facilities Acquisition and Construction Services	-	-	-	-	-	-	-	-	-
Total Expenditures	\$ 129,445.01	\$ 29,639.00	\$ 768.00	\$ 14,209.00	\$ 1,954.86	\$ 10,685.93	\$ 29,728.16	\$ 6,253.47	\$ 36,206.59

CAPITAL PROJECTS FUND

TOWNSHIP OF WASHINGTON SCHOOL DISTRICT
CAPITAL PROJECTS FUND
 Summary Schedule of Project Expenditures
 For the Fiscal Year Ended June 30, 2011

Project Title/Issue	Expenditures to Date		Unexpended Balance June 30, 2011
	Appropriations	Prior Year Orders Canceled	
(a) Washington Township High School - Air Conditioning / Security / Athletics / Storage	\$ 9,498,055.82	\$ 2,613.00	\$ 119,633.18
(b) Chestnut Ridge Middle School - Air Conditioning	6,514,794.00		
(c) Orchards Valley Middle School - Air Conditioning	6,514,794.00		
(d) Bells Elementary School - Air Conditioning / Security	1,925,526.00		294.38
(e) Birches Elementary School - Air Conditioning / Security	1,925,526.00		6,986.83
(f) Wedgewood Elementary School - Air Conditioning / Security	1,721,941.69		3,659.31
(g) Whitman Elementary School - Air Conditioning / Security	1,917,203.40		8,322.60
(h) Wedgewood Elementary School - Roof Reconstruction	240,914.00		1,275.00
(i) Washington Township High School - Roof	203,789.00		48,495.83
(j) Washington Township High School - Science Labs	828,853.00		78,753.31
(k) Washington Township High School - Security Cameras	173,310.00		40,557.18
(l) Washington Township High School - Classroom Renovations	116,504.30		
(m) Asphalt Repair and Replacement	28,530.00		
(n) Asbestos Abatement	31,476.50		
(o) Washington Township High School - Roof	549,831.00		7,429.74
(p) Washington Township High School - High Jump	98,875.00		5,987.40
(q) Asbestos Abatement	141,586.00		135,334.53
(r) Washington Township High School - Classroom Renovations	135,167.00		126,713.57
(s) Washington Township High School - Overhangs	41,377.00		14,877.00
(t) Whitman Elementary School - Asphalt Repair and Replacement	62,388.50		7,351.20
(u) Washington Township High School - Handicap Ramp	39,600.00		
(v) Washington Township High School - Roof	585,754.00		418,294.76
	<u>\$ 33,426,073.30</u>	<u>\$ 2,613.00</u>	<u>\$ 1,023,965.82</u>
		<u>\$ 32,002,644.94</u>	
		<u>\$ 402,075.54</u>	
			<u>\$ 439,239.50</u>
			<u>584,726.32</u>
			<u>\$ 1,023,965.82</u>

Recapitulation:

Restricted for Capital Projects:
 Year-End Encumbrances
 Designated for Subsequent Year's Expenditures

TOWNSHIP OF WASHINGTON SCHOOL DISTRICT
CAPITAL PROJECTS FUND
Statement of Revenues, Expenditures and Changes in Fund Balances
For the Fiscal Year Ended June 30, 2011

Revenues and Other Financing Sources:

State Sources--SCC/SDA Grant	\$ 365,683.00
Transfer from Capital Reserve	368,071.00
Transfer from Capital Outlay	350,000.00
Interest Earned on Deposits	<u>1,087.27</u>
 Total Revenues	 <u>1,084,841.27</u>

Expenditures:

Other Purchased Professional and Technical Services	32,802.73
Construction Services	<u>369,272.81</u>
 Total Expenditures	 <u>402,075.54</u>

Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>682,765.73</u>
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Other Financing Sources and (Uses):

Cancelation of Unexpended Balance	(7,955.40)
Cancelation of Contracts Payable	2,613.00
Transfers to General Fund:	
Interest Earned on Deposits	<u>(1,087.27)</u>
 Total Other Financing Sources and Uses	 <u>(6,429.67)</u>

Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses	676,336.06
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Fund Balance -- July 1	<u>347,629.76</u>
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Fund Balance -- June 30	<u>\$ 1,023,965.82</u>
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Recapitulation:

Restricted for Capital Projects:	
Year-End Encumbrances	\$ 439,239.50
Designated for Subsequent Year's Expenditures	<u>584,726.32</u>
	<u>\$ 1,023,965.82</u>

TOWNSHIP OF WASHINGTON SCHOOL DISTRICT
CAPITAL PROJECTS FUND
Statement of Project Revenues, Expenditures, Project Balance and Project Status--Budgetary Basis
Washington Township High School - Air Conditioning / Security / Athletics / Storage
From Inception and for the Fiscal Year Ended June 30, 2011

	<u>Prior Years</u>	<u>Current Year</u>	<u>Totals</u>	<u>Revised Authorized Cost</u>
Revenues and Other Financing Sources				
State Sources--SCC/SDA Grant	\$ 3,345,967.00		\$ 3,345,967.00	\$ 3,345,967.00
Bond Proceeds and Transfers	<u>6,269,109.00</u>		<u>6,269,109.00</u>	<u>6,269,109.00</u>
Total Revenues	<u>9,615,076.00</u>	<u>-</u>	<u>9,615,076.00</u>	<u>9,615,076.00</u>
Expenditures and Other Financing Uses				
Other Purchased Professional and Technical Services	593,250.64	\$ (2,613.00)	590,637.64	699,822.60
Construction Services	<u>8,904,805.18</u>		<u>8,904,805.18</u>	<u>8,915,253.40</u>
Total Expenditures	<u>9,498,055.82</u>	<u>(2,613.00)</u>	<u>9,495,442.82</u>	<u>9,615,076.00</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>\$ 117,020.18</u>	<u>\$ 2,613.00</u>	<u>\$ 119,633.18</u>	<u>\$ -</u>

Additional Project Information:

Project Number	5500-010-05-1000
Grant Date	10-26-2004
Bond Authorization Date	3-16-2005
Bonds Authorized	\$ 16,271,000.00
Bonds Issued	\$ 16,271,000.00
Original Authorized Cost	\$ 9,615,076.00
Additional Authorized Cost	-
Revised Authorized Cost	\$ 9,615,076.00
Percentage Increase over Original Authorized Cost	-
Percentage Completion	98.76%
Original Target Completion Date	8-31-2006
Revised Target Completion Date	12-31-2011

TOWNSHIP OF WASHINGTON SCHOOL DISTRICT
CAPITAL PROJECTS FUND
 Statement of Project Revenues, Expenditures, Project Balance and Project Status--Budgetary Basis
 Chestnut Ridge Middle School - Air Conditioning
 From Inception and for the Fiscal Year Ended June 30, 2011

	<u>Prior Years</u>	<u>Current Year</u>	<u>Totals</u>	<u>Revised Authorized Cost</u>
Revenues and Other Financing Sources				
State Sources--SCC/SDA Grant	\$ 3,387,371.00		\$ 3,387,371.00	\$ 3,387,371.00
Bond Proceeds and Transfers	<u>3,127,423.00</u>		<u>3,127,423.00</u>	<u>3,127,423.00</u>
Total Revenues	<u>6,514,794.00</u>	<u>-</u>	<u>6,514,794.00</u>	<u>6,514,794.00</u>
Expenditures and Other Financing Uses				
Other Purchased Professional and Technical Services	351,175.74		351,175.74	351,175.74
Construction Services	<u>6,163,618.26</u>		<u>6,163,618.26</u>	<u>6,163,618.26</u>
Total Expenditures	<u>6,514,794.00</u>	<u>-</u>	<u>6,514,794.00</u>	<u>6,514,794.00</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

Additional Project Information:

Project Number	5500-026-04-00YS
Grant Date	03-04-2005
Bond Authorization Date	03-16-2005
Bonds Authorized	\$ 16,271,000.00
Bonds Issued	\$ 16,271,000.00
Original Authorized Cost	\$ 6,514,794.00
Additional Authorized Cost	-
Revised Authorized Cost	\$ 6,514,794.00
Percentage Increase over Original Authorized Cost	-
Percentage Completion	100.00%
Original Target Completion Date	10-31-2005
Revised Target Completion Date	10-31-2005

TOWNSHIP OF WASHINGTON SCHOOL DISTRICT
CAPITAL PROJECTS FUND
 Statement of Project Revenues, Expenditures, Project Balance and Project Status--Budgetary Basis
 Orchards Valley Middle School - Air Conditioning
 From Inception and for the Fiscal Year Ended June 30, 2011

	<u>Prior Years</u>	<u>Current Year</u>	<u>Totals</u>	<u>Revised Authorized Cost</u>
Revenues and Other Financing Sources				
State Sources--SCC/SDA Grant	\$ 3,387,371.00		\$ 3,387,371.00	\$ 3,387,371.00
Bond Proceeds and Transfers	<u>3,127,423.00</u>		<u>3,127,423.00</u>	<u>3,127,423.00</u>
 Total Revenues	 <u>6,514,794.00</u>	 <u>-</u>	 <u>6,514,794.00</u>	 <u>6,514,794.00</u>
Expenditures and Other Financing Uses				
Other Purchased Professional and Technical Services	332,173.53		332,173.53	332,173.53
Construction Services	<u>6,182,620.47</u>		<u>6,182,620.47</u>	<u>6,182,620.47</u>
 Total Expenditures	 <u>6,514,794.00</u>	 <u>-</u>	 <u>6,514,794.00</u>	 <u>6,514,794.00</u>
 Excess (Deficiency) of Revenues Over (Under) Expenditures	 <u>\$ -</u>	 <u>\$ -</u>	 <u>\$ -</u>	 <u>\$ -</u>

Additional Project Information:

Project Number	5500-026-04-00YT
Grant Date	03-04-2005
Bond Authorization Date	03-16-2005
Bonds Authorized	\$ 16,271,000.00
Bonds Issued	\$ 16,271,000.00
Original Authorized Cost	\$ 6,514,794.00
Additional Authorized Cost	-
Revised Authorized Cost	\$ 6,514,794.00
 Percentage Increase over Original Authorized Cost	 -
Percentage Completion	100.00%
Original Target Completion Date	10-31-2005
Revised Target Completion Date	10-31-2005

TOWNSHIP OF WASHINGTON SCHOOL DISTRICT
CAPITAL PROJECTS FUND
 Statement of Project Revenues, Expenditures, Project Balance and Project Status--Budgetary Basis
 Bells Elementary School - Air Conditioning / Security
 From Inception and for the Fiscal Year Ended June 30, 2011

	<u>Prior Years</u>	<u>Current Year</u>	<u>Totals</u>	<u>Revised Authorized Cost</u>
Revenues and Other Financing Sources				
State Sources--SCC/SDA Grant	\$ 965,244.00		\$ 965,244.00	\$ 965,244.00
Bond Proceeds and Transfers	<u>960,282.00</u>		<u>960,282.00</u>	<u>960,282.00</u>
Total Revenues	<u>1,925,526.00</u>	<u>-</u>	<u>1,925,526.00</u>	<u>1,925,526.00</u>
Expenditures and Other Financing Uses				
Other Purchased Professional and Technical Services	192,638.74		192,638.74	192,638.74
Construction Services	<u>1,732,592.88</u>		<u>1,732,592.88</u>	<u>1,732,887.26</u>
Total Expenditures	<u>1,925,231.62</u>	<u>-</u>	<u>1,925,231.62</u>	<u>1,925,526.00</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>\$ 294.38</u>	<u>\$ -</u>	<u>\$ 294.38</u>	<u>\$ -</u>

Additional Project Information:

Project Number	5500-025-05-1000
Grant Date	10-26-2004
Bond Authorization Date	03-16-2005
Bonds Authorized	\$ 16,271,000.00
Bonds Issued	\$ 16,271,000.00
Original Authorized Cost	\$ 1,925,526.00
Additional Authorized Cost	-
Revised Authorized Cost	\$ 1,925,526.00
Percentage Increase over Original Authorized Cost	-
Percentage Completion	99.98%
Original Target Completion Date	08-31-2006
Revised Target Completion Date	12-31-2008

TOWNSHIP OF WASHINGTON SCHOOL DISTRICT
CAPITAL PROJECTS FUND
Statement of Project Revenues, Expenditures, Project Balance and Project Status--Budgetary Basis
Birches Elementary School - Air Conditioning / Security
From Inception and for the Fiscal Year Ended June 30, 2011

	<u>Prior Years</u>	<u>Current Year</u>	<u>Totals</u>	<u>Revised Authorized Cost</u>
Revenues and Other Financing Sources				
State Sources--SCC/SDA Grant	\$ 965,244.00		\$ 965,244.00	\$ 965,244.00
Bond Proceeds and Transfers	960,282.00		960,282.00	960,282.00
Total Revenues	<u>1,925,526.00</u>	<u>-</u>	<u>1,925,526.00</u>	<u>1,925,526.00</u>
Expenditures and Other Financing Uses				
Other Purchased Professional and Technical Services	188,710.56		188,710.56	188,710.56
Construction Services	1,729,828.61		1,729,828.61	1,736,815.44
Total Expenditures	<u>1,918,539.17</u>	<u>-</u>	<u>1,918,539.17</u>	<u>1,925,526.00</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>\$ 6,986.83</u>	<u>\$ -</u>	<u>\$ 6,986.83</u>	<u>\$ -</u>

Additional Project Information:

Project Number	5500-027-05-1000
Grant Date	10-26-2004
Bond Authorization Date	03-16-2005
Bonds Authorized	\$ 16,271,000.00
Bonds Issued	\$ 16,271,000.00
Original Authorized Cost	\$ 1,925,526.00
Additional Authorized Cost	-
Revised Authorized Cost	\$ 1,925,526.00
Percentage Increase over Original Authorized Cost	-
Percentage Completion	99.64%
Original Target Completion Date	08-31-2006
Revised Target Completion Date	12-31-2008

TOWNSHIP OF WASHINGTON SCHOOL DISTRICT
CAPITAL PROJECTS FUND
Statement of Project Revenues, Expenditures, Project Balance and Project Status--Budgetary Basis
Wedgewood Elementary School - Air Conditioning / Security
From Inception and for the Fiscal Year Ended June 30, 2011

	<u>Prior Years</u>	<u>Current Year</u>	<u>Totals</u>	<u>Revised Authorized Cost</u>
Revenues and Other Financing Sources				
State Sources--SCC/SDA Grant	\$ 859,321.00		\$ 859,321.00	\$ 859,321.00
Bond Proceeds and Transfers	866,280.00		866,280.00	866,280.00
Total Revenues	<u>1,725,601.00</u>	<u>-</u>	<u>1,725,601.00</u>	<u>1,725,601.00</u>
Expenditures and Other Financing Uses				
Other Purchased Professional and Technical Services	206,988.51		206,988.51	206,988.51
Construction Services	1,514,953.18		1,514,953.18	1,518,612.49
Total Expenditures	<u>1,721,941.69</u>	<u>-</u>	<u>1,721,941.69</u>	<u>1,725,601.00</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>\$ 3,659.31</u>	<u>\$ -</u>	<u>\$ 3,659.31</u>	<u>\$ -</u>

Additional Project Information:

Project Number	5500-060-05-1000
Grant Date	10-26-2004
Bond Authorization Date	03-16-2005
Bonds Authorized	\$ 16,271,000.00
Bonds Issued	\$ 16,271,000.00
Original Authorized Cost	\$ 1,725,600.00
Additional Authorized Cost	-
Revised Authorized Cost	\$ 1,725,600.00
Percentage Increase over Original Authorized Cost	-
Percentage Completion	99.79%
Original Target Completion Date	08-31-2006
Revised Target Completion Date	12-31-2008

TOWNSHIP OF WASHINGTON SCHOOL DISTRICT
CAPITAL PROJECTS FUND
Statement of Project Revenues, Expenditures, Project Balance and Project Status--Budgetary Basis
Whitman Elementary School - Air Conditioning / Security
From Inception and for the Fiscal Year Ended June 30, 2011

	<u>Prior Years</u>	<u>Current Year</u>	<u>Totals</u>	<u>Revised Authorized Cost</u>
Revenues and Other Financing Sources				
State Sources--SCC/SDA Grant	\$ 965,244.00		\$ 965,244.00	\$ 965,244.00
Bond Proceeds and Transfers	960,282.00		960,282.00	960,282.00
Total Revenues	<u>1,925,526.00</u>	<u>-</u>	<u>1,925,526.00</u>	<u>1,925,526.00</u>
Expenditures and Other Financing Uses				
Other Purchased Professional and Technical Services	189,453.55		189,453.55	189,453.55
Construction Services	1,727,749.85		1,727,749.85	1,736,072.45
Total Expenditures	<u>1,917,203.40</u>	<u>-</u>	<u>1,917,203.40</u>	<u>1,925,526.00</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>\$ 8,322.60</u>	<u>\$ -</u>	<u>\$ 8,322.60</u>	<u>\$ -</u>

Additional Project Information:

Project Number	5500-070-05-1000
Grant Date	10-26-2004
Bond Authorization Date	03-16-2005
Bonds Authorized	\$ 16,271,000.00
Bonds Issued	\$ 16,271,000.00
Original Authorized Cost	\$ 1,925,526.00
Additional Authorized Cost	-
Revised Authorized Cost	\$ 1,925,526.00
Percentage Increase over Original Authorized Cost	-
Percentage Completion	99.57%
Original Target Completion Date	08-31-2006
Revised Target Completion Date	12-31-2008

TOWNSHIP OF WASHINGTON SCHOOL DISTRICT
CAPITAL PROJECTS FUND
Statement of Project Revenues, Expenditures, Project Balance and Project Status--Budgetary Basis
Wedgewood Elementary School - Roof Reconstruction
From Inception and for the Fiscal Year Ended June 30, 2011

	<u>Prior Years</u>	<u>Current Year</u>	<u>Totals</u>	<u>Revised Authorized Cost</u>
Revenues and Other Financing Sources				
State Sources--SCC/SDA Grant	\$ 127,800.00		\$ 127,800.00	\$ 127,800.00
Transfer from Capital Outlay	114,389.00		114,389.00	114,389.00
Total Revenues	<u>242,189.00</u>	<u>-</u>	<u>242,189.00</u>	<u>242,189.00</u>
Expenditures and Other Financing Uses				
Other Purchased Professional and Technical Services	1,564.00		1,564.00	1,564.00
Construction Services	239,350.00		239,350.00	240,625.00
Total Expenditures	<u>240,914.00</u>	<u>-</u>	<u>240,914.00</u>	<u>242,189.00</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>\$ 1,275.00</u>	<u>\$ -</u>	<u>\$ 1,275.00</u>	<u>\$ -</u>

Additional Project Information:

Project Number	5500-060-05-2000
Grant Date	07-27-2005
Bond Authorization Date	N/A
Bonds Authorized	N/A
Bonds Issued	N/A
Original Authorized Cost	\$ 323,276.00
Additional Authorized Cost	(81,087.00)
Revised Authorized Cost	\$ 242,189.00
Percentage Increase over Original Authorized Cost	-
Percentage Completion	99.47%
Original Target Completion Date	01-02-2006
Revised Target Completion Date	12-31-2008

TOWNSHIP OF WASHINGTON SCHOOL DISTRICT
CAPITAL PROJECTS FUND
Statement of Project Revenues, Expenditures, Project Balance and Project Status--Budgetary Basis
Washington Township High School - Roof
From Inception and for the Fiscal Year Ended June 30, 2011

	<u>Prior Years</u>	<u>Current Year</u>	<u>Totals</u>	<u>Revised Authorized Cost</u>
Revenues and Other Financing Sources				
State Sources--SCC/SDA Grant	\$ 104,999.00		\$ 104,999.00	\$ 104,999.00
Transfer from Capital Outlay	98,790.00		98,790.00	98,790.00
Total Revenues	203,789.00	-	203,789.00	203,789.00
Expenditures and Other Financing Uses				
Other Purchased Professional and Technical Services	12,033.17		12,033.17	12,033.17
Construction Services	143,260.00		143,260.00	191,755.83
Total Expenditures	155,293.17	-	155,293.17	203,789.00
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>\$ 48,495.83</u>	<u>\$ -</u>	<u>\$ 48,495.83</u>	<u>\$ -</u>

Additional Project Information:

Project Number	5500-010-05-3000
Grant Date	07-27-2005
Bond Authorization Date	N/A
Bonds Authorized	N/A
Bonds Issued	N/A
Original Authorized Cost	\$ 205,791.00
Additional Authorized Cost	(2,002.00)
Revised Authorized Cost	\$ 203,789.00
Percentage Increase over Original Authorized Cost	-
Percentage Completion	76.20%
Original Target Completion Date	01-02-2006
Revised Target Completion Date	12-31-2008

TOWNSHIP OF WASHINGTON SCHOOL DISTRICT
CAPITAL PROJECTS FUND
Statement of Project Revenues, Expenditures, Project Balance and Project Status--Budgetary Basis
Washington Township High School - Science Labs
From Inception and for the Fiscal Year Ended June 30, 2011

	<u>Prior Years</u>	<u>Current Year</u>	<u>Totals</u>	<u>Revised Authorized Cost</u>
Revenues and Other Financing Sources				
State Sources--SCC/SDA Grant	\$ 430,963.00		\$ 430,963.00	\$ 430,963.00
Transfer from Capital Reserve	397,890.00		397,890.00	397,890.00
Total Revenues	<u>828,853.00</u>	<u>-</u>	<u>828,853.00</u>	<u>828,853.00</u>
Expenditures and Other Financing Uses				
Other Purchased Professional and Technical Services	83,053.26		83,053.26	83,053.26
Construction Services	661,159.93	\$ 5,886.50	667,046.43	745,799.74
Total Expenditures	<u>744,213.19</u>	<u>5,886.50</u>	<u>750,099.69</u>	<u>828,853.00</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>\$ 84,639.81</u>	<u>\$ (5,886.50)</u>	<u>\$ 78,753.31</u>	<u>\$ -</u>

Additional Project Information:

Project Number	5500-010-05-2000
Grant Date	12-22-2005
Bond Authorization Date	N/A
Bonds Authorized	N/A
Bonds Issued	N/A
Original Authorized Cost	\$ 1,002,706.00
Additional Authorized Cost	(173,853.00)
Revised Authorized Cost	\$ 828,853.00
Percentage Increase over Original Authorized Cost	-
Percentage Completion	90.50%
Original Target Completion Date	08-25-2006
Revised Target Completion Date	12-31-2010

TOWNSHIP OF WASHINGTON SCHOOL DISTRICT
CAPITAL PROJECTS FUND
Statement of Project Revenues, Expenditures, Project Balance and Project Status--Budgetary Basis
Washington Township High School - Security Cameras
From Inception and for the Fiscal Year Ended June 30, 2011

	<u>Prior Years</u>	<u>Current Year</u>	<u>Totals</u>	<u>Revised Authorized Cost</u>
Revenues and Other Financing Sources				
Transfer from Capital Reserve	\$ 173,310.00	-	\$ 173,310.00	\$ 173,310.00
Total Revenues	173,310.00	-	173,310.00	173,310.00
Expenditures and Other Financing Uses				
Other Purchased Professional and Technical Services	16,539.82	-	16,539.82	16,539.82
Construction Services	116,213.00	-	116,213.00	156,770.18
Total Expenditures	132,752.82	-	132,752.82	173,310.00
Excess (Deficiency) of Revenues Over (Under) Expenditures	\$ 40,557.18	\$ -	\$ 40,557.18	\$ -

Additional Project Information:

Project Number	N/A
Grant Date	N/A
Bond Authorization Date	N/A
Bonds Authorized	N/A
Bonds Issued	N/A
Original Authorized Cost	\$ 173,310.00
Additional Authorized Cost	-
Revised Authorized Cost	\$ 173,310.00
Percentage Increase over Original Authorized Cost	-
Percentage Completion	76.60%
Original Target Completion Date	08-31-2006
Revised Target Completion Date	12-31-2008

TOWNSHIP OF WASHINGTON SCHOOL DISTRICT
CAPITAL PROJECTS FUND
Statement of Project Revenues, Expenditures, Project Balance and Project Status--Budgetary Basis
Washington Township High School - Classroom Renovations
From Inception and for the Fiscal Year Ended June 30, 2011

	<u>Prior Years</u>	<u>Current Year</u>	<u>Totals</u>	<u>Revised Authorized Cost</u>
Revenues and Other Financing Sources				
Transfer from Capital Reserve	\$ 124,459.70	\$ (7,955.40)	\$ 116,504.30	\$ 116,504.30
Total Revenues	<u>124,459.70</u>	<u>(7,955.40)</u>	<u>116,504.30</u>	<u>116,504.30</u>
Expenditures and Other Financing Uses				
Construction Services	<u>116,504.30</u>	<u> </u>	<u>116,504.30</u>	<u>116,504.30</u>
Total Expenditures	<u>116,504.30</u>	<u>-</u>	<u>116,504.30</u>	<u>116,504.30</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>\$ 7,955.40</u>	<u>\$ (7,955.40)</u>	<u>\$ -</u>	<u>\$ -</u>

Additional Project Information:

Project Number	N/A
Grant Date	N/A
Bond Authorization Date	N/A
Bonds Authorized	N/A
Bonds Issued	N/A
Original Authorized Cost	\$ 112,000.00
Additional Authorized Cost	4,504.30
Revised Authorized Cost	\$ 116,504.30
Percentage Increase over Original Authorized Cost	4.02%
Percentage Completion	100.00%
Original Target Completion Date	09-01-2006
Revised Target Completion Date	12-31-2008

TOWNSHIP OF WASHINGTON SCHOOL DISTRICT
CAPITAL PROJECTS FUND
Statement of Project Revenues, Expenditures, Project Balance and Project Status--Budgetary Basis
Asphalt Repair and Replacement
From Inception and for the Fiscal Year Ended June 30, 2011

	<u>Prior Years</u>	<u>Current Year</u>	<u>Totals</u>	<u>Revised Authorized Cost</u>
Revenues and Other Financing Sources				
Bond Proceeds and Transfers		\$ (11,470.00)	\$ (11,470.00)	\$ (11,470.00)
Transfer from Capital Reserve	\$ 40,000.00		40,000.00	40,000.00
Total Revenues	40,000.00	(11,470.00)	28,530.00	28,530.00
Expenditures and Other Financing Uses				
Construction Services	28,530.00		28,530.00	28,530.00
Total Expenditures	28,530.00	-	28,530.00	28,530.00
Excess (Deficiency) of Revenues Over (Under) Expenditures	\$ 11,470.00	\$ (11,470.00)	\$ -	\$ -

Additional Project Information:

Project Number	N/A
Grant Date	N/A
Bond Authorization Date	N/A
Bonds Authorized	N/A
Bonds Issued	N/A
Original Authorized Cost	\$ 40,000.00
Additional Authorized Cost	(11,470.00)
Revised Authorized Cost	\$ 28,530.00
Percentage Increase over Original Authorized Cost	-
Percentage Completion	100.00%
Original Target Completion Date	06-30-2010
Revised Target Completion Date	N/A

TOWNSHIP OF WASHINGTON SCHOOL DISTRICT
CAPITAL PROJECTS FUND
Statement of Project Revenues, Expenditures, Project Balance and Project Status--Budgetary Basis
Asbestos Abatement
From Inception and for the Fiscal Year Ended June 30, 2011

	<u>Prior Years</u>	<u>Current Year</u>	<u>Totals</u>	<u>Revised Authorized Cost</u>
Revenues and Other Financing Sources				
Bond Proceeds and Transfers		\$ (9,523.50)	\$ (9,523.50)	\$ (9,523.50)
Transfer from Capital Reserve	\$ 41,000.00		41,000.00	41,000.00
Total Revenues	41,000.00	(9,523.50)	31,476.50	31,476.50
Expenditures and Other Financing Uses				
Construction Services	31,476.50		31,476.50	31,476.50
Total Expenditures	31,476.50	-	31,476.50	31,476.50
Excess (Deficiency) of Revenues Over (Under) Expenditures	\$ 9,523.50	\$ (9,523.50)	\$ -	\$ -

Additional Project Information:

Project Number	N/A
Grant Date	N/A
Bond Authorization Date	N/A
Bonds Authorized	N/A
Bonds Issued	N/A
Original Authorized Cost	\$ 41,000.00
Additional Authorized Cost	(9,523.50)
Revised Authorized Cost	\$ 31,476.50
Percentage Increase over Original Authorized Cost	-
Percentage Completion	100.00%
Original Target Completion Date	06-30-2010
Revised Target Completion Date	N/A

TOWNSHIP OF WASHINGTON SCHOOL DISTRICT
CAPITAL PROJECTS FUND
Statement of Project Revenues, Expenditures, Project Balance and Project Status--Budgetary Basis
Washington Township High School - Roof
From Inception and for the Fiscal Year Ended June 30, 2011

	<u>Prior Years</u>	<u>Current Year</u>	<u>Totals</u>	<u>Revised Authorized Cost</u>
Revenues and Other Financing Sources				
State Sources--SCC/SDA Grant	\$ 229,824.00		\$ 229,824.00	\$ 229,824.00
Transfer from Capital Reserve	320,007.00		320,007.00	320,007.00
Total Revenues	549,831.00	-	549,831.00	549,831.00
Expenditures and Other Financing Uses				
Other Purchased Professional and Technical Services	17,976.75		17,976.75	22,406.00
Construction Services	524,424.51		524,424.51	527,425.00
Total Expenditures	542,401.26	-	542,401.26	549,831.00
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>\$ 7,429.74</u>	<u>\$ -</u>	<u>\$ 7,429.74</u>	<u>\$ -</u>

Additional Project Information:

Project Number	5500-010-09-1001
Grant Date	7-31-2009
Bond Authorization Date	N/A
Bonds Authorized	N/A
Bonds Issued	N/A
Original Authorized Cost	\$ 549,831.00
Additional Authorized Cost	-
Revised Authorized Cost	\$ 549,831.00
Percentage Increase over Original Authorized Cost	-
Percentage Completion	98.65%
Original Target Completion Date	12-31-2010
Revised Target Completion Date	12-31-2011

TOWNSHIP OF WASHINGTON SCHOOL DISTRICT
CAPITAL PROJECTS FUND
Statement of Project Revenues, Expenditures, Project Balance and Project Status--Budgetary Basis
Washington Township High School - High Jump
From Inception and for the Fiscal Year Ended June 30, 2011

	<u>Prior Years</u>	<u>Current Year</u>	<u>Totals</u>	<u>Revised Authorized Cost</u>
Revenues and Other Financing Sources				
Bond Proceeds and Transfers		\$ 38,875.00	\$ 38,875.00	\$ 38,875.00
Transfer from Capital Reserve		60,000.00	60,000.00	60,000.00
Total Revenues	-	98,875.00	98,875.00	98,875.00
Expenditures and Other Financing Uses				
Construction Services		92,887.60	92,887.60	98,875.00
Total Expenditures	-	92,887.60	92,887.60	98,875.00
Excess (Deficiency) of Revenues Over (Under) Expenditures	\$ -	\$ 5,987.40	\$ 5,987.40	\$ -

Additional Project Information:

Project Number	Unavailable
Grant Date	N/A
Bond Authorization Date	N/A
Bonds Authorized	N/A
Bonds Issued	N/A
Original Authorized Cost	\$ 60,000.00
Additional Authorized Cost	38,875.00
Revised Authorized Cost	\$ 98,875.00
Percentage Increase over Original Authorized Cost	64.79%
Percentage Completion	93.94%
Original Target Completion Date	12-31-2010
Revised Target Completion Date	N/A

TOWNSHIP OF WASHINGTON SCHOOL DISTRICT
CAPITAL PROJECTS FUND
Statement of Project Revenues, Expenditures, Project Balance and Project Status--Budgetary Basis
Asbestos Abatement
From Inception and for the Fiscal Year Ended June 30, 2011

	<u>Prior Years</u>	<u>Current Year</u>	<u>Totals</u>	<u>Revised Authorized Cost</u>
Revenues and Other Financing Sources				
State Sources--SCC/SDA Grant		\$ 60,640.00	\$ 60,640.00	\$ 60,640.00
Bond Proceeds and Transfers		(9,054.00)	(9,054.00)	(9,054.00)
Transfer from Capital Reserve		90,000.00	90,000.00	90,000.00
Total Revenues	-	141,586.00	141,586.00	141,586.00
Expenditures and Other Financing Uses				
Other Purchased Professional and Technical Services		3,161.56	3,161.56	5,000.00
Construction Services		3,089.91	3,089.91	136,586.00
Total Expenditures	-	6,251.47	6,251.47	141,586.00
Excess (Deficiency) of Revenues Over (Under) Expenditures	\$ -	\$ 135,334.53	\$ 135,334.53	\$ -

Additional Project Information:

Project Number	Various
Grant Date	12-23-2010
Bond Authorization Date	N/A
Bonds Authorized	N/A
Bonds Issued	N/A
Original Authorized Cost	\$ 150,640.00
Additional Authorized Cost	(9,054.00)
Revised Authorized Cost	\$ 141,586.00
Percentage Increase over Original Authorized Cost	-
Percentage Completion	4.42%
Original Target Completion Date	12-31-2010
Revised Target Completion Date	N/A

TOWNSHIP OF WASHINGTON SCHOOL DISTRICT
CAPITAL PROJECTS FUND
Statement of Project Revenues, Expenditures, Project Balance and Project Status--Budgetary Basis
Washington Township High School - Classroom Renovations
From Inception and for the Fiscal Year Ended June 30, 2011

	<u>Prior Years</u>	<u>Current Year</u>	<u>Totals</u>	<u>Revised Authorized Cost</u>
Revenues and Other Financing Sources				
State Sources--SCC/SDA Grant		\$ 54,412.00	\$ 54,412.00	\$ 54,412.00
Transfer from Capital Reserve		80,755.00	80,755.00	80,755.00
Total Revenues	-	135,167.00	135,167.00	135,167.00
Expenditures and Other Financing Uses				
Other Purchased Professional and Technical Services		8,453.43	8,453.43	71,106.00
Construction Services				64,061.00
Total Expenditures	-	8,453.43	8,453.43	135,167.00
Excess (Deficiency) of Revenues Over (Under) Expenditures	\$ -	\$ 126,713.57	\$ 126,713.57	\$ -

Additional Project Information:

Project Number	5500-010-10-G1AB
Grant Date	12-23-2010
Bond Authorization Date	N/A
Bonds Authorized	N/A
Bonds Issued	N/A
Original Authorized Cost	\$ 135,167.00
Additional Authorized Cost	-
Revised Authorized Cost	\$ 135,167.00
Percentage Increase over Original Authorized Cost	-
Percentage Completion	6.25%
Original Target Completion Date	12-31-2010
Revised Target Completion Date	N/A

TOWNSHIP OF WASHINGTON SCHOOL DISTRICT
CAPITAL PROJECTS FUND
Statement of Project Revenues, Expenditures, Project Balance and Project Status--Budgetary Basis
Washington Township High School - Overhangs
From Inception and for the Fiscal Year Ended June 30, 2011

	<u>Prior Years</u>	<u>Current Year</u>	<u>Totals</u>	<u>Revised Authorized Cost</u>
Revenues and Other Financing Sources				
State Sources--SCC/SDA Grant		\$ 14,877.00	\$ 14,877.00	\$ 14,877.00
Bond Proceeds and Transfers		4,420.00	4,420.00	4,420.00
Transfer from Capital Reserve		22,080.00	22,080.00	22,080.00
	-----	-----	-----	-----
Total Revenues	-	41,377.00	41,377.00	41,377.00
Expenditures and Other Financing Uses				
Construction Services		26,500.00	26,500.00	41,377.00
	-----	-----	-----	-----
Total Expenditures	-	26,500.00	26,500.00	41,377.00
Excess (Deficiency) of Revenues Over (Under) Expenditures				
	\$ -	\$ 14,877.00	\$ 14,877.00	\$ -
	=====	=====	=====	=====

Additional Project Information:

Project Number	5500-010-10-G1AD
Grant Date	12-23-2010
Bond Authorization Date	N/A
Bonds Authorized	N/A
Bonds Issued	N/A
Original Authorized Cost	\$ 36,957.00
Additional Authorized Cost	4,420.00
Revised Authorized Cost	\$ 41,377.00
Percentage Increase over Original Authorized Cost	11.96%
Percentage Completion	64.05%
Original Target Completion Date	12-31-2010
Revised Target Completion Date	N/A

TOWNSHIP OF WASHINGTON SCHOOL DISTRICT
CAPITAL PROJECTS FUND
Statement of Project Revenues, Expenditures, Project Balance and Project Status--Budgetary Basis
Whitman Elementary School - Asphalt Repair and Replacement
From Inception and for the Fiscal Year Ended June 30, 2011

	<u>Prior Years</u>	<u>Current Year</u>	<u>Totals</u>	<u>Revised Authorized Cost</u>
Revenues and Other Financing Sources				
Bond Proceeds and Transfers		\$ (22,847.50)	\$ (22,847.50)	\$ (22,847.50)
Transfer from Capital Reserve		85,236.00	85,236.00	85,236.00
Total Revenues	-	62,388.50	62,388.50	62,388.50
Expenditures and Other Financing Uses				
Construction Services		55,037.30	55,037.30	62,388.50
Total Expenditures	-	55,037.30	55,037.30	62,388.50
Excess (Deficiency) of Revenues Over (Under) Expenditures	\$ -	\$ 7,351.20	\$ 7,351.20	\$ -

Additional Project Information:

Project Number	N/A
Grant Date	N/A
Bond Authorization Date	N/A
Bonds Authorized	N/A
Bonds Issued	N/A
Original Authorized Cost	\$ 85,236.00
Additional Authorized Cost	(22,847.50)
Revised Authorized Cost	\$ 62,388.50
Percentage Increase over Original Authorized Cost	-
Percentage Completion	88.22%
Original Target Completion Date	12-31-2010
Revised Target Completion Date	N/A

TOWNSHIP OF WASHINGTON SCHOOL DISTRICT
CAPITAL PROJECTS FUND
Statement of Project Revenues, Expenditures, Project Balance and Project Status--Budgetary Basis
Washington Township High School - Handicap Ramp
From Inception and for the Fiscal Year Ended June 30, 2011

	<u>Prior Years</u>	<u>Current Year</u>	<u>Totals</u>	<u>Revised Authorized Cost</u>
Revenues and Other Financing Sources				
Bond Proceeds and Transfers		\$ 9,600.00	\$ 9,600.00	\$ 9,600.00
Transfer from Capital Reserve		30,000.00	30,000.00	30,000.00
Total Revenues	-	39,600.00	39,600.00	39,600.00
Expenditures and Other Financing Uses				
Construction Services		39,600.00	39,600.00	39,600.00
Total Expenditures	-	39,600.00	39,600.00	39,600.00
Excess (Deficiency) of Revenues Over (Under) Expenditures	\$ -	\$ -	\$ -	\$ -

Additional Project Information:

Project Number	N/A
Grant Date	N/A
Bond Authorization Date	N/A
Bonds Authorized	N/A
Bonds Issued	N/A
Original Authorized Cost	\$ 30,000.00
Additional Authorized Cost	9,600.00
Revised Authorized Cost	\$ 39,600.00
Percentage Increase over Original Authorized Cost	32.00%
Percentage Completion	100.00%
Original Target Completion Date	12-31-2010
Revised Target Completion Date	N/A

TOWNSHIP OF WASHINGTON SCHOOL DISTRICT
CAPITAL PROJECTS FUND
Statement of Project Revenues, Expenditures, Project Balance and Project Status--Budgetary Basis
Washington Township High School - Roof
From Inception and for the Fiscal Year Ended June 30, 2011

	<u>Prior Years</u>	<u>Current Year</u>	<u>Totals</u>	<u>Revised Authorized Cost</u>
Revenues and Other Financing Sources				
State Sources--SCC/SDA Grant		\$ 235,754.00	\$ 235,754.00	\$ 235,754.00
Transfer from Capital Outlay		350,000.00	350,000.00	350,000.00
Total Revenues	-	585,754.00	585,754.00	585,754.00
Expenditures and Other Financing Uses				
Other Purchased Professional and Technical Services		21,187.74	21,187.74	74,864.00
Construction Services		146,271.50	146,271.50	510,890.00
Total Expenditures	-	167,459.24	167,459.24	585,754.00
Excess (Deficiency) of Revenues Over (Under) Expenditures	\$ -	\$ 418,294.76	\$ 418,294.76	\$ -

Additional Project Information:

Project Number	5500-010-10-G1AF
Grant Date	12-23-2010
Bond Authorization Date	N/A
Bonds Authorized	N/A
Bonds Issued	N/A
Original Authorized Cost	\$ 585,754.00
Additional Authorized Cost	-
Revised Authorized Cost	\$ 585,754.00
Percentage Increase over Original Authorized Cost	-
Percentage Completion	28.59%
Original Target Completion Date	12-31-2011
Revised Target Completion Date	N/A

PROPRIETARY FUNDS

TOWNSHIP OF WASHINGTON SCHOOL DISTRICT
ENTERPRISE FUNDS
 Combining Statement of Net Assets
 June 30, 2011

		<u>Food Service</u>	<u>Child Care Program</u>	<u>Tele- Comm</u>	<u>Center for the Performing Arts</u>	<u>Drivers Education</u>	<u>Total</u>
ASSETS:							
Current Assets:							
Cash and Cash Equivalents	\$	452,358.93	\$ 241,196.43	\$ 9,935.34	\$ 4,774.04	\$ 130,008.87	\$ 838,273.61
Accounts Receivable:							
State		2,306.10					2,306.10
Federal		28,955.58					28,955.58
Other		5,735.07		450.00	36,051.43		42,236.50
Interfund Accounts Receivable			45,128.20		617.19		45,745.39
Inventories		67,460.56					67,460.56
Total Current Assets		<u>556,816.24</u>	<u>286,324.63</u>	<u>10,385.34</u>	<u>41,442.66</u>	<u>130,008.87</u>	<u>1,024,977.74</u>
Noncurrent Assets:							
Furniture, Machinery and Equipment		1,440,466.47	8,735.45		76,617.17	43,752.00	1,569,571.09
Less Accumulated Depreciation		<u>(1,132,680.05)</u>	<u>(3,481.98)</u>		<u>(24,865.82)</u>	<u>(15,039.75)</u>	<u>(1,176,067.60)</u>
Total Noncurrent Assets		<u>307,786.42</u>	<u>5,253.47</u>	<u>-</u>	<u>51,751.35</u>	<u>28,712.25</u>	<u>393,503.49</u>
Total Assets		<u>864,602.66</u>	<u>291,578.10</u>	<u>10,385.34</u>	<u>93,194.01</u>	<u>158,721.12</u>	<u>1,418,481.23</u>

TOWNSHIP OF WASHINGTON SCHOOL DISTRICT
ENTERPRISE FUNDS
 Combining Statement of Net Assets
 June 30, 2011

	<u>Food Service</u>	<u>Child Care Program</u>	<u>Tele- Comm</u>	<u>Center for the Performing Arts</u>	<u>Drivers Education</u>	<u>Total</u>
LIABILITIES:						
Current Liabilities:						
Compensated Absences Payable	\$ 45,790.35					\$ 45,790.35
Accounts Payable	528.77	\$ 344.50		\$ 3,819.91	\$ 411.58	5,104.76
Interfund Accounts Payable		56,701.08	\$ 3,891.56	71,485.41		132,078.05
Accrued Salaries and Benefits		3,196.89	2,026.53	6,450.17	5,934.00	17,607.59
Deposits Payable				1,657.50	225.00	1,882.50
Deferred Revenue	66,313.70					66,313.70
Total Current Liabilities	<u>112,632.82</u>	<u>60,242.47</u>	<u>5,918.09</u>	<u>83,412.99</u>	<u>6,570.58</u>	<u>268,776.95</u>
Noncurrent Liabilities:						
Compensated Absences Payable	193,364.28	-	-	1,737.83	-	195,102.11
Total Liabilities	<u>305,997.10</u>	<u>60,242.47</u>	<u>5,918.09</u>	<u>85,150.82</u>	<u>6,570.58</u>	<u>463,879.06</u>
NET ASSETS:						
Invested in Capital Assets, Net of Related Debt	\$ 307,786.42	\$ 5,253.47		\$ 51,751.35	\$ 28,712.25	\$ 393,503.49
Unrestricted	250,819.14	226,082.16	\$ 4,467.25	(43,708.16)	123,438.29	561,098.68
Total Net Assets	<u>\$ 558,605.56</u>	<u>\$ 231,335.63</u>	<u>\$ 4,467.25</u>	<u>\$ 8,043.19</u>	<u>\$ 152,150.54</u>	<u>\$ 954,602.17</u>

TOWNSHIP OF WASHINGTON SCHOOL DISTRICT
ENTERPRISE FUNDS

Combining Statement of Revenues, Expenses and Changes in Fund Net Assets
For the Fiscal Year Ended June 30, 2011

	<u>Food Service</u>	<u>Child Care Program</u>	<u>Tele- Comm</u>	<u>Center for the Performing Arts</u>	<u>Drivers Education</u>	<u>Total</u>
OPERATING REVENUES:						
Charges for Services:						
Daily Sales - Reimbursable Programs	\$ 1,255,216.60					\$ 1,255,216.60
Daily Sales - Non-Reimbursable Programs	676,860.04					676,860.04
Other Activity Income			\$ 14,270.00			14,270.00
Admissions				\$ 244,047.40		244,047.40
Special Functions						78,117.83
Tuition	78,117.83					78,117.83
Rentals		\$ 148,200.16				148,200.16
Registration				101,795.93		101,795.93
Miscellaneous	16,596.04			34,066.32	\$ 69,985.00	69,985.00
Total Operating Revenues	<u>2,026,790.51</u>	<u>148,200.16</u>	<u>14,270.00</u>	<u>379,909.65</u>	<u>69,985.00</u>	<u>2,639,155.32</u>
OPERATING EXPENSES:						
Salaries	1,340,705.60			81,067.44		1,558,796.61
Employee Benefits	862,894.49		11,026.46	1,737.83		864,632.32
Repairs and Maintenance	49,675.48			2,193.91	4,802.40	56,671.79
Other Purchased Services				253,619.95	300.00	253,919.95
Communications/Telephone				28,287.11		28,287.11
General Supplies	55,293.89	8,144.79		641.81		64,080.49
Depreciation	61,042.35	450.28		4,146.93	5,469.00	71,108.56
Cost of Sales	1,063,968.27					1,063,968.27
Miscellaneous	27,835.61	872.41		102.73		28,810.75
Total Operating Expenses	<u>3,461,415.69</u>	<u>81,667.59</u>	<u>11,026.46</u>	<u>371,797.71</u>	<u>64,368.40</u>	<u>3,990,275.85</u>
Operating Income (Loss)	<u>(1,434,625.18)</u>	<u>66,532.57</u>	<u>3,243.54</u>	<u>8,111.94</u>	<u>5,616.60</u>	<u>(1,351,120.53)</u>

(Continued)

TOWNSHIP OF WASHINGTON SCHOOL DISTRICT
ENTERPRISE FUNDS

Combining Statement of Revenues, Expenses and Changes in Fund Net Assets
For the Fiscal Year Ended June 30, 2011

	<u>Food Service</u>	<u>Child Care Program</u>	<u>Tele-Comm</u>	<u>Center for the Performing Arts</u>	<u>Drivers Education</u>	<u>Total</u>
NONOPERATING REVENUES (EXPENSES):						
State Sources:						
State School Lunch Program	\$ 23,929.64					\$ 23,929.64
Federal Sources:						
National School Lunch Program	623,757.33					623,757.33
Food Distribution Program	107,409.51					107,409.51
Interest and Investment Revenue	1,894.17			\$ 22.26		1,916.43
Total Nonoperating Revenues (Expenses)	<u>756,990.65</u>	<u>-</u>	<u>-</u>	<u>22.26</u>	<u>-</u>	<u>757,012.91</u>
Income (Loss) before Contributions and Transfers	(677,634.53)	\$ 66,532.57	\$ 3,243.54	8,134.20	\$ 5,616.60	(594,107.62)
Cancellation of Accounts Receivable				(20,227.49)		(20,227.49)
Transfer In - General Fund	801,131.01	-	-	-	-	801,131.01
Total Contributions and Transfers	801,131.01	-	-	(20,227.49)	-	780,903.52
Change in Net Assets	123,496.48	66,532.57	3,243.54	(12,093.29)	5,616.60	186,795.90
Net Assets -- July 1	435,109.08	164,803.06	1,223.71	20,136.48	146,533.94	767,806.27
Net Assets -- June 30	<u>\$ 558,605.56</u>	<u>\$ 231,335.63</u>	<u>\$ 4,467.25</u>	<u>\$ 8,043.19</u>	<u>\$ 152,150.54</u>	<u>\$ 954,602.17</u>

TOWNSHIP OF WASHINGTON SCHOOL DISTRICT
ENTERPRISE FUNDS
 Combining Statement of Cash Flows
 For the Fiscal Year Ended June 30, 2011

	Food Service	Child Care Program	Tele-Comm	Center for the Performing Arts	Drivers Education	Totals
CASH FLOWS FROM OPERATING ACTIVITIES:						
Receipts from Customers	\$ 2,032,727.89	\$ 148,200.16	\$ 15,015.00	\$ 353,618.62	\$ 69,985.00	\$ 2,619,546.67
Payments to Employees	(1,349,717.80)	(59,067.08)	(9,832.43)	(77,105.19)	(54,458.35)	(1,550,180.85)
Payments for Employee Benefits	(862,894.49)					(862,894.49)
Payments to Suppliers	(1,194,509.02)	(8,672.70)		(328,166.48)	(4,690.82)	(1,536,039.02)
Net Cash Provided by (used for) Operating Activities	(1,374,393.42)	80,460.38	5,182.57	(51,653.05)	10,835.83	(1,329,567.69)
CASH FLOWS FROM NON-CAPITAL FINANCING ACTIVITIES:						
State Sources	24,484.54					24,484.54
Federal Sources	744,264.70					744,264.70
Transfers from Other Funds						48,984.81
Operating Subsidies and Transfers to Other Funds	718,274.08	(45,155.20)		(3,776.94)		669,341.94
Net Cash Provided by (used for) Non-Capital Financing Activities	1,487,023.32	(45,155.20)		45,207.87		1,487,075.99
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:						
Purchases of Capital Assets	-			(18,218.00)		(18,218.00)
Net Cash Used for Capital and Related Financing Activities	-			(18,218.00)		(18,218.00)
CASH FLOWS FROM INVESTING ACTIVITIES:						
Interest and Dividends	1,894.17			22.26		1,916.43
Net Cash Provided by (used for) Investing Activities	1,894.17			22.26		1,916.43
Net Increase (Decrease) in Cash and Cash Equivalents	114,524.07	35,305.18	5,182.57	(24,640.92)	10,835.83	141,206.73
Cash and Cash Equivalents -- July 1	337,834.86	205,891.25	4,752.77	29,414.96	119,173.04	697,066.88
Cash and Equivalents -- June 30	\$ 452,358.93	\$ 241,196.43	\$ 9,935.34	\$ 4,774.04	\$ 130,008.87	\$ 838,273.61

TOWNSHIP OF WASHINGTON SCHOOL DISTRICT
ENTERPRISE FUNDS
 Combining Statement of Cash Flows
 For the Fiscal Year Ended June 30, 2011

Reconciliation of Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities:
 Operating Income (Loss)
 Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided by (used for) Operating Activities:
 Depreciation and Net Amortization
 (Increase) Decrease in Inventories
 (Increase) Decrease in Accounts Receivable
 (Increase) Decrease in Interfund Accounts Receivable
 Increase (Decrease) in Accounts Payable
 Increase (Decrease) in Accrued Salaries and Benefits
 Increase (Decrease) in Interfund Accounts Payable
 Increase (Decrease) in Deposits Payable
 Increase (Decrease) in Deferred Revenue
 Increase (Decrease) in Compensated Absences Payable

	Food Service	Child Care Program	Tele-Comm	Center for the Performing Arts	Drivers Education	Totals
	\$ (1,434,625.18)	\$ 66,532.57	\$ 3,243.54	\$ 8,111.94	\$ 5,616.60	\$ (1,351,120.53)
	61,042.35	450.28		4,146.93	5,469.00	71,108.56
	6,210.86					6,210.86
	1,771.52		885.00	(27,948.53)		(25,292.01)
	(3,946.63)	27.00	(140.00)			(113.00)
	(775.68)	317.50	(617.90)	(35,218.07)	411.58	(39,053.52)
		(546.97)	1,194.03	3,962.25	(661.35)	3,172.28
		13,680.00	617.90	(6,445.40)		14,297.90
	4,165.86					(6,445.40)
	(8,236.52)			1,737.83		4,165.86
	<u>60,231.76</u>	<u>13,927.81</u>	<u>1,939.03</u>	<u>(59,764.99)</u>	<u>5,219.23</u>	<u>21,552.84</u>
	<u>\$ (1,374,393.42)</u>	<u>\$ 80,460.38</u>	<u>\$ 5,182.57</u>	<u>\$ (51,653.05)</u>	<u>\$ 10,835.83</u>	<u>\$ (1,329,567.69)</u>

Total Adjustments

Net Cash Provided by (used for) Operating Activities

TOWNSHIP OF WASHINGTON SCHOOL DISTRICT
INTERNAL SERVICE FUNDS
 Combining Statement of Net Assets
 June 30, 2011

	<u>Paper Supplies</u>	<u>District Printing</u>	<u>Engraving / Painting</u>	<u>Total</u>
ASSETS:				
Current Assets:				
Cash and Cash Equivalents	\$ 60,834.47	\$ 4,069.06		\$ 64,903.53
Interfund Accounts Receivable		432.25		432.25
Total Current Assets	<u>60,834.47</u>	<u>4,501.31</u>	<u>-</u>	<u>65,335.78</u>
Noncurrent Assets:				
Furniture, Machinery and Equipment		4,850.00	\$ 9,695.00	14,545.00
Less Accumulated Depreciation		<u>(4,850.00)</u>	<u>(9,695.00)</u>	<u>(14,545.00)</u>
Total Noncurrent Assets	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Assets	<u>60,834.47</u>	<u>4,501.31</u>	<u>-</u>	<u>65,335.78</u>
LIABILITIES:				
Current Liabilities:				
Interfund Accounts Payable	60,834.47	1,612.92		62,447.39
Accrued Salaries and Benefits		2,888.39		2,888.39
Total Liabilities	<u>60,834.47</u>	<u>4,501.31</u>	<u>-</u>	<u>65,335.78</u>
NET ASSETS:				
Invested in Capital Assets, Net of Related Debt Unrestricted				
Total Net Assets	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

TOWNSHIP OF WASHINGTON SCHOOL DISTRICT
INTERNAL SERVICE FUNDS
Combining Statement of Revenues, Expenses and Changes in Fund Net Assets
For the Fiscal Year Ended June 30, 2011

	<u>Paper Supplies</u>	<u>District Printing</u>	<u>Engraving / Painting</u>	<u>Total</u>
OPERATING REVENUES:				
Charges for Services:				
Services Provided to Other Funds	\$ 206,964.62	\$ 25,755.52	-	\$ 232,720.14
Total Operating Revenues	<u>206,964.62</u>	<u>25,755.52</u>	<u>-</u>	<u>232,720.14</u>
OPERATING EXPENSES:				
Salaries		15,451.04		15,451.04
Repairs and Maintenance		2,410.00		2,410.00
General Supplies	223,744.55	12,423.60		236,168.15
Depreciation		404.13		404.13
Total Operating Expenses	<u>223,744.55</u>	<u>30,688.77</u>	<u>-</u>	<u>254,433.32</u>
Change in Net Assets	(16,779.93)	(4,933.25)		(21,713.18)
Net Assets -- July 1	<u>16,779.93</u>	<u>4,933.25</u>	<u>-</u>	<u>21,713.18</u>
Net Assets -- June 30	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

TOWNSHIP OF WASHINGTON SCHOOL DISTRICT
INTERNAL SERVICE FUNDS
 Combining Statement of Cash Flows
 For the Fiscal Year Ended June 30, 2011

	Paper Supplies	District Printing	Engraving / Painting	Totals
CASH FLOWS FROM OPERATING ACTIVITIES:				
Receipts from Customers	\$ 203,764.62	\$ 25,755.52		\$ 229,520.14
Payments to Employees		(12,562.65)		(12,562.65)
Payments to Suppliers	(250,089.14)	(14,833.60)		(264,922.74)
Net Cash Provided by (used for) Operating Activities	<u>(46,324.52)</u>	<u>(1,640.73)</u>	-	<u>(47,965.25)</u>
CASH FLOWS FROM NON-CAPITAL FINANCING ACTIVITIES:				
Transfers from Other Funds	16,779.93	2,852.48	-	19,632.41
Net Cash Provided by Non-Capital Financing Activities	<u>16,779.93</u>	<u>2,852.48</u>	-	<u>19,632.41</u>
Net Increase in Cash and Cash Equivalents	(29,544.59)	1,211.75	-	(28,332.84)
Cash and Cash Equivalents -- July 1	90,379.06	2,857.31	-	93,236.37
Cash and Equivalents -- June 30	<u>\$ 60,834.47</u>	<u>\$ 4,069.06</u>	<u>\$ -</u>	<u>\$ 64,903.53</u>
Reconciliation of Operating Income (Loss) to Net Cash Provided (Used)				
by Operating Activities:				
Operating Income (Loss)	\$ (16,779.93)	\$ (4,933.25)	\$ -	\$ (21,713.18)
Adjustments to Reconcile Operating Income (Loss) to Net Cash				
Provided by (used for) Operating Activities:				
Depreciation and Net Amortization		404.13		404.13
(Increase) Decrease in Interfund Accounts Receivable		3,966.31		3,966.31
Increase (Decrease) in Accounts Payable	(26,344.59)	(668.86)		(27,013.45)
Increase (Decrease) in Interfund Accounts Payable	(3,200.00)	(833.56)		(4,033.56)
Increase (Decrease) in Accrued Salaries and Benefits		424.50		424.50
Total Adjustments	<u>(29,544.59)</u>	<u>3,292.52</u>	-	<u>(26,252.07)</u>
Net Cash Provided by (used for) Operating Activities	<u>\$ (46,324.52)</u>	<u>\$ (1,640.73)</u>	<u>\$ -</u>	<u>\$ (47,965.25)</u>

FIDUCIARY FUNDS

TOWNSHIP OF WASHINGTON SCHOOL DISTRICT
FIDUCIARY FUNDS
 Combining Statement of Fiduciary Net Assets
 June 30, 2011

	Trust Fund		Agency Funds				
	Unemployment Compensation Trust	Private- Purpose Scholarship Fund	Student Activity	Vendors/ Bidders	Payroll	Total	
ASSETS:							
Cash and Cash Equivalents	\$ 822,601.98	\$ 23,946.53	\$ 364,593.23	\$ 21,760.00	\$ 1,260,149.28	\$ 2,493,051.02	
Intrafund Accounts Receivable	65,371.61					65,371.61	
Accounts Receivable	87,803.27					87,803.27	
Total Assets	<u>975,776.86</u>	<u>23,946.53</u>	<u>364,593.23</u>	<u>21,760.00</u>	<u>1,260,149.28</u>	<u>2,646,225.90</u>	
LIABILITIES:							
Accounts Payable	33,923.73					33,923.73	
Deposits Payable				21,760.00		21,760.00	
Interfund Accounts Payable					2,478.76	2,478.76	
Intrafund Accounts Payable					65,371.61	65,371.61	
Payable to Student Groups			364,593.23			364,593.23	
Payroll Deductions and Withholdings					1,192,298.91	1,192,298.91	
Total Liabilities	<u>33,923.73</u>	<u>-</u>	<u>\$ 364,593.23</u>	<u>\$ 21,760.00</u>	<u>\$ 1,260,149.28</u>	<u>1,680,426.24</u>	
NET ASSETS:							
Held in Trust for Unemployment Claims and Other Purposes Reserved for Scholarships	941,853.13	23,946.53				941,853.13	
Total Net Assets	<u>\$ 941,853.13</u>	<u>\$ 23,946.53</u>				<u>\$ 965,799.66</u>	

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

	Unemployment Compensation <u>Trust</u>	Private- Purpose Scholarship <u>Fund</u>	<u>Total</u>
ADDITIONS:			
Contributions:			
Board Contribution	\$ 400,000.00		\$ 400,000.00
Employee Salary Deductions	118,912.38		118,912.38
Investment Earnings:			
Interest	2,269.63	\$ 484.25	2,753.88
Total Additions	<u>521,182.01</u>	<u>484.25</u>	<u>521,666.26</u>
DEDUCTIONS:			
Scholarships		500.00	500.00
Unemployment Claims	393,424.71		393,424.71
Other		100,000.00	100,000.00
Total Deductions	<u>393,424.71</u>	<u>100,500.00</u>	<u>493,924.71</u>
Change in Net Assets	127,757.30	(100,015.75)	27,741.55
Net Assets -- July 1	<u>814,095.83</u>	<u>123,962.28</u>	<u>938,058.11</u>
Net Assets -- June 30	<u>\$ 941,853.13</u>	<u>\$ 23,946.53</u>	<u>\$ 965,799.66</u>

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

	<u>Balance</u> <u>June 30, 2010</u>	<u>Cash</u> <u>Receipts</u>	<u>Cash</u> <u>Disbursements</u>	<u>Balance</u> <u>June 30, 2011</u>
ELEMENTARY SCHOOLS:				
Bells Elementary School	\$ 326.20	\$ 10,414.16	\$ 10,491.22	\$ 249.14
Birches Elementary School	1,091.95	9,642.50	9,746.62	987.83
Hurffville Elementary School	588.41	10,724.58	10,810.45	502.54
Thomas Jefferson Elementary School	212.89	8,497.70	8,493.68	216.91
Wedgwood Elementary School	791.12	12,130.23	12,190.13	731.22
Whitman Elementary School	369.56	9,484.18	9,323.45	530.29
Total Elementary Schools	<u>3,380.13</u>	<u>60,893.35</u>	<u>61,055.55</u>	<u>3,217.93</u>
MIDDLE SCHOOLS:				
Bunker Hill School	18,895.97	58,255.58	53,745.68	23,405.87
Chestnut Ridge School	19,519.79	91,419.05	90,192.04	20,746.80
Orchard Valley School	37,579.29	92,457.38	80,266.65	49,770.02
Total Middle Schools	<u>75,995.05</u>	<u>242,132.01</u>	<u>224,204.37</u>	<u>93,922.69</u>
HIGH SCHOOLS:				
Washington Township High School	<u>225,380.30</u>	<u>1,269,651.13</u>	<u>1,227,578.82</u>	<u>267,452.61</u>
Total All Schools	<u>\$ 304,755.48</u>	<u>\$ 1,572,676.49</u>	<u>\$ 1,512,838.74</u>	<u>\$ 364,593.23</u>

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

	<u>Balance</u> <u>June 30, 2010</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance</u> <u>June 30, 2011</u>
ASSETS:				
Cash and Cash Equivalents	\$ 735,638.97	\$ 85,700,910.16	\$ 85,176,399.85	\$ 1,260,149.28
Total Assets	<u>\$ 735,638.97</u>	<u>\$ 85,700,910.16</u>	<u>\$ 85,176,399.85</u>	<u>\$ 1,260,149.28</u>
LIABILITIES:				
Net Payroll, Payroll Deductions and Withholdings	\$ 733,292.22	\$ 85,579,519.02	\$ 85,120,512.33	\$ 1,192,298.91
Intrafund Accounts Payable		118,912.38	53,540.77	65,371.61
Interfund Accounts Payable: Due to General Fund	<u>2,346.75</u>	<u>2,478.76</u>	<u>2,346.75</u>	<u>2,478.76</u>
Total Liabilities	<u>\$ 735,638.97</u>	<u>\$ 85,700,910.16</u>	<u>\$ 85,176,399.85</u>	<u>\$ 1,260,149.28</u>

LONG-TERM DEBT

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

	Date of Issue	Amount of Issue	Date	Annual Maturities Amount	Interest Rate	Balance June 30, 2010	Retired	Balance June 30, 2011
School Refunding Bonds, Series 2004	1/29/2004	\$ 28,525,000.00	02/01/12 02/01/13 02/01/14 02/01/15 02/01/16	\$ 3,170,000.00 3,135,000.00 3,095,000.00 3,085,000.00 3,030,000.00	4.00% 4.00% 5.00% 5.00% 5.00%	\$ 18,745,000.00	\$ 3,230,000.00	\$ 15,515,000.00
School Bonds, Series 2005	3/1/2005	16,271,000.00	03/01/12 03/01/13 03/01/14 03/01/15 03/01/16 03/01/17 03/01/18 03/01/19 03/01/20 03/01/21 03/01/22 03/01/23	330,000.00 350,000.00 380,000.00 430,000.00 480,000.00 735,000.00 770,000.00 805,000.00 840,000.00 875,000.00 900,000.00 950,000.00	4.25% 4.25% 4.25% 4.38% 4.50% 4.50% 4.50% 4.50% 4.50% 4.50% 4.50% 4.50%	8,155,000.00	310,000.00	7,845,000.00
Refunding Bonds, Series 2007	3/13/2007	8,040,000.00	03/01/12 03/01/13 03/01/14 03/01/15 03/01/16 03/01/17 03/01/18 03/01/19 03/01/20 03/01/21 03/01/22 03/01/23	20,000.00 20,000.00 20,000.00 20,000.00 20,000.00 25,000.00 25,000.00 25,000.00 25,000.00 25,000.00 30,000.00 30,000.00 1,030,000.00 1,095,000.00 1,120,000.00 1,120,000.00 1,115,000.00 1,105,000.00 1,095,000.00	4.00% 4.00% 4.00% 4.00% 4.00% 4.00% 4.00% 4.00% 4.00% 4.00% 4.00% 4.00% 4.00% 4.00% 4.00% 4.00% 4.00% 4.00%	7,985,000.00	20,000.00	7,965,000.00
						\$ 34,885,000.00	\$ 3,560,000.00	\$ 31,325,000.00
							Deferred Loss on Refunding Discount on Bonds	342,751.97 78,832.63
								\$ 30,903,415.40

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

Series	Date of Lease	Term of Lease	Principal	Interest	Interest Rate Payable	Amount Outstanding June 30, 2010	Issued	Retired	Amount Outstanding June 30, 2011
Buses, Instructional Equipment	11/17/07	3 years	\$ 611,600.00	\$ 40,376.03	3.99%	\$ 53,794.74		\$ 53,794.74	\$ 66,538.58
Buses, Instructional Equipment	9/01/08	3 years	286,200.00	18,072.00	4.25%	162,902.25		96,363.67	\$ 914,012.14
Xerox Copiers	11/01/08	5 years	1,745,003.65	303,576.35	6.50%	1,252,289.23		338,277.09	223,299.55
Buses, Instructional Equipment	7/31/09	3 years	650,825.37	38,903.48	2.96%	440,180.01		216,880.46	402,119.98
Buses, Instructional Equipment	7/30/10	5 years	495,438.00	45,467.78	2.55%		\$ 495,438.00	93,318.02	
						<u>\$ 1,909,166.23</u>	<u>\$ 495,438.00</u>	<u>\$ 798,633.98</u>	<u>\$ 1,605,970.25</u>

TOWNSHIP OF WASHINGTON SCHOOL DISTRICT
 Budgetary Comparison Schedule
 DEBT SERVICE FUND
 For the Fiscal Year Ended June 30, 2011

	<u>Original Budget</u>	<u>Budget Modifications</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative) Final to Actual</u>
REVENUES:					
Local Sources:					
Local Tax Levy	\$ 3,504,520.00		\$ 3,504,520.00	\$ 3,504,520.00	
Debt Service Aid Type II	<u>1,555,568.00</u>		<u>1,555,568.00</u>	<u>1,555,568.00</u>	
Total Revenues	5,060,088.00	-	<u>5,060,088.00</u>	<u>5,060,088.00</u>	-
EXPENDITURES:					
Regular Debt Service:					
Interest on Bonds	1,500,088.00		1,500,088.00	1,500,087.50	\$ 0.50
Redemption of Principal	<u>3,560,000.00</u>		<u>3,560,000.00</u>	<u>3,560,000.00</u>	
Total Regular Debt Service	5,060,088.00	-	<u>5,060,088.00</u>	<u>5,060,087.50</u>	0.50
Total Expenditures	<u>5,060,088.00</u>	-	<u>5,060,088.00</u>	<u>5,060,087.50</u>	0.50
Excess (Deficiency) of Revenues Over (Under) Expenditures	-	-	-	0.50	0.50
Fund Balance, July 1	<u>0.67</u>		<u>0.67</u>	<u>0.67</u>	-
Fund Balance, June 30	<u>\$ 0.67</u>	<u>\$ -</u>	<u>\$ 0.67</u>	<u>\$ 1.17</u>	<u>\$ 0.50</u>
Restricted for:					
Debt Service			\$ 0.17	<u>0.17</u>	
Debt Service--Designated for Subsequent Year's Expenditures			<u>1.00</u>	<u>1.00</u>	
			<u>\$ 1.17</u>	<u>\$ 1.17</u>	

STATISTICAL SECTION

Financial Trends Information

Financial trends information is intended to assist the user in understanding and assessing how the School District's financial position has changed over time. Please refer to the following exhibits for a historical view of the School District's financial performance. Note that Exhibits J-1, J-2 and J-3 are only presented for the last nine fiscal years as the School District's first year of implementation of the Governmental Accounting Standards Board Statement No. 34 was for the fiscal year ended June 30, 2003; thus, ten year comparative financial information is unavailable.

TOWNSHIP OF WASHINGTON SCHOOL DISTRICT
 Net Assets by Component
 Last Nine Fiscal Years (Accrual Basis of Accounting)

	Fiscal Year Ended June 30,								
	2011	2010	2009	2008	2007	2006	2005	2004	2003
Governmental Activities:									
Invested in Capital Assets, Net of Related Debt	\$ 60,453,733.87	\$ 60,552,158.75	\$ 60,507,772.60	\$ 60,880,373.73	\$ 60,618,272.02	\$ 51,301,812.72	\$ 29,492,088.00	\$ 46,844,707.23	\$ 46,008,883.17
Restricted	4,538,516.56	5,410,889.88	6,744,753.75	5,041,089.74	5,927,598.88	5,912,639.37	11,685,937.00	1,348,758.35	947,694.03
Unrestricted	(858,737.91)	(7,074,050.38)	(8,404,148.63)	(8,119,096.17)	(7,849,549.39)	(6,592,704.91)	5,457,346.00	(682,037.92)	(1,697,358.40)
Total Governmental Activities Net Assets	\$ 64,133,512.52	\$ 58,888,998.05	\$ 58,848,377.72	\$ 57,802,367.30	\$ 58,696,321.51	\$ 50,621,747.18	\$ 46,635,371.00	\$ 47,511,427.66	\$ 45,259,218.80
Business-type Activities:									
Invested in Capital Assets, Net of Related Debt	\$ 393,503.49	\$ 446,394.05	\$ 511,764.69	\$ 515,057.35	\$ 578,259.79	\$ 527,378.02	\$ 590,943.00	\$ 512,457.32	\$ 471,710.41
Unrestricted	561,098.68	321,412.22	190,133.23	355,938.37	489,837.57	428,084.07	690,599.00	433,816.16	210,601.02
Total Business-type Activities Net Assets	\$ 954,602.17	\$ 767,806.27	\$ 701,897.92	\$ 870,995.72	\$ 1,068,097.36	\$ 955,462.09	\$ 1,281,542.00	\$ 946,273.48	\$ 682,311.43
District-wide:									
Invested in Capital Assets, Net of Related Debt	\$ 60,847,237.36	\$ 60,998,552.80	\$ 61,019,537.29	\$ 61,395,431.08	\$ 61,196,531.81	\$ 51,829,190.74	\$ 30,083,031.00	\$ 47,357,164.55	\$ 46,480,593.58
Restricted	4,538,516.56	5,410,889.88	6,744,753.75	5,041,089.74	5,927,598.88	5,912,639.37	11,685,937.00	1,348,758.35	947,694.03
Unrestricted	(297,639.23)	(6,752,638.16)	(8,214,015.40)	(7,763,157.80)	(7,359,711.82)	(6,164,620.84)	6,147,945.00	(248,221.76)	(1,486,757.38)
Total District-wide Net Assets	\$ 65,088,114.69	\$ 59,656,804.32	\$ 59,550,275.64	\$ 58,673,363.02	\$ 59,764,418.87	\$ 51,577,209.27	\$ 47,916,913.00	\$ 48,457,701.14	\$ 45,941,530.23

Source: CAFR Exhibit A-1

TOWNSHIP OF WASHINGTON SCHOOL DISTRICT
 Changes in Net Assets
 Last Nine Fiscal Years (Accrual Basis of Accounting)

	2011	2010	2009	2008	2007	2006	2005	2004	2003
Expenses:									
Governmental Activities:									
Instruction:									
Regular	\$ 43,695,768.41	\$ 44,919,944.73	\$ 44,488,426.05	\$ 43,433,114.39	\$ 42,551,906.73	\$ 41,527,015.48	\$ 38,863,810.00	\$ 37,288,886.12	\$ 37,258,985.02
Special Education	9,724,995.77	9,178,644.22	9,329,619.75	9,199,871.40	9,178,162.35	8,567,904.89	10,135,378.00	9,572,925.94	9,228,151.60
Other Special Instruction	2,789,408.78	2,813,260.84	2,502,741.39	2,268,416.29	2,180,218.12	2,005,286.47	1,761,450.00	1,491,499.04	1,408,038.71
Other Instruction	1,485,034.34	1,665,929.36	1,544,359.78	1,510,131.99	1,471,769.51	1,422,234.73	1,190,628.00	1,328,762.52	1,363,639.72
Nonpublic School Programs							114,172.00	187,899.94	158,702.56
Support Services:									
Tuition	7,025,817.29	7,036,003.77	6,023,732.04	5,066,776.45	4,474,338.74	4,227,893.61	3,502,814.00	3,173,455.54	2,833,290.31
Student and Instruction Related Services	13,486,238.14	14,680,979.36	13,186,655.14	13,327,449.12	12,900,988.56	12,544,597.24	11,805,544.00	10,698,944.73	10,505,850.82
Other Administrative Services	4,156,721.95	4,039,994.29	2,835,734.67	3,404,823.13	3,455,713.51	2,648,965.12	4,616,132.00	4,452,714.12	3,793,156.23
School Administrative Services	5,764,203.91	6,240,889.02	8,001,997.69	7,652,388.42	7,081,357.13	7,097,391.88	5,689,668.00	5,450,267.48	5,837,160.19
Plant Operations and Maintenance	9,962,421.94	9,814,795.92	9,907,778.47	10,323,803.31	10,246,349.56	10,400,840.64	11,220,772.00	8,409,799.12	8,255,067.05
Pupil Transportation	6,587,498.66	6,549,564.49	6,295,368.90	6,714,924.51	7,224,223.99	7,103,369.50	6,722,908.00	6,768,832.16	5,609,372.31
Unallocated Benefits	31,288,247.93	31,689,757.82	29,629,953.84	32,395,466.03	29,848,914.87	23,782,337.70	21,131,575.00	20,826,605.47	18,024,937.08
Transfer to Charter Schools	69,307.81	34,044.00							
Special Schools			64,844.70	78,519.96	69,392.57	61,569.52	58,473.00	58,334.57	250,888.91
Capital Outlay Items			15,405.23	15,405.23					
Interest on Long-term Debt	1,590,547.50	1,629,558.52	1,753,383.03	1,890,304.69	2,047,103.64	2,241,985.21	1,786,467.00	1,980,804.16	2,188,197.37
Amortization of Bond Issuance Costs	37,681.06	37,681.06	55,032.23	67,048.49	41,166.84	330,338.66	32,162.00	32,162.26	34,489.65
Total Governmental Activities Expenses	137,663,893.49	140,940,047.40	135,619,627.68	137,348,443.41	132,771,606.12	123,961,730.65	118,631,953.00	111,721,893.17	106,749,927.53
Business-Type Activities:									
Food Service	3,461,415.69	3,973,127.99	3,894,990.21	4,075,430.79	3,863,391.66	3,645,245.90	3,596,669.00	3,546,530.48	3,420,597.97
Child Care Program	81,667.59	89,063.15	95,543.03	83,810.22	86,561.60	70,574.11	76,190.00	88,907.63	55,492.75
Telecommunications	11,026.46	14,626.93	16,023.98	15,122.90	13,877.77	17,963.20	18,822.00	14,572.45	14,236.28
Music Technology						5,676.61	671.00	686.75	
Center for the Performing Arts	371,797.71	137,882.85	175,282.98	191,613.65	190,074.03	225,486.36	173,057.00	148,968.00	109,790.48
Drivers Education	64,368.40	79,195.30	88,900.90	87,412.74	92,864.25	99,151.86	81,403.00	75,298.47	
Tech Crew			4,192.54	6,382.05	2,584.77	3,477.65	3,575.00	2,336.40	
Total Business-Type Activities Expense	3,990,275.85	4,293,896.22	4,274,933.64	4,459,772.35	4,255,030.69	4,065,872.80	3,950,387.00	3,877,300.18	3,600,117.48
Total District Expenses	\$ 141,654,169.34	\$ 145,233,943.62	\$ 139,894,561.32	\$ 141,808,215.76	\$ 137,026,636.81	\$ 128,027,603.45	\$ 122,582,340.00	\$ 115,599,193.35	\$ 110,350,045.01
Component Unit Expenses:									
Washington Township Live Arts (1)	\$ -	\$ 9,528.00	\$ 170,607.03	\$ 50,394.54	\$ 566,881.48	\$ 1,083,367.00	\$ 107,202.00	\$ 719,266.44	\$ -

(Continued)

TOWNSHIP OF WASHINGTON SCHOOL DISTRICT
 Changes in Net Assets
 Last Nine Fiscal Years (Accrual Basis of Accounting)

	Fiscal Year Ended June 30,								
	2011	2010	2009	2008	2007	2006	2005	2004	2003
Program Revenues:									
Governmental Activities:									
Charges for Services:									
Operating Grants and Contributions	\$ 232,720.14	\$ 227,647.85	\$ 212,974.59	\$ 140,367.11	\$ 82,105.00	\$ 168,261.46	\$ 117,504.00	\$ 63,135.36	\$ 212,140.00
Capital Grants and Contributions	12,886,398.30	13,112,739.47	11,964,334.46	15,021,684.20	15,269,522.34	8,505,618.52	3,289,765.00	10,432,192.30	10,137,092.58
			10,560.00	35,650.69		2,910.00		4,030.00	62,338.50
Total Governmental Activities Program Revenues	13,119,118.44	13,340,387.32	12,187,869.05	15,197,702.00	15,351,627.34	8,676,789.98	3,407,269.00	10,499,357.66	10,411,571.08
Business-Type Activities:									
Charges for services:									
Food Service	2,026,790.51	2,147,889.92	2,329,771.26	2,396,407.24	2,466,472.06	2,283,203.21	2,422,800.00	2,449,052.20	2,311,351.53
Child Care Program	148,200.16	170,549.28	111,772.96	94,938.87	107,078.59	99,009.27	78,982.00	90,789.75	51,900.00
TeleCommunications	14,270.00	13,560.00	16,040.00	15,596.00	15,679.00	17,294.71	16,790.00	16,135.00	11,339.00
Music Technology					1,872.50	3,203.45	2,117.00	357.25	108.00
Center for the Performing Arts	379,909.65	138,993.50	104,223.88	175,024.38	175,484.48	184,987.94	178,620.00	185,412.56	128,281.41
Drivers Education	69,985.00	86,850.00	94,950.00	120,150.00	113,175.00	123,773.00	111,580.00	90,036.00	
Tech Crew		2,966.34	4,192.54	5,521.87	2,649.85	2,906.62	2,964.00	2,180.71	
Operating Grants and Contributions	755,096.48	790,312.21	669,190.37	665,092.36	596,982.71	556,230.52	577,935.00	517,512.58	520,254.28
Total Business-Type Activities Program Revenues	3,394,251.80	3,351,121.25	3,330,141.01	3,472,730.72	3,479,394.19	3,272,608.72	3,391,788.00	3,351,476.05	3,023,234.22
Total District Program Revenues	\$ 16,513,370.24	\$ 16,691,508.57	\$ 15,518,010.06	\$ 18,670,432.72	\$ 18,831,021.53	\$ 11,949,398.70	\$ 6,799,057.00	\$ 13,850,833.71	\$ 13,434,805.30
Component Unit Program Revenues:									
Washington Township Live Arts (1)	\$ -	\$ 48,291.49	\$ 63,029.00	\$ 77,917.97	\$ 526,470.09	\$ 1,047,787.77	\$ 116,322.00	\$ 743,705.44	\$ -
Net (Expense) / Revenue:									
Governmental Activities	\$ (124,544,775.04)	\$ (127,599,660.08)	\$ (123,431,758.63)	\$ (122,150,741.41)	\$ (117,419,978.78)	\$ (115,284,940.67)	\$ (115,224,684.00)	\$ (101,222,535.51)	\$ (96,338,356.45)
Business-Type Activities	(596,024.05)	(942,774.97)	(944,792.63)	(987,041.63)	(775,636.50)	(793,264.08)	(658,599.00)	(525,824.13)	(576,883.26)
Total District-wide Net Expense	\$ (125,140,799.09)	\$ (128,542,435.05)	\$ (124,376,551.26)	\$ (123,137,783.04)	\$ (118,195,615.28)	\$ (116,078,204.75)	\$ (115,783,283.00)	\$ (101,748,359.64)	\$ (96,915,239.71)
Component Unit Net Expense									
Washington Township Live Arts (1)	\$ -	\$ 38,763.49	\$ (107,578.03)	\$ 27,523.43	\$ (40,411.39)	\$ (35,579.23)	\$ 9,120.00	\$ 24,439.00	\$ -

TOWNSHIP OF WASHINGTON SCHOOL DISTRICT
 Changes in Net Assets
 Last Nine Fiscal Years (Accrual Basis of Accounting)

	Fiscal Year Ended June 30,								
	2011	2010	2009	2008	2007	2006	2005	2004	2003
General Revenues and Other Changes in Net Assets:									
Governmental Activities:									
Property Taxes Levied for General Purposes	\$ 74,938,763.00	\$ 68,819,137.00	\$ 68,532,821.00	\$ 62,809,163.00	\$ 59,324,899.00	\$ 53,703,975.00	\$ 51,878,656.00	49,982,737.00	46,352,904.00
Taxes Levied for Debt Service	3,504,520.00	3,244,078.00	3,354,805.00	3,311,010.00	3,302,043.00	3,498,848.00	2,215,646.00	2,955,855.00	3,071,395.00
Federal and State Aid	51,292,616.88	55,869,670.95	53,065,224.16	54,559,925.54	62,336,000.25	61,206,420.51	59,680,428.00	50,731,360.08	46,664,259.24
Unrestricted Interest Earnings	42,214.27	97,811.12	287,728.58	380,139.53	579,344.25	801,644.86	384,795.00	166,451.53	194,968.13
Miscellaneous Income	767,829.90	595,508.71	328,671.64	626,750.05	625,803.69	481,185.80	632,250.00	285,143.87	401,982.97
Cancellation of Prior Year Accounts Payable	150,733.39		9,467.05	342,738.24			88,519.00	156,876.24	44,526.77
Cancellation of Prior Year Accounts Receivable	(98,051.63)								
Gain on Sale of Capital Assets							420.00	(26,240.90)	
Loss on Disposal of Capital Assets	(8,205.28)	(1,196.76)	(289,977.22)	(13,759.83)	(4,773.86)				
Premium and Accrued Interest							337,630.00		
Change in Accounting Principal					773,391.85				
Litigation Settlement					(300,000.00)				
Transfers	(801,131.01)	(984,728.61)	(810,971.16)	(759,179.33)	(797,711.55)	(420,757.32)	(869,717.00)	(777,438.45)	(523,967.65)
Total Governmental Activities	129,789,289.52	127,640,280.41	124,477,769.05	121,256,787.20	125,838,996.63	119,271,316.85	114,348,627.00	103,474,744.37	96,206,068.46
Business-Type Activities:									
Unrestricted Interest Earnings	1,916.43	5,488.65	8,981.67	30,760.66	46,230.22	46,426.61	24,151.00	12,347.73	11,454.01
Miscellaneous Income	(20,227.49)	(1,761.43)							159,263.43
Accounts Receivable Canceled	801,131.01	1,004,956.10	766,713.16	759,179.33	797,711.55	420,757.32	869,717.00	777,438.45	523,967.65
Total Business-Type Activities	782,819.95	1,008,683.32	775,694.83	789,939.99	843,941.77	467,183.93	893,868.00	789,786.18	694,685.09
Total District-wide	\$ 130,572,109.47	\$ 128,648,963.73	\$ 125,253,463.88	\$ 122,046,727.19	\$ 126,682,938	\$ 119,738,501	\$ 115,242,495	\$ 104,264,531	\$ 96,900,754
Component Unit:									
Washington Township Live Arts (1)	\$ -	\$ 84,892.51	\$ -	\$ -	\$ -	\$ -	\$ 12.00	\$ 3.00	\$ -
Change in Net Assets:									
Governmental Activities	\$ 5,244,514.47	\$ 40,620.33	\$ 1,046,010.42	\$ (893,954.21)	\$ 8,419,017.85	\$ 3,986,376.18	\$ (876,057.00)	\$ 2,252,208.86	\$ (132,287.99)
Business-Type Activities	186,795.90	65,908.35	(169,097.80)	(197,101.64)	68,305.27	(326,080.15)	335,269.00	263,962.05	117,801.83
Total District	\$ 5,431,310.37	\$ 106,528.68	\$ 876,912.62	\$ (1,091,055.85)	\$ 8,487,323.12	\$ 3,660,296.03	\$ (540,788.00)	\$ 2,516,170.91	\$ (14,486.16)
Component Unit:									
Washington Township Live Arts (1)	\$ -	\$ 123,656.00	\$ (107,578.03)	\$ 27,523.43	\$ (40,411.39)	\$ (35,579.23)	\$ 9,132.00	\$ 24,442.00	\$ -

(1) On June 28, 2010, the component unit was dissolved and absorbed by the School District as part of the District's Center for Performing Arts Enterprise Fund.

Source: CAFR Exhibit A-2

TOWNSHIP OF WASHINGTON SCHOOL DISTRICT
Fund Balances, Governmental Funds
Last Nine Fiscal Years (Modified Accrual Basis of Accounting)

	Fiscal Year Ended June 30,								
	2011 (1)	2010	2009	2008	2007	2006	2005	2004	2003
General Fund:									
Reserved		\$ 5,392,092.95	\$ 3,725,229.60	\$ 828,148.53	\$ 1,309,850.67	\$ 1,481,696.70	\$ 1,606,222.00	\$ 3,151,671.22	\$ 1,448,454.73
Unreserved		354,621.92	2,078,606.92	3,836,880.82	3,401,422.67	3,316,970.05	4,513,940.00	4,297,415.13	3,917,054.71
Restricted	\$ 3,191,428.69								
Assigned	4,587,078.88								
Unassigned	2,931,115.55								
Total General Fund	\$ 10,709,623.12	\$ 5,746,714.87	\$ 5,803,836.52	\$ 4,665,029.35	\$ 4,711,273.34	\$ 4,798,666.75	\$ 6,120,162.00	\$ 7,449,086.35	\$ 5,365,509.44
All Other Governmental Funds:									
Reserved			\$ 87,096.00	\$ 43,280.67	\$ 470,265.71	\$ 9,462,032.27	\$ 11,122,158.00	\$ 395,549.24	\$ 128,411.80
Unreserved, Reported in:									
Special Revenue Fund			21,200.29	30,782.73	33,287.35	(7,292.65)	3,197.00	(10,559.25)	(32,452.80)
Capital Projects Fund		\$ 347,629.76	325,387.00	422,190.87	527,565.12	(7,334,174.70)			
Debt Service Fund		0.67	16,687.17	16,686.94	0.59	47,288.49			
Restricted, Reported in:									
Capital Projects Fund	\$ 1,023,965.82								
Debt Service Fund	1.17								
Total All Other Governmental Funds	\$ 1,023,966.99	\$ 347,630.43	\$ 450,370.46	\$ 512,941.21	\$ 1,031,118.77	\$ 2,167,853.41	\$ 11,125,355.00	\$ 384,989.99	\$ 95,959.00

(1) GASB Statement No. 54 effective for the fiscal year ending June 30, 2011. The objective of this Statement is to enhance the usefulness of fund balance information by providing clearer fund balance classifications that can be more consistently applied and by clarifying the existing governmental fund type definitions. See the Notes to Financial Statements.

Source: CAFR Exhibit B-1

TOWNSHIP OF WASHINGTON SCHOOL DISTRICT
 Changes in Fund Balances, Governmental Funds
 Last Nine Fiscal Years (Modified Accrual Basis of Accounting)

	Fiscal Year Ended June 30,								
	2011	2010	2009	2008	2007	2006	2005	2004	2003
Revenues:									
Local Tax Levy	\$ 78,443,283.00	\$ 72,063,215.00	\$ 71,887,626.00	\$ 66,120,173.00	\$ 62,664,525.99	\$ 57,202,823.00	\$ 54,094,302.00	\$ 52,938,592.00	\$ 49,424,299.00
Tuition Charges	357,644.07	252,111.65	212,974.59	140,367.11	82,105.36	168,261.46	117,504.00	63,135.36	40,443.50
Miscellaneous Revenues	452,400.63	441,208.18	655,533.84	1,061,098.04	1,095,170.44	1,237,320.35	973,845.00	451,595.40	771,113.41
Federal Sources	4,304,305.60	10,679,835.87	2,869,571.91	2,518,873.36	3,023,579.37	2,825,199.49	2,811,891.00	2,254,762.16	2,184,438.82
State Sources	59,874,709.58	58,302,574.55	62,131,413.09	67,044,178.61	74,544,358.83	66,836,963.05	60,158,302.00	58,912,820.22	54,676,785.69
Total Revenue	143,432,342.88	141,738,945.25	137,757,119.43	136,884,690.12	141,409,739.99	128,270,567.35	118,155,844.00	114,620,905.14	107,097,080.42
Expenditures:									
Current:									
Instruction:									
Regular Instruction	41,269,223.25	42,609,720.45	42,563,393.53	41,367,386.63	40,684,061.35	39,394,134.90	37,438,607.00	35,867,902.11	35,079,145.97
Special Education Instruction	9,676,982.42	9,752,137.67	9,413,320.00	9,159,367.21	9,150,570.40	8,549,069.62	9,968,927.00	9,434,310.74	8,906,856.72
Other Special Instruction	2,789,408.78	2,813,260.84	2,557,792.66	2,268,416.29	2,180,218.12	2,005,288.47	1,720,537.00	1,491,499.04	1,408,038.71
Other Instruction	1,485,034.34	1,665,929.36	1,567,953.19	1,510,131.99	1,471,769.51	1,422,234.73	1,495,886.00	1,516,662.46	1,522,342.28
Support Services and Undistributed Costs:									
Tuition	7,025,817.29	7,036,003.77	6,023,732.04	5,066,776.45	4,474,338.74	4,227,893.61	3,502,814.00	3,173,455.54	2,833,290.31
Student and Instruction Related Services	13,427,204.87	14,617,753.71	13,474,648.69	13,242,625.40	12,811,507.15	12,472,291.42	11,805,544.00	10,648,459.78	10,335,751.32
Other Administrative Services	3,938,340.71	3,936,232.74	1,921,408.00	2,274,993.61	2,349,687.67	2,343,656.27	5,243,738.00	4,431,727.33	3,893,724.00
School Administrative Services	5,764,203.91	6,240,889.02	8,001,997.69	7,958,973.35	7,362,507.06	7,077,207.51	4,406,112.00	5,266,862.97	5,627,425.42
Plant Operations and Maintenance	9,480,172.89	9,410,527.43	9,551,466.26	9,926,259.45	9,904,213.99	9,884,410.20	10,834,477.00	8,517,455.77	8,063,907.24
Pupil Transportation	5,194,439.89	5,345,570.31	5,442,376.57	5,697,972.81	6,399,689.75	6,083,227.75	5,993,688.00	5,733,638.74	5,861,437.15
Unallocated Benefits	30,990,118.56	31,412,671.58	29,439,055.40	32,242,427.88	29,206,286.95	23,218,986.08	21,297,286.00	19,734,224.57	17,643,503.92
Capital Outlay	1,369,744.60	1,572,575.31	2,524,346.05	1,501,326.20	10,421,752.66	16,449,444.93	7,841,373.00	874,993.65	1,657,313.03
Special Schools			64,844.70	78,519.96	69,392.57	61,569.52	58,473.00		250,888.91
Charter Schools	69,307.81	34,044.00			9,200.00				
Debt Service:									
Principal	3,560,000.00	3,455,000.00	3,539,281.17	3,462,263.18	3,380,522.30	3,368,946.57	2,482,900.00	3,336,332.45	3,341,603.04
Interest and Other Charges	1,500,087.50	1,662,587.50	1,824,968.60	1,913,396.47	2,123,032.60	2,287,435.65	1,659,427.00	2,058,851.84	2,264,471.96
Bond Issue Costs							337,630.00	276,467.81	
Total Expenditures	137,540,086.82	141,564,903.69	137,910,582.55	137,670,836.88	141,998,770.82	138,845,795.23	126,087,389.00	112,421,179.37	108,689,699.98
Excess (Deficiency) of Revenues									
Over (Under) Expenditures	5,892,256.06	174,041.56	(153,463.12)	(786,146.76)	(589,030.83)	(10,575,227.88)	(7,931,545.00)	2,199,725.77	(1,592,619.56)
Other Financing Sources (Uses):									
Capital Leases (Non-budgeted)	495,438.00	650,825.37	2,031,203.65	638,166.30	349,961.40	690,799.00	1,471,934.00	502,243.35	522,871.95
Cancellation of Accounts Receivable	(98,051.63)					(36,628.68)			
Cancellation of Accounts Payable	150,733.39		9,467.05	342,738.24	109,977.50	62,818.33	88,519.00	156,876.24	44,526.77
Proceeds from Sale of Bonds							16,271,000.00	28,525,000.00	
Premium on Bonds Issued ad Accrued Interest Payment to Refunding Bond Escrow Agent							337,630.00	(30,522,886.29)	
Sale of Capital Assets							420.00		
Reversal of Prior Year's Adjustments							5,731.00		
Litigation Settlement									
Operating Transfers	(801,131.01)	(984,728.61)	(810,971.16)	(759,179.33)	(300,000.00)	(420,757.32)	(832,248.00)	(776,632.12)	(546,260.82)
Total Other Financing Sources (Uses)	(253,011.25)	(333,903.24)	1,229,699.54	221,725.21	(635,097.62)	296,231.33	17,342,986.00	172,882.13	21,137.90
Net Change in Fund Balances	\$ 5,639,244.81	\$ (159,861.68)	\$ 1,076,236.42	\$ (564,421.55)	\$ (1,224,128.45)	\$ (10,278,996.55)	\$ 9,411,441.00	\$ 2,372,607.90	\$ (1,571,481.66)
Debt Service as a Percentage of Noncapital Expenditures	3.7%	3.7%	4.0%	3.9%	4.2%	4.6%	3.5%	4.8%	5.2%

Source: CAFR Exhibit B-2

TOWNSHIP OF WASHINGTON SCHOOL DISTRICT
 General Fund - Other Local Revenue by Source
 Last Ten Fiscal Years (Modified Accrual Basis of Accounting)
Unaudited

	Fiscal Year Ended June 30,									
	2011	2010	2009	2008	2007	2006	2005	2004	2003	2002
Adult School Tuition										
Adult School Vocational Tuition										
Donations										
Driver's Education										
Gate Receipts	\$ 22,021.00	\$ 23,511.00	\$ 23,933.00	\$ 27,552.00	\$ 26,304.00	\$ 30,000.00	\$ 23,733.00	\$ 19,995.00	\$ 28,561.00	\$ 24,321.00
Interest on Investments	41,127.00	95,121.98	287,728.58	380,139.53	579,344.25	519,041.77	384,795.00	166,451.53	55,669.50	45,453.50
Legal Settlement	38,500.00		43,633.31	227,000.00					49,223.01	
Miscellaneous	153,390.42	30,455.85	159,004.03	221,380.51	124,300.89	106,580.94	55,198.64	47,507.18	87,466.00	78,207.00
Tuition	357,644.07	252,111.65	140,367.11	82,105.36	168,261.46	117,504.00	63,135.36	40,443.50	25,344.00	16,151.00
Miscellaneous Adult School									192,661.67	290,221.65
FEMA--Snow Removal		47,566.46							193,265.03	38,557.53
Parking Fees									9,572.47	11,735.74
Refund of Prior Year Expenditures	129,981.25	120,515.94	27,601.46	40,448.02	34,191.24	14,400.74	14,805.00	2,454.03	3,150.00	6,755.24
Rentals	26,151.00	29,142.85	33,984.60	29,333.00	29,531.00	25,865.50			14,698.14	
ROTC Reimbursements	67,526.74	65,218.86	98,159.83	94,980.43	87,521.43	88,056.33	84,291.00	80,409.97	73,152.55	64,698.56
Sale of Equipment	7,003.00	2,440.00	1,175.00	800.00				760.11		
Sale of Textbooks										
Telephone Commission						59.29	139.00	8.74	1,400.20	4,245.00
Use of Facilities							37,833.00	45,824.50	204.07	291.46
Workers Compensation Refund						422.20			31,973.50	32,866.21
Total Miscellaneous Revenues	\$ 843,344.48	\$ 666,084.59	\$ 815,586.92	\$ 1,103,738.85	\$ 1,049,454.27	\$ 901,930.77	\$ 663,930.00	\$ 403,854.56	\$ 766,341.14	\$ 661,434.14

Source: District Records

Revenue Capacity Information

Revenue capacity information is intended to assist users in understanding and assessing the factors affecting the School District's ability to generate revenues. Please refer to the following exhibits for a historical view of these factors and how they relate to the School District's ability to generate revenues.

TOWNSHIP OF WASHINGTON SCHOOL DISTRICT
Assessed Value and Actual Value of Taxable Property
Last Ten Fiscal Years
Unaudited

Year Ended Dec. 31	Vacant Land	Residential	Farm	Commercial	Industrial	Apartment	Total Assessed Value	Public Utilities (1)	Net Valuation Taxable	Real Property Exempt from Taxation	Estimated Actual (County Equalized) Value	Total Direct School Tax Rate (2)
2011	\$ 29,217,300.00	\$ 2,077,552,800.00	\$ 4,517,700.00	\$ 401,196,200.00	\$ 6,167,100.00	\$ 38,745,500.00	\$ 2,557,396,600.00	\$ 3,687,083.00	\$ 2,561,083,683.00	\$ 205,110,900.00	\$ 5,146,702,757.00	\$ 2.976
2010	29,861,400.00	2,078,568,200.00	4,517,700.00	409,036,800.00	6,167,100.00	39,304,000.00	2,567,455,200.00	5,192,362.00	2,572,647,562.00	206,521,900.00	5,261,178,689.00	2.925
2009	31,578,200.00	2,092,863,100.00	5,223,900.00	403,761,300.00	6,167,100.00	39,674,000.00	2,579,067,600.00	4,206,655.00	2,583,274,255.00	193,936,900.00	5,324,261,868.00	2.790
2008	33,660,800.00	2,093,518,500.00	5,214,800.00	382,870,100.00	6,167,100.00	38,105,200.00	2,569,536,500.00	4,017,465.00	2,573,553,965.00	192,940,800.00	5,137,731,975.00	2.680
2007	34,916,100.00	2,098,670,700.00	5,343,700.00	369,647,400.00	5,945,200.00	37,917,000.00	2,563,442,100.00	4,117,363.00	2,567,559,463.00	169,660,900.00	4,640,866,063.00	2.607
2006	30,326,000.00	2,079,233,300.00	5,633,700.00	380,243,000.00	5,945,200.00	37,917,000.00	2,539,298,200.00	4,488,586.00	2,543,786,786.00	189,262,000.00	4,270,248,088.00	2.356
2005	33,868,400.00	2,056,678,800.00	5,648,200.00	370,029,400.00	5,945,200.00	39,750,300.00	2,511,920,300.00	5,477,728.00	2,517,398,028.00	187,227,600.00	3,713,524,160.00	2.210
2004	34,480,300.00	2,037,628,100.00	6,007,700.00	359,094,500.00	5,945,200.00	38,959,200.00	2,482,115,000.00	6,569,452.00	2,488,704,452.00	188,919,400.00	3,668,066,071.00	2.151
2003	41,741,000.00	1,985,634,700.00	6,336,700.00	353,719,100.00	5,945,200.00	38,959,200.00	2,432,335,900.00	7,558,824.00	2,439,894,724.00	185,704,600.00	3,184,591,086.00	2.098
2002	55,613,000.00	1,907,259,400.00	6,791,700.00	348,840,900.00	5,945,200.00	38,959,200.00	2,363,409,400.00	7,917,484.00	2,371,326,884.00	187,460,800.00	2,859,865,595.00	1.940

(1) Taxable Value of Machinery, Implements and Equipment of Telephone, Telegraph and Messenger System Companies

(2) Tax Rates are per \$100.00 of Assessed Valuation

Source: Camden County Board of Taxation

TOWNSHIP OF WASHINGTON SCHOOL DISTRICT

Direct and Overlapping Property Tax Rates

Last Ten Fiscal Years

(Rate per \$100 of Assessed Value)

Unaudited

Year Ended Dec. 31	District Direct Rate			Overlapping Rates				Total Direct and Overlapping Tax Rate
	Basic Rate	General Obligation Debt Service	Total Direct School Tax Rate	Township of Washington	Township of Washington Fire District	Gloucester County		
2011	\$ 2.841	\$ 0.135	\$ 2.976	\$ 1.052	\$ 0.192	\$ 1.092	\$ 5.312	
2010	2.794	0.131	2.925	1.041	0.196	1.129	5.291	
2009	2.658	0.128	2.786	0.961	0.195	1.136	5.078	
2008	2.552	0.129	2.680	0.926	0.196	1.119	4.922	
2007	2.378	0.129	2.507	0.836	0.182	1.039	4.564	
2006	2.222	0.135	2.356	0.836	0.165	0.994	4.351	
2005	2.097	0.113	2.210	0.889	0.156	0.816	4.071	
2004	2.046	0.105	2.151	0.788	0.156	0.816	3.911	
2003	1.974	0.124	2.098	0.773	0.140	0.755	3.766	
2002	1.809	0.131	1.940	0.654	0.139	0.699	3.432	

Source: Municipal Tax Collector

TOWNSHIP OF WASHINGTON SCHOOL DISTRICT
Principal Property Tax Payers
Current Year and Nine Years Ago
Unaudited

<u>Taxpayer</u>	2011			2002		
	<u>Taxable Assessed Value</u>	<u>Rank</u>	<u>% of Total District Net Assessed Value</u>	<u>Taxable Assessed Value</u>	<u>Rank</u>	<u>% of Total District Net Assessed Value</u>
Turnersville Auto Complex	\$ 25,423,400.00	1	0.99%			
Bradley Operating, LP (Crosskeys Commons)	12,274,700.00	2	0.48%	\$ 25,431,500.00	1	1.07%
Wal-Mart	10,500,000.00	3	0.41%			
WP Plaza	9,000,000.00	4	0.35%	11,000,000.00	3	0.46%
Target	7,511,500.00	5	0.29%	7,900,000.00	8	0.33%
Washington Center (Acme Center)	7,500,000.00	6	0.29%	9,778,800.00	6	0.41%
Birches Reality	7,500,000.00	7	0.29%	7,500,000.00	10	0.32%
Home Depot	6,540,000.00	8	0.26%	9,288,200.00	7	0.39%
Lowes	5,600,000.00	9	0.22%	10,030,900.00	5	0.42%
Ganttown Plaza	5,250,000.00	10	0.20%			
Society Hill Apartments				15,000,000.00	2	0.63%
Lustgarten, Martin				10,993,700.00	4	0.46%
United Artists				7,765,100.00	9	0.33%
Total	\$ 97,099,600.00		3.79%	\$ 114,688,200.00		4.84%

Source: Municipal Tax Assessor

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

Fiscal Year Ended June 30,	School District Taxes Levied for the Fiscal Year	Collected within the Fiscal Year of the Levy		Collections in Subsequent Years
		Amount	Percentage of Levy	
2011	\$ 78,443,283.00	\$ 75,700,884.04	96.50%	\$ 2,742,398.96
2010	72,063,215.00	72,063,215.00	100.00%	-
2009	71,887,626.00	71,887,626.00	100.00%	-
2008	66,120,173.00	66,120,173.00	100.00%	-
2007	62,626,942.00	62,626,942.00	100.00%	-
2006	57,202,823.00	57,202,823.00	100.00%	-
2005	54,094,302.00	54,094,302.00	100.00%	-
2004	52,938,592.00	52,938,592.00	100.00%	-
2003	49,424,299.00	49,424,299.00	100.00%	-
2002	42,555,774.00	42,555,774.00	100.00%	-

(1) 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.

Source: District Records

Debt Capacity Information

Debt capacity information is intended to assist users in understanding and assessing the School District's debt burden and its ability to issue additional debt. Please refer to the following exhibits for a historical view of the School District's outstanding debt and its debt capacity.

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

Fiscal Year Ended June 30,	Governmental Activities		Total District	Percentage of Personal Income (2)	Per Capita (3)
	General Obligation Bonds (1)	Capital Leases			
2011	\$ 31,325,000.00	\$1,605,970.25	\$ 32,930,970.25	Unavailable	Unavailable
2010	34,885,000.00	1,909,166.23	36,794,166.23	Unavailable	\$ 706.29
2009	38,340,000.00	2,088,309.60	40,428,309.60	1.96%	776.08
2008	41,879,281.17	1,220,293.17	43,099,574.34	2.10%	828.03
2007	44,867,544.36	1,238,932.51	46,106,476.87	2.35%	891.05
2006	48,248,066.66	1,490,212.77	49,738,279.43	2.64%	964.14
2005	51,617,013.23	1,481,946.86	53,098,960.09	2.99%	1,025.99
2004	37,853,991.02	783,397.69	38,637,388.71	2.27%	751.07
2003	41,115,323.47	1,090,728.79	42,206,052.26	2.62%	835.81
2002	44,456,926.51	1,455,617.59	45,912,544.10	2.96%	928.14

Sources:

- (1) District Records
- (2) Personal income has been estimated based upon the municipal population and per capita personal income data provided by the NJ Dept of Labor and Workforce Development
- (3) Per Capita calculation based upon population information provided by the NJ Dept of Labor and Workforce Development

TOWNSHIP OF WASHINGTON SCHOOL DISTRICT
 Ratios of Net General Bonded Debt Outstanding
 Last Ten Fiscal Years
Unaudited

Fiscal Year Ended June 30,	General Bonded Debt Outstanding			Percentage of Net Assessed Valuation Taxable (2)	Per Capita (3)
	General Obligation Bonds	Deductions	Net General Bonded Debt Outstanding (1)		
2011	\$ 31,325,000.00	-	\$ 31,325,000.00	1.22%	Unavailable
2010	34,885,000.00	-	34,885,000.00	1.36%	\$ 669.64
2009	38,340,000.00	-	38,340,000.00	1.48%	736.78
2008	41,879,281.17	-	41,879,281.17	1.63%	806.07
2007	44,867,544.36	-	44,867,544.36	1.75%	868.95
2006	48,248,066.66	-	48,248,066.66	1.90%	935.19
2005	51,617,013.23	-	51,617,013.23	2.05%	997.57
2004	37,853,991.02	-	37,853,991.02	1.52%	735.76
2003	41,115,323.47	-	41,115,323.47	1.69%	814.16
2002	44,456,926.51	-	44,456,926.51	1.87%	898.76

Sources:

- (1) District Records
- (2) Net Assessed Valuation provided by Abstract of Ratables, County Board of Taxation
- (3) Per Capita calculation based upon population information provided by the NJ Dept of Labor and Workforce Development

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

	<u>Gross Debt</u>	<u>Deductions</u>	<u>Statutory Net Debt Outstanding</u>	<u>Net Debt Outstanding Allocated to Washington Township</u>	<u>Debt Authorized but not Issued</u>
Municipal Debt: (1)					
Washington Township School District	\$ 34,885,000.00	\$ 34,885,000.00	\$ 22,710,924.36	\$ 22,710,924.36	
Washington Township	22,710,924.36				
	<u>57,595,924.36</u>	<u>34,885,000.00</u>	<u>22,710,924.36</u>	<u>22,710,924.36</u>	<u>-</u>
Overlapping Debt Apportioned to the Municipality:					
County of Gloucester: (2)					
General:					
Bonds	286,579,432.00		280,910,432.00	51,004,540.28 (6)	\$ 28,281,500.00
Bonds Issued by Other Public Bodies Guaranteed by the County	165,690,407.00	165,690,407.00 (5)	-		
Washington Township Municipal Utilities Authority (3)	12,514,647.07		12,514,647.07	12,514,647.07	
Washington Township Fire District (3)	5,200,000.00		5,200,000.00	5,200,000.00	
	<u>469,984,486.07</u>	<u>171,359,407.00</u>	<u>298,625,079.07</u>	<u>68,719,187.35</u>	<u>28,281,500.00</u>
	<u>\$ 527,580,410.43</u>	<u>\$ 206,244,407.00</u>	<u>\$ 321,336,003.43</u>	<u>\$ 91,430,111.71</u>	<u>\$ 28,281,500.00</u>

Sources:

- (1) 2010 Annual Debt Statement
- (2) County's 2010 Annual Debt Statement
- (3) Entity's Audit Report
- (4) Includes County College Bonds
- (5) Deductible in accordance with N.J.S. 40:37A-80.
- (6) Such debt is allocated as a proportion of the issuer's share of the total 2010 Net Valuation on which County taxes are apportioned, which is 18.16%.

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

Legal Debt Margin Calculation for Fiscal Year 2011

	Equalized Valuation Basis (1)
2010	\$ 5,166,945,462
2009	5,284,974,590
2008	5,304,575,764
	<u>\$ 15,756,495,816</u>
	<u>\$ 5,252,165,272</u>
Average equalized valuation of taxable property	
	<u>\$ 157,564,958</u>
	<u>31,325,000</u>
Debt limit (3% of average equalization value) (2)	
	<u>\$ 157,564,958</u>
	<u>31,325,000</u>
Total Net Debt Applicable to Limit	
	<u>\$ 126,239,958</u>

	Fiscal Year Ended June 30,									
	2011	2010	2009	2008	2007	2006	2005	2004	2003	2002
Debt limit	\$ 157,564,958.16	\$ 156,980,439.77	\$ 202,590,330.80	\$ 188,086,039.32	\$ 162,080,181.12	\$ 147,403,503.79	\$ 129,206,093.00	\$ 114,446,842.00	\$ 103,741,561.00	\$ 95,320,570.00
Total net debt applicable to limit (3)	<u>31,325,000.00</u>	<u>34,885,000.00</u>	<u>38,340,000.00</u>	<u>41,879,281.17</u>	<u>44,867,544.36</u>	<u>48,248,066.66</u>	<u>51,617,013.23</u>	<u>37,853,991.02</u>	<u>41,115,323.47</u>	<u>44,456,926.51</u>
Legal debt margin	\$ 126,239,958.16	\$ 122,095,439.77	\$ 164,250,330.80	\$ 229,965,320.49	\$ 117,212,636.76	\$ 99,155,437.13	\$ 77,589,079.77	\$ 76,592,850.98	\$ 62,626,237.53	\$ 50,863,643.49
Total net debt applicable to the limit as a percentage of debt limit	19.88%	22.22%	18.92%	34.25%	27.68%	32.73%	39.95%	33.08%	39.63%	46.64%

Sources:
 (1) Equalized valuation bases were provided by the Annual Report of the State of New Jersey, Department of Treasury, Division of Taxation.
 (2) Limit set by N.J.S.A. 18A:24-19 for a K through 12 district.
 (3) District Records

Demographic and Economic Information

Demographic and economic information is intended (1) to assist users in understanding the socioeconomic environment within which the School District operates and (2) to provide information that facilitates comparisons of financial statement information over time and among school districts. Please refer to the following exhibits for a historical view of the demographic and economic statistics and factors prevalent in the location in which the School District operates.

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

<u>Year</u>	<u>Population (1)</u>	<u>Personal Income (2)</u>	County of Gloucester Per Capita <u>Personal Income (3)</u>	<u>Unemployment Rate (4)</u>
2011	Unavailable	Unavailable	Unavailable	7.7%
2010	Unavailable	Unavailable	Unavailable	7.2%
2009	52,095	\$ 2,062,493,145.00	\$ 39,591.00	1.9%
2008	52,093	2,052,672,572.00	39,404.00	4.3%
2007	52,051	1,965,133,454.00	37,754.00	4.3%
2006	51,744	1,883,533,344.00	36,401.00	1.9%
2005	51,588	1,773,234,324.00	34,373.00	1.8%
2004	51,754	1,702,085,552.00	32,888.00	4.9%
2003	51,443	1,611,040,431.00	31,317.00	4.1%
2002	50,497	1,551,570,822.00	30,726.00	3.9%

Sources:

- (1) Population information provided by the NJ Dept of Labor and Workforce Development
- (2) Personal income has been estimated based upon the municipal population and per capita personal income presented
- (3) Per Capita Personal Income data provided by the NJ Dept of Labor and Workforce Development
- (4) Unemployment data provided by the NJ Dept of Labor and Workforce Development

TOWNSHIP OF WASHINGTON SCHOOL DISTRICT
 Principal Non-Governmental Employers
 Current Year and Nine Years Ago
Unaudited

<u>Employer</u>	2011			2002 (1)		
	<u>Employees</u>	<u>Rank</u>	<u>Percentage of Total Municipal Employment (1)</u>	<u>Employees</u>	<u>Rank</u>	<u>Percentage of Total Municipal Employment</u>
Kennedy Memorial Hospital	700	1				
Walmart	385	2				
Virtua Health Care	300	3				
Home Depot	250	4				
Target	215	5				
Health Care at Washington Township	180	6				
Lowes	150	7				
Watson's Quality Turkey Products	150	7				
Kohl's	140	8				
Acme Markets	132	9				
Bottinos	120	10				
	<u>2,022</u>		-			-

(1) Information not available

Source: Individual Employers

Operating Information

Operating information is intended to provide contextual information about the School District's operations and resources to assist readers in using financial statement information to understand and assess the School District's economic condition. Please refer to the following exhibits for a historical view of the factors and statistics pertinent to the School District's operations.

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

<u>Function/Program</u>	Fiscal Year Ended June 30,									
	<u>2011</u>	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>	<u>2004</u>	<u>2003</u>	<u>2002</u>
Instruction	781.10	861.00	780.50	807.30	837.30	882.00	884.30	874.70	890.40	889.30
Support Services:										
Tuition	239.90	248.00	243.60	243.90	225.50	236.70	244.70	227.30	221.60	222.00
Student and Instruction Related Services	39.50	41.00	40.00	42.80	43.00	41.50	47.50	42.00	42.00	36.00
Other Administrative Services	74.50	75.00	81.40	84.00	85.70	88.70	88.00	93.00	93.20	85.40
School Administrative Services	116.90	114.00	115.50	116.50	113.20	115.20	112.80	116.40	115.00	109.40
Plant Operations and Maintenance	81.90	83.00	57.00	63.20	64.40	66.10	66.90	67.10	69.20	61.40
Pupil Transportation	-	57.00	-	-	-	-	-	-	1.00	1.00
Special Schools	57.00	57.00	62.00	62.00	62.00	58.00	58.00	58.00	58.00	58.00
Food Service	3.80	3.80	3.80	4.00	4.00	4.00	4.00	4.00	4.00	4.00
Child Care Program	1.00	1.00	2.00	2.00	2.00	2.00	2.00	1.50	1.50	1.00
Center for the Performing Arts										
Total	1,395.60	1,540.80	1,385.80	1,425.70	1,437.10	1,494.20	1,508.20	1,484.00	1,495.90	1,467.50

TOWNSHIP OF WASHINGTON SCHOOL DISTRICT
 Operating Statistics
 Last Ten Fiscal Years
Unaudited

Fiscal Year Ended June 30,	Enrollment	Operating Expenditures	Cost Per Pupil	Percentage Change	Teaching Staff	Pupil/Teacher Ratio			Average Daily Enrollment (ADE)	Average Daily Attendance (ADA)	% Change in Average Daily Enrollment	Student Attendance Percentage
						Elementary	Middle	High				
2011	8,548	\$131,110,254.72	\$ 15,338.12	-0.30%	825	1:24	1:26	1:24	8,263	7,886	-2.81%	95.40%
2010	8,767	134,874,740.88	15,384.37	3.20%	923	1:24	1:26	1:24	8,502	8,140	-1.49%	95.80%
2009	8,722	130,021,986.73	14,907.36	3.55%	924	1:20	1:22	1:20	8,631	8,251	-2.47%	95.60%
2008	9,085	130,793,851.03	14,396.68	6.15%	924	1:18	1:16	1:19	8,849	8,441	-1.93%	95.38%
2007	9,296	126,073,463.26	13,562.12	10.13%	933	1:21	1:18	1:20	9,024	8,623	-1.53%	95.56%
2006	9,480	116,739,968.08	12,314.34	3.97%	945	1:21	1:23	1:21	9,164	8,721	-1.96%	95.17%
2005	9,605	113,766,059.00	11,844.46	8.54%	930	1:22	1:24	1:21	9,347	8,953	-2.22%	95.78%
2004	9,702	105,874,533.62	10,912.65	5.89%	963	1:22	1:24	1:19	9,559	9,115	-3.36%	95.36%
2003	9,842	101,426,311.95	10,305.46	8.71%	928	1:22	1:24	1:21	9,891	9,410	-0.57%	95.14%
2002	9,939	94,219,743.45	9,479.80	5.77%	905	1:22	1:26	1:19	9,948	9,499	1.58%	95.49%

Sources: District Records

TOWNSHIP OF WASHINGTON SCHOOL DISTRICT

School Building Information
Last Ten Fiscal Years
Unaudited

	Fiscal Year Ended June 30,									
	2011	2010	2009	2008	2007	2006	2005	2004	2003	2002
School District Building:										
Elementary:										
Bells Elementary School (1967)										
Square Feet	62,617	62,617	62,617	62,617	62,617	62,617	62,617	62,617	62,617	62,617
Capacity (students)	675	675	675	675	675	675	675	675	675	675
Enrollment	573	567	566		603	603	633	647	630	633
Birches Elementary School (1968)										
Square Feet	62,411	62,411	62,411	62,411	62,411	62,411	62,411	62,411	62,411	62,411
Capacity (students)	675	675	675	675	675	675	675	675	675	675
Enrollment	512	528	514	551	569	569	580	584	592	625
Grenloch Terrace Early Childhood Center (1936)										
Square Feet	31,139	31,139	31,139	31,139	31,139	31,139	31,139	31,139	31,139	31,139
Capacity (students)	600	600	600	600	600	600	600	600	600	600
Enrollment	529	564	585	604	577	577	629	582	514	614
Hurffville Elementary School (1957)										
Square Feet	65,082	65,082	65,082	65,082	65,082	65,082	65,082	65,082	65,082	65,082
Capacity (students)	675	675	675	675	675	675	675	675	675	675
Enrollment	524	533	500	507	486	486	511	534	521	567
Thomas Jefferson Elementary School (1980)										
Square Feet	81,896	81,896	81,896	81,896	81,896	81,896	81,896	81,896	81,896	81,896
Capacity (students)	675	675	675	675	675	675	675	675	675	675
Enrollment	466	459	459	472	491	491	524	558	600	602
Wedgwood Elementary School (1970)										
Square Feet	64,956	64,956	64,956	64,956	64,956	64,956	64,956	64,956	64,956	64,956
Capacity (students)	675	675	675	675	675	675	675	675	675	675
Enrollment	460	509	523	517	573	573	565	611	611	611
Whitman Elementary School (1965)										
Square Feet	67,415	67,415	67,415	67,415	67,415	67,415	67,415	67,415	67,415	67,415
Capacity (students)	675	675	675	675	675	675	675	675	675	675
Enrollment	560	576	592	615	623	623	619	615	623	577

TOWNSHIP OF WASHINGTON SCHOOL DISTRICT

School Building Information
Last Ten Fiscal Years
Unaudited

	Fiscal Year Ended June 30,									
	2011	2010	2009	2008	2007	2006	2005	2004	2003	2002
School District Building:										
Middle School:										
Bunker Hill Middle School (1997)	125,056	125,056	125,056	125,056	125,056	125,056	125,056	125,056	125,056	125,056
Square Feet	900	900	900	900	900	900	900	900	900	900
Capacity (students)	759	775	750	767	837	837	791	815	836	829
Enrollment										
Chestnut Ridge Middle School (1989)	107,000	107,000	107,000	107,000	107,000	107,000	107,000	107,000	107,000	107,000
Square Feet	900	900	900	900	900	900	900	900	900	900
Capacity (students)	671	660	697	720	735	735	762	848	881	909
Enrollment										
School District Building (Cont'd):										
Middle School (Cont'd):										
Orchard Valley Middle School (1989)	107,000	107,000	107,000	107,000	107,000	107,000	107,000	107,000	107,000	107,000
Square Feet	900	900	900	900	900	900	900	900	900	900
Capacity (students)	605	671	689	734	725	725	729	777	796	801
Enrollment										
High School:										
Washington Township High School (1962)	427,011	427,011	427,011	427,011	427,011	427,011	427,011	427,011	427,011	427,011
Square Feet	3,200	3,200	3,200	3,200	3,200	3,200	3,200	3,200	3,200	3,200
Capacity (students)	2,614	2,646	2,757	2,866	3,045	3,045	3,052	3,040	2,971	2,892
Enrollment										

Number of Schools at June 30, 2011
 Elementary = 7
 Middle School = 3
 High School = 1

Source: District Records

TOWNSHIP OF WASHINGTON SCHOOL DISTRICT
 Schedule of Required Maintenance
 Last Ten Fiscal Years
Unaudited

UNDISTRIBUTED EXPENDITURES - REQUIRED MAINTENANCE FOR SCHOOL FACILITIES (11-000-261-XXX)

School Facilities	Project Number	Fiscal Year Ended June 30,									
		2011	2010	2009	2008	2007	2006	2005	2004	2003	2002
Bells Elementary School	N/A	\$ 56,072.46	\$ 55,744.00	\$ 51,350.79	\$ 73,114.68	\$ 81,647.00	\$ 86,538.75	\$ 102,302.00	\$ 67,525.81	\$ 83,676.50	\$ 73,318.00
Birches Elementary School	N/A	55,887.99	55,560.00	51,181.86	72,874.15	81,380.00	77,438.87	107,118.00	71,978.89	91,462.31	73,077.00
Bunker Hill Middle School	N/A	111,985.51	111,329.00	102,555.61	150,586.52	164,399.00	149,508.71	101,120.00	161,648.13	160,971.65	149,692.00
Chestnut Ridge Middle School	N/A	95,816.67	95,255.00	87,748.29	124,938.45	141,790.00	104,635.69	101,622.00	128,339.72	123,859.31	127,409.00
Grenloch Terrace Early Childhood Center	N/A	27,884.44	27,956.00	25,536.39	36,359.42	41,534.00	77,101.16	84,347.00	48,387.24	58,538.19	34,703.00
Hurffville Elementary School	N/A	56,279.82	57,938.00	53,372.28	75,992.94	88,864.00	96,125.49	93,753.00	100,939.52	89,789.63	76,204.00
Orchard Valley Middle School	N/A	95,816.67	95,255.00	87,748.29	124,938.45	140,007.00	204,716.21	50,505.00	124,566.01	162,678.28	127,409.00
Thomas Jefferson Elementary School	N/A	73,336.47	72,906.00	67,161.07	95,625.79	108,277.00	133,896.58	165,101.00	77,036.28	97,583.68	84,768.00
Washington Township High School	N/A	390,481.07	384,616.59	361,272.23	506,331.36	562,142.00	696,273.62	181,120.00	494,291.60	467,909.48	409,430.00
Wedgwood Elementary School	N/A	58,166.99	57,826.00	53,268.96	75,845.81	83,846.00	90,746.46	154,473.00	71,794.97	89,651.34	76,057.00
Whitman Elementary School	N/A	60,278.99	60,015.00	55,285.53	78,717.06	88,595.00	82,126.61	584,222.00	86,509.67	94,679.46	79,153.00
Total School Facilities		1,084,007.08	1,074,400.59	996,481.30	1,415,324.63	1,582,481.00	1,799,108.15	1,725,683.00	1,433,017.84	1,520,799.83	1,311,220.00
Other Facilities	N/A	-	-	-	-	-	33,439.87	41,421.70	36,867.29	35,727.76	54,716.48
Total		\$ 1,084,007.08	\$ 1,074,400.59	\$ 996,481.30	\$ 1,415,324.63	\$ 1,582,481.00	\$ 1,832,548.02	\$ 1,767,104.70	\$ 1,469,885.13	\$ 1,556,527.59	\$ 1,365,936.48

Source: District Records

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

<u>Type of Coverage</u>	<u>Insurance Company</u>	<u>Coverage</u>	<u>Deductible</u>
School Package Policy Property, Inland Marine, Automobile Physical Damage	SPELL JIF, Selective Insurance Company of America, Axis Surplus Insurance Company, United National Insurance Company, Max Specialty Insurance Company, Alliance Global Risk US Insurance Company, RSUI Indemnity Company	\$ 150,000,000.00	\$ 500.00
General Liability Automobile Liability, Educator's Legal Liability	SPELL JIF, Selective Insurance Company	10,000,000.00	None
Boiler And Machinery	Travelers Insurance Company	125,000,000.00	1,000.00
Crime	SPELL JIF, Selective Insurance Company of America, Axis Surplus Insurance Company, United National Insurance Company, Max Specialty Insurance Company, Alliance Global Risk US Insurance Company, RSUI Indemnity Company	500,000.00	500.00
Pollution Legal Liability	ACE American Insurance Company	3,000,000.00	25,000.00
Workers' Compensation	SPELL JIF, Selective Insurance Company	Statutory	None
Board Secretary's Bond	Western Surety Company	498,000.00	None
Driving School Bond	Western Surety Company	10,000.00	None
Student Accident Policy Compulsory Catastrophic Catastrophic Cash Benefit	Monumental Life Insurance Company	1,000,000.00 Included 600,000.00	None None

Source: School District Records

SINGLE AUDIT SECTION

**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
STATE OF NEW JERSEY CIRCULAR 04-04-OMB**

The Honorable President and
Members of the Board of Education
Township of Washington School District
County of Gloucester, New Jersey

Compliance

We have audited Township of Washington 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 School District's major federal and state programs for the fiscal year ended June 30, 2011. The School District's major federal and state programs are identified in the Summary of Auditor's Results section of the accompanying Schedule of Findings and Questioned Costs. Compliance with the requirements of laws, regulations, contracts and grants applicable to each of its major federal and state programs is the responsibility of the School District's management. Our responsibility is to express an opinion on the 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; audit requirements as prescribed by the Division of Finance, Department of Education, State of New Jersey; OMB Circular A-133, Audits of States, Local Governments, and Non-Profit Organizations; and State of New Jersey Circular 04-04-OMB, Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid. Those standards, OMB Circular A-133, and State of New Jersey Circular 04-04-OMB, 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 Township of Washington 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 on the School District's compliance with those requirements.

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

Internal Control Over Compliance

Management of the Township of Washington School District is responsible for establishing and maintaining effective internal control over compliance with requirements of laws, regulations, contracts and grants applicable to federal and state programs. In planning and performing our audit, we considered the School District's internal control over compliance with 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 State of New Jersey Circular 04-04-OMB, 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 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 the management of the School District, the Division of Finance of the New Jersey Department of Education, and federal and state awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties.

Respectfully submitted,

Bowman & Company LLP

BOWMAN & COMPANY LLP
Certified Public Accountants
& Consultants

Todd R. Saler

Todd R. Saler
Certified Public Accountant
Public School Accountant No. CS 02195

Voorhees, New Jersey
November 29, 2011

TOWNSHIP OF WASHINGTON SCHOOL DISTRICT
 Schedule of Expenditures of Federal Awards
 For the Fiscal Year Ended June 30, 2011

<u>Pass-through Grantor/Program Title</u>	<u>CFDA Number</u>	<u>State Project Number</u>	<u>Award Amount</u>	<u>Grant Period</u>		<u>Balance June 30, 2010</u>
				<u>From</u>	<u>To</u>	
General Fund:						
United States Air Force:						
Air Force Junior ROTC	99.XXX	NJ080932	\$ 65,218.86	7-1-09	6-30-10	\$ (6,076.76)
Air Force Junior ROTC	99.XXX	NJ080932	67,526.74	7-1-10	6-30-11	
U.S. Department of Homeland Security:						
Passed-through the State Department of Education:						
Disaster Assistance Projects	97.XXX	N/A	47,566.46	7-1-09	6-30-10	(47,566.46)
U.S. Department of Health and Human Services:						
Passed-through the State Department of Education:						
Special Education--Medicaid Initiative	93.778	N/A	92,932.84	7-1-10	6-30-11	
Special Education--Medicaid Initiative	93.778	N/A	81,180.71	7-1-09	6-30-10	<u>(32,851.26)</u>
Total General Fund						<u>(86,494.48)</u>
Special Revenue Fund:						
U.S. Department of Education:						
Passed-through State Department of Education:						
N.C.L.B.:						
Title I	84.010	NCLB552011	364,906.00	9-1-10	8-31-11	
Title I	84.010	NCLB552010	311,324.00	9-1-09	8-31-10	(57,136.62)
Title II - Part A	84.367	NCLB552011	222,186.00	9-1-10	8-31-11	
Title II - Part A	84.367	NCLB552010	222,046.00	9-1-09	8-31-10	(59,410.25)
Title II - Part D	84.318	NCLB552011	729.00	9-1-10	8-31-11	
Title II - Part D	84.318	NCLB552010	2,851.00	9-1-09	8-31-10	(2,687.00)
Title III	84.365	NCLB552011	18,424.00	9-1-10	8-31-11	
Title III	84.365	NCLB552010	12,954.00	9-1-09	8-31-10	(3,595.06)
Title III Immigrant	84.365	NCLB552011	7,734.00	9-1-10	8-31-11	
Title IV	84.186	NCLB552010	17,177.00	9-1-09	8-31-10	(716.18)
I.D.E.I.A. Part B:						
Basic	84.027	IDEIA552011	2,102,388.00	9-1-10	8-31-11	
Basic	84.027	IDEIA552010	2,290,696.00	9-1-09	8-31-10	(1,271,087.34)
ARRA--Basic	84.391	ARRA552010	1,953,803.00	7-1-09	8-31-11	(68,111.81)
Pre-School	84.173	IDEIA552011	109,448.00	9-1-10	8-31-11	
Pre-School	84.173	IDEIA552010	105,473.00	9-1-09	8-31-10	(26,633.50)
ARRA--Preschool	84.392	ARRA552010	70,500.00	7-1-09	8-31-11	
Teaching American History	84.215X	N/A	166,665.00	7-1-09	2-28-11	(8,825.25)
Teaching American History	84.215X	N/A	166,665.00	7-1-10	2-28-12	
Carl D. Perkins Vocational and Technical						
Education Act of 1998 - Secondary	84.048A	PERK552011	42,475.00	7-1-10	6-30-11	
Education Act of 1998 - Secondary	84.048A	PERK552009	41,240.00	7-1-09	6-30-10	<u>(13,507.90)</u>
Total Special Revenue Fund						<u>(1,511,710.91)</u>
Enterprise Fund:						
U.S. Department of Agriculture:						
Passed-through State Department of Education:						
National School Lunch Program	10.555	N/A	564,261.14	7-1-10	6-30-11	
National School Lunch Program	10.555	N/A	533,387.37	7-1-09	6-30-10	(40,388.02)
National School Breakfast Program	10.553	N/A	54,336.92	7-1-10	6-30-11	
National School Breakfast Program	10.553	N/A	54,440.48	7-1-09	6-30-10	(4,545.22)
Special Milk Program	10.556	N/A	5,159.27	7-1-10	6-30-11	
Special Milk Program	10.556	N/A	5,328.68	7-1-09	6-30-10	(429.78)
Food Distribution Program	10.555	N/A	104,099.93	7-1-10	6-30-11	
Food Distribution Program	10.555	N/A	159,431.00	7-1-09	6-30-10	<u>32,422.87</u>
Total Enterprise Fund:						<u>(12,940.15)</u>
Total Federal Financial Assistance						<u>\$ (1,611,145.54)</u>

(A) See Note 5 to the Schedules of Expenditures of Federal Awards and State Financial Assistance

The accompanying Notes to Financial Statements and Notes to Schedules of Expenditures of Federal Awards and State Financial Assistance are an integral part of this schedule.

Carry-over <u>Amount</u>	Cash <u>Received</u>	<u>Adjustments (A)</u>	Budgetary <u>Expenditures</u>	Repayment of Prior Years' <u>Balances</u>	Balance at June 30, 2011		
					<u>Accounts Receivable</u>	<u>Deferred Revenue</u>	<u>Due to Grantor</u>
	\$ 6,076.76						
	61,336.40		\$ 67,526.74		\$ (6,190.34)		
	47,058.13	\$ 508.33					
	41,707.87		92,932.84		(51,224.97)		
	32,851.26						
<u>-</u>	<u>189,030.42</u>	<u>508.33</u>	<u>160,459.58</u>	<u>-</u>	<u>(57,415.31)</u>	<u>-</u>	<u>-</u>
\$ 45,507.00	105,734.38	0.07	276,650.45		(125,409.00)		
(45,507.00)	101,115.62	(0.33)	47,630.67		(49,159.00)		
13,888.00	125,382.75	(0.18)	185,612.57		(46,342.00)		
(13,888.00)	51,616.25		290.00		(21,972.00)		
39.00	468.00		729.00		(222.00)		
(39.00)	2,726.00						
1,666.00	6,519.94	0.27	14,589.21		(6,403.00)		
(1,666.00)	3,800.06	0.07	5,996.07		(7,457.00)		
	38.00	0.35	1,947.35		(1,909.00)		
	503.00		0.82		(214.00)		
61,228.00	661,594.66	3,157.42	1,823,337.08		(1,097,357.00)		
(61,228.00)	1,332,315.34	(0.36)	14,730.64		(14,731.00)		
	519,585.00	4,758.40	1,458,709.59		(1,002,478.00)		
8,046.00	49,010.50	(0.35)	104,344.15		(47,288.00)		
(8,046.00)	34,679.50	502.15	502.15				
	18,728.00		59,083.00		(40,355.00)		
(15,878.14)	24,703.39		22,340.00		(22,340.00)		
15,878.14	60,273.61	(0.10)	146,764.65		(70,613.00)		
	12.10	(0.10)	42,475.00		(42,463.00)		
	13,507.90						
<u>-</u>	<u>3,112,314.00</u>	<u>8,417.31</u>	<u>4,205,732.40</u>	<u>-</u>	<u>(2,596,712.00)</u>	<u>-</u>	<u>-</u>
	538,444.34		564,261.14		(25,816.80)		
	40,388.02						
	51,557.38		54,336.92		(2,779.54)		
	4,545.22						
	4,800.03		5,159.27		(359.24)		
	429.78						
	104,099.93		74,986.64			\$ 29,113.29	
			32,422.87				
<u>-</u>	<u>744,264.70</u>	<u>-</u>	<u>731,166.84</u>	<u>-</u>	<u>(28,955.58)</u>	<u>29,113.29</u>	<u>-</u>
<u>\$ -</u>	<u>\$ 4,045,609.12</u>	<u>\$ 8,925.64</u>	<u>\$ 5,097,358.82</u>	<u>\$ -</u>	<u>\$ (2,683,082.89)</u>	<u>\$ 29,113.29</u>	<u>\$ -</u>

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

State Grantor/ Program Title	State Project Number	Award Amount	Matching	Grant Period		Balance at June 30, 2010	
				From	To	Deferred Revenue/ Accounts Receivable	Due to Grantor
General Fund:							
State Department of Education:							
Transportation Aid	10-495-034-5120-014	\$ 2,766,205.00	N/A	7-1-09	6-30-10	(315,427.00)	
Transportation Aid	11-495-034-5120-014	2,851,674.00	N/A	7-1-10	6-30-11		
Nonpublic School Transportation Aid	10-495-034-5120-014	89,962.00	N/A	7-1-09	6-30-10	(89,962.00)	
Nonpublic School Transportation Aid	11-495-034-5120-014	86,284.41	N/A	7-1-10	6-30-11		
Equalization Aid	10-495-034-5120-078	31,958,342.00	N/A	7-1-09	6-30-10	(3,644,171.00)	
Equalization Aid	11-495-034-5120-078	37,585,023.00	N/A	7-1-10	6-30-11		
Adjustment Aid	10-495-034-5120-085	5,596,768.00	N/A	7-1-09	6-30-10	(638,193.00)	
Adjustment Aid	11-495-034-5120-085	1,860,710.00	N/A	7-1-10	6-30-11		
Special Education Categorical Aid	10-495-034-5120-089	4,298,140.00	N/A	7-1-09	6-30-10	(490,112.00)	
Special Education Categorical Aid	11-495-034-5120-089	4,246,397.00	N/A	7-1-10	6-30-11		
Security Aid	10-495-034-5120-084	681,586.00	N/A	7-1-09	6-30-10	(77,720.00)	
Security Aid	11-495-034-5120-084	722,630.00	N/A	7-1-10	6-30-11		
Extraordinary Special Education Costs Aic	10-100-034-5120-473	1,864,860.00	N/A	7-1-09	6-30-10	(1,864,860.00)	
Extraordinary Special Education Costs Aic	11-100-034-5120-473	1,417,139.00	N/A	7-1-10	6-30-11		
Payment for Institutionalized Children - Unknown District of Residence	10-495-034-5120-005	94,815.22	N/A	7-1-09	6-30-10	(94,815.22)	
Payment for Institutionalized Children - Unknown District of Residence	11-495-034-5120-005	135,568.00	N/A	7-1-10	6-30-11		
Reimbursed TPAF Social Security Contributions--Wage Freeze	11-495-034-5095-002	5,709.00	N/A	7-1-10	6-30-11		
Reimbursed TPAF Social Security Contributions	10-495-034-5095-002	4,505,920.67	N/A	7-1-09	6-30-10	(223,433.05)	
Reimbursed TPAF Social Security Contributions	11-495-034-5095-002	4,139,868.72	N/A	7-1-10	6-30-11		
Total General Fund						(7,438,693.27)	-
Special Revenue Fund:							
State Department of Education:							
Nonpublic Aid:							
Nursing Services	10-100-034-5120-070	18,143.00	N/A	7-1-09	6-30-10		\$ 2,548.60
Nursing Services	11-100-034-5120-070	17,175.00	N/A	7-1-10	6-30-11		
Textbook Aid (Ch. 194, L. 1977)	10-100-034-5120-064	15,298.00	N/A	7-1-09	6-30-10		8,853.17
Textbook Aid (Ch. 194, L. 1977)	11-100-034-5120-064	14,324.00	N/A	7-1-10	6-30-11		
Auxiliary Services (Ch. 192, L. 1977)	10-100-034-5120-067						
Compensatory Education		26,487.00	N/A	7-1-09	6-30-10		
Transportation and Maintenance		6,579.00	N/A	7-1-09	6-30-10		
Auxiliary Services (Ch. 192, L. 1977)	11-100-034-5120-067						
Compensatory Education		29,639.00	N/A	7-1-10	6-30-11		
English as a Second Language		768.00	N/A	7-1-10	6-30-11		
Transportation and Maintenance		14,209.00	N/A	7-1-10	6-30-11		
Home Instruction		1,954.86	N/A	7-1-10	6-30-11		
Handicapped Services (Ch. 193, L. 1977)	10-100-034-5120-066						
Corrective Speech		33,177.00	N/A	7-1-09	6-30-10		805.76
Examination and Classifier		14,073.00	N/A	7-1-09	6-30-10		5,114.75
Supplementary Instructor		4,699.00	N/A	7-1-09	6-30-10		10.06
Handicapped Services (Ch. 193, L. 1977)	11-100-034-5120-066						
Corrective Speech		32,075.00	N/A	7-1-10	6-30-11		
Examination and Classifier		14,033.00	N/A	7-1-10	6-30-11		
Supplementary Instructor		6,948.00	N/A	7-1-10	6-30-11		
Total Special Revenue Fund						-	17,332.34
Capital Projects Fund:							
New Jersey Economic Development Authority							
Additional State School Building Aid--							
High School Air Conditioning/Security	5500-010-05-1000	3,345,967.00	6,269,109.00	10-26-04	Project End	117,020.18	
Bells Elementary Air Conditioning/Security	5500-025-05-1000	965,244.00	960,282.00	10-26-04	Project End	294.38	
Birches Elementary Air Conditioning/Security	5500-027-05-1000	965,244.00	960,282.00	10-26-04	Project End	6,986.83	
Wedgewood Elementary Air Conditioning/Security	5500-060-05-1000	859,321.00	866,280.00	10-26-04	Project End	3,659.31	
Whitman Elementary Air Conditioning/Security	5500-070-05-1000	965,244.00	960,282.00	10-24-04	Project End	8,322.60	
Wedgewood Elementary Reroofing	5500-060-05-2000	127,800.00	117,985.00	4-27-05	Project End	1,275.00	
High School Reroofing	5500-010-05-3000	107,001.00	98,790.00	4-27-05	Project End	48,495.83	
High School Science Labs	5500-010-05-3000	430,963.00	397,890.00	12-22-05	Project End	84,639.81	
High School Roof	5500-010-09-1001	229,824.00	320,007.00	1-15-09	Project End	7,429.74	
Asbestos Abatement	Various	60,640.00	80,946.00	12-23-10	Project End		
High School Classroom Renovations	5500-010-10-G1AB	54,412.00	80,755.00	12-23-10	Project End		
High School Overhangs	5500-010-10-G1AD	14,877.00	26,500.00	12-23-10	Project End		
High School Roof	5500-010-10-G1AF	235,754.00	350,000.00	12-23-10	Project End		
Total Capital Projects Fund						278,123.68	-
Debt Service Fund:							
State Department of Education:							
State Support							
	10-495-034-5120-017	1,555,568.00	N/A	7-1-10	6-30-11	-	-
Enterprise Fund:							
State School Lunch Aid							
State School Lunch Aid	10-100-010-3350-023	33,025.38	N/A	7-1-09	6-30-10	(2,458.80)	
State School Lunch Aid	09-100-010-3350-023	23,929.64	N/A	7-1-10	6-30-11		
State School Breakfast Aid	10-100-010-3350-021	4,699.30	N/A	7-1-09	6-30-10	(402.20)	
Total Enterprise Fund						(2,861.00)	-
Total State Financial Assistance						\$ (7,163,430.59)	\$ 17,332.34

(A) See Note 5 to the Schedules of Expenditures of Federal Awards and State Financial Assistance

The accompanying Notes to Financial Statements and Notes to Schedules of Expenditures of Federal Awards and State Financial Assistance are an integral part of this schedule.

Carryover/ Walkover Amount	Cash Received	Adjustments (A)	Budgetary Expenditures	Repayment of Prior Years' Balances	Balance at June 30, 2011			Memo	
					Accounts Receivable	Deferred Revenue	Due to Grantor	Budgetary Receivable June 30, 2011	Cumulative Total Expenditures
	\$ 315,427.00		\$ 2,851,674.00		\$ (270,198.00)			\$ (270,198.00)	\$ 2,851,674.00
	2,581,476.00								
	89,962.00								
			86,284.41		(86,284.41)				86,284.41
	3,644,171.00								
	34,023,821.00		37,585,023.00		(3,561,202.00)			(3,561,202.00)	37,585,023.00
	638,193.00								
	1,684,407.00		1,860,710.00		(176,303.00)			(176,303.00)	1,860,710.00
	490,112.00								
	3,844,049.00		4,246,397.00		(402,348.00)			(402,348.00)	4,246,397.00
	77,720.00								
	654,160.00		722,630.00		(68,470.00)			(68,470.00)	722,630.00
	1,864,860.00								
			1,417,139.00		(1,417,139.00)				1,417,139.00
	94,815.22								
			135,568.00		(135,568.00)				135,568.00
	2,854.50		5,709.00		(2,854.50)				5,709.00
	223,433.05								
	3,934,097.44		4,139,868.72		(205,771.28)				4,139,868.72
-	54,163,558.21	-	53,051,003.13	-	(6,326,138.19)	-	-	(4,478,521.00)	53,051,003.13
		\$ 0.40		\$ 2,549.00					
	17,175.00	(0.17)	13,402.70	8,853.00			\$ 3,772.30		13,402.70
	14,324.00		5,309.33				9,014.67		5,309.33
	29,639.00		29,639.00						29,639.00
	768.00		768.00						768.00
	14,209.00		14,209.00						14,209.00
			1,954.86		(1,954.86)				1,954.86
		0.24		806.00					
		0.25		3,616.00			1,499.00		
		(0.06)		10.00					
	32,075.00		29,728.16				2,346.84		29,728.16
	14,033.00		10,685.93				3,347.07		10,685.93
	6,948.00		6,253.47				694.53		6,253.47
-	129,171.00	0.66	111,950.45	15,834.00	(1,954.86)	-	20,674.41	-	111,950.45
		2,613.00				\$ 119,633.18			9,495,442.82
						294.38			1,925,231.62
						6,986.83			1,918,539.17
						3,659.31			1,721,941.69
						8,322.60			1,917,203.40
						1,275.00			244,510.00
						48,495.83			157,295.17
			5,886.50			78,753.31			750,099.69
						7,429.74			542,401.26
	60,640.00	80,946.00	6,251.47			135,334.53			6,251.47
	54,412.00	80,755.00	8,453.43			126,713.57			8,453.43
	14,877.00	26,500.00	26,500.00			14,877.00			26,500.00
	235,754.00	350,000.00	167,459.24			418,294.76			167,459.24
-	365,683.00	540,814.00	214,550.64	-	-	970,070.04	-	-	18,881,328.96
-	1,555,568.00	-	1,555,568.00	-	-	-	-	-	1,555,568.00
	2,458.80								
	21,623.54		23,929.64		(2,306.10)				23,929.64
	402.20								
-	24,484.54	-	23,929.64	-	(2,306.10)	-	-	-	23,929.64
\$ -	\$ 56,238,464.75	\$ 540,814.66	\$ 54,957,001.86	\$ 15,834.00	\$ (6,330,399.15)	\$ 970,070.04	\$ 20,674.41	\$ (4,478,521.00)	\$ 73,623,780.18

TOWNSHIP OF WASHINGTON SCHOOL DISTRICT
Notes to Schedules of Expenditures of Federal Awards and State Financial Assistance
For the Fiscal Year Ended 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 Township of Washington School District (hereafter referred to as the "School District"). The School District is defined in Note 1 to the School District's basic financial statements. All federal and state awards received directly from federal and state agencies, as well as federal awards and state financial assistance passed through other government agencies, 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 using 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 School District's basic financial statements. The information in this schedule is presented in accordance with the requirements of OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*; therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of, the basic financial statements.

Note 3: RELATIONSHIP TO BASIC FINANCIAL STATEMENTS

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

The general fund is presented in the accompanying schedules on the modified accrual basis with the exception of the revenue recognition of the 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. 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 special revenue fund also recognizes the one or more June state aid payments in the current budget year, consistent with N.J.S.A. 18A:22-44.2.

The net adjustment to reconcile expenditures from the budgetary basis to the GAAP basis is (\$64,953.28) for the special revenue fund. See Exhibit C-3, 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.

Note 3: RELATIONSHIP TO FINANCIAL STATEMENTS (CONT'D)

Awards and financial assistance expenditures are reported in the School District's basic financial statements on a GAAP basis as presented as follows:

<u>Fund</u>	<u>Federal</u>	<u>State</u>	<u>Total</u>
General	\$ 160,459.58	\$ 53,051,003.13	\$ 53,211,462.71
Special Revenue	4,143,846.02	108,883.55	4,252,729.57
Capital Projects		214,550.64	214,550.64
Debt Service		1,555,568.00	1,555,568.00
Food Service	731,166.84	23,929.64	755,096.48
Total Awards and Financial Assistance	<u>\$ 5,035,472.44</u>	<u>\$ 54,953,934.96</u>	<u>\$ 59,989,407.40</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: ADJUSTMENTS

Amounts reported in the column entitled "Adjustments" represent the following:

<u>Adjustment</u>	<u>Federal</u>	<u>State</u>	<u>Total</u>
Rounding Adjustments	\$ (0.87)	\$ 0.66	\$ (0.21)
Cancellation of Prior Year Orders	8,418.18	2,613.00	11,031.18
Cancellation of Accounts Receivable	508.33		508.33
Local Share--Capital Projects		538,201.00	538,201.00
	<u>\$ 8,925.64</u>	<u>\$ 540,814.66</u>	<u>\$ 549,740.30</u>

Note 6: OTHER

Revenues and expenditures reported under the Food Distribution Program represent current year value received and current year distribution, respectively. 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 fiscal year ended June 30, 2011.

Note 7: MAJOR PROGRAMS

Major programs are identified in the Summary of Auditor's Results section of the Schedule of Findings and Questioned Costs.

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

Section 1- Summary of Auditor's Results

Financial Statements

Type of auditor's report issued _____ Unqualified _____

Internal control over financial reporting:

Material weaknesses identified? _____ yes X no

Were significant deficiencies identified that were not considered to be a material weakness? _____ X yes _____ none reported

Noncompliance material to financial statements noted? _____ yes X no

Federal Awards

Internal control over compliance:

Material weaknesses identified? _____ yes X no

Were significant deficiencies identified that were not considered to be material weaknesses? _____ yes X none reported

Type of auditor's report on compliance for major programs _____ Unqualified _____

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

Identification of major programs:

<u>CFDA Number</u>	<u>Name of Federal Program or Cluster</u>
84.027	I.D.E.I.A. Part B Basic
84.173	I.D.E.I.A. Part B Preschool
84.391	ARRA - I.D.E.I.A. Part B Basic
84.392	ARRA - I.D.E.I.A. Part B Preschool
84.010	NCLB - Title I
10.555	Food Distribution Program
10.555	National School Lunch Program
10.553	National School Breakfast Program
10.556	Special Milk Program

Dollar threshold used to determine Type A programs _____ \$300,000 _____

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

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

Section 1- Summary of Auditor's Results (Cont'd)

State Financial Assistance

Internal control over compliance:

Material weaknesses identified? _____ yes no

Were significant deficiencies identified that were not considered to be material weaknesses? _____ yes none reported

Type of auditor's report on compliance for major programs _____ Unqualified

Any audit findings disclosed that are required to be reported in accordance with OMB Circular A-133 (section .510(a)) or New Jersey Circular 04-04-OMB? _____ yes no

Identification of major programs:

<u>State Account Number</u>	<u>Name of State Program</u>
11-495-034-5120-078	Equalization Aid
11-495-034-5120-089	Special Education Categorical Aid
11-495-034-5120-085	Adjustment Aid
11-495-034-5120-084	Security Aid
11-495-034-5120-014	Transportation Aid
11-495-034-5095-002	Reimbursed TPAF Social Security Contributions

Dollar threshold used to determine Type A programs _____ \$1,648,710

Auditee qualified as low-risk auditee? _____ yes no

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

Section 2- Schedule of Financial Statement Findings

This section identifies the significant deficiencies, material weaknesses, and instances of noncompliance related to the financial statements that are required to be reported in accordance with Government Auditing Standards and with audit requirements as prescribed by the Division of Finance, Department of Education, State of New Jersey.

Finding No. 2011-1

Criteria or Specific Requirement

Good internal control practices dictate that a complete general ledger be maintained for each fund in a timely manner to ensure adequate control over the preparation of financial statements including the related footnotes.

Condition

The general ledger for the Center for Performing Arts Enterprise Fund was not completely maintained in a timely manner.

Context

The financial activity pertaining to the box office was not recorded to the general ledger in a timely manner.

Effect

Without a properly maintained general ledger, the immediate and current identification of assets, liabilities, revenues, expenditures and net assets cannot be achieved.

Cause

The District absorbed the Washington Township Live Arts non-profit organization upon dissolution of the entity on June 28, 2010. As a result, the accounting and recording of the financial activity of the Center for Performing Arts box office became the responsibility of the District. Upon assuming such responsibility, the District did not record the financial activity in a timely manner.

Recommendation

That a complete general ledger for the Center for Performing Arts Enterprise Fund be maintained in a timely manner.

View of Responsible Officials and Planned Corrective Action

The responsible officials agree with the finding and will address the matter as part of their corrective action plan.

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

Section 3- Schedule of Federal Award Findings and Questioned Costs

This section identifies the significant deficiencies, material weaknesses, and instances of noncompliance, including questioned costs, related to the audit of major Federal programs, as required by OMB Circular A-133.

None.

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

Section 4- Schedule of State Financial Assistance Findings and Questioned Costs

This section identifies the significant deficiencies, material weaknesses, and instances of noncompliance, including questioned costs, related to the audit of major State programs, as required by OMB Circular A-133 and State of New Jersey Circular 04-04-OMB.

None.

TOWNSHIP OF WASHINGTON SCHOOL DISTRICT
Summary Schedule of Prior Year Audit Findings
and Questioned Costs as Prepared by Management

This section identifies the status of prior year findings related to the financial statements and Federal Awards and State Financial Assistance that are required to be reported in accordance with Government Auditing Standards, OMB Circular A-133 and State of New Jersey Circular 04-04-OMB.

FINANCIAL STATEMENT FINDINGS

None.

FEDERAL AWARDS

None.

STATE FINANCIAL ASSISTANCE PROGRAMS

None.

