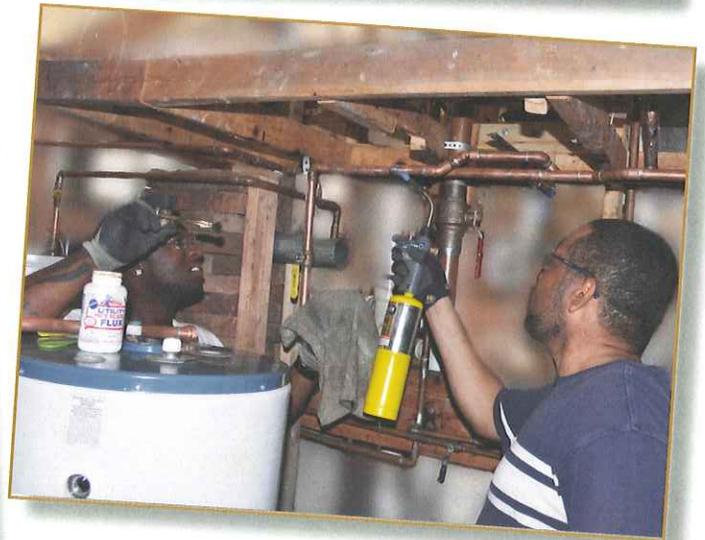
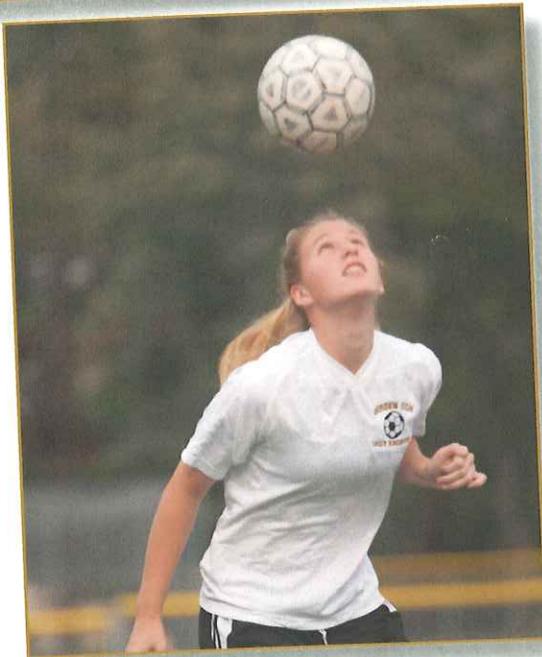
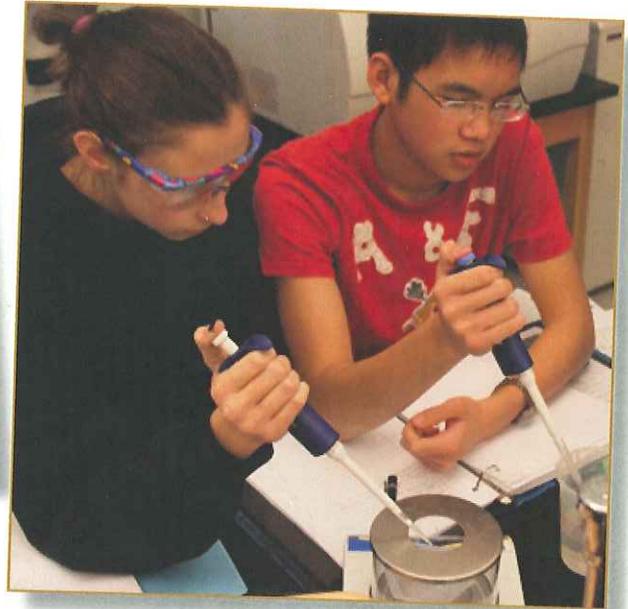
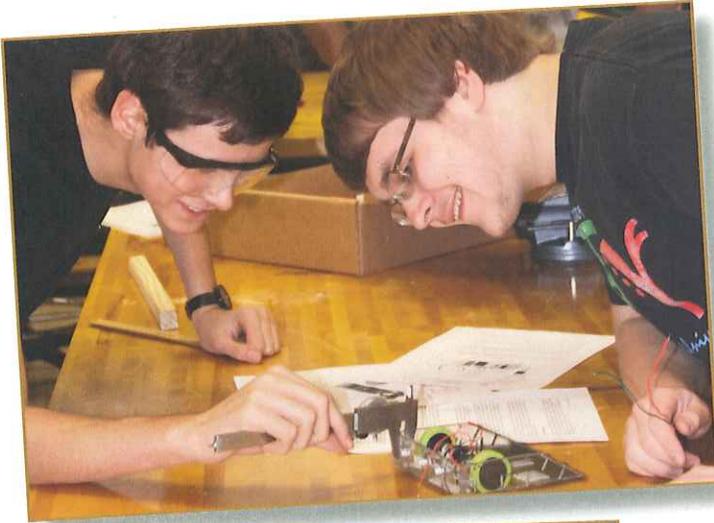


Bergen County Technical Schools

A Component Unit of The County of Bergen



**Comprehensive Annual Financial Report
For The Fiscal Year Ended **JUNE 30, 2012****

BERGEN COUNTY, NEW JERSEY

COMPREHENSIVE ANNUAL

FINANCIAL REPORT

of the

**Bergen County Technical and Vocational High School
Board of Education**

New Jersey

For The Fiscal Year Ended June 30, 2012

Prepared by

Business Department

**BERGEN COUNTY TECHNICAL AND VOCATIONAL HIGH SCHOOL DISTRICT
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INTRODUCTORY SECTION



BERGEN COUNTY TECHNICAL SCHOOLS/SPECIAL SERVICES

District Administrative Office

327 E. Ridgewood Avenue, Paramus, New Jersey 07652 • Tel. (201) 343-6000 • Fax (201) 225-9067

November 26, 2012

Honorable President and
Members of the Board of Education
Bergen County Technical and Vocational High School
County of Bergen, New Jersey

Dear Board Members:

State Department of Education statutes require that all general-purpose local governments publish within four months of the close of each fiscal year a complete set of financial statements presented in conformity with accounting principles generally accepted in the United States of America (GAAP) and audited in accordance with auditing standards generally accepted in the United States of America by a firm of licensed certified public accountants. Pursuant to that requirement, we hereby issue the comprehensive annual financial report of the Bergen County Technical and Vocational High School District for the fiscal year ended June 30, 2012.

This report consists of management's representations concerning the finances of the Bergen County Technical and Vocational High School District. Consequently, management assumes full responsibility for the completeness and reliability of all of the information presented in this report. To provide a reasonable basis for making these representations, management of the Bergen County Technical and Vocational High School District has established a comprehensive internal control framework that is designed both to protect the School District's assets from loss, theft, or misuse and to compile sufficient reliable information for the preparation of the Bergen County Technical and Vocational High School District's financial statements in conformity with GAAP. Because the cost of internal controls should not outweigh their benefits, the Bergen County Technical and Vocational High School District's comprehensive framework or internal controls has been designed to provide reasonable rather than absolute assurance that the financial statements will be free from material misstatement. As management, we assert that, to the best of our knowledge and belief, this financial report is complete and reliable in all material respects.

The Bergen County Technical and Vocational High School District's financial statements have been audited by Lerch, Vinci & Higgins, LLP, a firm of licensed certified public accountants and public school accountants. The goal of the independent audit was to provide reasonable assurance that the financial statements of the Bergen County Technical and Vocational High School District for the fiscal year ended June 30, 2012, are free of material misstatement. The independent audit involved examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements; assessing the accounting principles used and significant estimates made by management; and evaluating the overall financial statement presentation. The independent auditor concluded, based upon the audit, that there was a reasonable basis for rendering an unqualified opinion that the Bergen County Technical and Vocational High School

District's financial statements for the fiscal year ended June 30, 2012, are fairly presented in conformity with GAAP. The independent auditors' report is presented as the first component of the financial section of this report.

The independent audit of the financial statements of the Bergen County Technical and Vocational High School District was part of a broader, federally mandated "Single Audit" designed to meet the special needs of federal grant agencies. The standards governing Single Audit engagements require the independent auditor to report not only on the fair presentation of the financial statements, but also on the audited government's internal controls and compliance with legal requirements, with special emphasis on internal controls and legal requirements involving the administration of federal awards. These reports are available in the Bergen County Technical and Vocational High School District's separately issued Single Audit Report.

GAAP require that management provide a narrative introduction, overview, and analysis to accompany the basic financial statements in the form of Management's Discussion and Analysis (MD&A). This letter of transmittal is designed to complement MD&A and should be read in conjunction with it. The Bergen County Technical & Vocational High School District's MD&A can be found immediately following the report of the independent auditors.

The district operates three high schools: Bergen County Academies in Hackensack, including seven magnet high school programs with a career focus; Bergen County Technical High School – Teterboro, with eleven technical concentrations; and Bergen County Technical High School – Paramus, with thirteen concentrations, including full-time options for students with special learning needs and shared-time options for students who remain at their local sending districts for academics and select part-time technical education in the county school.

Bergen County Technical Schools also offer an array of postsecondary programs. These include full-time day training programs and part-time evening and apprenticeship courses through the Adult & Continuing Education Division, training for emergency medical service and heavy rescue workers through the Emergency Medical Services Training Center, and career readiness and training through the Bergen Workforce Center which offers programs that qualify under the workforce development programs dating back to the Manpower Development and Training Act of 1962. Through the years, the school district has operated the training component, in full or in part, for all of these programs. Since 1995, the district has also served as the administrative agent for these programs, beginning with the federal Job Training Partnership Act (JTPA), which was later replaced by the current Workforce Investment Act.

The District completed the 2011-12 fiscal year with an enrollment of 2,126 students, which is 100 students lower than the previous year. The following details changes in District enrollment over the last ten years:

	<u>Enrollment</u>
2011/12	2,126
2010/11	2,226
2009/10	2,182
2008/09	2,142
2007/08	2,186
2006/07	2,211
2005/06	2,152
2004/05	2,191
2003/04	2,023
2002/03	2,089

The District continues its administrative partnership with Bergen County Special Services, facilitating an efficient and productive sharing of resources including central office administrations, professional development sources and opportunities, pedagogical and technological expertise, and other peripheral support services. The district also provides as-needed personnel and special project support to the Bergen County Workforce Investment Act.

ECONOMIC CONDITION AND OUTLOOK:

Located in Northeastern New Jersey in close proximity to New York City, Bergen County is an important economic entity. Although Bergen County comprises only 3% of New Jersey's total land area, it has the largest number of workers, private-sector jobs, and highest per capital income in the state. Its 900,000 residents live in 70 municipalities, which include 56 boroughs, 9 townships, 3 cities and 2 villages.

According to the Bergen County Economic Development Corporation, Bergen has over 14% of the states jobs (487,000) and over 14% of New Jersey's manufacturing jobs - both records for the state, at \$15 billion. Hackensack, the County Seat, is home to Bergen's top employer, Hackensack University Medical Center. This state-of-the-art teaching and research hospital is the largest provider of inpatient and outpatient services in the state. The New Jersey Sports and Exposition Authority (Meadowlands Racetrack, Izod Center) and the Valley Hospital System round out the top three employers in the county. Other leading employers include: Quest Diagnostics, Englewood Hospital & Medical Center, Bergen Regional Medical Center, Cingular Wireless, Holy Name Hospital, The County of Bergen, and Mercedes-Benz.

Considered suburban, Bergen County is filled with scores of tree-lined streets and quiet communities. Many areas however, particularly those that overlook Manhattan and bank the Hudson River, include luxury high-rises, and modern office buildings. There are 330,817 households out of which a third have children under the age of 18 living with them. The median income for a household in the county is \$63,277, and the median income for a family is \$79,875.

Bergen County enjoys one of the lowest real estate rates in the state. The county tax rate is under \$.20 for every \$100 of assessed value.

MAJOR INITIATIVES:

The district has intensified its efforts towards offering early college options on all three campuses. These programs are designed for motivated students who are interested in challenging themselves by enrolling in college level courses. Onsite at the Hackensack and Teterboro campuses, students can take Advanced Placement (AP) and International Baccalaureate (IB) courses. Through successful completion of AP and IB courses, students have the opportunity to earn credit or advanced standing at most of the nation's colleges and universities. In addition, there are a number of articulation agreements with Fairleigh Dickinson University and New Jersey Institute of Technology which offer select graduating students sophomore standing at the partnering school. Students are also able to take a number of college courses off-site prior to graduating high school at Fairleigh Dickinson University and Bergen Community College.

MAJOR INITIATIVES: (Continued)

At the special needs campus in Paramus, students are able to pursue certifications through Bergen Community College in grounds management, landscaping, floral design, graphics, culinary arts, network support, or small business. They can also begin working towards their Associate's Degree in selected areas.

The district's most current initiative is focused on preparing students for continued globalization. By preparing students to enter higher education institutions with a head start on their peers, we believe that they will have the advantage of being the first to create new innovations for the globalizing market. In addition, new courses are being offered to increase our students' knowledge of foreign investment and language in emerging markets. To compliment classes in Mandarin and International Business, student exchange programs with other nations have been initiated.

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 GAAP. The internal control structure is designed to provide reasonable, but not absolute, assurance that these objectives are met. The concept of reasonable assurance recognizes that: (1) the cost of a control should not exceed the benefits likely to be derived; and (2) the valuation of costs and benefits requires estimates and judgments by management.

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

As part of the District's single audit described earlier, tests are made to determine the adequacy of 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.

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 Board of School Estimates. Annual appropriated budgets are adopted for the general fund and the special revenue fund. The final budget amount as amended for the fiscal year is reflected in the financial section. An encumbrance accounting system is used to record outstanding purchase commitments on a line item basis. Open encumbrances at year-end are either canceled or are included as reappropriation of fund balance in the subsequent year. Those amounts to be reappropriated are reported as reservations of fund balance at June 30, 2012.

DEBT ADMINISTRATION:

At June 30, 2012, the District has no debt service. All bonded long-term debt is included in the County of Bergen's financial statements.

CASH MANAGEMENT:

By agreement with the Bergen County Administrator, the Board requests payment of enough funds to meet immediate obligations and maintain a low cash balance. The Board relies on the county administrator for an appropriate investment policy. The District has adopted a cash management plan which requires it to deposit public funds in public depositories protected from loss under the provisions of the Governmental Unit Deposit Protection Act ("GUDPA"). GUDPA was enacted in 1970 to protect governmental Units from a loss of funds on deposit with a failed banking institution in New Jersey. The law requires governmental units to deposit public funds only in public depositories located in New Jersey, where the funds are secured in accordance with the Act.

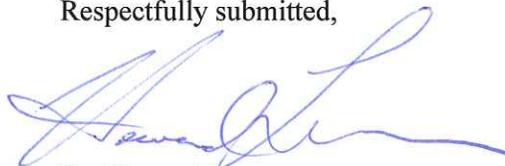
RISK MANAGEMENT:

The Board carries various forms of insurance, including but not limited to general liability, automobile liability and comprehensive/collision, hazard and theft insurance on property and contents, and fidelity bonds, workers' compensation, and a self-insured health benefits plan and unemployment fund.

ACKNOWLEDGMENTS:

We would like to express our appreciation to the members of the Board of Education and the Bergen County Executive and Board of Chosen Freeholders for their concern in providing fiscal accountability to the citizens and to 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 accounting staff.

Respectfully submitted,

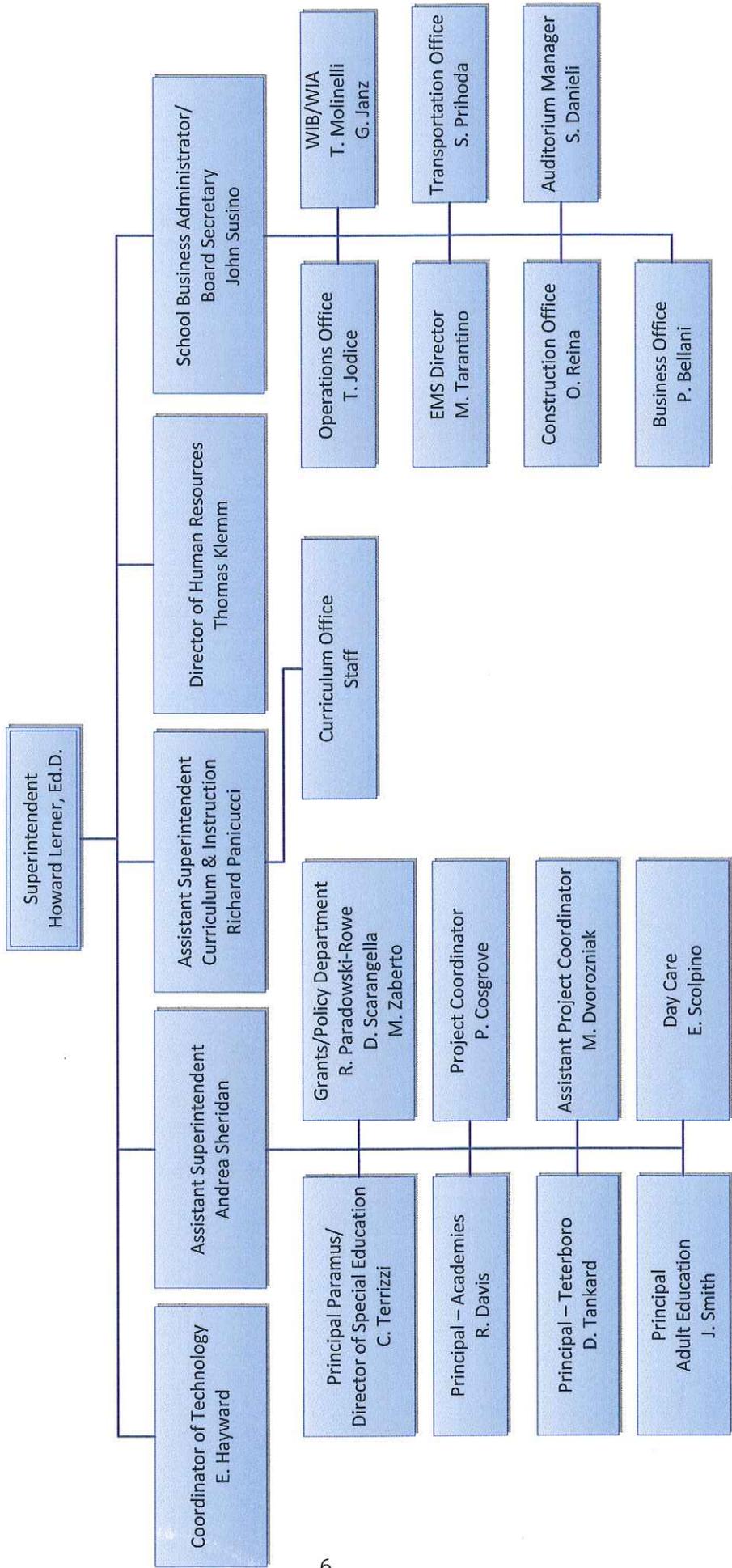


Dr. Howard Lerner
Superintendent



John Susino
Business Administrator/Board Secretary

BCTS Administrative Plan 2012-2013



BERGEN COUNTY TECHNICAL SCHOOLS
BERGEN COUNTY, NEW JERSEY
ROSTER OF OFFICIALS
JUNE 30, 2012

COUNTY EXECUTIVE

Kathleen Donovan

MEMBERS OF THE BOARD OF CHOSEN FREEHOLDERS

John Mitchell – Chairman
John Felice, Vice-Chairman
John Driscoll, Jr.
Maura DeNicola
David Ganz
Robert Hermansen
Joan Voss

BOARD OF EDUCATION

President

William Connelly

Vice-President

Jason Kim

Members of the Board of Education

Dr. William Meisner

Marie Latesta

Robert Gilmartin

Executive County Superintendent
Bergen County Office of Education

OTHER OFFICIALS

Superintendent

Dr. Howard Lerner

Assistant Superintendent

Andrea Sheridan

Board Secretary /Business Administrator

John Susino

Director of Personnel

Thomas Klemm

Director of Special Education

Carole Terrizzi

Director of Workforce Investment Board

Tammy Molinelli

Director, Bergen County One Stop

Career Center (WIA)

Salvatore Mastroeni

Principal, Academies

Russ Davis

Principal, BCTEC, Paramus

Carole Terrizzi

Principal, BCVHS, Paramus

Carole Terrizzi

Principal, BCTEC, BCVHS, BCTHS, Teterboro

David Tankard

Principal, Adult and Continuing Education

James Smith

**BERGEN COUNTY TECHNICAL SCHOOL
BERGEN COUNTY, NEW JERSEY**

Consultants and Advisors

Architect/Engineer

DMR Architects
777 Terrace Avenue, 6th Floor
Hasbrouck Heights, NJ 07604

Audit Firm

Lerch, Vinci & Higgins, LLP
Certified Public Accountants
17-17 Route 208
Fair Lawn, New Jersey 07410

Attorney

Nowell, Amoroso, Klein Bierman, P.A.
155 Polifly Road
Hackensack, NJ 07601

Official Depository

Capital One Bank
Paramus, NJ 07652

FINANCIAL SECTION

LERCH, VINCI & HIGGINS, LLP

CERTIFIED PUBLIC ACCOUNTANTS
REGISTERED MUNICIPAL ACCOUNTANTS

17 - 17 ROUTE 208

FAIR LAWN, NJ 07410

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GARY W. HIGGINS, CPA, RMA, PSA
JEFFREY C. BLISS, CPA, RMA, PSA
PAUL J. LERCH, CPA, RMA, PSA
DONNA L. JAPHET, CPA, PSA
JULIUS B. CONSONI, CPA, PSA

ELIZABETH A. SHICK, CPA, RMA, PSA
ANDREW PARENTE, CPA, RMA, PSA
ROBERT W. HAAG, CPA, PSA
DEBORAH K. LERCH, CPA, PSA
DEBRA GOLLE, CPA
CINDY JANACEK, CPA, RMA
RALPH M. PICONE, CPA, RMA, PSA
EDWARD N. KERE, CPA

INDEPENDENT AUDITOR'S REPORT

Honorable President and Members
of the Board of Trustees
Bergen County Technical and Vocational High School District
Bergen County, 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 Bergen County Technical and Vocational High School District, a component unit of the County of Bergen as of and for the fiscal year ended June 30, 2012, which collectively comprise the Board of Education's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the Board of Education's management. Our responsibility is to express opinions on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in the Government Auditing Standards, issued by the Comptroller General of the United States and audit requirements as prescribed by the Office of School 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 Bergen County Technical and Vocational High 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 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.

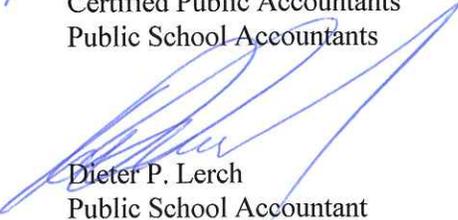
In our opinion, the financial statements referred to previously present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Bergen County Technical and Vocational High School District as of June 30, 2012, 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 December 5, 2012 on our consideration of the Bergen County Technical and Vocational High 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 the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with Government Auditing Standards and should be considered in assessing the results of our audit.

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

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Bergen County Technical and Vocational High School District's basic financial statements as a whole. The introductory section, combining fund financial statements, financial schedules and statistical section are presented for purposes of additional analysis and are not a required part of the 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 New Jersey OMB's Circular 04-04, "Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid", and are also not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The combining fund financial statements and schedules of expenditures of federal awards and state financial assistance have been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining fund financial statements and schedules of expenditures of federal awards and state financial assistance are fairly stated in all material respects in relation to the basic financial statements as a whole. The introductory section, financial schedules and statistical section have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we do not express an opinion or provide any assurance on them.


LERCH, VINCI & HIGGINS, LLP
Certified Public Accountants
Public School Accountants


Dieter P. Lerch
Public School Accountant
PSA Number CS00756

Fair Lawn, New Jersey
December 5, 2012

MANAGEMENT'S DISCUSSION AND ANALYSIS

BERGEN COUNTY TECHNICAL AND VOCATIONAL HIGH SCHOOL

Management's Discussion and Analysis Years Ended June 30, 2012 and 2011

This section of Bergen County Technical and Vocational School District's annual financial report presents our discussion and analysis of the District's financial performance during the fiscal year that ended on June 30, 2012. Please read it in conjunction with the transmittal letter at the front of this report and the District's financial statements, which immediately follows this section.

The Management's Discussion and Analysis (MD&A) is an element of Required Supplementary Information specified in the Governmental Accounting Standard Board's (GASB) Statement No. 34 – Basic Financial Statements – and Management's Discussion and Analysis – for State and Local Governments. Certain comparative information between the current year (2011-2012) and the prior year (2010-2011) is required to be presented in the MD&A.

FINANCIAL HIGHLIGHTS

Key financial highlights for the 2011-2012 fiscal year include the following:

- The assets of the Bergen County Technical and Vocational High School District exceeded its liabilities at the close of the fiscal year by \$55,958,537 (net assets).
- Overall district-wide revenues were \$85,821,509, which was \$6,512,526 more than expenses.
- As of the close of the current fiscal year, the District's governmental funds reported a combined ending fund balance of \$5,178,121.

OVERVIEW OF THE FINANCIAL STATEMENTS

The financial section of the annual report consists of four parts – Independent Auditor's Report, required supplementary information which includes the management's discussion and analysis (this section), the basic financial statements, and supplemental information. The basic financial statements include two kinds of statements that present different views of the District:

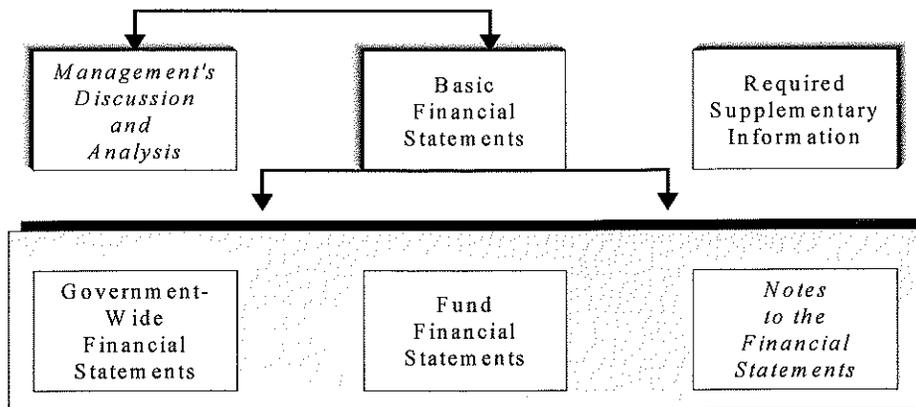
BERGEN COUNTY TECHNICAL AND VOCATIONAL HIGH SCHOOL

Management's Discussion and Analysis Years Ended June 30, 2012 and 2011

- The first two statements are *district-wide financial statements* that provide both *short-term* and *long-term* information about the District's *overall* financial status.
- The remaining statements are *fund financial statements* that focus on *individual* parts of the District, reporting the District's operations in *more detail* than the district-wide statements.
 - The *governmental funds statements* tell how basic services were financed in the *short term* as well as what remains for future spending.
 - *Proprietary funds* statements offer *short-term* and *long-term* financial information about the activities the district operated like *businesses*.
 - *Fiduciary funds* statements provide information about the financial relationships in which the District acts solely as a *trustee* or *agent* for the benefit of others to whom the resources belong.

The financial statements also include *notes* that explain some of the information in the statements and provide more detailed data figure A-1 shows how the various parts of this annual report are arranged and related to one another.

Figure A-1



BERGEN COUNTY TECHNICAL AND VOCATIONAL HIGH SCHOOL

**Management's Discussion and Analysis
Years Ended June 30, 2012 and 2011**

Figure A-2 summarizes the major features of the District's financial statements, including the portion of the District's activities they cover and the types of information they contain. The remainder of this overview section of management's discussion and analysis highlights the structure and contents of each of the statements.

Figure A-2
Major Features of the Government-Wide and Fund Financial Statements

	Government-Wide Statements	Fund	Financial	Statements
		Governmental Funds	Proprietary Funds	Fiduciary Funds
Scope	Entire district (except fiduciary funds)	The activities of the district that are not proprietary or fiduciary, such as vocational education and building maintenance, and community education	Activities the district operates similar to private businesses: Internal Service and Enterprise funds	Instances in which the District administers resources on behalf of someone else, such as Unemployment, Payroll agency, and Scholarships
Required financial statements	Statements of net assets Statement of activities	Balance Sheet Statement of Revenue, Expenditures and changes in fund balances	Statement of Net Assets Statement of revenue, expenses, and changes in fund net assets Statement of cash flows	Statements of Fiduciary net assets Statement of changes in fiduciary net assets
Accounting Basis and Measurement focus	Accrual accounting and economic resources focus	Modified accrual accounting and current financial focus	Accrual accounting and economic resources focus	Accrual accounting And economic resources Focus
Type of asset/liability information	All assets and liabilities, both financial and capital, short-term and long-term	Generally assets expected to be used up and liabilities that come due during the year or soon thereafter; no capital assets or long-term liabilities included	All assets and liabilities, both financial and capital, and short-term and long-term	All assets and liabilities, both short-term and long funds do not currently contain capital assets, although they can
Type of inflow/outflow information	All revenues and expenses during year, regardless of when cash is received or Paid	Revenues for which cash is received during or soon after the end of the year; expenditures when goods or services have been received and the related liability is due and payable.	All revenues and expenses during the year, regardless of when cash is received or paid.	All additions and dedications during the year, regardless of when cash is received or paid.

Government-wide financial statements

The government-wide statements report information about the District as a whole using accounting methods similar to those used by private-sector companies. The statement of net assets includes *all* of the District's assets and liabilities. All of the current year's revenues and expenses are accounted for in the statement of activities regardless of when cash is received or paid.

The two government-wide statements report the District's *net assets* and how they have changed. Net assets – the difference between the District's assets and liabilities – is one way to measure the District's financial health or *position*

BERGEN COUNTY TECHNICAL AND VOCATIONAL HIGH SCHOOL

Management's Discussion and Analysis Years Ended June 30, 2012 and 2011

- Over time, increases or decreases in the District's net assets are an indicator of whether its financial position is improving or deteriorating, respectively.
- To assess the overall health of the District you need to consider additional non-financial factors such as changes in the District's property tax base and the condition of school buildings and other facilities.

In the government-wide financial statements the District's activities are shown in two categories:

- *Governmental activities* – Most of the District's basic services are included here, such as vocational education, transportation, administration, and community education. County taxes and tuition charged to other school districts are also reflected here.
- *Business type activities* – These funds are used to account for operations that are financed and operated in a manner similar to private business enterprises.

Fund financial statements

The fund financial statements provide more detailed information about the District's *funds* – focusing on its most significant or “major” funds – not the District as a whole. Funds are accounting devices the District uses to keep track of specific sources of funding and spending on particular programs:

- Some funds are required by State.
- The District establishes other funds in accordance with the State of New Jersey Uniform Chart of Accounts to control and manage money for particular purposes or to show that it is properly using certain revenues (federal and state grants).

The District has three kinds of funds:

- *Governmental funds* – Most of the District's basic services are included in governmental funds, which generally focus on (1) how *cash and other financial assets* that can readily be converted to cash flow in and out and (2) the balances left at year-end that are available for spending. Consequently, the governmental funds statements provide a detailed *short-term* view that helps to determine whether there are more or fewer financial resources that can be spent in the near future to finance the District's programs. Because this information does not encompass the additional long-term focus of the district-wide statements, we provide additional information at the bottom of the governmental funds statements that explains the relationship (or differences) between them.
- *Proprietary funds* – Services for which the District charges a fee are generally reported in proprietary funds. Proprietary funds are reported in the same way as the government-wide statements.

The District uses *internal service funds* to report activities that provide supplies and services for the District's other programs and activities. The district currently has four internal service funds for the following:

- Management Agreement-BCSSD
- Extended Year
- WIA Administration
- Compensated Absences

BERGEN COUNTY TECHNICAL AND VOCATIONAL HIGH SCHOOL

Management's Discussion and Analysis Years Ended June 30, 2012 and 2011

Enterprise Funds – This fund is established to account for operations that are financed and operated in a manner similar to private business enterprises. The stated intent is that costs of providing goods or services to the students on a continuing basis are financed or recovered primarily through user charges. The District currently has eight enterprise funds for the following:

- Food Service (Cafeteria)
- Bergen County Cooperative Library
- Academy Enrichment
- Internet
- Day Care Center
- Educational Technology Training Center
- Apple Academy East
- Auditorium Rentals

• *Fiduciary funds* – The District is the trustee, or *fiduciary*, for assets that belong to others. The District is responsible for ensuring that the assets reported in these funds are used only for their intended purposes and by those to whom the assets belong. All of the District's fiduciary activities are reported in a separate statement of fiduciary net assets and a statement of changes in fiduciary net assets. We exclude these activities from the district-wide financial statements because the District cannot use these assets to finance its operations.

Notes to the basic financial statements

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

Other Information

In addition to the basic financial statements and accompanying notes, this report also presents certain *required supplementary information* concerning the District's budget process. The District adopts an annual expenditure budget for the general and special revenue funds. A budgetary comparison statement has been provided for these funds as required supplementary information. The required supplementary information can be found following the notes to the financial statements.

Combining statements and schedules are presented immediately following the major budgetary comparisons if required.

GOVERNMENT-WIDE FINANCIAL ANALYSIS

Net assets may serve over time as a useful indicator of a government's financial position. In the case of the District, assets exceeded liabilities by \$55,958,537 as of June 30, 2012. See Table A-1.

BERGEN COUNTY TECHNICAL AND VOCATIONAL HIGH SCHOOL

**Management's Discussion and Analysis
Years Ended June 30, 2012 and 2011**

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

**Table A-1
Net Assets
as of June 30, 2012 and 2011**

	<u>Governmental Activities</u>		<u>Business-Type Activities</u>		<u>Total</u>	
	<u>2012</u>	<u>2011</u>	<u>2012</u>	<u>2011</u>	<u>2012</u>	<u>2011</u>
Current Assets	\$ 12,155,643	\$ 12,372,075	\$ 1,508,987	\$ 1,230,487	\$ 13,664,630	\$ 13,602,562
Capital Assets	<u>50,008,514</u>	<u>43,421,022</u>	<u>467,977</u>	<u>521,640</u>	<u>50,476,491</u>	<u>43,942,662</u>
Total Assets	<u>62,164,157</u>	<u>55,793,097</u>	<u>1,976,964</u>	<u>1,752,127</u>	<u>64,141,121</u>	<u>57,545,224</u>
Other Liabilities	4,383,751	4,142,533	130,075	34,054	4,513,826	4,176,587
Noncurrent Liabilities	<u>3,668,758</u>	<u>3,922,626</u>	<u>-</u>	<u>-</u>	<u>3,668,758</u>	<u>3,922,626</u>
Total Liabilities	<u>8,052,509</u>	<u>8,065,159</u>	<u>130,075</u>	<u>34,054</u>	<u>8,182,584</u>	<u>8,099,213</u>
Net Assets						
Invested in capital assets, net of related debt	50,008,514	43,421,022	467,977	521,640	50,476,491	43,942,662
Restricted	1,471,990	613,830			1,471,990	613,830
Unrestricted	<u>2,631,144</u>	<u>3,693,086</u>	<u>1,378,912</u>	<u>1,196,433</u>	<u>4,010,056</u>	<u>4,889,519</u>
Total Net Assets	<u>\$ 54,111,648</u>	<u>\$ 47,727,938</u>	<u>\$ 1,846,889</u>	<u>\$ 1,718,073</u>	<u>\$ 55,958,537</u>	<u>\$ 49,446,011</u>

BERGEN COUNTY TECHNICAL AND VOCATIONAL HIGH SCHOOL

**Management's Discussion and Analysis
Years Ended June 30, 2012 and 2011**

**Table A-2
Change in Net Assets
For the Fiscal Years Ended June 30, 2012 and 2011**

	<u>Governmental Activities</u>		<u>Business-Type Activities</u>		<u>Total</u>	
	<u>2012</u>	<u>2011</u>	<u>2012</u>	<u>2011</u>	<u>2012</u>	<u>2011</u>
Revenues						
Program Revenues						
Tuition	\$ 25,103,919	\$ 24,159,975			\$ 25,103,919	\$ 24,159,975
Charges for Services	2,674,270	3,116,316	\$ 2,437,125	\$ 2,190,467	5,111,395	5,306,783
Operating Grants and Contributions	12,623,275	11,669,272	142,589	136,125	12,765,864	11,805,397
General Revenues						
County Property Taxes	29,190,098	29,190,098			29,190,098	29,190,098
County Aid	6,843,040	1,667,013			6,843,040	1,667,013
State and Federal Aid	6,015,154	4,890,913			6,015,154	4,890,913
Miscellaneous	792,039	654,066	-	-	792,039	654,066
Total Revenues	83,241,795	75,347,653	2,579,714	2,326,592	85,821,509	77,674,245
Expenses						
Instruction						
Regular	16,296,880	15,488,402			16,296,880	15,488,402
Other Special Instruction	1,623,324	1,273,493			1,623,324	1,273,493
Vocational Education	16,425,873	15,694,495			16,425,873	15,694,495
Other Instruction	2,350,887	2,584,804			2,350,887	2,584,804
Adult/Continuing Education	906,344	1,007,779			906,344	1,007,779
Support Services						
Student and Instruction Related Services	20,864,055	20,918,305			20,864,055	20,918,305
School Administrative Services	2,721,457	2,663,009			2,721,457	2,663,009
General Administrative Services	3,501,311	2,648,016			3,501,311	2,648,016
Business/Central Other Support Services	2,223,643	2,202,175			2,223,643	2,202,175
Plant Operations and Maintenance	9,365,347	9,604,982			9,365,347	9,604,982
Pupil Transportation	628,964	565,186			628,964	565,186
Food Services			766,982	675,057	766,982	675,057
Other-Business Activities	-	-	1,633,916	1,334,412	1,633,916	1,334,412
Total Expenses	76,908,085	74,650,646	2,400,898	2,009,469	79,308,983	76,660,115
Change in Net Assets Before Transfers	6,333,710	697,007	178,816	317,123	6,512,526	1,014,130
Transfer	50,000	50,000	(50,000)	(50,000)	-	-
Change in Net Assets	6,383,710	747,007	128,816	267,123	6,512,526	1,014,130
Net Assets, Beginning of Year	47,727,938	46,980,931	1,718,073	1,450,950	49,446,011	48,431,881
Net Assets, End of Year	\$ 54,111,648	\$ 47,727,938	\$ 1,846,889	\$ 1,718,073	\$ 55,958,537	\$ 49,446,011

BERGEN COUNTY TECHNICAL AND VOCATIONAL HIGH SCHOOL

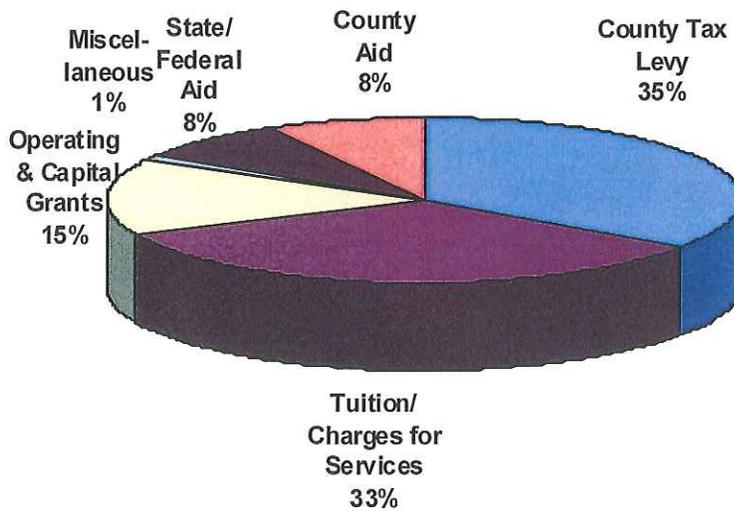
**Management's Discussion and Analysis
Years Ended June 30, 2012 and 2011**

Governmental Activities. The District's total governmental activities revenues were \$83,241,795 for the year ended June 30, 2012. Tuition and other charges to districts accounted for 33 percent of total revenues. County taxes and aid account for 43 percent of total revenue for the year. Operating grants and contributions account for 15 percent of revenues. Another 8 percent came from other operating revenues consisting of unrestricted and restricted for capital outlay federal/state aid. The remaining 1 percent of revenues include investment earnings and other miscellaneous revenues.

The total cost of all governmental activities programs and services was \$76,908,085. The District's expenses are predominantly related to educating and caring for students.

Total governmental activities revenues and transfers surpassed expenses increasing net assets \$6,383,710 over the last year.

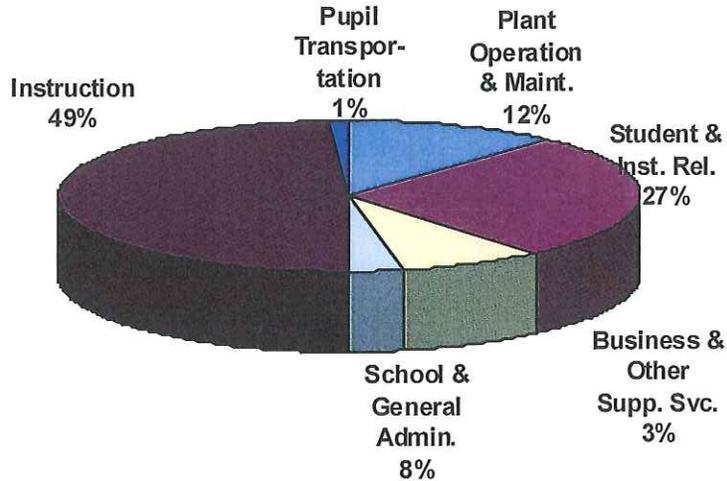
Table A-3 Revenues by Source- Governmental Activities
For Fiscal Year 2012



BERGEN COUNTY TECHNICAL AND VOCATIONAL HIGH SCHOOL

**Management's Discussion and Analysis
Years Ended June 30, 2012 and 2011**

Table A-4 Expenditures by Type- Governmental Activities
For Fiscal Year 2012



Net Cost of Governmental Activities. The District's total cost of services was \$76,908,085 for the fiscal year ended June 30, 2012. After applying program revenues, derived from charges for services of \$27,778,189 and operating grants and contributions of \$12,623,275, the net cost of services of the District was \$36,506,621 for the fiscal year ended June 30, 2012. See Table A-5.

BERGEN COUNTY TECHNICAL AND VOCATIONAL HIGH SCHOOL

**Management's Discussion and Analysis
Years Ended June 30, 2012 and 2011**

**Table A-5
Total and Net Cost of Governmental Activities
For the Fiscal Years Ended June 30, 2012 and 2011**

	Total Cost of Services		Net Cost of Services	
	<u>2012</u>	<u>2011</u>	<u>2012</u>	<u>2011</u>
Instruction				
Regular	16,296,880	\$ 15,488,402	\$ 5,099,867	\$ 4,854,690
Other Special Instruction	1,623,324	1,273,493	1,605,103	1,261,031
Vocational Education	16,425,873	15,694,495	(299,632)	(117,234)
Other Instruction	2,350,887	2,584,804	1,618,272	1,856,422
Adult/Continuing Education	906,344	1,007,779	(328,435)	(92,287)
Support Services				
Student and Instruction Related Services	20,864,055	20,918,305	12,624,372	12,891,329
School Administrative Services	2,721,457	2,663,009	2,555,395	2,378,569
General Administrative Services	3,501,311	2,648,016	2,723,313	1,725,676
Business and Other Support Services	2,223,643	2,202,175	1,579,285	1,741,665
Plant Operations and Maintenance	9,365,347	9,604,982	8,825,327	8,750,197
Pupil Transportation	628,964	565,186	503,754	455,025
Total	\$ 76,908,085	\$ 74,650,646	\$ 36,506,621	\$ 35,705,083

Business-Type Activities – The District's total business-type activities revenues were \$2,579,714 for the fiscal year ended June 30, 2012. Charges for services accounted for 94% of total revenues. Operating and capital grants and contributions accounted for 6% of total revenue for the year.

The total cost of all business-type activities programs and services was \$2,400,898 for the fiscal year ended June 30, 2012. The District's expenses are related to Food Service programs provided to all students, teachers and administrators within the District and various other business type services.

Total business-type activities revenues were more than expenses and transfers, increasing net assets by \$128,816 over the prior year.

BERGEN COUNTY TECHNICAL AND VOCATIONAL HIGH SCHOOL

**Management's Discussion and Analysis
Years Ended June 30, 2012 and 2011**

FINANCIAL ANALYSIS OF THE DISTRICT'S FUNDS

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

Governmental Funds

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

The financial performance of the District as a whole is reflected in its governmental funds as well. As the District completed the year, its governmental funds reported a *combined* fund balance of \$5,178,121, which is \$440,782 below last year's fund balance of \$5,618,903.

Revenues for the District's governmental funds were \$80,567,525 while total expenses were \$81,075,175 resulting in a decrease of \$507,650 in fund balance. A transfer from the Enterprise Fund of \$50,000 and transfers from the Compensated Absences Internal Service Fund of \$16,868 resulted in a total net decrease of \$440,772 in fund balance.

General Fund - The General Fund is the chief operating fund of the District and includes the primary operations in providing educational services to students.

The following schedule presents a comparison of General Fund Revenues for the fiscal year ended June 30, 2012 and 2011.

	<u>Year Ended June 30, 2012</u>	<u>Year Ended June 30, 2011</u>	<u>Amount of Increase (Decrease)</u>	<u>Percent Increase (Decrease)</u>
Local Sources				
County Property Taxes	\$ 29,190,098	\$ 29,190,098		0%
Tuition	25,103,919	24,159,975	\$ 943,944	4%
Miscellaneous	791,720	654,005	137,715	21%
State/Federal Sources	<u>9,288,713</u>	<u>7,665,688</u>	<u>1,623,025</u>	21%
Total General Fund Revenues	<u>\$ 64,374,450</u>	<u>\$ 61,669,766</u>	<u>\$ 2,704,684</u>	<u>4%</u>

Total General Fund Revenues increased by \$2,704,684 or 4% over the previous year. County property taxes remained flat. Tuition, which represents 39% of total general fund revenues, increased 4%.

State/Federal sources increased by \$1,623,025 or 21% from the previous year. The increase was due to an increase of on-behalf TPAF aid.

BERGEN COUNTY TECHNICAL AND VOCATIONAL HIGH SCHOOL

**Management's Discussion and Analysis
Years Ended June 30, 2012 and 2011**

The following schedule presents a comparison of General Fund expenditures for the fiscal years ended June 30, 2012 and 2011.

	<u>Year Ended June 30, 2012</u>	<u>Year Ended June 30, 2011</u>	<u>Amount of Increase (Decrease)</u>	<u>Percent Increase (Decrease)</u>
Instruction and Support Services	\$ 62,146,680	\$ 59,949,490	\$ 2,197,190	4%
Capital Outlay	<u>1,457,291</u>	<u>795,410</u>	<u>661,881</u>	83%
Total Expenditures	<u>\$ 63,603,971</u>	<u>\$ 60,744,900</u>	<u>\$ 2,859,071</u>	<u>5%</u>

Total General Fund expenditures increased \$2,859,071 or 5% from the previous year.

In 2011-2012 General Fund revenues were more than expenditures by \$770,479 before net transfers in of \$66,868. Therefore, total fund balance increased by \$837,347. The fund balance increased from \$6,374,074 at June 30, 2011 to \$7,211,421 at June 30, 2012.

Special Revenue Fund - The Special Revenue Fund includes all restricted Federal and State sources utilized in the operations of the district in providing educational services to students with special needs.

Revenues of the Special Revenue Fund were \$9,349,716, for the year ended June 30, 2012. Federal sources accounted for the majority of Special Revenue Fund's revenue which represented 68% of the total revenue for the year.

Total Special Revenue Fund revenues increased \$455,219 or 5% from the previous year. State sources increased \$664,665 or 29%, while Federal sources decreased \$224,096 or 3%. Revenues from local sources increased \$14,650.

Expenditures of the Special Revenue Fund were \$9,349,716.

Capital Projects - The capital projects expenses exceeded revenues by \$1,277,448 resulting in a fund balance deficit of \$2,133,623 at June 30, 2012. A deficit in the capital projects does not indicate that the District is facing financial difficulties.

Permanent Fund - The Permanent Fund accounts for the assets held under the terms of a formal trust agreement. In the case of the District, the principal portion is reserved for scholarships. The total fund balance at June 30, 2012 is \$100,323, of which \$100,000 is nonspendable and \$323 is restricted for scholarships.

BERGEN COUNTY TECHNICAL AND VOCATIONAL HIGH SCHOOL

Management's Discussion and Analysis Years Ended June 30, 2012 and 2011

Proprietary Funds

The District maintains both Enterprise Funds and Internal Service Funds to account for activities which are supported in part through user fees.

Enterprise Fund - The District uses Enterprise Funds to report activities related to the Food Services program as well as other business-type activities. The District's Enterprise Fund provides the same type of information found in the government-wide financial statements, business-type activities, but in more detail. Factors concerning the finances of this Fund have already been addressed in the discussion of the District's business-type activities.

Internal Service Fund - The District uses internal service funds to report activities that provide services and supplies for the District's other programs and activities, as well as services provided on behalf of other districts. The internal service fund is also utilized to account for the District's liabilities relating to compensated absences.

The internal service fund expenses were greater than revenues resulting in a deficit fund balance of \$987 at June 30, 2012.

GENERAL FUND BUDGETARY HIGHLIGHTS

Over the course of the year, the District revised the annual operating budget several times. These budget amendments fall into two categories

- Implementing budgets for specially funded projects, which include both federal and state grants, reinstating prior year purchase orders being carried over, and budgeting for clearing, resale, and gifts.
- Increases in appropriations for significant unbudgeted costs.

BERGEN COUNTY TECHNICAL AND VOCATIONAL HIGH SCHOOL

**Management's Discussion and Analysis
Years Ended June 30, 2012 and 2011**

CAPITAL ASSETS

The District's investment in capital assets for its governmental and business type activities as of June 30, 2012 amounts to \$50,476,491 (net of accumulated depreciation). The capital assets consist of land improvements, buildings, building improvements, computers, specialized machinery and various other types of equipment. Depreciation charges for the fiscal year 2011-12 amounted to \$3,339,452 for governmental activities and \$96,691 for business-type activities.

Table 6
Capital assets at June 30, 2012 and 2011
(Net of Accumulated Depreciation)

	<u>Governmental Activities</u>		<u>Business-Type Activities</u>		<u>Total</u>	
	<u>2012</u>	<u>2011</u>	<u>2012</u>	<u>2011</u>	<u>2012</u>	<u>2011</u>
Land Improvements	\$ 203,120	\$ 190,742			\$ 203,120	\$ 190,742
Building and Building Improvements	42,100,209	35,513,608			42,100,209	35,513,608
Machinery and Equipment	<u>7,705,185</u>	<u>7,716,672</u>	<u>\$ 467,977</u>	<u>\$ 521,640</u>	<u>8,173,162</u>	<u>8,238,312</u>
Total Net Assets	<u>\$ 50,008,514</u>	<u>\$ 43,421,022</u>	<u>\$ 467,977</u>	<u>\$ 521,640</u>	<u>\$ 50,476,491</u>	<u>\$ 43,942,662</u>

Additional information on the District's capital assets are presented in the "Notes to the Basic Financial Statements".

LONG TERM LIABILITIES

At year end, the District's long-term liabilities consisted of unfunded pension obligations of \$1,074,000 and compensated absences of \$2,594,758.

Additional information of the District's long-term liabilities is presented in the Notes to the Basic Financial Statements".

BERGEN COUNTY TECHNICAL AND VOCATIONAL HIGH SCHOOL

**Management's Discussion and Analysis
Years Ended June 30, 2012 and 2011**

ECONOMIC FACTORS AND NEXT YEAR'S BUDGET AND RATES

Many factors were considered by the District's administration during the process of developing the fiscal year 2011-2012 budget. The primary factors were the District's projected student population anticipated county, state and federal aid as well as increasing salary and related benefit costs.

CONTACTING THE DISTRICT'S FINANCIAL MANAGEMENT

This financial report is designed to provide our citizens, taxpayers, customers, and investors and creditors with a general overview of the District's finances and to demonstrate the District's accountability for the money it receives. If you have questions about this report or need additional information contact the Business Office, Bergen County Technical and Vocational High School, 327 East Ridgewood Avenue, Paramus, NJ 07652.

BASIC FINANCIAL STATEMENTS

BERGEN COUNTY TECHNICAL AND VOCATIONAL HIGH SCHOOL
STATEMENT OF NET ASSETS
AS OF JUNE 30, 2012

	Governmental Activities	Business-Type Activities	Total
ASSETS			
Cash and Cash Equivalents	\$ 7,922,043	\$ 1,461,213	\$ 9,383,256
Receivables, Net	4,233,600	33,719	4,267,319
Inventories		14,055	14,055
Capital Assets, Being Depreciated	<u>50,008,514</u>	<u>467,977</u>	<u>50,476,491</u>
 Total Assets	 <u>62,164,157</u>	 <u>1,976,964</u>	 <u>64,141,121</u>
LIABILITIES			
Accounts Payable and Other Current Liabilities	2,651,102	108,303	2,759,405
Intergovernmental Advances and Payables	1,811		1,811
Unearned Revenue	1,730,838	21,772	1,752,610
Noncurrent Liabilities			
Due within one year	249,000		249,000
Due beyond one year	<u>3,419,758</u>	<u>-</u>	<u>3,419,758</u>
 Total Liabilities	 <u>8,052,509</u>	 <u>130,075</u>	 <u>8,182,584</u>
NET ASSETS			
Invested in Capital Assets, Net of Related Debt	50,008,514	467,977	50,476,491
Restricted for:			
Capital Projects	1,371,667		1,371,667
Other Purposes- Permanent Endowment	100,323		100,323
Unrestricted	<u>2,631,144</u>	<u>1,378,912</u>	<u>4,010,056</u>
 Total Net Assets	 <u>\$ 54,111,648</u>	 <u>\$ 1,846,889</u>	 <u>\$ 55,958,537</u>

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

**BERGEN COUNTY TECHNICAL AND VOCATIONAL HIGH SCHOOL DISTRICT
STATEMENT OF ACTIVITIES
FOR THE FISCAL YEAR ENDED JUNE 30, 2012**

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	\$ 16,296,880	\$ 8,532,347	\$ 2,664,666		\$ (5,099,867)	\$	\$ (5,099,867)
Other Special Instruction	1,623,324		18,221		(1,605,103)		(1,605,103)
Vocational	16,425,873	14,898,221	1,827,284		299,632		299,632
Other Instruction	2,350,887	438,572	294,043		(1,618,272)		(1,618,272)
Adult/Continuing Education Programs	906,344	1,234,779			328,435		328,435
Support Services:							
Student & Instruction Related Services	20,864,055	843,261	7,396,422		(12,624,372)		(12,624,372)
School Administrative Services	2,721,457		166,062		(2,555,395)		(2,555,395)
General Administrative Services	3,501,311	777,998			(2,723,313)		(2,723,313)
Business/Central & Other Support Services	2,223,643	644,358			(1,579,285)		(1,579,285)
Plant Operations and Maintenance	9,365,347	283,443	256,577		(8,825,327)		(8,825,327)
Pupil Transportation	628,964	125,210			(503,754)		(503,754)
Total Governmental Activities	76,908,085	27,778,189	12,623,275	-	(36,506,621)	-	(36,506,621)
Business - Type Activities							
Food Service	766,982	761,349	142,589			\$ 136,956	136,956
Other	1,633,916	1,675,776				41,860	41,860
Total Business Type Activities	2,400,898	2,437,125	142,589	-	-	178,816	178,816
Total Primary Government	\$ 79,308,983	\$ 30,215,314	\$ 12,765,864	\$ -	(36,506,621)	178,816	(36,327,805)
General Revenues:							
County Property Tax Levy					29,190,098		29,190,098
County Aid					6,843,040		6,843,040
Federal and State aid unrestricted					5,135,736		5,135,736
Federal and State aid restricted					879,418		879,418
Investment Earnings					26,228		26,228
Miscellaneous Income					765,811		765,811
Transfers					50,000	(50,000)	-
Total General Revenues and Transfers					42,890,331	(50,000)	42,840,331
Change in Net Assets					6,383,710	128,816	6,512,526
Net Assets - Beginning					47,727,938	1,718,073	49,446,011
Net Assets - Ending					\$ 54,111,648	\$ 1,846,889	\$ 55,958,537

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

FUND FINANCIAL STATEMENTS

**BERGEN COUNTY TECHNICAL AND VOCATIONAL HIGH SCHOOL
GOVERNMENTAL FUNDS
BALANCE SHEET
AS OF JUNE 30, 2012**

EXHIBIT B-1

	<u>General Fund</u>	<u>Special Revenue Fund</u>	<u>Capital Projects Fund</u>	<u>Permanent Fund</u>	<u>Total Governmental Funds</u>
ASSETS					
Assets					
Cash and Cash Equivalents	\$ 7,776,121	\$ 10,231	\$ 35,368	\$ 100,323	\$ 7,922,043
Due from Other Governments					
State		708,401			708,401
Federal		2,127,450			2,127,450
Other	1,292,337				1,292,337
Due from Other Funds	<u>2,455,269</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>2,455,269</u>
 Total Assets	 <u>\$ 11,523,727</u>	 <u>\$ 2,846,082</u>	 <u>\$ 35,368</u>	 <u>\$ 100,323</u>	 <u>\$ 14,505,500</u>
LIABILITIES AND FUND BALANCE					
Liabilities					
Accounts Payable	\$ 1,394,826	\$ 252,346	\$ 768,991		\$ 2,416,163
Due to Other Funds	2,594,758	950,000	1,400,000		4,944,758
Other Payable	33,809				33,809
Due to BCSSD	1,811				1,811
Accrued Liability for Insurance Claims	200,000				200,000
Deferred Revenue	<u>87,102</u>	<u>1,643,736</u>	<u>-</u>	<u>-</u>	<u>1,730,838</u>
 Total Liabilities	 <u>4,312,306</u>	 <u>2,846,082</u>	 <u>2,168,991</u>	 <u>-</u>	 <u>9,327,379</u>
 Fund Balances:					
Nonspendable					
Permanent Fund - Principal Portion				\$ 100,000	100,000
Restricted					
Capital Reserve	1,371,667				1,371,667
Permanent Fund				323	323
Assigned					
Year-End Encumbrances	2,710,868				2,710,868
Designated for Subsequent Year's Budget	1,053,000				1,053,000
Unassigned					
General Fund	2,075,886	-	-	-	2,075,886
Capital Projects Fund	<u>-</u>	<u>-</u>	<u>(2,133,623)</u>	<u>-</u>	<u>(2,133,623)</u>
 Total Fund Balances	 <u>7,211,421</u>	 <u>-</u>	 <u>(2,133,623)</u>	 <u>100,323</u>	 <u>5,178,121</u>
 Total Liabilities and Fund Balances	 <u>\$ 11,523,727</u>	 <u>\$ 2,846,082</u>	 <u>\$ 35,368</u>	 <u>\$ 100,323</u>	

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

Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds. The cost of the assets is \$84,938,506 and the accumulated depreciation is \$34,929,992.

50,008,514

Long term liabilities, are not due and payable in the current period and therefore are not reported as liabilities in the fund
Pension Obligation Payable

(1,074,000)

The assets and liabilities of the internal service fund are included with governmental activities

(987)

Net assets of governmental activities

\$ 54,111,648

**BERGEN COUNTY TECHNICAL AND VOCATIONAL HIGH SCHOOL DISTRICT
GOVERNMENTAL FUNDS
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
FOR THE FISCAL YEAR ENDED JUNE 30, 2012**

	<u>General Fund</u>	<u>Special Revenue Fund</u>	<u>Capital Projects Fund</u>	<u>Permanent Fund</u>	<u>Total Governmental Funds</u>
REVENUES					
County Property Tax Levy	\$ 29,190,098				\$ 29,190,098
County Aid			\$ 6,843,040		6,843,040
Tuition from Other LEAs	25,103,919				25,103,919
Interest on Investments	25,909			\$ 319	26,228
Miscellaneous	<u>765,811</u>	<u>\$ 27,801</u>	<u>-</u>	<u>-</u>	<u>793,612</u>
Total Local Sources	55,085,737	27,801	6,843,040	319	61,956,897
State Sources	9,037,798	2,969,702			12,007,500
Federal Sources	<u>250,915</u>	<u>6,352,213</u>	<u>-</u>	<u>-</u>	<u>6,603,128</u>
Total Revenues	<u>64,374,450</u>	<u>9,349,716</u>	<u>6,843,040</u>	<u>319</u>	<u>80,567,525</u>
EXPENDITURES					
Current:					
Regular Instruction	13,780,401	817,299	530,253		15,127,953
Other Special Instruction	1,623,324				1,623,324
Vocational Education	15,306,181				15,306,181
Other Instruction	2,353,257				2,353,257
Adult/Continuing Education Programs	906,344				906,344
Support Services and Undistributed Costs					
Student & Instruction Related Services	12,160,674	7,396,422		1,000	19,558,096
School Administrative Services	2,688,484				2,688,484
General Administrative Services	2,629,178				2,629,178
Plant Operations and Maintenance	8,805,876	256,577			9,062,453
Pupil Transportation	452,657				452,657
Business /Central Svcs./ Admin. Info Technology	1,440,304				1,440,304
Capital Outlay	<u>1,457,291</u>	<u>879,418</u>	<u>7,590,235</u>	<u>-</u>	<u>9,926,944</u>
Total Expenditures	<u>63,603,971</u>	<u>9,349,716</u>	<u>8,120,488</u>	<u>1,000</u>	<u>81,075,175</u>
Excess(Deficiency) of Revenues over (Under) Expenditures	<u>770,479</u>	<u>-</u>	<u>(1,277,448)</u>	<u>(681)</u>	<u>(507,650)</u>
OTHER FINANCING SOURCES AND (USES)					
Transfers In	16,868				16,868
Transfers In	<u>50,000</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>50,000</u>
Total Other Financing Sources and (Uses)	<u>66,868</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>66,868</u>
Net Change in Fund Balances	837,347	-	(1,277,448)	(681)	(440,782)
Fund Balance (Deficit), Beginning of Year	<u>6,374,074</u>	<u>-</u>	<u>(856,175)</u>	<u>101,004</u>	<u>5,618,903</u>
Fund Balance (Deficit), End of Year	<u>\$ 7,211,421</u>	<u>\$ -</u>	<u>\$ (2,133,623)</u>	<u>\$ 100,323</u>	<u>\$ 5,178,121</u>

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

**BERGEN COUNTY TECHNICAL AND VOCATIONAL HIGH SCHOOL
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, 2012**

Total Net Change in Fund Balances - Governmental Funds (B-2) \$ (440,782)

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

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

	\$ (3,339,452)	
Depreciation Expense	9,926,944	
Capital Outlays	6,587,492	6,587,492

Repayment of the principal of long-term debt consumes the current financial resources of governmental funds, but the repayment reduces long term liabilities in the statement of net assets and is not reported in the statement of activities.

Pension Obligation		237,000
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Internal Service funds are used by the District's management to charge the costs of various programs/ services to other governmental activities. The net loss of the internal service fund is reported with governmental activities.

	(16,868)	
Net Loss Before Transfers	16,868	
Transfers from General Fund	-	-
Change in Net Assets		

Change in Net Assets of Governmental Activities \$ 6,383,710

**BERGEN COUNTY TECHNICAL AND VOCATIONAL HIGH SCHOOL
 PROPRIETARY FUNDS
 STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET ASSETS
 FOR THE FISCAL YEAR ENDED JUNE 30, 2012**

	Business Type Activities							Governmental Activities		
	Food Service	Day Care	BCCLS Services	Academy Enrichment	Internet	ETTC	Apple Academy East		Auditorium Rentals	Totals
OPERATING REVENUES										
Charges for Services	\$ 737,408								\$ 737,408	
Daily sales - reimbursable programs	10,283								10,283	
Lunch Program	13,658								13,658	
Special Functions		\$ 448,114		\$ 227,108	\$ 679,318				\$ 321,236	\$ 2,674,270
Charges and Fees										
Total Operating Revenues	\$ 761,349	\$ 448,114		\$ 227,108	\$ 679,318				\$ 321,236	\$ 2,674,270
OPERATING EXPENSES										
Cost of Sales	394,400								394,400	
Salaries/Salaries of Teachers	220,471	287,909		261,144	91,547			172,961	1,034,032	2,185,776
Compensated Absences Payable										(16,868)
Employee Benefits	86,757	144,601		19,903	18,271			36,870	306,402	440,251
Purchased Prof.Educ. Service	51,383	6,677	\$ 34,047	10,747	390,461			9,275	502,590	47,807
Other Purchased Services	297	2,028		5,416	27,760			31,057	66,558	456
Supplies and Materials	13,674			72	77,752	\$ 1,559		3,634	96,691	
Depreciation		225							225	
Other Objects										
Total Operating Expenses	\$ 766,982	\$ 441,440	\$ 34,047	\$ 297,282	\$ 605,791	\$ 1,559		\$ 253,797	\$ 2,400,898	\$ 2,657,402
Operating Income (Loss)	\$ (5,633)	\$ 6,674	\$ (34,047)	\$ (70,174)	\$ 73,527	\$ (1,559)		\$ 67,439	\$ 36,227	\$ 16,868
NONOPERATING REVENUES										
State Sources										
State School Lunch Program	4,634								4,634	
Federal Sources										
National School Lunch Program	122,279								122,279	
National School Breakfast Program	15,676								15,676	
Total Non-Operating Revenues	\$ 142,589								\$ 142,589	
Net Income (Loss)	\$ 136,956	\$ 6,674	\$ (34,047)	\$ (70,174)	\$ 73,527	\$ (1,559)		\$ 67,439	\$ 178,816	\$ 16,868
Transfers										
Transfers In/Out							\$ 58		\$ (50,000)	\$ (16,868)
Change in Net Assets	\$ 136,956	\$ 6,674	\$ (33,876)	\$ (70,202)	\$ 73,356	\$ (1,501)	\$ (30)	\$ 17,439	\$ 128,816	\$ -
Total Net Assets - Beginning	\$ 176,778	\$ 116,873	\$ 33,876	\$ 344,414	\$ 682,572	\$ 5,839	\$ 30	\$ 357,691	\$ 1,718,073	\$ (987)
Total Net Assets - Ending	\$ 313,734	\$ 123,547	\$ -	\$ 274,212	\$ 755,928	\$ 4,338	\$ -	\$ 375,130	\$ 1,846,889	\$ (987)

**BERGEN COUNTY TECHNICAL AND VOCATIONAL HIGH SCHOOL
PROPRIETARY FUNDS
STATEMENT OF CASH FLOWS
FOR THE FISCAL YEAR ENDED JUNE 30, 2012**

	Business Type Activities										Other Governmental Services	
	Food Service	Day Care	BCCLS Services	Academy Enrichment	Internet	ETTC	Apple Academy East	Auditorium Rentals	Totals	Governmental Internal Service Fund		
CASH FLOWS FROM OPERATING ACTIVITIES												
Receipts from Customers	\$ 760,985	\$ 448,114	\$ -	\$ 227,108	\$ 700,378	\$ -	\$ -	\$ 321,782	\$ 2,458,367	\$ -	\$ 216,000	
Payments to Employees	(220,471)	(287,909)	-	(261,144)	(91,547)	-	-	(172,961)	(1,034,032)	-	(2,626,027)	
Payments for Health Benefits	(86,757)	(144,603)	-	(19,903)	(18,271)	-	-	(36,870)	(306,402)	-	(40,373)	
Payments to Suppliers	(383,422)	(9,253)	\$ (34,047)	(16,160)	(387,210)	-	-	(20,915)	(851,907)	-	-	
Net Cash Provided by (Used for) operating activities	70,335	6,351	(34,047)	(70,092)	203,050	-	-	91,036	266,626	-	(2,459,400)	
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES												
State Sources	4,718	-	-	-	-	-	-	-	4,718	-	-	
Federal Sources	103,559	-	171	(28)	(171)	(42)	(30)	(50,000)	103,559	-	2,459,400	
Interfund Transfers-General Fund	-	-	-	-	-	-	-	-	(50,100)	-	-	
Net cash provided by (used for) noncapital financing activities	108,277	-	171	(28)	(171)	(42)	(30)	(50,000)	58,177	-	2,459,400	
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES												
Purchases of capital assets	(3,947)	-	-	-	-	-	-	(39,281)	(43,028)	-	-	
Net cash provided by (used for) capital and related financing activities	(3,947)	-	-	-	-	-	-	(39,281)	(43,028)	-	-	
Net increase (decrease) in cash and cash equivalents	174,665	6,351	(33,876)	(70,127)	202,879	(42)	(30)	1,955	281,775	-	-	
Cash and Cash Equivalents - Beginning of Year	10,625	117,196	33,876	344,808	339,107	42	30	333,754	1,179,438	-	-	
Cash and Cash Equivalents - End of Year	\$ 185,290	\$ 123,547	\$ -	\$ 274,681	\$ 541,986	\$ -	\$ -	\$ 335,709	\$ 1,461,213	\$ -	\$ -	
Reconciliation of Operating Income (loss) to net cash provided (used) by operating activities	\$ (5,653)	\$ 6,674	\$ (34,047)	\$ (70,174)	\$ 73,527	\$ (1,539)	\$ -	\$ 67,439	\$ 36,227	\$ 16,868	\$ -	
Operating Income(Loss)	13,674	35,804	72	77,752	1,559	3,634	96,691	35,804	35,804	35,804	(6,414)	
Adjustments to reconcile operating income(loss) to net cash provided by (used for) operating activities	(264)	(22,800)	(22,800)	21,060	21,060	(6,050)	(6,414)	(6,050)	(6,414)	(6,414)	(6,414)	
Depreciation	(Increase) Decrease in accounts receivable, net	(Increase) Decrease in other payable	(Increase) Decrease in inventories	(Increase) Decrease in unearned revenue	(Increase)/(Decrease) in intergovernmental Receivable	(Increase)/(Decrease) in accounts payable	3	19,417	42,852	42,852	(2,476,268)	
Food Distribution (USDA Commodities)- National School Lunch Program	75,968	(323)	-	75	129,523	1,559	-	23,597	230,399	230,399	(2,476,268)	
Total adjustments	\$ 70,335	\$ 6,351	\$ (34,047)	\$ (70,092)	\$ 203,050	\$ -	\$ -	\$ 91,036	\$ 266,626	\$ -	\$ (2,459,400)	
Net cash provided by (used for) operating activities												
Noncash Investing, Capital and Financing Activities												
Fair Value of Food Distribution Program-National School Lunch												

**BERGEN COUNTY TECHNICAL AND VOCATIONAL HIGH SCHOOL
FIDUCIARY FUNDS
STATEMENT OF FIDUCIARY NET ASSETS
AS OF JUNE 30, 2012**

	<u>Unemployment Compensation Trust Fund</u>	<u>Private Purpose Scholarship Fund</u>	<u>Agency Funds</u>
ASSETS			
Cash and Cash Equivalents	\$ 403,540	\$ 53,172	\$ 694,782
Total Assets	<u>\$ 403,540</u>	<u>\$ 53,172</u>	<u>\$ 694,782</u>
LIABILITIES			
Due to State of New Jersey	\$ 45,902		
Payroll deductions and withholdings			\$ 22,711
Payable to student groups	<u>-</u>	<u>-</u>	<u>672,071</u>
Total Liabilities	<u>45,902</u>	<u>-</u>	<u>\$ 694,782</u>
NET ASSETS			
Held in trust for unemployment claims and other purposes	<u>\$ 357,638</u>		<u>\$ -</u>
Reserved for scholarships		<u>\$ 53,172</u>	

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

**BERGEN COUNTY TECHNICAL AND VOCATIONAL HIGH SCHOOL
FIDUCIARY FUNDS
STATEMENT OF CHANGES IN FIDUCIARY NET ASSETS
FOR THE FISCAL YEAR ENDED JUNE 30, 2012**

	<u>Unemployment Compensation Trust Fund</u>	<u>Private Purpose Scholarship Fund</u>
ADDITIONS		
Contributions:		
Plan Member	\$ 52,292	
Donations		\$ 49,774
District Contribution	<u>120,000</u>	<u>-</u>
Total Contributions	<u>172,292</u>	<u>49,774</u>
Investment Earnings:		
Interest	<u>879</u>	<u>104</u>
Net investment earnings	<u>879</u>	<u>104</u>
Total Additions	<u>173,171</u>	<u>49,878</u>
DEDUCTIONS		
Unemployment Claims	197,479	-
Withdrawals	<u>-</u>	<u>5,329</u>
Total Deductions	<u>197,479</u>	<u>5,329</u>
Change in Net Assets	(24,308)	44,549
Net Assets, Beginning of Year	<u>381,946</u>	<u>8,623</u>
Net Assets, End of the Year	<u>\$ 357,638</u>	<u>\$ 53,172</u>

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

NOTES TO THE BASIC FINANCIAL STATEMENTS

**BERGEN COUNTY TECHNICAL AND VOCATION HIGH SCHOOL DISTRICT BOARD OF EDUCATION
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2012**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. Reporting Entity

The Bergen County Technical and Vocation High School District Board of Education (the "Board" or the "District") is an instrumentality of the State of New Jersey, established to function as an education institution. The Board consists of five officials appointed by the Board of Chosen Freeholders and is responsible for the fiscal control of the District. A superintendent is appointed by the Board and is responsible for the administrative control of the District. Under existing statutes, the Board's duties and powers include, but are not limited to, the development and adoption of a school program; the establishment, organization and operation of schools; and the acquisition, maintenance and disposition of school property.

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

The reporting entity is composed of the primary government, component units, and other organizations that are included to ensure that the financial statements of the District are not misleading. The primary government consists of all funds, departments, boards and agencies that are not legally separate from the District. For the Bergen County Technical and Vocation High School District Board of Education this includes general operations, food service, adult/continuing education and student related activities of the District.

Component units are legally separate organizations for which the District is financially accountable. The District is financially accountable for an organization if the District appoints a voting majority of the organization's governing board and (1) the District is able to significantly influence the programs or services performed or provided by the organization; or (2) the District is legally entitled to or can otherwise access the organization's resources; the District is legally obligated or has otherwise assumed the responsibility to finance the deficits of, or provide financial support to, the organization; or the District is obligated for the debt of the organization. Component units may also include organizations that are fiscally dependent on the District in that the District approves the budget, the issuance of debt or the levying of taxes. Based on the foregoing criteria, the District has no component units. Furthermore, the District would be considered a component unit of another reporting entity (the County of Bergen) as the basis of such criteria.

B. Basic Financial Statements

The basic financial statements include both district-wide financial statements (based on the District as a whole) and fund financial statements (based on specific District activities or objectives). Both the district-wide and fund financial statements categorize activities as either governmental activities or business-type activities. While separate district-wide and fund financial statements are presented, they are interrelated. In the district-wide financial statements, the governmental activities column incorporates data from governmental funds and internal service funds, while business-type activities incorporate data from the District's enterprise funds.

The district-wide financial statements (i.e., the statement of net assets and the statement of activities) report information on all of the nonfiduciary activities of the Board of Education. All fiduciary activities are reported only in the fund financial statements. For the most part, the effect of interfund activity has been removed from these statements. Governmental activities, which normally are supported by property taxes and intergovernmental revenues, are reported separately from business-type activities, which rely to a significant extent on fees and charges for support. In the statement of net assets, both the governmental and business-type activities columns (a) are presented on a consolidated basis by column, and (b) reflect on a full accrual economic resource basis, which incorporates long-term assets and receivables as well as long-term debt and obligations.

**BERGEN COUNTY TECHNICAL AND VOCATION HIGH SCHOOL DISTRICT BOARD OF EDUCATION
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2012**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

B. Basic Financial Statements (Continued)

The statement of activities demonstrates the degree to which the direct expenses of a given function or segment are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function or segment. Program revenues include 1) charges to customers or other governmental entities, including other school districts, who purchase, use, or directly benefit from goods or services provided by a given function or segment and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Property taxes, unrestricted state aid, and other items not properly included among program revenues are reported instead as general revenues.

Separate fund financial statements are provided for governmental, proprietary, and fiduciary activities, even though the latter are excluded from the district-wide financial statements. The emphasis of fund financial statements is on major individual governmental and enterprise funds, each reported as separate columns in the fund financial statements. The District considers all of its governmental and enterprise funds to be major funds

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

The accounting and financial reporting treatment is determined by the applicable measurement focus and basis of accounting. Measurement focus indicates the type of resources being measured such as current financial resources or economic resources. The basis of accounting indicates the timing of transactions or events for recognition in the financial statements.

The district-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as are the proprietary fund and fiduciary fund financial statements with the exception of the agency fund which does not have a measurement focus. All assets and all liabilities associated with these operations (with the exception of the fiduciary funds) are included on the Statement of Net Assets. Revenues are recorded when earned and expenses are recorded at the time liabilities are incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized when susceptible to accrual (i.e. when they are both measurable and available). Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the Board considers revenues to be available if they are collected within 60 days after year-end. Expenditures are recorded when a liability is incurred, as under accrual basis of accounting, with the exception of debt service expenditures as well as expenditures related to compensated absences and claims and judgments which are recorded only when payment is due.

Property taxes, tuition, unrestricted state aid, and interest associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. Entitlements (formula-type grants and aid) are recorded as revenues when all eligibility requirements are met, including any time requirements, and the amount is received during the period or within the availability period for this revenue source. Expenditure-driven grants and similar awards (reimbursement-type grants and awards) are recognized as revenue when the qualifying expenditures have been incurred and all other eligibility requirements imposed by the grantor or provider have been met, and the amount is received during the period or within the availability period for this revenue source. All other revenue items are considered to be measurable and available only when cash is received by the District.

**BERGEN COUNTY TECHNICAL AND VOCATION HIGH SCHOOL DISTRICT BOARD OF EDUCATION
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2012**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

C. Measurement Focus, Basis of Accounting and Financial Statement Presentation (Continued)

The District reports the following major governmental funds:

The *general fund* is the School District's primary operating fund. It accounts for all financial resources of the District, except those to be accounted for in another fund.

The *special revenue fund* accounts for the proceeds of specific revenue sources legally restricted to expenditures for specified purposes. This fund accounts for federal and state financial programs, with the exception of grants for major capital projects and the child nutrition programs.

The *capital projects fund* accounts for the proceeds from the sale of bonds, lease purchases and other revenues used for the acquisition or construction of capital facilities and other capital assets, other than those financed by the proprietary funds.

The *permanent fund* accounts for the proceeds from scholarship donations held under the terms of a formal trust agreement whereby the District is under obligation to maintain the principal.

The District reports the following major proprietary funds which are organized to be self-supporting through user charges:

The *food service fund* accounts for the activities of the school cafeteria, which provides food service to students as well as a la carte and catering services for teachers and special events.

The *other enterprise funds* account for operations that are financed and operated in a manner similar to private business enterprises. The stated intent is that the costs of providing goods or services to the students on a continuing basis are financed or recovered primarily through user charges.

Additionally, the government reports the following fund types:

The *internal service fund* accounts for the financing of goods or services provided to other departments or agencies of the District, or to other Boards of Education, on a cost reimbursement basis. These activities include services related to Bergen County Special Services School District, the extended school year program and a compensated absences program.

The *fiduciary trust fund* is used to account for resources legally held in trust for the state unemployment insurance claims, for private donations for scholarship awards, Board contributions for Rabbi Trust Fund, payroll related activities and student related activities which are supported and controlled by student organizations and clubs. All resources of the fund, including any earnings on invested resources, may be used to support the intended purpose. There is no requirement that any portion of these resources be preserved as capital.

Private-sector standards of accounting and financial reporting issued prior to December 1, 1989, generally are followed in both the district-wide and proprietary fund financial statements to the extent that those standards do not conflict with or contradict guidance of the Governmental Accounting Standards Board (GASB). Governments also have the option of following subsequent private-sector guidance for their business-type activities and enterprise funds, subject to this same limitation. The Board has elected not to follow private-sector guidance issued subsequent to December 1, 1989.

**BERGEN COUNTY TECHNICAL AND VOCATION HIGH SCHOOL DISTRICT BOARD OF EDUCATION
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2012**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

C. Measurement Focus, Basis of Accounting and Financial Statement Presentation (Continued)

As a general rule the effect of interfund activity has been eliminated from the district-wide financial statements. Exceptions to this general rule are charges between the Board's proprietary and fiduciary funds since elimination of these charges would distort the direct costs and program revenues reported for the various functions concerned.

Amounts reported as program revenues in the district-wide statement of activities include 1) charges to customers or applicants for goods or services, provided, 2) operating grants and contributions, and 3) capital grants and contributions. Internally dedicated resources are reported as general revenues rather than as program revenues. Likewise, general revenues include all property taxes, unrestricted state aid, investment earnings and miscellaneous revenues.

Proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the food service enterprise fund, of the other enterprise funds, and of the government's internal service funds are charges to customers for sales and services. Operating expenses for enterprise funds and internal service funds include the cost of sales and services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses. Federal and State subsidies for the food service operation are considered nonoperating revenues.

When both restricted and unrestricted resources are available for use, it is the government's policy to use restricted resources first, then unrestricted resources as they are needed.

D. Assets, Liabilities and Net Assets or Equity

1. *Deposits and Investments*

Cash and cash equivalents are considered to be cash on hand, demand deposits, and short-term investments with original maturities of three months or less from the date of acquisition.

Investments are reported at fair value and are limited by N.J.S.A. 18A:20-37.

2. *Receivables and Payables*

Activity between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year are referred to as either "due to/from other funds" (i.e., the current portion of interfund loans) or "advances to/from other funds" (i.e., the non-current portion of interfund loans). All other outstanding balances between funds are reported as "due to/from other funds". Any residual balances outstanding between the governmental activities and business-type activities are reported in the district-wide financial statements as "internal balances".

All receivables are reported at their gross value, and where appropriate, are reduced by the estimated portion that is expected to be uncollectible.

Tuition Revenues - Tuition charges were established by the Board of Education based on estimated costs. The charges are subject to adjustment when the final costs are determined and certified by the State Department of Education.

**BERGEN COUNTY TECHNICAL AND VOCATION HIGH SCHOOL DISTRICT BOARD OF EDUCATION
 NOTES TO THE BASIC FINANCIAL STATEMENTS
 FOR THE FISCAL YEAR ENDED JUNE 30, 2012**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

D. Assets, Liabilities and Net Assets or Equity

County taxes are levied pursuant to law and are collected by the County Treasurer and are transferred to the District as requested. County tax revenue is recognized in the year they are levied and become available. County taxes collected in advance of the year-end for which they are levied and transferred to the District are reported as deferred revenues. The tax bills are mailed by the County Treasurer and due in four quarterly installments on February 15, May 15, August 15 and November 15. The County has the ability to charge interest on payments remitted after these due dates. State statutes do not permit liens to be placed against the municipalities by the County for unpaid property taxes.

3. *Inventories*

The cost of inventories of the governmental fund types are recorded as expenditures at the time individual inventory items are purchased.

Food Service Fund inventories, exclusive of the federal commodities, are valued at cost, using the first-in first-out (FIFO) method. The United States Department of Agriculture (USDA) commodity portion of the Food Service Fund inventory consists of food donated by the USDA. It is valued at estimated market prices by the USDA. The amount of unused commodities at year-end is reported as unearned revenue.

4. *Capital Assets*

Capital assets, which include property, plant and equipment, are reported in the applicable governmental or business-type activities columns in the district-wide financial statements. Capital assets are defined by the Board as assets with an initial, individual cost of \$2,000 and an estimated useful life in excess of two years. The District was able to estimate the historical cost for the initial reporting of these capital assets through back trending. As the District constructs or acquires additional capital assets each period, they are capitalized and reported at historical cost. Donated capital assets are recorded at estimated fair market value at the date of donation. The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend its useful life are not capitalized.

Major outlays for capital assets and improvements are capitalized as projects are constructed. Interest incurred during the construction phase of capital assets of business-type activities is included as part of the capitalized value of the assets constructed.

The property, plant, and equipment of the District is depreciated using the straight line method over the following estimated useful lives:

<u>Assets</u>	<u>Years</u>
Land Improvements	20
Buildings	50
Building Improvements	25
Improvements other than Buildings	20
Heavy Equipment	10-20
Office Equipment and Furniture	10
Computer Equipment	5

**BERGEN COUNTY TECHNICAL AND VOCATION HIGH SCHOOL DISTRICT BOARD OF EDUCATION
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2012**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

D. Assets, Liabilities and Net Assets or Equity (Continued)

5. *Compensated Absences*

It is the District's policy to permit employees to accumulate (with certain restrictions) earned but unused vacation, personal, and sick leave benefits. A long-term liability of accumulated vacation, personal and sick leave and salary related payments has been recorded in the governmental activities in the district-wide financial statements, representing the Board's commitment to fund such costs from future operations. Proprietary Funds accrue accumulated vacation, personal and sick leave and salary related payments in the period that they are earned. A liability is reported in the governmental funds only to the amount actually due at year end as a result of employee resignations and retirements.

6. *Long-term obligations*

In the district-wide financial statements, and proprietary fund types in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, or proprietary fund type statement of net assets.

7. *Fund Equity*

With the implementation of GASB Statement 54, *Fund Balance Reporting and Governmental Fund Type Definitions* during fiscal year 2011, fund balance of governmental funds is reported in various categories based on the nature of any limitations requiring the use of resources for specific purposes. Fund balance categories are designed to make the nature and extent of the constraints placed on the District's fund balance more transparent. These categories are comprised of a hierarchy based primarily on the extent to which the District is bound to observe constraints imposed upon the use of the resources reported in governmental funds.

Nonspendable Fund Balance – Amounts that are not in a spendable form (such as inventory) or are required to be maintained intact.

Principal – Represents the portion of fund balance not available for future spending that must be preserved in accordance with a formal trust agreement.

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

Capital Reserve – This restriction was created by the District in accordance with NJAC 6A:23A-14.1 to fund future capital expenditures (See Note 2.)

Permanent Fund – Represents fund balance restricted specifically for the scholarship funds.

**BERGEN COUNTY TECHNICAL AND VOCATION HIGH SCHOOL DISTRICT BOARD OF EDUCATION
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2012**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

D. Assets, Liabilities and Net Assets or Equity (Continued)

7. Fund Equity (Continued)

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

Designated for Subsequent Year's Budget – This designation was created to dedicate the portion of fund balance appropriated in the adopted 2012/2013 District budget certified for taxes.

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

Unassigned Fund Balance – Represents fund balance that has not been restricted, committed or assigned to specific purposes within the governmental funds.

8. Reclassifications

Certain amounts presented in the prior year data have been reclassified in order to be consistent with the current year's presentation.

**BERGEN COUNTY TECHNICAL AND VOCATION HIGH SCHOOL DISTRICT BOARD OF EDUCATION
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2012**

NOTE 2 STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

A. Budgetary Information

In accordance with the requirements of the New Jersey Department of Education (“the Department”), the District annually prepares its operating budget for the forthcoming year. The budget, except for the general fund and special revenue fund, which is more fully explained below and in the notes to the required supplementary information, is prepared in accordance with accounting principles generally accepted in the United States of America and serves as a formal plan for expenditures and the proposed means for financing them. Capital lease transactions are accounted for on the GAAP basis.

The annual budget is adopted in the spring of the preceding year for the general, special revenue and debt service funds. The District is not required to adopt an annual budget for the capital projects fund. The budget is submitted to the county superintendent for review and is approved by the Board of School Estimates. Budget adoptions and amendments are recorded in the District's board minutes. The budget is amended by the Board of Trustees as needed throughout the year. The budget for revenues, other resources, other uses, and fund balances is prepared by fund source and amount. The budget for expenditures is prepared by fund, program, function, object and amount. The legal level of budgetary control is established at the line item account 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. 6:20-2A.2(m)1. The Board approved several budget transfers during 2011/2012. During 2011/2012 the Board increased the original budget by \$7,695,814. The increase was funded by capital reserve funds appropriated, grant awards and the reappropriation of prior year general fund encumbrances.

Formal budgetary integration into the accounting system is employed as a management control device during the year. For governmental funds there are no substantial differences between the budgetary basis of accounting and accounting principles generally accepted in the United States of America, with the exception of the legally mandated revenue recognition of certain state aid payments for budgetary purposes only and the treatment of encumbrances in the special revenue fund as described in the Notes to Required Supplementary Information (RSI). Encumbrance accounting is also employed as an extension of formal budgetary integration in the governmental fund types. Unencumbered appropriations lapse at fiscal year end.

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

B. Deficit Fund Equity

The District has an accumulated deficit of \$2,133,623 in the Capital Projects Fund as of June 30, 2012. This deficit is the result of the District utilizing temporary financing to fund expenditures for certain capital projects. As the County permanently finances these appropriations the District will realize as revenues the proceeds of the financing. This deficit does not indicate that the District is facing financial difficulties and is permitted practice under accounting principles generally accepted in the United States of America.

**BERGEN COUNTY TECHNICAL AND VOCATION HIGH SCHOOL DISTRICT BOARD OF EDUCATION
 NOTES TO THE BASIC FINANCIAL STATEMENTS
 FOR THE FISCAL YEAR ENDED JUNE 30, 2012**

NOTE 2 STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY (Continued)

C. Capital Reserve

A capital reserve account was established by the District on September 27, 2000. The accumulation of funds will be used for capital outlay expenditures in subsequent fiscal years. The capital reserve is maintained in the general fund and its activity is included in the general fund annual budget.

Funds placed in the capital reserve are restricted to capital projects in the district's approved Long Range Facilities Plan (LRFP). Upon submission of the LRFP to the Department, a district may increase the balance in the capital reserve by appropriating funds in the annual general fund budget certified for taxes or by transfer by board resolution at year end of any unanticipated revenue or unexpended line-item appropriation amounts or both. Pursuant to N.J.A.C. 6:23A-14.1(g), the balance in the reserve 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 fiscal year ended June 30, 2012 is as follows:

Balance, July 1, 2011		\$ 1,369,001
Increases		
Deposits Approved by Board Resolution	\$ 1,050,000	
Interest	<u>186</u>	
		<u>1,050,186</u>
		2,419,187
Decreases		
Withdrawal Approved by Board Resolution		<u>(1,047,520)</u>
Balance, June 30, 2012		<u>\$ 1,371,667</u>

NOTE 3 DETAILED NOTES ON ALL FUNDS

A. Deposits and Investments

Deposits

The Board's deposits are insured through either the Federal Deposit Insurance Corporation (FDIC), Securities Investor Protection Corporation (SIPC) or New Jersey's Governmental Unit Deposit Protection Act (GUDPA). The Board is required to deposit their funds in a depository which is protecting such funds pursuant to GUDPA. The New Jersey Governmental Unit Deposit Protection Act requires all banks doing business in the State of New Jersey to pledge collateral equal to at least 5% of the average amount of its public deposits and 100% of the average amount of its public funds in excess of the lesser of 75% of its capital funds or \$200 million for all deposits not covered by the FDIC.

**BERGEN COUNTY TECHNICAL AND VOCATION HIGH SCHOOL DISTRICT BOARD OF EDUCATION
 NOTES TO THE BASIC FINANCIAL STATEMENTS
 FOR THE FISCAL YEAR ENDED JUNE 30, 2012**

NOTE 3 DETAILED NOTES ON ALL FUNDS (Continued)

A. Deposits and Investments (Continued)

Deposits (Continued)

Bank balances are insured up to \$250,000 in the aggregate by the FDIC for each bank. SIPC replaces cash claims up to a maximum of \$250,000 for each failed brokerage firm. At June 30, 2012, the book value of the Board's deposits was \$10,534,750 and bank balances of the Board's cash and deposits amounted to \$13,942,651. The Board's deposits which are displayed on the balance sheets and statement of net assets as "cash" or "cash and cash equivalents" are categorized as:

<u>Depository Account</u>	<u>Bank Balance</u>
Insured	\$ <u>13,942,651</u>

Custodial Credit Risk – Deposits – Custodial credit risk is the risk that in the event of a bank failure, the government's deposits may not be returned to it. The Board does not have a policy for custodial credit risk. As of June 30, 2012 none of the Board's bank balances were exposed to custodial credit risk.

Investments

The Board is permitted to invest public funds in accordance with the types of securities authorized by N.J.S.A. 18A:20-37. Examples of the allowable investments are bonds or other obligations of the United States or obligations guaranteed by the United States of America, Government Money Market Mutual Funds, bonds or other obligations of the school district or bonds or other obligations of the local unit or units within which the school district is located, Local Government investment pools, and agreements or the repurchase of fully collateralized securities, if transacted in accordance with the above statute.

As of June 30, 2012, the Board had no outstanding investments.

Interest Rate Risk – The Board does not have a formal investment policy that limits investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates.

B. Receivables

Receivables as of June 30, 2012 for the district's individual major funds and internal service, in the aggregate, including the applicable allowances for uncollectible accounts, are as follows:

	<u>General</u>	<u>Special Revenue</u>	<u>Food Service</u>	<u>Auditorium Rentals- Enterprise</u>	<u>B.C.S.S. Management Agreement- Internal Service</u>	<u>WIA Admin. Internal Service</u>	<u>Total</u>
Receivables:							
Accounts			\$ 2,841	\$ 23,808		\$ 24,000	\$ 50,649
Intergovernmental-	\$ 1,292,337	\$ 2,835,851	7,070	-	\$ 81,412	-	4,216,670
Gross Receivables	<u>1,292,337</u>	<u>2,835,851</u>	<u>9,911</u>	<u>23,808</u>	<u>81,412</u>	<u>24,000</u>	<u>4,267,319</u>
Less: Allowance for Uncollectibles	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net Total Receivables	<u>\$ 1,292,337</u>	<u>\$ 2,835,851</u>	<u>\$ 9,911</u>	<u>\$ 23,808</u>	<u>\$ 81,412</u>	<u>\$ 24,000</u>	<u>\$ 4,267,319</u>

**BERGEN COUNTY TECHNICAL AND VOCATION HIGH SCHOOL DISTRICT BOARD OF EDUCATION
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2012**

NOTE 3 DETAILED NOTES ON ALL FUNDS (Continued)

B. Receivables (Continued)

Governmental funds report deferred revenue in connection with receivables for revenues that are not considered to be available to liquidate liabilities of the current period. Governmental funds also defer revenue recognition in connection with resources that have been received, but not yet earned. At the end of the current fiscal year, the various components of deferred revenue reported in the governmental funds were as follows:

	<u>Unearned</u>
General Fund	
DEPA Carryover Available for Transfer from Special Revenue Fund	\$ 26,300
Unearned Revenue - Security Deposits	60,802
Special Revenue Fund	
Unencumbered grant draw downs	1,318,306
Grant draw downs reserved for encumbrances	<u>325,430</u>
 Total deferred revenue for governmental funds	 <u>\$ 1,730,838</u>

C. Capital Assets

Capital asset activity for the fiscal year ended June 30, 2012 was as follows:

	<u>Balance, July 1, 2011</u>	<u>Increases</u>	<u>Decreases</u>	<u>Balance, June 30, 2012</u>
Governmental Activities:				
Capital Assets, Being Depreciated:				
Land Improvements	\$ 1,476,397	\$ 25,000		\$ 1,501,397
Buildings and Building Improvements	54,962,347	8,134,960		63,097,307
Machinery and Equipment	<u>18,572,818</u>	<u>1,766,984</u>	-	<u>20,339,802</u>
Total Capital Assets Being Depreciated	<u>75,011,562</u>	<u>9,926,944</u>	-	<u>84,938,506</u>
 Less Accumulated Depreciation for:				
Land and Land Improvements	(1,285,655)	(12,622)		(1,298,277)
Buildings and Building Improvements	(19,448,739)	(1,548,359)		(20,997,098)
Machinery and Equipment	<u>(10,856,146)</u>	<u>(1,778,471)</u>	-	<u>(12,634,617)</u>
Total Accumulated Depreciation	<u>(31,590,540)</u>	<u>(3,339,452)</u>	-	<u>(34,929,992)</u>
 Total Capital Assets, Being Depreciated, Net	 <u>43,421,022</u>	 <u>6,587,492</u>	 -	 <u>50,008,514</u>
 Governmental Activities Capital Assets, Net	 <u>\$ 43,421,022</u>	 <u>\$ 6,587,492</u>	 <u>\$ -</u>	 <u>\$ 50,008,514</u>

**BERGEN COUNTY TECHNICAL AND VOCATION HIGH SCHOOL DISTRICT BOARD OF EDUCATION
 NOTES TO THE BASIC FINANCIAL STATEMENTS
 FOR THE FISCAL YEAR ENDED JUNE 30, 2012**

NOTE 3 DETAILED NOTES ON ALL FUNDS (Continued)

C. Capital Assets (Continued)

	Balance, <u>July 1, 2011</u>	<u>Increases</u>	<u>Decreases</u>	Balance, <u>June 30, 2012</u>
Business-Type Activities:				
Capital Assets, Being Depreciated:				
Machinery and Equipment	\$ 1,670,293	\$ 43,028	-	\$ 1,713,321
Total Capital Assets Being Depreciated	<u>1,670,293</u>	<u>43,028</u>	<u>-</u>	<u>1,713,321</u>
Less Accumulated Depreciation for:				
Machinery and Equipment	(1,148,653)	(96,691)	-	(1,245,344)
Total Accumulated Depreciation	<u>(1,148,653)</u>	<u>(96,691)</u>	<u>-</u>	<u>(1,245,344)</u>
Total Capital Assets, Being Depreciated, Net	<u>521,640</u>	<u>(53,663)</u>	<u>-</u>	<u>467,977</u>
Business-Type Activities Capital Assets, Net	<u>\$ 521,640</u>	<u>\$ (53,663)</u>	<u>\$ -</u>	<u>\$ 467,977</u>

Depreciation expense was charged to functions/programs of the District as follows:

Governmental activities:

Instruction	
Regular	\$ 1,221,343
Vocational Education	<u>1,221,343</u>
Total Instruction	<u>2,442,686</u>
Support Services	
Student and Instruction Related Services	500,618
General Administration	73,430
School Administration	73,430
Operations and Maintenance of Plant	48,963
Student Transportation	53,467
Business and Other Support Services	<u>146,858</u>
Total Support Services	<u>896,766</u>
Total Depreciation Expense - Governmental Activities	<u>\$ 3,339,452</u>

Business-Type Activities:

Food Service Fund	\$ 13,674
Academy Enrichment Fund	72
Internet Fund	77,752
ETTC Fund	1,559
Auditorium Rentals Fund	<u>3,634</u>
Total Depreciation Expense-Business-Type Activities	<u>\$ 96,691</u>

**BERGEN COUNTY TECHNICAL AND VOCATION HIGH SCHOOL DISTRICT BOARD OF EDUCATION
 NOTES TO THE BASIC FINANCIAL STATEMENTS
 FOR THE FISCAL YEAR ENDED JUNE 30, 2012**

NOTE 3 DETAILED NOTES ON ALL FUNDS (Continued)

C. Capital Assets (Continued)

Construction commitments

The District has the following active construction projects as of June 30, 2012:

<u>Project</u>	<u>Remaining Commitment</u>
New Culinary Lab	\$ 846,092
Service/Installation of Private Fire Hydrants	50,319
Relocation of the Cosmetology Program	1,047,520
Integrated Water Jet System	136,866
Key Scan Access Control Unit	29,441
Press Box and Bleachers	79,550
New Media Center	388,981
Gymnasium Addition and Renovation	<u>1,086,975</u>
	<u>\$ 3,665,744</u>

D. Interfund Receivables, Payables, and Transfers

The composition of interfund balances as of June 30, 2012, is as follows:

Due to/from other funds

<u>Receivable Fund</u>	<u>Payable Fund</u>	<u>Amount</u>
General Fund	Special Revenue Fund	\$ 950,000
General Fund	Internal Service Fund	105,269
General Fund	Capital Projects Fund	<u>1,400,000</u>
		<u>\$ 2,455,269</u>
Compensated Absences - Internal Service Fund	General Fund	<u>\$ 2,594,758</u>

The above balances are the result of revenues earned or other financing sources received in one fund which are due to another fund and/or expenditures paid by one fund on behalf of another fund and/or to cover cash balances which were in an overdraft position.

The District expects all interfund balances to be liquidated within one year except General and Compensated Absences – Internal Service Fund.

**BERGEN COUNTY TECHNICAL AND VOCATION HIGH SCHOOL DISTRICT BOARD OF EDUCATION
 NOTES TO THE BASIC FINANCIAL STATEMENTS
 FOR THE FISCAL YEAR ENDED JUNE 30, 2012**

NOTE 3 DETAILED NOTES ON ALL FUNDS (Continued)

D. Interfund Receivables, Payables, and Transfers (Continued)

Interfund transfers

	<u>Transfer In:</u>	
	<u>General Fund</u>	<u>Total</u>
Transfer Out:		
Enterprise Funds:		
Auditorium Rental	\$ 50,000	\$ 50,000
Compensated Absence -		
Internal Service Fund	<u>16,868</u>	<u>16,868</u>
	<u>\$ 66,868</u>	<u>\$ 66,868</u>

The above transfers are the result of revenues earned and/or other financing sources received in one fund to finance expenditures in another fund.

E. Leases

Operating Leases

The District leases copiers under noncancelable operating leases. Lease payments for the fiscal year ended June 30, 2012 were \$33,200. The lease term ended during 2011/12.

F. Long-Term Debt

Changes in long-term liabilities

Long-term liability activity for the fiscal year ended June 30, 2012, was as follows:

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Reductions</u>	<u>Ending Balance</u>	<u>Due Within One Year</u>
Governmental Activities:					
Compensated Absences	\$ 2,611,626		\$ 16,868	\$ 2,594,758	
Pension Obligation Payable	<u>1,311,000</u>	<u>-</u>	<u>237,000</u>	<u>1,074,000</u>	<u>\$ 249,000</u>
Governmental activity					
Long-term liabilities	<u>\$ 3,922,626</u>	<u>\$ -</u>	<u>\$ 253,868</u>	<u>\$ 3,668,758</u>	<u>\$ 249,000</u>

Internal service funds predominantly serve the governmental funds. Accordingly, long-term liabilities for them are included as part of the above totals for governmental activities. Also, for the governmental activities, the liabilities for compensated absences are generally liquidated by the general fund.

**BERGEN COUNTY TECHNICAL AND VOCATION HIGH SCHOOL DISTRICT BOARD OF EDUCATION
 NOTES TO THE BASIC FINANCIAL STATEMENTS
 FOR THE FISCAL YEAR ENDED JUNE 30, 2012**

NOTE 4 OTHER INFORMATION

A. Risk Management

The District is exposed to various risks of loss related to property, general liability, automobile coverage, theft of, damage to and destruction of assets; errors and omissions; injuries to employees; student accident; termination of employees and natural disasters. The Board has obtained commercial insurance coverage to guard against these events to minimize the exposure to the District should they occur.

The District has joined the County of Bergen's self-insured health and prescription benefits plan for its employees. Transactions related to the plan are accounted for in the General Fund. The participating members fund the entire cost of the plan. Claims are paid directly by the plan.

Estimates of claims payable and of claims incurred, but not reported at June 30, 2012, are reported as claims and judgments payable and accrued liability for insurance claims. These estimates were determined based on claim information supplied by the claims administrator and actuary. The unpaid claims liability of \$200,000 reported at June 30, 2012 is based on the requirements of the Governmental Accounting Standards Board Statement No. 10, which requires that a liability for claims be reported if information prior to the issuance of the financial statements indicates that it is probable that a liability has been incurred at the date of the financial statements and the amount of the loss can be reasonably estimated.

Changes in the balances of claims liabilities for the health and prescription benefits plan for the fiscal years ended June 30, 2012 and 2011 are as follows:

Governmental Activities:	Fiscal Year Ended	
	<u>June 30, 2012</u>	<u>June 30, 2011</u>
Incurred But Not Yet Reported Claims	\$ 200,000	\$ 200,000
General Fund		
Other Current Liabilities	\$ 200,000	\$ 200,000
Governmental Activities		
Noncurrent Liabilities	-	-
	<u>\$ 200,000</u>	<u>\$ 200,000</u>

The District is a member of the County of Bergen's Self Insurance pool for property, general liability and automobile liability.

The relationship between the Board and the County of Bergen is governed by a contract and by-laws that have been adopted by resolution of each unit's governing body. The Board has agreed to pay an annual installation based on a computation of the Board's share of the County's premium as provided by the County. In return for this, the County of Bergen administers the Board's insurance funds.

There has been no significant reduction in insurance coverage from the previous year nor have there been any settlements in excess of insurance coverage's in any of the prior three years.

**BERGEN COUNTY TECHNICAL AND VOCATION HIGH SCHOOL DISTRICT BOARD OF EDUCATION
 NOTES TO THE BASIC FINANCIAL STATEMENTS
 FOR THE FISCAL YEAR ENDED JUNE 30, 2012**

NOTE 4 OTHER INFORMATION (Continued)

A. Risk Management (Continued)

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

<u>Fiscal Year</u>	<u>District Contributions</u>	<u>Employee Contributions</u>	<u>Amount Reimbursed</u>	<u>Ending Balance</u>
2012	\$ 120,000	\$ 52,292	\$ 197,479	\$ 357,638
2011	350,000	52,461	206,950	381,946
2010	418,000	52,493	284,427	186,204

B. Contingent Liabilities

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

There is a claim for personal injuries. The claimant allegedly sustained injuries to her nose and face requiring surgical intervention during a cheerleading practice at the Teterboro campus on January 6, 2010.

The extent of the damages is unknown at this early stage in the litigation. The tort claim notice received by the Board, however, indicates that the claimant sustained injuries to her face requiring one surgery with a future surgery anticipated. The extent of medical expenses is unknown at this time as fully responsive medical information has yet to be provided.

The demand for damages in the tort claim notice is one million dollars plus one million dollars for per quod. Based upon the early nature of the investigation, and given the fact that facial injuries are alleged, the Board's attorney estimates the potential exposure to the Board is not to exceed \$500,000.00.

Federal and State Awards – The Board participates in a number of federal and state programs that are fully or partially funded by grants received from other governmental units. Expenditures financed by grants are subject to audit by the appropriate grantor government. If expenditures are disallowed due to noncompliance with grant program regulations, the Board may be required to reimburse the grantor government. As of June 30, 2012, significant amounts of grant expenditures have not been audited by the various grantor agencies but the Board believes that disallowed expenditures, if any, based on subsequent audits will not have a material effect on any of the individual governmental funds or the overall financial position of the District.

**BERGEN COUNTY TECHNICAL AND VOCATION HIGH SCHOOL DISTRICT BOARD OF EDUCATION
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2012**

NOTE 4 OTHER INFORMATION (Continued)

C. Employee Retirement Systems and Pension Plans

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

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

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

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

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

Other Pension Funds

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

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

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

The State of New Jersey, Department of the Treasury, Division of Pensions and Benefits, issues publicly available financial reports that include the financial statements and required supplementary information of each of the above systems. The financial reports may be accessed via the New Jersey, Division of Pensions and Benefits, website at www.state.nj.us/treasury/pensions.

**BERGEN COUNTY TECHNICAL AND VOCATION HIGH SCHOOL DISTRICT BOARD OF EDUCATION
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2012**

NOTE 4 OTHER INFORMATION (Continued)

C. Employee Retirement Systems and Pension Plans (Continued)

Basis of Accounting

The financial statements of the retirement systems are prepared on the accrual basis of accounting. Employer contributions are recognized when payable to the retirement systems. Benefits or refunds are recognized when due and payable in accordance with the terms of the retirement systems.

Investment Valuation

Investments are reported at fair value. Securities traded on a national or international exchange are valued at the last reported sales price at current exchange rates. Mortgages are valued on the basis of future principal and interest payments, and are discounted at prevailing interest rates for similar instruments. The fair value of real estate investments is based on independent appraisals. Investments that do not have an established market are reported at estimated fair values.

The State of New Jersey, Department of the Treasury, Division of Investment, issues publicly available financial reports that include the financial statements of the State of New Jersey Cash Management Fund, Common Pension Fund A, Common Pension Fund B, Common Pension Fund D and Common Pension Fund E. The financial reports may be obtained in writing to the State of New Jersey, Department of the Treasury, Division of Investment, P.O. Box 290, Trenton, New Jersey 08625-0290.

Significant Legislation

P.L. 2011, c.78, effective June 28, 2011, made various changes to the manner in which TPAF and PERS operate and to the benefit provisions of those systems.

This new legislation's provisions impacting employee pension and health benefits include:

- New members of TPAF and PERS hired on or after June 28, 2011 (Tier 5 members), will need 30 years of creditable service and age 65 for receipt of the early retirement benefit without a reduction of ¼ to 1 percent for each month that the member is under age 65.
- The eligibility age to qualify for a service retirement in the TPAF and PERS is increased from age 62 to 65 for Tier 5 members.
- The annual benefit under special retirement for new PFRS members enrolled after June 28, 2011 (Tier 3 members), will be 60 percent instead of 65 percent of the member's final compensation plus 1 percent for each year of creditable service over 25 years but not to exceed 30 years.
- Active member contribution rates will increase. TPAF and PERS active member rates increase from 5.5 percent of annual compensation to 6.5 percent plus an additional 1 percent phased-in over 7 years. For Fiscal Year 2012, the member contribution rates increased in October 2011. The phase-in of the additional incremental member contributions for TPAF and PERS members will take place in July of each subsequent fiscal year.
- The payment of automatic cost-of-living adjustment (COLA) additional increases to current and future retirees and beneficiaries is suspended until reactivated as permitted by this law.

In addition, this new legislation changes the method for amortizing the pension systems' unfunded accrued liability (from a level percent of pay method to a level dollar of pay).

**BERGEN COUNTY TECHNICAL AND VOCATION HIGH SCHOOL DISTRICT BOARD OF EDUCATION
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2012**

NOTE 4 OTHER INFORMATION (Continued)

C. Employee Retirement Systems and Pension Plans (Continued)

Funding Status and Funding Progress

As of July 1, 2010, the most recent actuarial valuation date, the aggregate funded ratio for all the State administered retirement systems including TPAF and PERS, is 70.5 percent with an unfunded actuarial accrued liability of \$36.3 billion. The aggregate funded ratio and unfunded accrued liability for the State-funded systems is 65.2 percent and \$25.6 billion, and the aggregate funded ratio and unfunded accrued liability for local PERS and Police and Firemen's Retirement System ("PFRS") is 78.5 percent and \$10.7 billion.

The funded status and funding progress of the retirement systems is based on actuarial valuations which involve estimates of the value of reported amounts and assumptions about the probability of events far into the future. These amounts are subject to continual revision as actual results are compared to past expectations and new estimates are made about the probability of future events.

Actuarial calculations reflect a long-term perspective and are based on the benefits provided under the terms of the retirement systems in effect at the time of each valuation and also consider the pattern of the sharing of costs between the employer and members at that point in time. The projection of benefits for financing reporting purposes does not explicitly incorporate the potential effects of legal or contractual limitations on the pattern of cost sharing between the employer and members in the future.

Actuarial Methods and Assumptions

In the July 1, 2010 actuarial valuation, the projected unit credit was used as the actuarial cost method, and the five year average of market value was used as the asset valuation method for the retirement systems. The actuarial assumptions included (1) 8.25 percent for investment rate of return for the retirement systems and (2) 5.45 percent for projected salary increases for the PERS and 5.91 percent for TPAF.

Employer and Employee Pension Contributions

The contribution policy is set by laws of the State of New Jersey and contributions are required by active members and participating employers. Plan member and employer contributions may be amended by State of New Jersey legislation with the amount of contributions by the State of New Jersey contingent upon the Annual Appropriations Act. As defined, the retirement systems require employee contributions based on 6.5% for PERS, 6.5% for TPAF and 5.50% for DCRP of the employee's annual compensation.

Annual Pension Costs (APC)

Per the requirements of GASB Statement No. 27 for the year ended June 30, 2012 for TPAF, which is a cost sharing plan with special funding situations, annual pension cost differs from the annual required contribution. For PERS, which is a cost sharing multi-employer defined benefit pension plan, the annual pension cost equals contributions made. TPAF employer contributions are made annually by the State of New Jersey to the pension system on behalf of the Board. PERS employer contributions are made annually by the Board to the pension system in accordance with Chapter 114, P.L. 1997. In the DCRP, which is a defined contribution plan, member contributions are matched by a 3% employer contribution.

**BERGEN COUNTY TECHNICAL AND VOCATION HIGH SCHOOL DISTRICT BOARD OF EDUCATION
 NOTES TO THE BASIC FINANCIAL STATEMENTS
 FOR THE FISCAL YEAR ENDED JUNE 30, 2012**

NOTE 4 OTHER INFORMATION (Continued)

Annual Pension Costs (APC) (continued)

During the years ended June 30, 2012, 2011 and 2010 the Board was required to contribute for PERS and DCRP and the State of New Jersey was required to contribute for TPAF for normal cost pension and accrued liability contributions (including non-contributory group life insurance (NCGI)) the following amounts:

Fiscal Year Ended <u>June 30,</u>	<u>PERS</u>	On-behalf <u>TPAF</u>
2012	\$ 1,485,720	\$ 720,859
2011	1,520,009	69,901
2010	1,282,436	76,141

During the previous two fiscal years, the State of New Jersey did not contribute to the TPAF for normal cost and accrued liability. The State contributed \$720,859 during 2011/2012 for normal cost pension, accrued liability and the NCGI premium. For fiscal years 2010/2011 and 2009/2010, the State contributed \$69,901 and \$76,141, respectively, for the NCGI premium only.

Also, in accordance with N.J.S.A. 18A:66-66 the State of New Jersey reimbursed the Board \$1,732,089 during the year ended June 30, 2012 for the employer's share of social security contributions for TPAF members as calculated on their base salaries. This amount, along with the on-behalf TPAF pension contribution, has been included in the district-wide financial statements and the fund financial statements as a revenue and expenditure in accordance with GASB No. 24.

D. Post-Retirement Medical Benefits

The State of New Jersey sponsors and administers the post-retirement health benefit program plans for school districts. The Plans are cost sharing multiple employer defined benefit plans.

As a result of implementing Governmental Accounting Standards Board (GASB) Statement No. 43, *Financial Reporting for Post-employment Benefit Plans Other than Pension Plans* (OPEB), effective for Fiscal Year 2007, the State Health Benefits Program (SHBP), and the Prescription Drug Program (PDP), and Post-Retirement Medical (PRM) of the PERS and TPAF are combined and reported as Pension and Other employee Benefit Trust Funds in the State's Comprehensive Annual Financial Report (CAFR). Specifically, SHBP-State, PDP-State, and the PRM of the PERS are combined and reported as a Health Benefits Program Fund – State classified as a single employer plan. The SHBP-Local, PDP-Local, and the PRM of the TPAF are combined and reported as Health Benefits Program Fund –Local Government classified as a cost-sharing multiple-employer plan in the State's CAFR. The post-retirement benefit programs had a total of 547 state and local participating employers and contributing entities for Fiscal Year 2011.

The State of New Jersey sponsors and administers the following health benefit programs covering certain state and local government employees, including those Board employees and retirees eligible for coverage.

**BERGEN COUNTY TECHNICAL AND VOCATION HIGH SCHOOL DISTRICT BOARD OF EDUCATION
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2012**

NOTE 4 OTHER INFORMATION (Continued)

D. Post-Retirement Medical Benefits (Continued)

Health Benefits Program Fund (HBPF) – Local Education (including Prescription Drug Program Fund) – The State of New Jersey provides free coverage to members of the Teachers' Pension and Annuity Fund who retire from a board of education or county college with 25 years of service or on a disability retirement. Under the provisions of P.L. 1992, c.126, the State also provides free coverage to members of the Public Employees' Retirement System and Alternate Benefits Program who retire from a board of education or county college with 25 years of service or on a disability retirement if the member's employer does not provide this coverage. Certain local participating employers also provide post-retirement medical coverage to their employees. Retirees who are not eligible for employer paid health coverage at retirement can continue in the program if their employer participates in this program or if they are participating in the health benefits plan of their former employer and are enrolled in Medicare parts A and B by paying the cost of the insurance for themselves and their covered dependents. Also, education employees are eligible for the PDP coverage after 60 days of employment.

The State of New Jersey, Department of the Treasury, Division of Pensions and Benefits, issues publicly available financial reports that include the financial statements and required supplementary information of the above Fund. The financial reports may be accessed via the State of New Jersey, Department of the Treasury, Division of Pensions and Benefits, website at www.state.nj.us/treasury/pensions.

Basis of Accounting

The financial statements of the health benefit programs are prepared on the accrual basis of accounting. Employer contributions are recognized when payable to the health benefit programs. Benefits or refunds are recognized when due and payable in accordance with the terms of the health benefit programs.

Significant Legislation

P.L. 2011, c.78, effective October 2011, sets new employee contribution requirements towards the cost of employer-provided health benefit coverage. Employees are required to contribute a certain percentage of the cost of coverage. The rate of contribution is determined based on the employee's annual salary and the selected level of coverage. The increased employee contributions will be phased in over a 4-year period for those employed prior to this new legislation's effective date with a minimum contribution required to be at least 1.5% of salary.

Investment Valuation

Investments are reported at fair value. Investments that do not have an established market are reported at estimated fair values.

Funded Status and Funding Progress

As of July 1, 2010, the most recent actuarial valuation date, the State had a \$59.3 billion unfunded actuarial accrued liability for other post-employment benefits (OPEB) which is made up to \$21.1 billion for state active and retired members and \$38.2 billion for education employees and retirees that become the obligation of the State of New Jersey upon retirement.

**BERGEN COUNTY TECHNICAL AND VOCATION HIGH SCHOOL DISTRICT BOARD OF EDUCATION
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2012**

NOTE 4 OTHER INFORMATION (Continued)

D. Post-Retirement Medical Benefits (Continued)

Funded Status and Funding Progress (continued)

The funded status and funding progress of the OPEB is based on actuarial valuations which involve estimates of the value of reported amounts and assumptions about the probability of events in the future. These amounts are subject to continual revision as actual results are compared to past expectations and new estimates are made about the probability of future events.

Actuarial calculations reflect a long-term perspective and are based on the benefits provided under the terms of the OPEB in effect at the time of each valuation and also consider the pattern of the sharing of costs between the employer and members at the point in time. The projection of benefits for financial reporting purposes does not explicitly incorporate the potential effects of legal contractual funding limitations on the pattern of cost sharing between the employer and members in the future.

Actuarial Methods and Assumptions

In the July 1, 2010, actuarial valuation, the projected unit credit was used as the actuarial cost method, and the market value was used as asset valuation method for the OPEB. The actuarial assumptions included 4.50 percent for investment rate of return for the OPEB.

Post-Retirement Medical Benefits Contributions

P.L. 1987, c. 384 and P.L. 1990, c.6 required the Teachers' Pension and Annuity Fund (TPAF) and Public Employees' Retirement System (PERS), respectively to fund post-retirement medical benefits for those State employees and education employees who retire after accumulating 25 years of credited service or on a disability retirement. As of June 30, 2011, there were 93,323 retirees receiving post-retirement medical benefits and the State contributed \$935.5 million on their behalf. The cost of these benefits is funded through contributions by the State and in accordance with P.L. 1994, c.62. Funding of post-retirement medical benefits changed from a pre-funding basis to a pay-as-you-go basis beginning in fiscal year 1994.

The State is also responsible for the cost attributable to P.L. 1992, c.126, which provides free health benefits to members of PERS and the Alternate Benefit Program who retired from a board of education with 25 years of service. The State paid \$144 million toward Chapter 126 benefits for 15,709 eligible retired members in fiscal year 2011.

The State sets the contribution rate based on a pay as you go basis and not on the *annual required contribution of the employers (ARC)*, an amount actuarially determined in accordance with the parameters of GASB Statement 45. The ARC represents a level of funding that, if paid on an ongoing basis, is projected to cover normal cost each year and amortize any unfunded actuarial liabilities (or funding excess) of the plan over a period not to exceed thirty years. The State's contributions to the State Health Benefits Program Fund for TPAF retirees' post-retirement benefits on behalf of the School District for the years ended June 30, 2012, 2011 and 2010 were \$1,449,114, \$1,484,697 and \$1,430,037, respectively, which equaled the required contributions for each year. The State's contributions to the State Health Benefits Program Fund for PERS retirees' post-retirement benefits on behalf of the School District was not determined or made available by the State of New Jersey.

BUDGETARY COMPARISON SCHEDULES

**BERGEN COUNTY TECHNICAL AND VOCATIONAL HIGH SCHOOL
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE FISCAL YEAR ENDED JUNE 30, 2012**

EXHIBIT C-1

	Original Budget	Adjustments/ Budget Transfers	Final Budget	Actual	Variance Final to Actual Favorable (Unfavorable)
REVENUES					
Local Sources					
County Property Tax Levy	\$ 29,190,098		\$ 29,190,098	\$ 29,190,098	
Tuition-Other LEAs	23,104,160		23,104,160	23,430,568	\$ 326,408
Tuition - Post Secondary	762,000		762,000	822,165	60,165
Tuition - EMS	500,000		500,000	438,572	(61,428)
Tuition - Adult Evening	450,000		450,000	412,614	(37,386)
Interest on Investments	20,000		20,000	25,723	5,723
Interest on Capital Reserve				186	186
GED Testing Fees	40,000		40,000	33,323	(6,677)
Miscellaneous	505,000	\$ (75,000)	430,000	732,488	302,488
Total Local Sources	54,571,258	(75,000)	54,496,258	55,085,737	589,479
State Sources					
Adjustment Aid	3,347,918	590,023	3,937,941	3,937,941	-
Categorical Special Education Aid	1,149,724		1,149,724	1,149,724	-
Categorical Security Aid	167,162		167,162	167,162	-
Other Unrestricted Aid				1,435	1,435
On-Behalf TPAF Pension System Contributions- NCGI (Non-Budgeted)				69,861	69,861
On-Behalf TPAF Pension System Contributions- Normal Contributions (Non-Budgeted)				650,998	650,998
On-Behalf TPAF Pension System Contributions- Post-Retirement Medical Contrib. (Non-Budgeted)				1,449,114	1,449,114
Reimbursed TPAF Social Security Contributions (Non-Budgeted)	-	-	-	1,732,089	1,732,089
Total State Sources	4,664,804	590,023	5,254,827	9,158,324	3,903,497
Federal Sources					
Eds Jobs Funding	232,694		232,694	232,694	-
Medicaid Reimbursement	18,855	-	18,855	18,221	(634)
Total Federal Sources	251,549	-	251,549	250,915	(634)
Total Revenues	59,487,611	515,023	60,002,634	64,494,976	4,492,342
EXPENDITURES:					
Regular Programs- Instruction					
Salaries of Teachers	8,151,847	75,200	8,227,047	8,226,973	74
Other Salaries for Instruction	115,705	(6,700)	109,005	99,395	9,610
Purchased Prof. - Educ. Service	75,000	8,583	83,583	73,100	10,483
Rentals	50,000	(15,000)	35,000	33,899	1,101
Other Purchased Services	12,500	36,478	48,978	12,433	36,545
General Supplies	487,500	594,330	1,081,830	992,153	89,677
Textbooks	120,000	69,846	189,846	119,115	70,731
Other Objects	35,000	5,000	40,000	27,056	12,944
Total Regular Programs- Instruction	9,047,552	767,737	9,815,289	9,584,124	231,165
Regular Programs- Home Instruction					
Salaries of Teachers	25,000	(5,000)	20,000	11,783	8,217
Purchased Professional Educational Service	12,000	5,000	17,000	12,990	4,010
Total Regular Programs- Home Instruction	37,000	-	37,000	24,773	12,227
Total Regular Programs- Instruction	9,084,552	767,737	9,852,289	9,608,897	243,392
Basic Skills/Remedial					
Salaries of Teachers	206,544	(103,000)	103,544	101,210	2,334
Total Basic Skills/Remedial	206,544	(103,000)	103,544	101,210	2,334
Bilingual Education					
Salaries of Teachers	72,852	1,300	74,152	74,090	62
Total Bilingual Education	72,852	1,300	74,152	74,090	62

**BERGEN COUNTY TECHNICAL AND VOCATIONAL HIGH SCHOOL
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE FISCAL YEAR ENDED JUNE 30, 2012**

	Original Budget	Adjustments/ Budget Transfers	Final Budget	Actual	Variance Final to Actual Favorable (Unfavorable)
Other Special Programs					
Regular Vocational Programs- Instruction					
Salaries of Teachers	\$ 5,919,387	\$ 152,500	\$ 6,071,887	\$ 6,071,840	\$ 47
Rentals	46,976	(6,150)	40,826	26,021	14,805
Other Purchased Services	6,865	(1,204)	5,661	4,187	1,474
General Supplies	354,332	277,499	631,831	523,244	108,587
Textbooks	79,151	10,244	89,395	61,215	28,180
Other Objects	48,639	(23,875)	24,764	20,546	4,218
Total Regular Vocational Programs- Instruction	6,455,350	409,014	6,864,364	6,707,053	157,311
Special Vocational Programs- Instruction					
Salaries of Teachers	3,442,991		3,442,991	3,364,237	78,754
Purchased Professional Educational Services	541,000	20,000	561,000	549,000	12,000
Rentals	3,250		3,250	3,250	3,250
Other Purchased Services	4,342		4,342	2,098	2,244
General Supplies	115,938	38,446	154,384	147,788	6,596
Textbooks	32,637	(6,695)	25,942	21,999	3,943
Other Objects	16,985	(10,850)	6,135	4,240	1,895
Total Special Vocational Programs- Instruction	4,157,143	40,901	4,198,044	4,089,362	108,682
Total Vocational Programs	10,612,493	449,915	11,062,408	10,796,415	265,993
Other Instructional Programs					
School Sponsored Co/Extra Curricular Activities					
Salaries	567,309	42,800	610,109	610,014	95
Other Objects	81,214	(59,286)	21,928	13,646	8,282
Total School Sponsored Co/Extra Curricular Activities	648,523	(16,486)	632,037	623,660	8,377
School Sponsored Athletics					
Salaries	601,277		601,277	586,844	14,433
Purchased Services	150,330	(13,035)	137,295	117,954	19,341
Supplies and Materials	96,966	7,398	104,364	101,080	3,284
Other Objects	41,712	10,500	52,212	37,727	14,485
Total School Sponsored Athletics	890,285	4,863	895,148	843,605	51,543
Other Instructional Programs- Instruction					
Salaries	130,158	16,200	146,358	146,273	85
Total Other Instructional Programs	130,158	16,200	146,358	146,273	85
Total Instruction	21,645,407	1,120,529	22,765,936	22,194,150	571,786
Attendance & Social Work					
Salaries	103,596	2,000	105,596	105,461	135
Total Attendance & Social Work	103,596	2,000	105,596	105,461	135
Health Services					
Salaries	284,779	19,200	303,979	303,902	77
Purchased Professional and Technical Services	36,885	(5,000)	31,885	24,274	7,611
Supplies and Materials	9,130	(1,900)	7,230	3,577	3,653
Other Objects	18,096	(3,724)	14,372	8,974	5,398
Total Health Services	348,890	8,576	357,466	340,727	16,739

**BERGEN COUNTY TECHNICAL AND VOCATIONAL HIGH SCHOOL
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE FISCAL YEAR ENDED JUNE 30, 2012**

EXHIBIT C-1

	<u>Original Budget</u>	<u>Adjustments/ Budget Transfers</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Final to Actual Favorable (Unfavorable)</u>
Guidance					
Salaries of Other Professional Staff	\$ 1,642,814	\$ (2,900)	\$ 1,639,914	\$ 1,621,906	\$ 18,008
Salaries of Secretarial and Clerical Assistants	99,709	2,900	102,609	102,609	-
Total Guidance	<u>1,742,523</u>	<u>-</u>	<u>1,742,523</u>	<u>1,724,515</u>	<u>18,008</u>
Child Study Teams					
Salaries of Other Professional Staff	690,230	48,000	738,230	737,847	383
Salaries of Secretarial and Clerical Assistants	160,452		160,452	140,259	20,193
Purchased Professional Education Services	20,600	(16,000)	4,600	3,008	1,592
Other Purchased Professional & Technical Services	6,695	(2,000)	4,695	3,842	853
Travel	3,090	(2,000)	1,090	150	940
Supplies and Materials	12,641	41,148	53,789	29,469	24,320
Other Objects	6,245	(5,000)	1,245	270	975
Total Child Study Teams	<u>899,953</u>	<u>64,148</u>	<u>964,101</u>	<u>914,845</u>	<u>49,256</u>
Improvement of Instruction Services					
Salaries of Other Professional Staff	588,546	45,450	633,996	633,991	5
Salaries of Secretarial and Clerical Assistants	176,347	(50)	176,297	170,960	5,337
Purchased Professional Educational Services	15,737	350	16,087	16,087	-
Other Purchased Professional & Technical Services	22,048		22,048	18,619	3,429
Supplies and Materials	90,298	45,113	135,411	129,353	6,058
Other Objects	57,466	(33,545)	23,921	21,797	2,124
Total Improvement of Instruction Services	<u>950,442</u>	<u>57,318</u>	<u>1,007,760</u>	<u>990,807</u>	<u>16,953</u>
Educational Media Service/School Library					
Salaries	2,474,949	23,300	2,498,249	2,494,562	3,687
Salaries of Technology Coordinator	133,000	1,400	134,400	134,330	70
Other Purchased Services	1,317,776	44,512	1,362,288	1,352,045	10,243
Supplies and Materials	220,764	297,819	518,583	517,453	1,130
Other Objects	28,651	7,141	35,792	32,807	2,985
Total Educational Media Services/School Library	<u>4,175,140</u>	<u>374,172</u>	<u>4,549,312</u>	<u>4,531,197</u>	<u>18,115</u>
Instructional Staff Training Services					
Travel	22,500	(2,200)	20,300	8,178	12,122
Other Objects	76,495	(9,368)	67,127	13,461	53,666
Total Instructional Staff Training Services	<u>98,995</u>	<u>(11,568)</u>	<u>87,427</u>	<u>21,639</u>	<u>65,788</u>
Support Services General Administration					
Salaries	378,073	60,025	438,098	438,093	5
Legal Services	380,000	(93,425)	286,575	190,151	96,424
Audit Fees	60,000		60,000	59,394	606
Expenditure and Internal Control	10,000		10,000	9,574	426
Architect/Engineering Fees	10,000	14,523	24,523	10,400	14,123
Other Purchased Professional Services	55,000		55,000	54,960	40
Rentals	6,000		6,000	5,271	729
Communications/Telephone	400,000	(650)	399,350	399,260	90
Other Purchased Services - Including Liab and Fidelity	150,227	25,400	175,627	147,399	28,228
Supplies and Materials	15,000	84	15,084	7,893	7,191
Miscellaneous Expenditures	57,000		57,000	50,100	6,900
BOE Membership Dues and Fees	2,000	-	2,000	-	2,000
Total Support Services General Administration	<u>1,523,300</u>	<u>5,957</u>	<u>1,529,257</u>	<u>1,372,495</u>	<u>156,762</u>
Support Services School Administration					
Salaries of Principals/ Assistant Principals	740,662	117,000	857,662	857,543	119
Salaries of Secretarial and Clerical Assistants	616,826		616,826	610,461	6,365
Purchased Technical Services	1,500		1,500	1,500	-
Travel	10,725	(3,975)	6,750	1,560	5,190
Other Purchased Services	16,632	(4,590)	12,042	9,553	2,489
Supplies and Materials	59,500	10,765	70,265	54,814	15,451
Other Objects	27,742	(4,691)	23,051	14,334	8,717
Total Support Services School Administration	<u>1,473,587</u>	<u>114,509</u>	<u>1,588,096</u>	<u>1,548,265</u>	<u>39,831</u>

**BERGEN COUNTY TECHNICAL AND VOCATIONAL HIGH SCHOOL
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE FISCAL YEAR ENDED JUNE 30, 2012**

	Original Budget	Adjustments/ Budget Transfers	Final Budget	Actual	Variance Final to Actual Favorable (Unfavorable)
Central Services					
Salaries	\$ 867,279	\$ (23,300)	\$ 843,979	\$ 791,660	\$ 52,319
Purchased Technical Services	90,200	2,000	92,200	92,164	36
Rentals	6,400	2,000	8,400	7,745	655
Travel	500	200	700	662	38
Supplies and Materials	28,000	(1,243)	26,757	22,424	4,333
Miscellaneous Expenditures	15,000	-	15,000	14,735	265
Total Central Services	<u>1,007,379</u>	<u>(20,343)</u>	<u>987,036</u>	<u>929,390</u>	<u>57,646</u>
Admin. Info. Technology					
Salaries	10,117	100	10,217	10,170	47
Total Admin. Info. Technology	<u>10,117</u>	<u>100</u>	<u>10,217</u>	<u>10,170</u>	<u>47</u>
Required Maintenance for School Facilities					
Salaries	462,311		462,311	405,109	57,202
Cleaning, Repair and Maintenance Services	325,000	58,092	383,092	382,651	441
General Supplies	90,000	39,193	129,193	129,035	158
Total Required Maintenance for School Facilities	<u>877,311</u>	<u>97,285</u>	<u>974,596</u>	<u>916,795</u>	<u>57,801</u>
Custodial Services					
Salaries	3,221,393	-	3,221,393	3,204,586	16,807
Cleaning, Repair and Maintenance Services	424,421	63,747	488,168	474,656	13,512
Purchased Professional & Technical Services	205,000		205,000	200,000	5,000
Other Purchased Property Services	100,000	2,245	102,245	84,834	17,411
Insurance	396,500		396,500	350,000	46,500
General Supplies	200,000	87,803	287,803	284,557	3,246
Energy (Natural Gas)	400,000		400,000	295,569	104,431
Energy (Electricity)	2,227,030	(470,900)	1,756,130	1,036,496	719,634
Energy (Gasoline)	50,000		50,000	32,723	17,277
Other Objects	40,000	-	40,000	23,792	14,208
Total Custodial Services	<u>7,264,344</u>	<u>(317,105)</u>	<u>6,947,239</u>	<u>5,989,213</u>	<u>958,026</u>
Care and Upkeep of Grounds					
Cleaning, Repair and Maintenance Services	25,000	9,000	34,000	33,923	77
Total Care and Upkeep of Grounds	<u>25,000</u>	<u>9,000</u>	<u>34,000</u>	<u>33,923</u>	<u>77</u>
Security					
Cleaning, Repair and Maintenance Services	150,000	-	150,000	145,647	4,353
Total Security	<u>150,000</u>	<u>-</u>	<u>150,000</u>	<u>145,647</u>	<u>4,353</u>
Total Oper & Maint of Plant Services	<u>8,316,655</u>	<u>(210,820)</u>	<u>8,105,835</u>	<u>7,085,578</u>	<u>1,020,257</u>
Student Transportation Services					
Salaries for Pupil Transp (Oth. Than Bet. Home & School)	184,583	19,500	204,083	203,933	150
Cleaning, Repair and Maintenance Services	9,000	(3,000)	6,000	351	5,649
Contr. Services- Other- Vendors	88,204	12,325	100,529	69,983	30,546
Insurance	64,300		64,300	64,300	-
Supplies and Materials	10,000	5,000	15,000	14,944	56
Miscellaneous Expenditures	4,000	(2,000)	2,000	1,956	44
Total Student Transportation Services	<u>360,087</u>	<u>31,825</u>	<u>391,912</u>	<u>355,467</u>	<u>36,445</u>
Unallocated Benefits- Employee Benefits					
Social Security Contributions	1,156,000	28,600	1,184,600	1,184,562	38
TPAF Contributions- ERIP	240,000		240,000	240,000	-
Other Retirement Contribution- Regular	1,650,000	(10,600)	1,639,400	1,485,720	153,680
Other Retirement Contributions - ERIP	60,000		60,000	60,000	-
Unemployment Compensation	125,000		125,000	121,275	3,725
Workman's Compensation	412,000	22,800	434,800	434,708	92
Health Benefits	9,100,117	(295,400)	8,804,717	7,404,910	1,399,807
Tuition Reimbursement	115,000		115,000	55,910	59,090
Other Employee Benefits	132,000	266,600	398,600	398,529	71
Total Unallocated Benefits- Employee Benefits	<u>12,990,117</u>	<u>12,000</u>	<u>13,002,117</u>	<u>11,385,614</u>	<u>1,616,503</u>

**BERGEN COUNTY TECHNICAL AND VOCATIONAL HIGH SCHOOL
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE FISCAL YEAR ENDED JUNE 30, 2012**

	Original Budget	Adjustments/ Budget Transfers	Final Budget	Actual	Variance Final to Actual
					Favorable (Unfavorable)
On-behalf TPAF Pension System Contributions- NCGI Premium (Non-Budgeted)				\$ 69,861	\$ (69,861)
On-behalf TPAF Pension System Contributions- Normal Contribution (Non-Budgeted)				650,998	(650,998)
On-behalf TPAF Pension System Contributions- Post-Retirement Medical Contrib. (Non-Budgeted)				1,449,114	(1,449,114)
Reimbursed TPAF Social Security Contributions (Non-Budgeted)	-	-	-	1,732,089	(1,732,089)
Total Undistributed Expenditures	\$ 34,000,781	\$ 427,874	\$ 34,428,655	35,218,232	(789,577)
Total Expenditures - Current	55,646,188	1,548,403	57,194,591	57,412,382	(217,791)
CAPITAL OUTLAY					
Equipment					
Instruction		172,777	172,777	172,723	54
School Sponsored Athletics		64,000	64,000		64,000
Educational Media Service/Library		430,152	430,152	430,091	61
General Administration		5,000	5,000	4,583	417
Central Services		9,297	9,297	5,597	3,700
Operations and Maintenance of Plant	-	272,105	272,105	271,794	311
Total Equipment	-	953,331	953,331	884,788	68,543
Facilities Acquisition and Construction Services					
Architect Fees-Capital Reserve		26,828	26,828	16,947	9,881
Construction Services		500,000	500,000	500,000	-
Construction Services-Capital Reserve		1,047,520	1,047,520	55,556	991,964
Other Objects	1,296,898	(240,250)	1,056,648	1,047,898	8,750
Total Facilities and Construction Services	1,296,898	1,334,098	2,630,996	1,620,401	1,010,595
Total Capital Outlay	1,296,898	2,287,429	3,584,327	2,505,189	1,079,138
SPECIAL SCHOOLS					
Post- Secondary Programs- Instruction					
Salaries of Teachers	294,833		294,833	275,551	19,282
Other Purchased Services	4,035		4,035	2,803	1,232
General Supplies	12,362	12,566	24,928	20,900	4,028
Textbooks	19,560		19,560	11,296	8,264
Other Objects	6,400	-	6,400	5,550	850
Total Post- Secondary Programs -Instruction	337,190	12,566	349,756	316,100	33,656
Post- Secondary Programs- Support Services					
Personal Services-Employee Benefits	85,000	-	85,000	85,000	-
Total Post Secondary Programs - Support Services	85,000	-	85,000	85,000	-
Total Post Secondary Programs	422,190	12,566	434,756	401,100	33,656
Other Special Schools - Instruction					
Salaries of Teachers	997,201	129,400	1,126,601	1,126,568	33
General Supplies	227,271	17,612	244,883	242,135	2,748
Textbooks	1,455	-	1,455	-	1,455
Total Other Special Schools - Instruction	1,225,927	147,012	1,372,939	1,368,703	4,236
Other Special Schools - Support Services					
Salaries	451,311	(17,400)	433,911	399,230	34,681
Personal Services-Employee Benefits	110,000	37,500	147,500	147,500	-
Purchased Professional and Technical Services	8,240	4,650	12,890	11,250	1,640
Other Purchased Services	56,560	15,753	72,313	62,482	9,831
Supplies and Materials	26,813	1,550	28,363	17,632	10,731
Other Objects	10,896	(750)	10,146	5,338	4,808
Total Other Special Schools - Support Services	663,820	41,303	705,123	643,432	61,691
Total Other Special Schools	1,889,747	188,315	2,078,062	2,012,135	65,927
Vocational Evening - Local - Instruction					
Salaries of Teachers	588,627	(53,900)	534,727	430,258	104,469
General Supplies	16,600	5,000	21,600	3,673	17,927
Textbooks	1,040		1,040	-	1,040
Other Objects	3,640	-	3,640	(11,359)	14,999
Total Vocational Evening - Local - Instruction	609,907	(48,900)	561,007	422,572	138,435

**BERGEN COUNTY TECHNICAL AND VOCATIONAL HIGH SCHOOL
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE FISCAL YEAR ENDED JUNE 30, 2012**

	<u>Original Budget</u>	<u>Adjustments/ Budget Transfers</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Final to Actual Favorable (Unfavorable)</u>
Vocational Evening - Local - Support Services					
Salaries	\$ 338,668	\$ 15,600	\$ 354,268	\$ 354,260	\$ 8
Employee Benefits	160,000		160,000	157,647	
Other Purchased Services	53,028	8,350	61,378	61,354	24
General Supplies	5,300	1,650	6,950	3,644	3,306
Other Objects	5,820	2,500	8,320	500	7,820
Total Vocational Evening - Local - Support Services	<u>562,816</u>	<u>28,100</u>	<u>590,916</u>	<u>577,405</u>	<u>13,511</u>
Total Vocational Evening	<u>1,172,723</u>	<u>(20,800)</u>	<u>1,151,923</u>	<u>999,977</u>	<u>151,946</u>
GED Testing Center (Other Special Schools)					
Salaries	20,000		20,000	19,271	729
Other Purchased Services	10,000	(4,000)	6,000	384	5,616
Supplies and Materials	10,000	4,000	14,000	13,549	451
Total Other Special Schools - Support Services	<u>40,000</u>	<u>-</u>	<u>40,000</u>	<u>33,204</u>	<u>6,796</u>
Total Special Schools	<u>3,524,660</u>	<u>180,081</u>	<u>3,704,741</u>	<u>3,446,416</u>	<u>258,325</u>
Eds Jobs Funding					
Salaries	232,694	7,290	239,984	239,984	-
Total Eds Jobs Funding	<u>232,694</u>	<u>7,290</u>	<u>239,984</u>	<u>239,984</u>	<u>-</u>
Total Expenditures	<u>60,700,440</u>	<u>4,023,203</u>	<u>64,723,643</u>	<u>63,603,971</u>	<u>1,119,672</u>
Excess (Deficiency) of Revenues and Over/(Under) Expenditures	<u>(1,212,829)</u>	<u>(3,508,180)</u>	<u>(4,721,009)</u>	<u>891,005</u>	<u>5,612,014</u>
Other Financing Sources (Uses)					
Transfers in				16,868	16,868
Transfers in	50,000	-	50,000	50,000	-
Total Other Financing Sources/(Uses)	<u>50,000</u>	<u>-</u>	<u>50,000</u>	<u>66,868</u>	<u>16,868</u>
Excess (Deficiency) of Revenues and Other Financing Sources Over/(Under) Expenditures and Other Financing Sources(Uses)	<u>(1,162,829)</u>	<u>(3,508,180)</u>	<u>(4,671,009)</u>	<u>957,873</u>	<u>5,628,882</u>
Fund Balance, Beginning of Year	<u>6,775,543</u>	<u>-</u>	<u>6,775,543</u>	<u>6,775,543</u>	<u>-</u>
Fund Balance, End of Year	<u>\$ 5,612,714</u>	<u>\$ (3,508,180)</u>	<u>\$ 2,104,534</u>	<u>\$ 7,733,416</u>	<u>\$ 5,628,882</u>
Recapitulation:					
Restricted					
Capital Reserve				\$ 1,371,667	
Assigned					
Reserve for Encumbrance				2,710,868	
Designated for Subsequent Year's Budget				1,053,000	
Unassigned					
Unrestricted Fund Balance				<u>2,597,881</u>	
				7,733,416	
Reconciliation to Governmental Funds Statements (GAAP):					
Last State Aid Payments Not Recognized on GAAP Basis				<u>(521,995)</u>	
Fund Balance per Governmental Funds (GAAP):				<u>\$ 7,211,421</u>	

**BERGEN COUNTY TECHNICAL AND VOCATIONAL HIGH SCHOOL
GENERAL FUND
EDUCATION JOBS FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE FISCAL YEAR ENDED JUNE 30, 2012**

	<u>Original Budget</u>	<u>Budget Transfers</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Final To Actual</u>
REVENUES					
Federal Sources					
Education Jobs Fund	\$ 232,694	-	\$ 232,694	\$ 232,694	-
Total Revenues	<u>232,694</u>	<u>-</u>	<u>232,694</u>	<u>232,694</u>	<u>-</u>
EXPENDITURES					
CURRENT EXPENDITURES					
Regular Programs- Instruction					
Salaries of Teachers	<u>232,694</u>	<u>-</u>	<u>232,694</u>	<u>232,694</u>	<u>-</u>
Total Regular Programs - Instruction	<u>232,694</u>	<u>-</u>	<u>232,694</u>	<u>232,694</u>	<u>-</u>
Total Instruction	<u>232,694</u>	<u>-</u>	<u>232,694</u>	<u>232,694</u>	<u>-</u>
Total Current Expenditures	<u>232,694</u>	<u>-</u>	<u>232,694</u>	<u>232,694</u>	<u>-</u>
Total General Fund	<u>232,694</u>	<u>-</u>	<u>232,694</u>	<u>232,694</u>	<u>-</u>
Excess (Deficiency) of Revenues Over/(Under) Expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (Deficiency) of Revenues and Other Financing Sources Over/(Under) Expenditures and Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balance, Beginning of Year	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balance, End of Year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

**BERGEN COUNTY TECHNICAL AND VOCATIONAL HIGH SCHOOL
SPECIAL REVENUE FUND
BUDGETARY COMPARISON SCHEDULE
BUDGET (NON-GAAP) AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2012**

	<u>Original Budget</u>	<u>Budget Transfers</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Final to Actual</u>
REVENUES					
State Sources:	\$ 2,194,000	\$ 2,361,295	\$ 4,555,295	\$ 2,969,702	\$ (1,585,593)
Federal Sources	6,879,400	1,062,588	7,941,988	6,344,391	(1,597,597)
Local Sources	-	248,728	248,728	14,021	(234,707)
Total Revenues	<u>9,073,400</u>	<u>3,672,611</u>	<u>12,746,011</u>	<u>9,328,114</u>	<u>(3,417,897)</u>
EXPENDITURES					
Instruction					
Salaries of Teachers	2,444,000	(1,752,384)	691,616	430,910	260,706
Purchased Professional Services	93,100	30,126	123,226	20,949	102,277
Other Purchased Services	178,300	(176,000)	2,300	-	2,300
General Supplies	340,000	420,754	760,754	342,796	417,958
Other Objects	-	1,500	1,500	39	1,461
Total Instruction	<u>3,055,400</u>	<u>(1,476,004)</u>	<u>1,579,396</u>	<u>794,694</u>	<u>784,702</u>
Support Services					
Salaries	6,018,000	(3,302,666)	2,715,334	2,278,248	437,086
Personnel Services Employee Benefits		673,412	673,412	533,698	139,714
Purchased Professional Education Services		4,500,241	4,500,241	3,696,200	804,041
Purchased Professional Technical Services		193,977	193,977	191,202	2,775
Other Purchased Services		1,541,309	1,541,309	599,217	942,092
Rental		282,636	282,636	256,577	26,059
Travel		19,739	19,739	11,170	8,569
Supplies and Materials		87,331	87,331	79,489	7,842
Other Objects		26,401	26,401	26,401	-
Indirect Costs	-	20,740	20,740	4,843	15,897
Total Support Services	<u>6,018,000</u>	<u>4,043,120</u>	<u>10,061,120</u>	<u>7,677,045</u>	<u>2,384,075</u>
Facilities Acquisition and Construction					
Buildings		593,237	593,237	359,774	233,463
Instructional Equipment		496,758	496,758	496,601	157
Non-Instructional Equipment	-	15,500	15,500	-	15,500
Total Facilities Acquisition and Construction	<u>-</u>	<u>1,105,495</u>	<u>1,105,495</u>	<u>856,375</u>	<u>249,120</u>
Total Expenditures	<u>9,073,400</u>	<u>3,672,611</u>	<u>12,746,011</u>	<u>9,328,114</u>	<u>3,417,897</u>
Excess(Deficiency) of Revenues Over(Under) Expenditures	-	-	-	-	-
Fund Balance, Beginning of Year	-	-	-	-	-
Fund Balance, End of Year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

Reconciliation to Governmental Funds Statements (GAAP):

Last State Aid Payment Not Recognized on GAAP Basis

\$ -

Fund Balance per Governmental Funds (GAAP):

\$ -

**BERGEN COUNTY TECHNICAL AND VOCATIONAL HIGH SCHOOL
REQUIRED SUPPLEMENTARY INFORMATION
BUDGETARY COMPARISON SCHEDULE
NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION
FOR THE FISCAL YEAR ENDED JUNE 30, 2012**

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

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

The following presents a reconciliation of the General and Special Revenue Funds from the budgetary basis of accounting as presented in the Budgetary Comparison Schedule - General Fund and Special Revenue Fund to the GAAP basis of accounting as presented in the Statement of Revenues, Expenditures and Changes in Fund Balance - Governmental Funds.

	<u>General Fund</u>	<u>Special Revenue Fund</u>
Source/Inflows of Resources		
Actual Amounts (budgetary basis) "revenue"		
From the budgetary comparison schedule	\$ 64,494,976	\$ 9,328,114
Difference - budget to GAAP		
Grant accounting budgetary basis differs from GAAP in that encumbrances are recognized as expenditures, and the related revenue is recognized.		
Encumbrances, June 30, 2011		347,032
Encumbrances, June 30, 2012		(325,430)
Last State Aid payments recognized for GAAP purposes, not recognized for budgetary statements (2010/2011 State Aid)	401,469	
Last State Aid payments recognized for Budgetary purposes, not recognized for GAAP statements (2011/2012 State Aid)	<u>(521,995)</u>	<u>-</u>
 Total revenues as reported on the statement of revenues, expenditures, and changes in fund balances - governmental funds.	 <u>\$ 64,374,450</u>	 <u>\$ 9,349,716</u>
Uses/Outflows of Resources		
Actual amounts (budgetary basis) "total expenditure" from the budgetary comparison schedule	\$ 63,603,971	\$ 9,328,114
Differences - budget to GAAP		
Encumbrances for supplies and equipment ordered but not received is reported in the year the order is placed for budgetary purposes, but in the year the supplies are received for financial reporting purposes		
Encumbrances, June 30, 2011		347,032
Encumbrances, June 30, 2012	<u>-</u>	<u>(325,430)</u>
 Total expenditures as reported on the statement of revenues, expenditures, and changes in fund balances - governmental funds.	 <u>\$ 63,603,971</u>	 <u>\$ 9,349,716</u>

SCHOOL LEVEL SCHEDULES

NOT APPLICABLE

SPECIAL REVENUE FUND

**BERGEN COUNTY TECHNICAL AND VOCATIONAL HIGH SCHOOL
SPECIAL REVENUE FUND
COMBINING SCHEDULE OF REVENUES AND EXPENDITURES
BUDGETARY BASIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2012**

	Total Page 2	IDEA ARRA	NCLB Title III	Teaching American History	Community Development	Green Program	NCLB Title I	IDEIA Part B Basic	IDEIA Part B Basic Carryover	NCLB Title II-PIA	Totals
REVENUES											
State Sources	\$2,964,303					\$ 5,399	\$ 72,743	\$ 442,241	\$ 1,496	\$ 36,590	\$ 2,969,702
Federal Sources	5,439,512	\$ 4,586	\$ 314	\$ 344,302	\$ 2,607	-	-	-	-	-	6,344,391
Local Sources	14,021	-	-	-	-	-	-	-	-	-	14,021
Total Revenues	\$8,417,836	\$ 4,586	\$ 314	\$ 344,302	\$ 2,607	\$ 5,399	\$ 72,743	\$ 442,241	\$ 1,496	\$ 36,590	\$ 9,328,114
EXPENDITURES											
Instruction											
Salaries of Teachers	\$ 349,109	\$ 4,260					\$ 51,279	\$ 26,262			\$ 430,910
Purchased Prof/Tech Services	4,400	-	-	-	-	-	-	16,549	-	-	20,949
Other Purchased Services	297,789	-	\$ 314	\$ 27,148	-	\$ 990	3,711	12,844	-	-	342,796
General Supplies	-	-	-	-	-	-	-	39	-	-	39
Other Objects	-	-	-	-	-	-	-	-	-	-	-
Total Instruction	651,298	4,260	314	27,148	-	990	54,990	55,694	-	-	794,694
Support Services											
Salaries	1,835,631			100,285		3,384		307,052	1,496	30,400	2,278,248
Purchased Prof. Ed. Services	3,508,244			187,956			7,547				3,696,200
Purchased Prof. Tech Services	183,655										191,202
Other Purchased Services	577,249					750		21,218		6,190	599,217
Personal Services/Employee Benefits	452,615	326		18,146			10,206	46,215			533,698
Rentals	256,577										256,577
Travel	7,833			3,062		275					11,170
Supplies and Materials	64,565			2,862				12,062			79,489
Other Objects	26,401										26,401
Indirect Costs	-			4,843							4,843
Total Support Services	6,912,770	326	-	317,154	-	4,409	17,753	386,547	1,496	36,590	7,677,045
Facilities Acquisition and Construction											
Buildings	357,167				\$ 2,607						359,774
Instructional Equipment	496,601										496,601
Total Facilities Acquisition and Construction	853,768	-	-	-	2,607	-	-	-	-	-	856,375
Total Expenditures	\$8,417,836	\$ 4,586	\$ 314	\$ 344,302	\$ 2,607	\$ 5,399	\$ 72,743	\$ 442,241	\$ 1,496	\$ 36,590	\$ 9,328,114

**BERGEN COUNTY TECHNICAL AND VOCATIONAL HIGH SCHOOL
SPECIAL REVENUE FUND
COMBINING SCHEDULE OF REVENUES AND EXPENDITURES
BUDGETARY BASIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2012**

	<u>Total Exhibit Page 3</u>	<u>Adult Basic Education</u>	<u>School Facilities Grant</u>	<u>Displaced Homemaker</u>	<u>Foundation Funds</u>	<u>Visual and Performing Arts Grant</u>	<u>Perkins Post-Secondary</u>	<u>Perkins Secondary</u>	<u>Apprentice Coordinator</u>	<u>Total Page 2</u>
REVENUES										
State	\$ 2,476,660		\$ 357,167	\$ 111,575			\$ 93,980	\$ 704,985	\$ 18,901	\$ 2,964,303
Federal	3,660,745	\$ 979,802			\$ 4,117	\$ 9,904				5,439,512
Other	-									14,021
Total Revenues	\$ 6,137,405	\$ 979,802	\$ 357,167	\$ 111,575	\$ 4,117	\$ 9,904	\$ 93,980	\$ 704,985	\$ 18,901	\$ 8,417,836
EXPENDITURES										
Instruction										
Salaries of Teachers	-	\$ 346,705		\$ 600		\$ 2,404				\$ 349,109
Purchased Prof./Tech Services	-					3,500	\$ 300			4,400
Other Purchased Services	-	16,657		6,002	\$ 4,117		17,664	\$ 253,349		297,789
General Supplies	-									
Other Objects	-									
Total Instruction	-	\$ 363,362	-	\$ 6,602	\$ 4,117	\$ 5,904	\$ 17,964	\$ 253,349	-	\$ 651,298
Support Services										
Salaries	\$ 1,743,075	14,863		77,693						1,835,631
Purchased Prof. Ed. Services	2,965,285	521,600				\$ 4,000	400	4,998	\$ 11,961	3,508,244
Purchased Prof. Tech Services	183,655									183,655
Other Purchased Services	561,612			5,509				7,485	2,643	577,249
Personal Services Employee Benefits	379,577	52,082		17,230					3,726	452,615
Rentals	256,577									256,577
Travel	2,916	330		4,541				18,168	46	7,833
Supplies and Materials	44,708	1,164							525	64,565
Other Objects	-	26,401								26,401
Indirect Costs	-									
Total Support Services	\$ 6,137,405	\$ 616,440	-	\$ 104,973	-	\$ 4,000	\$ 400	\$ 30,651	\$ 18,901	\$ 6,912,770
Facilities Acquisition and Construction										
Buildings	-		\$ 357,167							357,167
Instructional Equipment	-							420,985		420,985
Total Facilities Acquisition and Construction	-	-	\$ 357,167	-	\$ 4,117	-	\$ 75,616	\$ 420,985	-	\$ 853,768
Total Expenditures	\$ 6,137,405	\$ 979,802	\$ 357,167	\$ 111,575	\$ 4,117	\$ 9,904	\$ 93,980	\$ 704,985	\$ 18,901	\$ 8,417,836

**BERGEN COUNTY TECHNICAL AND VOCATIONAL HIGH SCHOOL
SPECIAL REVENUE FUND
COMBINING SCHEDULE OF REVENUES AND EXPENDITURES
BUDGETARY BASIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2012**

	Total Exhibit Page 4	Smart Steps	WIB Literacy Grant	Workforce Learning Link	NEG Dislocated Worker	WIA Adult	Disability Employment Initiative	WIA Youth	WIA Dislocated	Total Page 3
REVENUES										
State	\$ 1,678,533	\$ 8,828	\$ 235,150	\$ 67,683	\$ 450,454	\$ 864,102	\$ 36,012	\$ 736,679	\$ 2,027,376	\$ 2,476,660
Federal	32,588	-	-	-	-	-	-	-	-	3,660,745
Other	-	-	-	-	-	-	-	-	-	-
Total Revenues	\$ 1,711,121	\$ 8,828	\$ 235,150	\$ 67,683	\$ 450,454	\$ 864,102	\$ 36,012	\$ 736,679	\$ 2,027,376	\$ 6,137,405
EXPENDITURES										
Instruction										
Salaries of Teachers	-	-	-	-	-	-	-	-	-	-
Purchased Prof/Tech Services	-	-	-	-	-	-	-	-	-	-
Other Purchased Services	-	-	-	-	-	-	-	-	-	\$ -
General Supplies	-	-	-	-	-	-	-	-	-	-
Other Objects	-	-	-	-	-	-	-	-	-	-
Total Instruction	-	-	-	-	-	-	-	-	-	-
Support Services										
Salaries	\$ 626,975	\$ 7,178	\$ 66,709	\$ 54,847	\$ -	\$ 263,315	\$ 28,750	\$ 156,883	\$ 538,418	\$ 1,743,075
Purchased Prof. Ed. Services	692,498	-	138,683	-	-	442,511	-	486,843	1,204,750	2,965,285
Purchased Prof. Tech Services	87,922	-	10,000	-	\$ 2,228	30,525	-	22,425	30,555	183,655
Other Purchased Services	52,105	-	-	-	448,226	17,977	-	7,233	36,071	561,612
Personal Services/Employee Benefits	133,746	1,650	15,340	12,836	-	56,563	7,187	33,329	118,926	379,577
Rentals	104,441	-	-	-	-	45,745	-	25,809	80,582	256,577
Travel	643	-	-	-	-	539	75	464	1,195	2,916
Supplies and Materials	12,791	-	4,418	-	-	6,927	-	3,693	16,879	44,708
Other Objects	-	-	-	-	-	-	-	-	-	-
Indirect Costs	-	-	-	-	-	-	-	-	-	-
Total Support Services	\$ 1,711,121	\$ 8,828	\$ 235,150	\$ 67,683	\$ 450,454	\$ 864,102	\$ 36,012	\$ 736,679	\$ 2,027,376	\$ 6,137,405
Facilities Acquisition and Construction										
Instructional Equipment	-	-	-	-	-	-	-	-	-	-
Total Facilities Acquisition and Construction	-	-	-	-	-	-	-	-	-	-
Total Expenditures	\$ 1,711,121	\$ 8,828	\$ 235,150	\$ 67,683	\$ 450,454	\$ 864,102	\$ 36,012	\$ 736,679	\$ 2,027,376	\$ 6,137,405

BERGEN COUNTY TECHNICAL AND VOCATIONAL HIGH SCHOOL
 SPECIAL REVENUE FUND
 COMBINING SCHEDULE OF REVENUES AND EXPENDITURES
 BUDGETARY BASIS
 FOR THE FISCAL YEAR ENDED JUNE 30, 2012

	WIA ARRA	WTB Admin	WFNJ Program	WFNJ Admin	DHS/BWC Workfirst	Total Page 4
REVENUES						
Intergovernmental						
State	\$ 32,588	\$ 57	\$ 1,470,389	\$ 207,280	\$ 807	\$ 1,678,533
Federal						32,588
Other						
Total Revenues	\$ 32,588	\$ 57	\$ 1,470,389	\$ 207,280	\$ 807	\$ 1,711,121
EXPENDITURES						
Instruction						
Salaries of Teachers						-
Purchased Prof/Tech Services						-
Other Purchased Services						-
General Supplies						-
Other Objects						-
Total Instruction						
Support Services						
Salaries	\$ 9,015		\$ 516,611	\$ 101,349		\$ 626,975
Purchased Prof. Ed. Services			692,498			692,498
Purchased Prof. Tech Services	21,393		27,029	87,922		87,922
Other Purchased Services	2,180		120,759	2,876	\$ 807	52,105
Personal Services Employee Benefits			101,565	2,876		133,746
Rentals			221	365		104,441
Travel		\$ 57	11,706	1,085		12,791
Supplies and Materials						
Indirect Costs						
Total Support Services	\$ 32,588	\$ 57	\$ 1,470,389	\$ 207,280	\$ 807	\$ 1,711,121
Facilities Acquisition and Construction						
Instructional Equipment						
Non-Instructional Equipment						
Total Facilities Acquisition and Construction						
Total Expenditures	\$ 32,588	\$ 57	\$ 1,470,389	\$ 207,280	\$ 807	\$ 1,711,121

**BERGEN COUNTY TECHNICAL AND VOCATIONAL HIGH SCHOOL
SPECIAL REVENUE FUND
PRESCHOOL EDUCATION AID SCHEDULE OF EXPENDITURES
BUDGETARY BASIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2012**

NOT APPLICABLE

CAPITAL PROJECTS FUND

BERGEN COUNTY TECHNICAL AND VOCATIONAL HIGH SCHOOL
 CAPITAL PROJECTS FUND
 SUMMARY STATEMENT OF PROJECT EXPENDITURES
 FOR THE FISCAL YEAR ENDED JUNE 30, 2012

<u>Issue/Project Title</u>		<u>Appropriation</u>	<u>Expenditures to Date</u>		<u>Balance June 30, 2012</u>
			<u>Prior Years</u>	<u>Current Year</u>	
30-414	Acq of Equipment and Various Improvements	\$ 2,878,000	\$ 2,877,574	\$	426
30-422	Acq of Equipment and Various Improvements	6,453,500	1,915,119	\$ 4,538,381	-
30-423	Acq of Equipment and Various Improvements	4,042,350	4,019,333	7,431	15,586
30-424	Acq of Equipment and Various Improvements	4,866,000	4,132,862	11,432	721,706
30-425	Acq of Equipment and Various Improvements	4,356,000	4,345,979	10,021	10,021
30-426	Acq of Equipment and Various Improvements	4,589,420	3,099,983	467,734	1,021,703
30-427	Acq of Equipment and Various Improvements	4,597,580	4,582,701	14,879	14,879
30-428	Acq of Equipment and Various Improvements	9,984,080	5,400,328	520,528	4,063,224
30-429	Acq of Equipment and Various Improvements	2,033,000	65,043	1,034,878	933,079
30-430	Acq of Equipment and Various Improvements	2,715,000	12,543	1,365,906	1,336,551
30-431	Acq of Equipment and Various Improvements	715,000	-	174,198	540,802
Fund Total		\$ 47,229,930	\$ 30,451,465	\$ 8,120,488	\$ 8,657,977
			Project Balance, June 30, 2012	\$	8,657,977
			Unrealized Revenue - Authorized But Not Issued by County of Bergen		(10,791,600)
			Fund Balance, June 30, 2012	\$	(2,133,623)

**BERGEN COUNTY TECHNICAL AND VOCATIONAL HIGH SCHOOL
CAPITAL PROJECTS FUND
SUMMARY SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -
BUDGETARY BASIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2012**

Revenues and Other Financing Sources	
County Aid	\$ <u>6,843,040</u>
Total Revenues	<u>6,843,040</u>
Expenditures and Other Financing Uses	
Construction Services	7,230,290
Equipment	359,945
Supplies and Materials	<u>530,253</u>
Total Expenditures	<u>8,120,488</u>
Excess of Revenues Over Expenditures	(1,277,448)
Fund Balance (Deficit) - Beginning of Year	<u>(856,175)</u>
Fund Balance (Deficit) - End of Year	<u>\$ (2,133,623)</u>

ENTERPRISE FUNDS

**BERGEN COUNTY TECHNICAL AND VOCATIONAL HIGH SCHOOL
ENTERPRISE FUNDS
COMBINING STATEMENT OF NET ASSETS
AS OF JUNE 30, 2012**

	Business Type Activities								Totals
	Food Service	Day Care	BCCLS Services	Academy Enrichment	Internet	ETTC	Apple Academy East	Auditorium Rentals	
ASSETS									
Current Assets									
Cash and Cash Equivalents	\$ 185,290	\$ 123,547	-	\$ 274,681	\$ 541,986	-	-	\$ 335,709	\$ 1,461,213
Intergovernmental Receivable	7,070	-	-	-	-	-	-	-	7,070
Other Accounts Receivable	2,841	-	-	-	-	-	-	23,808	26,649
Interfunds Receivable	-	-	-	-	-	-	-	-	-
Due from B.C.S.D.	14,055	-	-	-	-	-	-	-	-
Inventories	-	-	-	-	-	-	-	-	14,055
Total Current Assets	<u>209,256</u>	<u>123,547</u>	<u>-</u>	<u>274,681</u>	<u>541,986</u>	<u>-</u>	<u>-</u>	<u>359,517</u>	<u>1,508,987</u>
Capital Assets									
Furniture, machinery & equipment	557,478	-	-	871	1,070,900	\$ 23,295	-	60,777	1,713,321
Less: Accumulated Depreciation	(412,550)	-	-	(871)	(804,254)	(18,957)	-	(8,712)	(1,245,344)
Total Capital Assets	<u>144,928</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>266,646</u>	<u>4,338</u>	<u>-</u>	<u>52,065</u>	<u>467,977</u>
Total Assets	<u>354,184</u>	<u>123,547</u>	<u>-</u>	<u>274,681</u>	<u>808,632</u>	<u>4,338</u>	<u>-</u>	<u>411,582</u>	<u>1,976,964</u>
LIABILITIES									
Current Liabilities									
Accounts Payable	12,913	-	-	469	31,644	-	-	19,417	64,443
Other Payable	22,800	-	-	-	21,060	-	-	-	43,860
Unearned Revenue	4,737	-	-	-	-	-	-	17,035	21,772
Total Current Liabilities	<u>40,450</u>	<u>-</u>	<u>-</u>	<u>469</u>	<u>52,704</u>	<u>-</u>	<u>-</u>	<u>36,452</u>	<u>130,075</u>
Total Liabilities	<u>40,450</u>	<u>-</u>	<u>-</u>	<u>469</u>	<u>52,704</u>	<u>-</u>	<u>-</u>	<u>36,452</u>	<u>130,075</u>
NET ASSETS									
Invested in capital assets	144,928	-	-	-	266,646	4,338	-	52,065	467,977
Unrestricted	168,806	123,547	-	274,212	489,282	-	-	323,065	1,378,912
Total Net Assets	<u>\$ 313,734</u>	<u>\$ 123,547</u>	<u>\$ -</u>	<u>\$ 274,212</u>	<u>\$ 755,928</u>	<u>\$ 4,338</u>	<u>\$ -</u>	<u>\$ 375,130</u>	<u>\$ 1,846,889</u>

**BERGEN COUNTY TECHNICAL AND VOCATIONAL HIGH SCHOOL
ENTERPRISE FUNDS
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET ASSETS
FOR THE FISCAL YEAR ENDED JUNE 30, 2012**

	Business Type Activities								
	Food Service	Day Care	BCCLS Services	Academy Enrichment	Internet	ETTC	Apple Academy East	Auditorium Rentals	Totals
OPERATING REVENUES									
Charges for Services									
Daily sales - reimbursable programs	\$ 737,408								\$ 737,408
Lunch Program	10,283								10,283
Breakfast Program	13,658								13,658
Special Functions		\$ 448,114		\$ 227,108	\$ 679,318			\$ 321,236	1,675,776
Charges and Fees									
Total Operating Revenues	761,349	448,114	-	227,108	679,318	-	-	321,236	2,437,125
OPERATING EXPENSES									
Cost of Sales	394,400								394,400
Salaries/Salaries of Teachers	220,471	287,909		261,144	91,547			172,961	1,034,032
Employee Benefits	86,757	144,601		19,903	18,271			36,870	306,402
Other Purchased Services	51,383	6,677	\$ 34,047	10,747	390,461			9,275	502,590
Supplies and Materials	297	2,028		5,416	27,760			31,057	66,558
Depreciation	13,674			72	77,752	\$ 1,559		3,634	96,691
Other Objects		225							225
Total Operating Expenses	766,982	441,440	34,047	297,282	605,791	1,559		253,797	2,400,898
Operating Income (Loss)	(5,633)	6,674	(34,047)	(70,174)	73,527	(1,559)		67,439	36,227
NONOPERATING REVENUES									
State Sources									
State School Lunch Program	4,634								4,634
Federal Sources	122,279								122,279
National School Lunch Program	15,676								15,676
National School Breakfast Program									
Total Non-Operating Revenues	142,589								142,589
Net Income (Loss) Before Contributions & Transfers	136,956	6,674	(34,047)	(70,174)	73,527	(1,559)		67,439	178,816
Transfers									
Transfers In(Out)			171	(28)	(171)	58	\$ (30)	(50,000)	(50,000)
Change in Net Assets	136,956	6,674	(33,876)	(70,202)	73,356	(1,501)	(30)	17,439	128,816
Total Net Assets - Beginning of Year	176,778	116,873	33,876	344,414	682,572	5,839	30	357,691	1,718,073
Total Net Assets - Ending of Year	\$ 313,734	\$ 123,547	\$ -	\$ 274,212	\$ 755,928	\$ 4,338	\$ -	\$ 375,130	\$ 1,846,889

**BERGEN COUNTY TECHNICAL AND VOCATIONAL HIGH SCHOOL
ENTERPRISE FUNDS
STATEMENT OF CASH FLOWS
FOR THE FISCAL YEAR ENDED JUNE 30, 2012**

	Food Service	Day Care	BCCLS Services	Academy Enrichment	Internet	ETTC	Apple Academy East	Auditorium Rentals	Totals
CASH FLOWS FROM OPERATING ACTIVITIES									
Receipts from Customers	\$ 760,985	\$ 448,114		\$ 227,108	\$ 700,378			\$ 321,782	\$ 2,458,367
Payments to Employees	(220,471)	(287,909)		(261,144)	(91,547)			(172,961)	(1,034,032)
Payments for Health Benefits		(144,601)		(19,903)	(18,271)			(36,870)	(306,402)
Payments to Suppliers	(383,423)	(9,253)	\$ (34,047)	(16,160)	(287,510)			(20,915)	(851,307)
Net Cash Provided by (Used for) operating activities	70,335	6,351	(34,047)	(70,099)	203,050			91,036	266,626
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES									
State Sources	4,718								4,718
Federal Sources	103,559								103,559
Interfund Transfers			171	(28)	(171)		\$ (90)	(50,000)	(50,100)
Net cash provided by (used for) Noncapital financing activities	108,277		171	(28)	(171)		(30)	(50,000)	58,177
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES									
Purchases of capital assets	(3,947)								(43,028)
Net cash provided by (used for) capital and related financing activities	(3,947)								(43,028)
Net increase (decrease) in cash and cash equivalents	174,665	6,351	(33,876)	(70,127)	202,879	(42)	(30)	1,955	281,775
Cash and Cash Equivalents - Beginning of Year	10,625	117,196	33,876	344,808	339,107	42	30	333,754	1,179,438
Cash and Cash Equivalents - End of Year	185,290	123,547		274,681	541,986			335,709	1,461,213
Reconciliation of Operating Income (loss) to net cash provided (used) by operating activities									
Operating Income (Loss)	\$ (5,633)	\$ 6,674	\$ (34,047)	\$ (70,174)	\$ 73,327	\$ (1,559)		\$ 67,439	\$ 36,227
Adjustments to reconcile operating income (loss) to net cash provided by (used for) operating activities									
Depreciation	13,674			72	77,752	1,559		3,634	96,691
Food Distribution (USDA Commodities) National School Lunch Program	35,804								35,804
(Increase) Decrease in accounts receivable, net	(364)							(6,050)	(6,414)
(Increase) Decrease in inventories	8,297								8,297
Increase (decrease) in unearned revenues	2,713				21,060			6,596	9,309
Increase (decrease) in other payable	22,800				30,711			19,417	43,860
Increase (decrease) in accounts payable	(6,956)	(323)		3					42,852
Total adjustments	75,968	(323)		75	129,523	1,559		23,597	230,399
Net cash provided by (used for) operating activities	\$ 70,335	\$ 6,351	\$ (34,047)	\$ (70,099)	\$ 203,050	\$ -	\$ -	\$ 91,036	\$ 266,626
Noncash Investing, Capital and Financing Activities									
Fair Value of Food Distribution Program- National School Lunch									

INTERNAL SERVICE FUND

BERGEN COUNTY TECHNICAL AND VOCATIONAL HIGH SCHOOL
INTERNAL SERVICE FUND
COMBINING STATEMENT OF NET ASSETS
JUNE 30, 2012

	<u>Compensated Absences</u>	<u>B.C.S.S.</u>	<u>Extended Year</u>	<u>Interlocal Agreements</u>	<u>WIA Admin</u>	<u>Total</u>
ASSETS						
Current Assets						
Intergovernmental Receivable		\$ 81,412				\$ 81,412
Due from B.C.S.S.D				\$ 24,000		24,000
Other						2,594,758
Interfund Receivable	\$ 2,594,758					<u>2,594,758</u>
Total Current Assets	<u>2,594,758</u>	<u>81,412</u>		<u>24,000</u>		<u>2,700,170</u>
Total Assets	<u>2,594,758</u>	<u>81,412</u>		<u>24,000</u>		<u>2,700,170</u>
LIABILITIES						
Current Liabilities						
Accounts Payable		1,130				1,130
Interfunds Payable		80,282	\$ 987	24,000		<u>105,269</u>
Total Current Liabilities		<u>81,412</u>	<u>987</u>	<u>24,000</u>		<u>106,399</u>
Noncurrent Liabilities						
Compensated Absences	2,594,758					<u>2,594,758</u>
Total Liabilities	<u>2,594,758</u>	<u>81,412</u>	<u>987</u>	<u>24,000</u>		<u>2,701,157</u>
NET ASSETS						
Unrestricted			(987)			<u>(987)</u>
Total net assets	\$ -	\$ -	\$ (987)	\$ -	\$ -	<u>\$ (987)</u>

BERGEN COUNTY TECHNICAL AND VOCATIONAL HIGH SCHOOL
INTERNAL SERVICE FUND
COMBINING STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND NET ASSETS
FOR THE FISCAL YEAR ENDED JUNE 30, 2012

	Compensated Absences	B.C.S.S.	Extended Year	Interlocal Agreements	WIA Admin	Total
OPERATING REVENUES						
Charges and Fees	-	\$ 2,434,270	-	\$ 120,000	\$ 120,000	\$ 2,674,270
Total Operating Revenues	-	<u>2,434,270</u>	-	<u>120,000</u>	<u>120,000</u>	<u>2,674,270</u>
OPERATING EXPENSES						
Salaries		1,982,869		105,738	97,169	2,185,776
Employee Benefits		405,012		12,408	22,831	440,251
Compensated Absences	\$ (16,868)	46,389		1,418		(16,868)
Other Purchased Services		-		436	-	47,807
Supplies and Materials		-		-	-	436
Total Operating Expenses	(16,868)	<u>2,434,270</u>	-	<u>120,000</u>	<u>120,000</u>	<u>2,657,402</u>
Operating Income	16,868	-	-	-	-	16,868
Other Financing Sources						
Transfer In (Out)	(16,868)	-	-	-	-	(16,868)
Net Assets, Beginning of Year	-	-	\$ (987)	-	-	(987)
Net Assets, End of Year	-	-	<u>\$ (987)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (987)</u>

**BERGEN COUNTY TECHNICAL AND VOCATIONAL HIGH SCHOOL
INTERNAL SERVICE FUND
COMBINING STATEMENTS OF CASH FLOWS
FOR THE FISCAL YEAR ENDED JUNE 30, 2012**

	<u>Compensated Absences</u>	<u>B.C.S.S.</u>	<u>Extended Year</u>	<u>Interlocal Agreements</u>	<u>WIA Admin</u>	<u>Total</u>
CASH FLOWS FROM OPERATING ACTIVITIES						
Cash Received from Customers	-	-	-	\$ 96,000	\$ 120,000	\$ 216,000
Cash Payments for Salaries and Benefits	-	\$ (2,387,881)	-	(118,146)	(120,000)	(2,626,027)
Cash Payments to Suppliers for Goods and Services	-	(47,519)	-	(1,854)	-	(49,373)
Net Cash Provided (Used) by Operating Activities	-	(2,435,400)	-	(24,000)	-	(2,459,400)
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES						
Interfund Transfers - General Fund	-	2,435,400	-	24,000	-	2,459,400
Net Cash Provided(Used) by Noncapital Financing activities	-	2,435,400	-	24,000	-	2,459,400
Net Increase (Decrease) in Cash and Cash Equivalents	-	-	-	-	-	-
Cash and Cash Equivalents, Beginning of Year	-	-	-	-	-	-
Cash and Cash Equivalents, End of Year	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Reconciliation of Operating Income (Loss) to Net Cash Used by Operating Activities						
Operating Income (Loss)	\$ 16,868	-	-	-	-	\$ 16,868
Adjustments to reconcile operating income to net cash provided(used) by operating activities:						
(Increase)/Decrease in Intergovernmental Receivable	(16,868)	\$ (2,435,400)	-	\$ (24,000)	-	(2,476,268)
Total Adjustments	(16,868)	(2,435,400)	-	(24,000)	-	(2,476,268)
Net Cash Provided (Used) by Operating Activities	\$ -	\$ (2,435,400)	\$ -	\$ (24,000)	\$ -	\$ (2,459,400)

FIDUCIARY FUNDS

**BERGEN COUNTY TECHNICAL AND VOCATIONAL HIGH SCHOOL
FIDUCIARY FUNDS
COMBINING STATEMENT OF FIDUCIARY NET ASSETS
AS OF JUNE 30, 2012**

	<u>Student Activity</u>	<u>Payroll</u>	<u>Total Agency Funds</u>
ASSETS			
Cash and Cash Equivalents	\$ 672,071	\$ 22,711	\$ 694,782
Total Assets	<u>\$ 672,071</u>	<u>\$ 22,711</u>	<u>\$ 694,782</u>
LIABILITIES			
Payroll deductions and withholdings		\$ 22,711	\$ 22,711
Payable to student groups	\$ 672,071	-	672,071
Total Liabilities	<u>\$ 672,071</u>	<u>\$ 22,711</u>	<u>\$ 694,782</u>

**BERGEN COUNTY TECHNICAL AND VOCATIONAL HIGH SCHOOL
FIDUCIARY FUNDS
STATEMENT OF CHANGES IN FIDUCIARY NET ASSETS
FOR THE FISCAL YEAR ENDED JUNE 30, 2012**

FINANCIAL STATEMENT IS PRESENTED ON EXHIBIT B-8

**BERGEN COUNTY TECHNICAL AND VOCATIONAL HIGH SCHOOL
STUDENT ACTIVITY AGENCY FUND
SCHEDULE OF RECEIPTS AND DISBURSEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2012**

	Balance July 1, <u>2011</u>	Cash Receipts	Cash Disburse- ments	Balance June 30, <u>2012</u>
SCHOOLS				
Bergen County Technical High School	\$ 72,733	\$ 67,974	\$ 140,707	
Academy for the Advancement of Science and Technology	308,218	1,650,045	1,391,393	\$ 566,870
Teterboro Technical High School	82,194	288,901	291,813	79,282
Paramus Vocational High School	25,273	76,466	77,715	24,024
Athletic Account	<u>1,749</u>	<u>51,664</u>	<u>51,518</u>	<u>1,895</u>
	<u>\$ 490,167</u>	<u>\$ 2,135,050</u>	<u>\$ 1,953,146</u>	<u>\$ 672,071</u>

**BERGEN COUNTY TECHNICAL AND VOCATIONAL HIGH SCHOOL
PAYROLL AGENCY FUND
SCHEDULE OF RECEIPTS AND DISBURSEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2012**

	Balance July 1, <u>2011</u>	Cash <u>Receipts</u>	Cash Disburse- <u>ments</u>	Balance June 30, <u>2012</u>
Payroll Deductions and Withholdings	\$ 22,221	\$ 19,433,424	\$ 19,433,027	\$ 22,618
Accrued Salaries and Wages	<u>-</u>	<u>27,687,189</u>	<u>27,687,096</u>	<u>93</u>
	<u>\$ 22,221</u>	<u>\$ 47,120,613</u>	<u>\$ 47,120,123</u>	<u>\$ 22,711</u>

LONG-TERM DEBT

**BERGEN COUNTY TECHNICAL AND VOCATIONAL HIGH SCHOOL
SCHEDULE OF SERIAL BONDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2012**

NOT APPLICABLE

EXHIBIT I-2

**BERGEN COUNTY TECHNICAL AND VOCATIONAL HIGH SCHOOL
OBLIGATIONS UNDER CAPITAL LEASES
FOR THE FISCAL YEAR ENDED JUNE 30, 2012**

NOT APPLICABLE

**BERGEN COUNTY TECHNICAL AND VOCATIONAL HIGH SCHOOL
DEBT SERVICE FUND BUDGETARY COMPARISON SCHEDULE
FOR THE FISCAL YEAR ENDED JUNE 30, 2012**

NOT APPLICABLE

STATISTICAL SECTION

This part of the Bergen County Technical and Vocational High School's comprehensive annual financial report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the government's overall financial health.

Contents

Exhibits

Financial Trends

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

J-1 to J-5

Revenue Capacity

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

J-6 to J-9

Debt Capacity

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

J-10 to J-13

Demographic and Economic Information

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

J-14 and J-15

Operating Information

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

J-16 to J-20

Sources: Unless otherwise noted, the information in these schedules is derived from the comprehensive annual financial reports for the relevant year.

BERGEN COUNTY TECHNICAL AND VOCATIONAL HIGH SCHOOL
NET ASSETS BY COMPONENT
LAST TEN FISCAL YEARS
(Unaudited)
(accrual basis of accounting)

	Fiscal Year Ended June 30,									
	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012
Governmental Activities										
Invested in Capital Assets, Net of Related Debt	\$ 16,758,787	\$ 22,068,573	\$ 26,140,806	\$ 29,483,227	\$ 35,187,083	\$ 47,174,928	\$ 49,489,446	\$ 43,808,410	\$ 43,421,022	\$ 50,006,514
Restricted	100,001	100,001	100,001	100,001	100,001	100,001	100,001	1,100,001	1,470,005	1,471,990
Unrestricted	(9,788,557)	(9,781,767)	(2,595,550)	(5,884,945)	(6,954,190)	(5,847,079)	(2,956,411)	2,072,520	2,836,911	2,631,444
Total Governmental Activities Net Assets	\$ 7,070,231	\$ 12,386,807	\$ 23,645,257	\$ 23,698,283	\$ 28,332,894	\$ 41,427,850	\$ 46,633,036	\$ 46,980,931	\$ 47,727,938	\$ 54,111,948
Business-Type Activities										
Invested in Capital Assets	\$ 434,537	\$ 408,817	\$ 674,981	\$ 750,550	\$ 726,924	\$ 695,954	\$ 595,625	\$ 550,886	\$ 521,640	\$ 467,977
Restricted	1,131,354	1,469,448	1,458,527	1,099,555	816,968	653,622	896,791	900,064	1,196,433	1,378,912
Unrestricted	1,565,891	1,878,265	2,133,508	1,850,105	1,543,892	1,349,576	1,489,416	1,450,950	1,718,073	1,846,889
Total Business-Type Activities Net Assets	\$ 3,131,782	\$ 3,756,530	\$ 4,267,016	\$ 3,699,205	\$ 3,087,784	\$ 2,705,152	\$ 2,981,832	\$ 2,902,896	\$ 3,436,146	\$ 3,692,778
District-Wide										
Invested in Capital Assets, Net of Related Debt	\$ 17,193,324	\$ 22,477,390	\$ 26,815,787	\$ 30,233,777	\$ 35,914,007	\$ 47,870,882	\$ 50,082,071	\$ 44,359,296	\$ 43,942,662	\$ 50,476,491
Restricted	100,001	100,001	100,001	100,001	100,001	100,001	100,001	1,100,001	1,470,005	1,471,990
Unrestricted	(8,657,203)	(8,312,319)	(1,137,023)	(4,785,390)	(6,137,222)	(5,193,457)	(2,059,620)	2,972,584	4,033,344	4,010,356
Total District Net Assets	\$ 8,636,122	\$ 14,265,072	\$ 25,778,765	\$ 25,548,388	\$ 29,876,786	\$ 42,777,426	\$ 48,122,452	\$ 48,431,881	\$ 49,446,011	\$ 55,958,837

BERGEN COUNTY TECHNICAL AND VOCATIONAL HIGH SCHOOL
CHANGES IN NET ASSETS
LAST TEN FISCAL YEARS
(Unaudited)
(accrual basis of accounting)

	Fiscal Year Ended June 30,									
	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012
Expenses										
Governmental Activities										
Instruction										
Regular	\$ 9,740,705	\$ 11,214,607	\$ 11,732,453	\$ 13,367,321	\$ 13,566,659	\$ 15,462,760	\$ 14,796,395	\$ 16,672,216	\$ 15,488,402	\$ 16,296,880
Special Education	461,061	393,059	422,318	981,049	913,168	954,935	434,382	382,892	1,273,493	1,623,324
Other Special Education	11,601,394	13,610,057	16,087,675	16,922,261	16,509,538	16,639,604	15,102,316	15,129,724	15,694,495	16,425,873
Vocational	3,683,960	4,960,178	5,270,187	4,852,709	4,842,883	4,474,825	4,158,396	5,766,856	2,584,804	2,350,887
Other Instruction	1,697,545	2,046,372	2,024,489	1,981,392	2,134,600	2,125,707	1,963,095	2,168,973	1,007,779	906,344
Adult/Continuing Education Programs										
Support Services:										
Student & Instruction Related Services	13,816,626	10,822,915	11,516,033	13,230,630	14,436,984	16,995,420	18,483,090	16,430,807	20,918,305	20,864,055
School Administrative Services	2,385,806	2,671,427	2,701,632	2,466,113	2,515,032	2,740,104	2,739,881	2,695,296	2,663,009	2,721,457
General Administration	3,464,630	4,154,611	3,612,300	3,612,300	3,433,148	3,069,238	2,779,729	3,017,604	3,501,311	3,501,311
Plant Operations And Maintenance	4,278,678	6,876,665	7,207,942	7,562,746	7,480,471	7,630,125	8,769,953	8,769,953	9,604,982	9,365,347
Pupil Transportation	436,567	510,478	586,900	544,906	881,473	701,927	684,780	538,073	565,186	628,964
Other Support Services	2,328,499	4,014,255	4,003,866	3,908,717	4,408,947	3,665,791	3,662,494	2,398,284	2,202,175	2,223,643
Special Schools	5,724,221									
Total Governmental Activities Expenses	\$ 59,619,692	\$ 61,274,624	\$ 65,165,795	\$ 68,408,473	\$ 71,318,946	\$ 74,310,782	\$ 72,434,683	\$ 73,970,678	\$ 74,650,646	\$ 76,908,085
Business-Type Activities:										
Food Service	582,432	651,422	714,569	773,433	713,560	638,315	762,910	717,800	675,057	766,982
Other	1,070,232	1,808,338	1,545,849	1,923,276	1,653,959	1,430,793	1,465,439	1,157,362	1,334,412	1,633,916
Total Business-Type Activities Expense	\$ 1,652,664	\$ 2,459,760	\$ 2,260,418	\$ 2,696,709	\$ 2,367,519	\$ 2,069,108	\$ 2,228,409	\$ 1,875,162	\$ 2,009,469	\$ 2,400,898
Total District Expenses	\$ 61,272,356	\$ 63,734,404	\$ 67,426,213	\$ 71,105,182	\$ 73,686,465	\$ 76,379,890	\$ 74,663,092	\$ 75,845,840	\$ 76,660,115	\$ 79,308,983
Program Revenues										
Governmental Activities:										
Charges For Services:										
Regular	\$ 6,326,993	\$ 6,591,079	\$ 7,090,817	\$ 6,779,690	\$ 7,183,565	\$ 7,266,915	\$ 7,856,643	\$ 8,422,313	\$ 8,304,719	\$ 8,532,347
Other Special Education	212,785	212,600	217,375	197,645	247,890	24,589	8,190			
Vocational	9,011,519	9,903,939	11,070,332	11,774,079	10,813,888	11,544,146	12,746,853	13,526,775	14,275,079	14,898,221
Other Instruction	1,126,355	1,132,203	1,083,597	1,162,857	956,878	386,185	440,540	474,370	480,111	438,572
Adult/Continuing Education Programs										
Support Services:										
Student & Instruction Related Services	754,696	786,952	949,795	943,437	845,033	936,862	1,026,583	786,578	882,931	843,261
School Administrative Services	402,599	361,219	337,960	358,968	247,890	463,307	328,895	162,146	164,997	
General Administration	1,105,324	1,262,466	1,343,618	1,421,415	1,397,047	1,092,432	1,111,868	1,092,432	922,340	777,998
Plant Operations And Maintenance	291,473	512,600	536,703	581,900	500,891	555,662	474,099	449,417	575,377	283,443
Pupil Transportation	117,503	124,854	128,075	133,199	328,216	145,193	145,897	96,568	110,161	125,210
Other Support Services	798,795	975,370	671,185	775,505	606,724	634,155	634,155	556,444	460,510	644,358
Operating Grants And Contributions	10,230,298	10,504,891	11,234,145	12,606,384	13,251,140	12,611,396	10,394,392	12,215,539	11,669,272	12,623,275
Capital Grants And Contributions		301,548	306,913	2,491,985	1,267,093	1,465,104				
Total Governmental Activities Program Revenues	\$ 30,378,340	\$ 33,063,365	\$ 35,305,676	\$ 39,344,185	\$ 38,338,806	\$ 38,373,381	\$ 36,462,703	\$ 38,716,226	\$ 38,945,563	\$ 40,401,464

BERGEN COUNTY TECHNICAL AND VOCATIONAL HIGH SCHOOL
CHANGES IN NET ASSETS
LAST TEN FISCAL YEARS
(Unaudited)
(accrual basis of accounting)

	Fiscal Year Ended June 30,									
	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012
Business-Type Activities:										
Charges For Services	\$ 471,333	\$ 528,975	\$ 611,234	\$ 613,944	\$ 553,163	\$ 480,121	\$ 596,604	\$ 602,963	\$ 542,448	\$ 761,349
Food Service	1,422,782	2,123,599	1,787,930	1,621,949	1,579,977	1,376,616	1,511,115	1,152,365	1,648,019	1,675,776
Other	96,405	92,580	91,497	112,411	104,010	102,043	110,530	131,368	136,125	142,589
Operating Grants And Contributions	-	-	-	-	24,156	-	-	-	-	-
Capital Grants And Contributions	-	-	-	-	-	-	-	-	-	-
Total Business Type Activities Program Revenues	1,990,520	2,747,154	2,490,661	2,348,304	2,261,306	1,958,780	2,218,249	1,886,696	2,326,592	2,579,714
Total District Program Revenues	\$ 32,568,860	\$ 33,810,519	\$ 37,796,337	\$ 41,692,489	\$ 40,620,112	\$ 40,332,161	\$ 38,680,932	\$ 40,602,922	\$ 41,272,155	\$ 42,981,178
Net (Expense)/Revenue	\$ (29,241,352)	\$ (28,211,259)	\$ (29,860,119)	\$ (29,064,288)	\$ (32,960,140)	\$ (35,937,401)	\$ (33,971,980)	\$ (35,254,452)	\$ (35,703,083)	\$ (36,506,621)
Governmental Activities	337,856	287,374	230,243	(348,405)	(106,213)	(110,528)	(10,160)	11,534	317,123	178,816
Business-Type Activities	(28,903,495)	(27,923,885)	(29,629,876)	(29,412,692)	(33,066,353)	(36,047,729)	(35,982,140)	(35,242,918)	(35,387,960)	(36,327,805)
Total District-Wide Net Expense	\$ 19,854,672	\$ 6,466,469	\$ 11,081,190	\$ 2,411,605	\$ 6,349,545	\$ 15,965,770	\$ 6,834,143	\$ 4,138,866	\$ 1,667,013	\$ 29,190,098
General Revenues and Other Changes in Net Assets	5,733,383	6,226,036	6,718,661	6,528,624	6,541,476	6,741,972	6,281,757	6,660,479	4,375,445	6,843,040
Governmental Activities:	389,707	178,352	1,947,581	314,645	1,277,124	976,054	767,021	494,647	513,468	879,418
County Property Tax Levy	56,793	67,259	162,705	242,891	190,553	190,553	47,546	20,019	12,430	26,228
Federal and State Aid Unrestricted	1,222,198	260,047	268,120	1,485,876	358,558	268,074	222,899	1,057,341	641,636	765,811
Investment Earnings	(90,000)	(25,000)	(25,000)	(2,896,349)	200,000	83,988	(150,000)	50,000	50,000	50,000
Miscellaneous Income	-	-	-	-	-	-	-	-	-	-
Transfers	-	-	-	-	-	-	-	-	-	-
Loss on Disposal of Capital Assets	-	-	-	-	-	-	-	-	-	-
Total Governmental Activities	27,166,753	33,527,835	41,118,569	29,786,738	37,594,751	49,032,357	41,177,166	40,644,881	36,452,090	42,890,331
Business-Type Activities:	90,000	25,000	25,000	-	(200,000)	(83,988)	150,000	(50,000)	(50,000)	(50,000)
Investment Earnings	-	-	-	-	-	(83,988)	-	-	-	-
Transfers	-	-	-	-	(200,000)	(83,988)	150,000	(50,000)	(50,000)	(50,000)
Total Business-Type Activities	\$ 27,256,753	\$ 33,552,835	\$ 41,143,569	\$ 29,786,738	\$ 37,394,751	\$ 48,948,369	\$ 41,327,166	\$ 40,594,881	\$ 36,402,090	\$ 42,840,331
Change in Net Assets	\$ (2,074,599)	\$ 5,316,576	\$ 11,258,450	\$ 722,450	\$ 4,634,611	\$ 13,094,956	\$ 5,205,186	\$ 5,390,429	\$ 747,007	\$ 6,383,710
Governmental Activities	427,856	312,374	255,243	(348,405)	(306,213)	(194,316)	(38,466)	267,123	267,123	128,816
Business-Type Activities	(1,646,743)	5,628,950	11,513,693	374,045	4,328,398	12,900,640	5,243,652	5,351,963	1,014,130	6,512,526
Total District	\$ (1,646,743)	\$ 5,628,950	\$ 11,513,693	\$ 374,045	\$ 4,328,398	\$ 12,900,640	\$ 5,243,652	\$ 5,351,963	\$ 1,014,130	\$ 6,512,526

BERGEN COUNTY TECHNICAL AND VOCATIONAL HIGH SCHOOL
 FUND BALANCES - GOVERNMENTAL FUNDS
 LAST TEN FISCAL YEARS

(Unaudited)
 (modified accrual basis of accounting)

	Fiscal Year Ended June 30,									
	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012
General Fund										
Reserved	\$ 339,556	\$ 290,284	\$ 1,003,569	\$ 627,888	\$ 198,605	\$ 58,827	\$ 169,407	\$ 1,841,826		
Unreserved	91,773	158,704	83,091	199,923	36,008	(31,560)	764,588	3,724,644	\$ 1,369,001	\$ 1,371,667
Restricted									3,616,299	3,763,868
Assigned									1,388,774	2,075,886
Unassigned										
Total General Fund	\$ 431,329	\$ 448,988	\$ 1,086,660	\$ 827,811	\$ 234,613	\$ 27,267	\$ 933,975	\$ 5,566,470	\$ 6,374,074	\$ 7,211,421
All Other Governmental Funds										
Reserved	\$ 5,450,090	\$ 2,075,344	\$ 5,162,899	\$ 9,043,715	\$ 11,041,390	\$ 2,095,460	\$ 2,105,555	\$ 1,045,988		
Unreserved		(10,357,078)	(6,804,066)	(13,211,411)	(15,495,719)	(5,321,913)	(4,134,953)	(1,902,950)	\$ (856,175)	\$ (2,153,623)
Nonspendable									100,000	100,000
Restricted	(12,941,548)								1,004	323
Total All Other Governmental Funds	\$ (7,491,458)	\$ (8,281,734)	\$ (1,641,167)	\$ (4,167,696)	\$ (4,454,329)	\$ (3,226,453)	\$ (2,029,398)	\$ (856,962)	\$ (755,171)	\$ (2,033,300)

Beginning with Fiscal Year 2011, the District implemented GASB Statement No. 54, "Fund Balance Reporting and Governmental Type Definitions." The Statement provides more clearly defined fund balance categories to make the nature and extent of the constraints placed on a government's fund balance more transparent. This Statement established fund balance classifications that comprise a hierarchy based primarily on the extent to which a government is bound to observe constraints imposed upon the use of resources reported in governmental funds. Re-classification of prior year fund balance amounts to comply with Statement No. 54 is not required.

**BERGEN COUNTY TECHNICAL AND VOCATIONAL HIGH SCHOOL
CHANGES IN FUND BALANCES - GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
(Unaudited)**

(modified accrual basis of accounting)

	Fiscal Year Ended June 30,									
	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012
Revenues										
County Property Tax Levy	\$ 19,854,672	\$ 20,354,672	\$ 20,965,312	\$ 21,699,445	\$ 22,567,423	\$ 24,806,146	\$ 27,173,800	\$ 28,223,529	\$ 29,190,098	\$ 29,190,098
County Aid		6,466,469	11,081,190	2,411,606	6,349,545	15,965,770	6,834,143	4,138,866	1,667,013	6,843,040
Tuition - LEA's	16,137,657	17,748,980	19,075,627	19,584,928	19,420,463	20,271,766	22,338,624	23,357,102	24,159,975	25,103,919
Interest Earnings	56,793	67,259	162,705	242,891	300,625	190,353	47,546	20,019	12,430	26,228
Miscellaneous	1,368,662	524,777	1,763,579	1,485,876	692,311	268,074	263,994	1,061,440	654,787	793,612
State Sources	9,867,035	10,373,361	11,681,119	14,123,197	14,610,859	15,150,632	11,698,489	12,181,302	9,958,263	12,007,500
Federal Sources	6,339,889	6,572,734	7,030,722	7,818,441	7,392,221	6,643,893	5,703,586	7,185,264	6,588,771	6,603,128
Total Revenue	53,624,708	62,108,252	71,760,254	67,366,384	71,333,447	83,296,634	74,060,182	76,167,522	72,231,337	80,567,525
Expenditures										
Instruction										
Regular Instruction	8,467,767	10,246,076	10,869,877	12,282,329	12,560,053	14,419,338	13,840,027	15,263,523	14,379,171	15,127,953
Other Special Instruction	248,276	287,534	204,943	738,149	773,016	930,546	440,722	383,032	1,273,493	1,623,324
Vocational Education	10,716,352	12,841,618	15,403,318	16,150,391	15,751,516	15,780,535	14,149,588	14,083,080	14,624,818	15,306,181
Other Instruction	3,673,585	4,885,971	5,217,116	4,816,981	4,837,058	4,472,831	4,173,346	5,773,276	2,593,804	2,353,257
Adult/Continuing Education	1,670,563	2,044,133	2,014,519	1,991,069	2,131,500	2,125,707	1,963,095	2,168,973	1,007,779	906,344
Support Services:										
Student and Inst. Related Services	12,891,221	9,989,133	10,254,366	12,043,176	13,240,965	15,731,426	17,042,590	15,135,725	19,566,673	19,558,096
General Administration	1,968,489	2,582,943	2,112,881	1,601,972	1,642,195	1,609,694	1,781,765	2,552,657	2,494,442	2,629,178
School Administrative Services	2,062,369	2,420,324	2,315,268	2,268,246	2,314,976	2,338,692	2,451,686	2,152,550	1,640,449	2,688,484
Plant Operations And Maintenance	3,890,677	6,312,480	6,609,233	6,854,829	7,018,152	6,926,090	7,167,761	8,323,257	8,963,114	9,062,453
Pupil Transportation	256,385	326,991	398,643	403,454	423,918	521,021	498,365	394,556	403,808	452,657
Other Support Services	1,129,366	2,916,224	3,150,563	3,404,765	3,533,928	3,036,935	2,947,755	1,796,166	1,650,248	1,440,304
Special Schools	5,566,954									
Capital Outlay	6,809,717	7,230,329	6,077,527	8,070,876	7,516,577	14,235,293	5,058,211	2,227,579	2,606,881	9,926,944
Total Expenditures	59,351,721	62,083,756	64,628,254	70,626,237	71,743,854	82,128,108	71,514,911	70,256,374	71,204,680	81,075,175
Excess (Deficiency) of Revenues Over (Under) Expenditures	(5,727,013)	24,496	7,132,000	(3,259,853)	(410,407)	1,168,526	2,545,271	5,911,148	1,026,657	(507,650)
Other Financing Sources (Uses)										
Capital Leases (Non-Budgeted)		227,887	171,239	218,809						
Transfers In				255,666	200,000	83,988	50,000	50,000	50,000	66,868
Transfers Out	(561,125)	(1,025,000)	(25,000)	-	-	(231,984)	(501,508)	(146,217)	(167,262)	-
Total Other Financing Sources (Uses)	(561,125)	(797,113)	146,239	474,475	200,000	(147,996)	(451,508)	(96,217)	(117,262)	66,868
Net Change in Fund Balances	\$ (6,288,138)	\$ (772,617)	\$ 7,278,239	\$ (2,785,378)	\$ (210,407)	\$ 1,020,530	\$ 2,093,763	\$ 5,814,931	\$ 909,395	\$ (440,782)
Debt Service as a Percentage of Noncapital Expenditures	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A

N/A- Not Applicable - District does not pay debt service

* Noncapital expenditures are total expenditures less capital outlay.

**BERGEN COUNTY TECHNICAL AND VOCATIONAL HIGH SCHOOL
OTHER LOCAL REVENUES BY SOURCE*
LAST TEN FISCAL YEARS
(UNAUDITED)**

Fiscal Year Ended June 30	<u>Tuition</u>	<u>Interest</u>	<u>Miscellaneous</u>	Special schools <u>Tuition and Fees</u>	<u>Total</u>
2012	\$ 23,430,568	\$ 25,909	\$ 765,811	\$ 1,673,351	\$ 25,895,639
2011	22,579,798	12,369	641,636	1,580,177	24,813,980
2010	21,949,088	16,634	1,057,341	1,408,014	24,431,077
2009	20,603,526	43,949	222,868	1,735,129	22,605,472
2008	20,271,766	190,353	268,074		20,730,193
2007	19,420,463	300,003	358,558		20,079,024
2006	19,584,928	238,034	1,485,876		21,308,838
2005	19,075,627	161,320	1,763,579		21,000,526
2004	17,748,980	62,721	524,777		18,336,478
2003	16,137,657	56,727	1,368,662		17,563,046

Source: School District's Financial Statements

BERGEN COUNTY TECHNICAL AND VOCATIONAL HIGH SCHOOL DISTRICT
ASSESSED VALUE AND ACTUAL VALUE OF TAXABLE PROPERTY
LAST TEN YEARS
(Unaudited)

Calendar Year	Land	Improvements	Total Assessed Value	Public Utilities	Net Valuation Taxable	Estimated Actual (County Equalized) Value
2003	\$ 41,020,038,104	\$ 45,617,031,312	\$ 86,637,069,416	\$ 200,367,839	\$ 86,837,437,255	\$ 108,087,109,373
2004	49,406,600,869	48,861,828,421	98,268,429,290	194,785,244	98,463,214,534	121,601,699,827
2005	56,096,632,933	52,923,796,118	109,020,429,051	190,964,986	109,211,394,037	136,528,998,442
2006	63,932,175,568	57,740,107,404	121,672,282,972	181,481,223	121,853,764,195	153,984,695,626
2007	75,839,185,175	65,253,445,037	141,092,630,212	208,579,683	141,301,209,895	174,367,309,616
2008	83,015,806,828	71,592,634,189	154,608,441,017	220,878,563	154,829,319,580	182,767,512,263
2009	84,021,555,288	73,867,544,583	157,889,099,871	240,884,027	158,129,983,898	185,908,798,980
2010	84,454,481,049	74,747,147,306	159,201,628,355	285,137,988	159,486,766,343	175,481,754,684
2011	83,995,183,645	75,287,323,039	159,282,506,684	265,906,193	159,548,412,877	173,258,537,441
2012	N/A	N/A	N/A	N/A	N/A	N/A

N/A- 2012 Abstract of Ratables was not available.

Source: County Abstract of Ratables

EXHIBIT J-7

**BERGEN COUNTY TECHNICAL AND VOCATIONAL HIGH SCHOOL DISTRICT
DIRECT AND OVERLAPPING PROPERTY TAX RATES
LAST TEN YEARS
(Unaudited)
(rate per \$100 of true value)**

<u>Assessment</u> <u>Year</u>	<u>General</u>	<u>Open Space</u>	<u>Total County</u> <u>Tax Rate</u>
2003	\$ 0.2795	\$ 0.0052	\$ 0.285
2004	0.1997	0.0109	0.211
2005	0.1893	0.0097	0.199
2006	0.1761	0.0100	0.186
2007	0.1704	0.0099	0.180
2008	0.1751	0.0100	0.185
2009	0.1820	0.0100	0.192
2010	0.1934	0.0025	0.1959
2011	0.2032	0.0025	0.2057
2012	N/A	N/A	N/A

N/A- 2012 Abstract of Ratables was not available.

Source: County Abstract of Ratables

**BERGEN COUNTY TECHNICAL AND VOCATIONAL HIGH SCHOOL DISTRICT
 PRINCIPAL PROPERTY TAXPAYERS
 CURRENT YEAR AND NINE YEARS AGO
 (Unaudited)**

Taxpayer	2012		2003	
	Taxable Assessed Value	% of Total District Net Assessed Value	Taxable Assessed Value	% of Total District Net Assessed Value
	NOT AVAILABLE		NOT AVAILABLE	

Source: County Board of Taxation

**BERGEN COUNTY TECHNICAL AND VOCATIONAL HIGH SCHOOL
PROPERTY TAX LEVIES AND COLLECTIONS
LAST TEN FISCAL YEARS
(Unaudited)**

Fiscal Year Ended June 30,	Taxes Levied for the Fiscal Year	Collected within the Fiscal Year of the Levy		Collections in Subsequent Years
		Amount	Percentage of Levy	
2003	\$ 19,854,672	\$ 19,854,672	100.00%	
2004	20,354,672	20,354,672	100.00%	
2005	20,965,312	20,965,312	100.00%	
2006	21,699,445	21,699,445	100.00%	
2007	22,567,423	22,567,423	100.00%	
2008	24,806,146	24,806,146	100.00%	
2009	27,173,800	27,173,800	100.00%	
2010	28,223,529	28,223,529	100.00%	
2011	29,190,098	29,190,098	100.00%	
2012	29,190,098	29,190,098	100.00%	

**BERGEN COUNTY TECHNICAL AND VOCATIONAL HIGH SCHOOL
RATIOS OF OUTSTANDING DEBT BY TYPE
LAST EIGHT FISCAL YEARS
(Unaudited)**

<u>Governmental Activities</u>				
<u>Fiscal Year Ended June 30,</u>	<u>Capital Leases</u>	<u>Total District</u>	<u>Population</u>	<u>Per Capita</u>
2005	\$ 295,404	\$ 295,404	887,322	\$ 0.33
2006	398,184	398,184	884,581	0.45
2007	276,098	276,098	885,664	0.31
2008	150,440	150,440	889,915	0.17
2009	54,288	54,288	895,250	0.06
2010	4,358	4,358	906,184	0.005
2011	-	-	911,004	-
2012	-	-	911,004	-

Source: District records

Note:

GASB requires that ten years of statistical data be presented. As a result of the implementation of GASB No. 44 in fiscal year 2006 only eight years of information is available. Each year thereafter, an additional year's data will be included until ten years of data is present.

**BERGEN COUNTY TECHNICAL AND VOCATIONAL HIGH SCHOOL
RATIOS OF NET GENERAL BONDED DEBT OUTSTANDING
LAST TEN FISCAL YEARS
(Unaudited)**

NOT APPLICABLE

**BERGEN COUNTY TECHNICAL AND VOCATIONAL HIGH SCHOOL
 DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT
 AS OF DECEMBER 31, 2011
 (Unaudited)**

Net Direct Debt of School District
 as of June 30, 2012

Net Overlapping Debt of School District

Bergen County:

County of Bergen	\$ 698,412,830
Bergen County Utilities Authority - Water Pollution (100%)	<u>252,781,291</u>

\$ 951,194,121

Total Direct and Overlapping Debt

\$ 951,194,121

Source:

County of Bergen Annual Debt Statement
 BCUA Audit and 2011 County Equalization Table

**BERGEN COUNTY TECHNICAL AND VOCATIONAL HIGH SCHOOL
LEGAL DEBT MARGIN INFORMATION
(Unaudited)**

Legal Debt Margin Calculation as of December 31, (County Debt)

	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>
Average equalized valuation of taxable property (last three years)	\$ 135,341,426,503	\$ 152,222,318,410	\$ 167,368,287,382	\$ 178,689,519,616	\$ 182,615,485,340	\$ 181,109,724,691	\$ 175,561,330,658
Debt limit (2% of average equalization value)	2,706,828,530	3,044,446,368	3,347,365,748	3,573,790,392	3,652,309,707	3,622,194,494	3,511,226,613
Net Debt Issued Outstanding and Authorized	<u>458,869,305</u>	<u>521,130,736</u>	<u>588,623,268</u>	<u>630,661,565</u>	<u>681,875,430</u>	<u>730,825,489</u>	<u>698,412,830</u>
Remaining Borrowing Capacity	<u>\$ 2,247,959,225</u>	<u>\$ 2,523,315,632</u>	<u>\$ 2,758,742,480</u>	<u>\$ 2,943,128,827</u>	<u>\$ 2,970,434,277</u>	<u>\$ 2,891,369,005</u>	<u>\$ 2,812,813,783</u>

Source: Annual Debt Statements

Note:
GASB requires that ten years of statistical data be presented. As a result of the implementation of GASB No. 44 in fiscal year 2006 only seven years of information is available. Each year thereafter, an additional year's data will be included until ten years of data is present.

**BERGEN COUNTY TECHNICAL AND VOCATIONAL HIGH SCHOOL
DEMOGRAPHIC AND ECONOMIC STATISTICS
LAST TEN YEARS
(Unaudited)**

<u>Year</u>	<u>Population</u>		<u>Per Capita Personal Income**</u>	<u>Unemployment Rate*</u>
2012	911,004	(E)	N/A	N/A
2011	911,004		N/A	7.9
2010	906,184		\$ 65,486	8.1
2009	895,250		63,198	7.9
2008	889,915		68,227	4.5
2007	885,664		67,394	3.4
2006	884,581		62,714	3.7
2005	887,322		56,706	4.0
2004	890,232		54,462	4.0
2003	889,739		51,132	4.9

(E) Estimated
 * Amounts noted are for Bergen County
 ** US Bureau of the Census,

Source NJ Department of Labor, Bureau of Labor Force Statistics
 U.S. Department of Commerce, Bureau of Economic analysis
 New Jersey Department of Labor

**BERGEN COUNTY TECHNICAL AND VOCATIONAL HIGH SCHOOL
PRINCIPAL EMPLOYERS
PRIOR YEAR AND NINE YEARS AGO
(Unaudited)**

<u>Taxpayer</u>	<u>2011</u>		<u>2003</u>	
	<u>Employees</u>	<u>% of Total County Employment</u>	<u>Employees</u>	<u>% of Total County Employment</u>
Hackensack University Medical Center	6,866	1.56%		
Valley Health Systems, Inc.	3,166	0.72%		
Medco Health Solutions, Inc.	2,800	0.63%		
County of Bergen	2,390	0.54%		NOT AVAILABLE
Quest Diagnostics, Inc.	2,200	0.50%		
Bio-Reference Laboratories, Inc.	2,040	0.46%		
Englewood Hospital and Medical Center	2,002	0.45%		
Becton Dickinson and Co.	1,994	0.45%		
Englewood Hospital Home Health Care Services	1,985	0.45%		
Unilever Best Foods	1,900	0.43%		
Stryker	1,812	0.41%		
Bergen Regional Medical Center	1,746	0.40%		
KPMG LLP	1,700	0.39%		
Holy Name Hospital	1,695	0.38%		
Crestron Electronics, Inc.	1,500	0.34%		
Kraft Foods Global, Inc. (Nabisco Brands USA)	1,200	0.27%		
BMW of North America	1,000	0.23%		
Sony Electronics, Inc.	1,000	0.23%		

Source: Bergen County Economic Development Corporation

**BERGEN COUNTY TECHNICAL AND VOCATIONAL HIGH SCHOOL
FULL-TIME EQUIVALENT DISTRICT EMPLOYEES BY FUNCTION/PROGRAM
LAST TEN FISCAL YEARS
(Unaudited)**

<u>Function/Program</u>	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012
Instruction										
Regular	254.0	245.0	273.0	280.5	251.0	227.8	227.8	235.5	225.6	100.5
Vocational										126.1
Other instruction	107.0	104.7	99.1	80.4	83.8	71.9	71.9	78.0	37.0	3.0
Adult/continuing education programs										37.5
Support Services:										
Attendance and Social Work	1.0	1.0	1.0	3.0	3.0	2.0	2.0	2.0	2.0	2.0
Health Services	5.0	5.0	4.9	5.0	1.0	4.0	4.0	5.0	5.0	5.0
Student & instruction related services	40.4	41.5	40.5	40.0	49.5	41.0	41.0	42.6	38.7	37.4
Educational Media Services	16.5	19.5	20.0	21.3	23.0	20.6	20.6	16.5	36.0	38.0
General administration	4.5	4.7	0.8	2.5	4.0	1.1	1.1	0.7	3.0	3.0
School administrative services	23.0	22.0	18.3	13.5	16.0	18.9	18.9	20.9	19.9	17.9
Central services	9.0	5.0		13.0	13.5	5.5	5.5	5.6	9.6	10.3
Administrative Information Technology					1.4	0.1	0.1	0.1	0.1	0.1
Plant operations and maintenance	31.5	33.0	31.9	32.5	32.5	29.6	29.6	26.9	50.3	51.7
Pupil transportation			0.7	1.0	0.5	0.7	0.7	0.7	0.7	
Special Schools										
Total	491.9	481.4	490.2	492.7	479.2	423.2	423.2	434.5	427.9	432.5

Source: District Personnel Records

BERGEN COUNTY TECHNICAL AND VOCATIONAL HIGH SCHOOL
 OPERATING STATISTICS
 LAST TEN FISCAL YEARS
 (Unaudited)

Fiscal Year	Enrollment ^a	Operating Expenditures ^b	Cost Per Pupil ^c	Percentage Change	Teaching Staff	Pupil/Teacher Ratio		Average Daily Enrollment (ADE)	Average Daily Attendance (ADA)	% Change in Average Daily Enrollment	Student Attendance Percentage
						High School	High School				
2003	2,089	\$ 37,181,191	\$ 17,799	24.31%	319.00	6.55	2,089.00	1,971.00	4.96%	94.35%	
2004	2,023	38,467,648	19,015	6.84%	298.00	6.79	2,168.90	2,065.80	3.82%	95.25%	
2005	2,191	40,473,958	18,473	-2.85%	301.00	7.28	2,212.70	2,112.80	2.02%	95.49%	
2006	2,152	51,332,786	23,853	29.12%	291.00	7.40	2,166.30	2,066.10	-2.10%	95.37%	
2007	2,211	54,216,861	24,521	2.80%	290.00	7.62	2,079.50	1,982.40	-4.01%	95.33%	
2008	2,186	56,708,469	25,942	5.79%	288.00	7.59	1,984.50	1,899.10	-4.57%	95.70%	
2009	2,142	58,871,856	27,485	5.95%	284.00	7.54	1,508.70	1,444.50	-23.98%	95.74%	
2010	2,182	57,666,544	26,428	-3.84%	280.00	7.79	2,056.10	1,979.00	36.28%	96.25%	
2011	2,226	68,597,799	30,817	16.60%	278.00	8.01	2,096.10	2,012.50	1.95%	96.01%	
2012	2,276	71,148,231	31,260	1.44%	281.00	8.10	2,125.50	2,042.10	1.40%	96.08%	

N/A - Not Applicable

Sources: District records

- Note: a Enrollment based on annual October district count.
 b Operating expenditures equal total expenditures less debt service and capital outlay.
 c Cost per pupil represents operating expenditures divided by enrollment.

**BERGEN COUNTY TECHNICAL AND VOCATIONAL HIGH SCHOOL
SCHOOL BUILDING INFORMATION
LAST TEN FISCAL YEARS
(Unaudited)**

	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012
<u>District Building</u>										
<u>High School</u>										
Hackensack Campus										
Square Feet	187,360	187,360	187,360	187,360	236,692	236,692	236,692	236,692	236,692	236,692
Capacity (students)										
Enrollment	1,116	1,108	1,122	1,104	1,070	1,050	1,022	1,039	1,063	1,063
Teterboro campus										
Square Feet	117,800	117,800	117,800	117,800	114,974	114,974	114,974	114,974	114,974	114,974
Capacity (students)										
Enrollment	631	649	659	646	615	618	619	626	647	647
Paramus Technical										
Square Feet	50,100	50,100	50,100	50,100	43,794	43,794	43,794	43,794	43,794	43,794
Capacity (students)										
Enrollment	220	276	274	245	238	259	239	222	232	232
Paramus Vocational										
Square Feet	33,800	33,800	33,800	33,800	34,130	34,130	34,130	34,130	34,130	34,130
Capacity (students)										
Enrollment	292	308	337	324	274	259	262	269	284	284

Number of Schools at June 30, 2012
Senior High School = 4

Source: District Records

**BERGEN COUNTY TECHNICAL AND VOCATIONAL HIGH SCHOOL
GENERAL FUND
SCHEDULE OF REQUIRED MAINTENANCE FOR SCHOOL FACILITIES
LAST TEN YEARS
(Unaudited)**

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

	<u>2003</u>	<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>
School Facilities										
Bergen County Academics	\$ 193,311	\$ 200,114	\$ 222,850	\$ 240,900	\$ 166,066	\$ 114,660	\$ 213,245	\$ 306,894	\$ 308,240	\$ 493,638
Voc-Paramus Special Needs	34,874	36,101	40,212	43,460	29,935	20,685	30,461	44,251	44,447	71,189
Bergen County Technical HS Teterboro	121,542	125,819	140,130	151,464	104,430	72,091	103,585	149,064	149,728	239,779
Tech Ed Center Paramus	51,691	53,510	59,604	64,417	44,388	30,660	39,456	56,778	57,032	91,332
Workforce 60 State St., Hackensack	15,476	16,021	17,810	19,287	13,275	9,179	13,802			
Adult Education Hackensack		10,681	11,890	12,858	8,865	6,120	9,009	12,961	13,024	20,857
Parkway Facility	15,476	16,021	17,810	19,287	13,404	9,179	13,514	-	-	-
Total School Facilities	\$ 432,370	\$ 458,267	\$ 510,306	\$ 551,673	\$ 380,363	\$ 262,574	\$ 423,072	\$ 569,948	\$ 572,471	\$ 916,795

Source: District Records

Note:

Beginning in fiscal year 2001, the New Jersey State Department of Education required Districts to report maintenance expenditures by location, therefore, ten years of data is not required or available.

**BERGEN COUNTY TECHNICAL AND VOCATIONAL HIGH SCHOOL
SCHEDULE OF INSURANCE
AS OF JUNE 30, 2012**

	<u>Coverage</u>	<u>Deductible</u>
School Package Policy - County of Bergen <u>Self Insured Program</u>		
Property - Blanket Building and Contents	\$ 59,675,000	\$ 100,000
Comprehensive General Liability	1,000,000	
Comprehensive Automobile Liability	1,000,000	1,000
Commercial Crime- C N A	250,000	1,000
Educators Legal Liability - United National Directors and Officers Policy	2,000,000	50,000
Student Accident Policy- People Benefit Life	Full Excess	0

Source: School District's records

SINGLE AUDIT SECTION

LERCH, VINCI & HIGGINS, LLP

EXHIBIT K-1

CERTIFIED PUBLIC ACCOUNTANTS
REGISTERED MUNICIPAL ACCOUNTANTS

17 - 17 ROUTE 208
FAIR LAWN, NJ 07410
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DEBRA GOLLE, CPA
CINDY JANACEK, CPA, RMA
RALPH M. PICONE, CPA, RMA, PSA
EDWARD N. KERE, CPA

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

Honorable President and Members
of the Board of Trustees
Bergen County Technical and Vocational High School District
Bergen County, 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 Bergen County Technical and Vocational High School District as of and for the fiscal year ended June 30, 2012, which collectively comprise the Bergen County Technical and Vocational High School District's basic financial statements and have issued our report thereon dated December 5, 2012. We conducted our audit in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States and audit requirements as prescribed by the Office of School Finance, Department of Education, State of New Jersey.

Internal Control Over Financial Reporting

Management of the Bergen County Technical and Vocational High School District is responsible for establishing and maintaining effective internal control over financial reporting. In planning and performing our audit, we considered the Bergen County Technical and Vocational High 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 Bergen County Technical and Vocational High School District's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the Bergen County Technical and Vocational High 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 Bergen County Technical and Vocational High School District's financial statements will not be prevented, or detected and corrected on a timely basis.

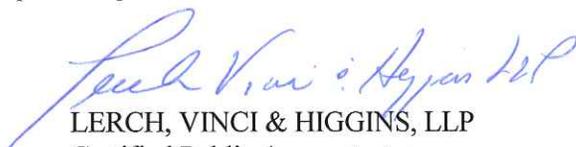
Our consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over financial reporting that might be deficiencies, significant deficiencies or material weaknesses.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

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Bergen County Technical and Vocational High 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 Office of School Finance, Department of Education, State of New Jersey.

We noted a certain matter that we have reported to management of the Bergen County Technical and Vocational High School District in a separate report entitled, "Auditor's Management Report on Administrative Findings – Financial, Compliance and Performance" dated December 5, 2012.

This report is intended solely for the information and use of management, the Board of Trustees, others within the District, the New Jersey State Department of Education and other 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.



LERCH, VINCI & HIGGINS, LLP
Certified Public Accountants
Public School Accountants



Dieter P. Lerch
Public School Accountant
PSA Number CS00756

Fair Lawn, New Jersey
December 5, 2012

LERCH, VINCI & HIGGINS, LLP

EXHIBIT K-2

CERTIFIED PUBLIC ACCOUNTANTS
REGISTERED MUNICIPAL ACCOUNTANTS

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

Independent Auditor's Report

Honorable President and Members
of the Board of Trustees
Bergen County Technical and Vocational High School District
Bergen County, New Jersey

Compliance

We have audited the Bergen County Technical and Vocation High School District Board of Education's compliance with the types of compliance requirements described in the U.S. Office of Management and Budget (OMB) Circular A-133 Compliance Supplement and the New Jersey OMB Circular 04-04 State Aid/Grant Compliance Supplement that could have a direct and material effect on each of Bergen County Technical and Vocation High School District Board of Education's major federal and state programs for the fiscal year ended June 30, 2012. Bergen County Technical and Vocation High School District Board of Education's major federal and state programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs. Compliance with the requirement of laws, regulations, contracts and grants applicable to each of its major federal and state programs is the responsibility of the Bergen County Technical and Vocation High School District Board of Education's management. Our responsibility is to express an opinion on Bergen County Technical and Vocation High School District Board of Education's compliance based on our audit.

The Bergen County Technical and Vocational High School District's basic financial statements include the operations of the Workforce Investment Act Programs, which expended \$3,660,745 in Federal awards and \$2,476,660 in State awards which are reflected in Exhibits K-3 and K-4 during the year ended June 30, 2012. Our audit, described below, did not include the operations of the Workforce Investment Act Programs since the District has contracted for a separate audit of the component unit to be performed in accordance with OMB Circular A-133 and the regulatory requirements promulgated by the Department of Labor and Workforce Development.

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 Office of School Finance, Department of Education, State of New Jersey; OMB Circular A-133, Audits of States, Local Governments, and Non-Profit Organizations and New Jersey OMB Circular 04-04, Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid. Those standards and circulars 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 Bergen County Technical and Vocational High 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 Bergen County Technical and Vocational High School District's compliance with those requirements.

In our opinion, except for the effects of such noncompliance, if any, as might have been determined had we audited the Bergen County Technical and Vocational High School District's compliance with the requirements of the Department of Labor and Workforce Development, the Bergen County Technical and Vocational High School District complied, in all material respects, with the compliance requirements referred to above that have a direct and material effect on each of its major federal and state programs for the fiscal year ended June 30, 2012.

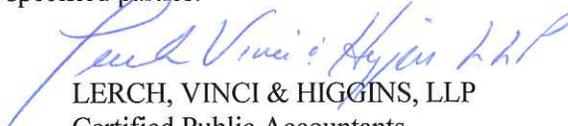
Internal Control Over Compliance

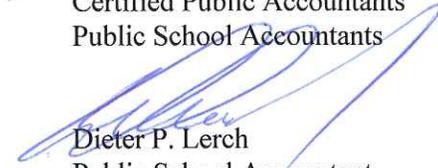
Management of Bergen County Technical and Vocation High School District Board of Education is responsible for establishing and maintaining effective internal control over compliance with the requirements of laws, regulations, contracts and grants applicable to federal and state programs. In planning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

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

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

This report is intended solely for the information and use of management, the Board of Trustees, others within the District, the New Jersey State Department of Education and other 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.


 LERCH, VINCI & HIGGINS, LLP
 Certified Public Accountants
 Public School Accountants


 Dieter P. Lerch
 Public School Accountant
 PSA Number CS00756

**BERGEN COUNTY TECHNICAL AND VOCATIONAL HIGH SCHOOL
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2012**

Federal Grantor/Pass-Through Grantor Program Title	Federal CFDA Number	Grant Number	Grant Period	Award Amount	Balance June 30, 2011	Adjustment	Carryover Amount	Cash Received	Budgetary Expenditures	Refund Prior Year's Balance	Cancellation of Prior Year Payable	(Accounts Receivable)	Deferred Revenues	Due to Grantor
U.S. Department of Agriculture Pass-through State Department of Agriculture														
Enterprise Fund														
National School Lunch Program	10.555	N/A	7/1/10-6/30/11	\$ 85,809	\$ (6,597)		\$ 6,597	\$ 80,929	\$ 86,475			\$ (5,546)		
Cash Assistance			7/1/11-6/30/12	86,475					2,024					
Non-Cash Assistance			7/1/10-6/30/11	28,114	2,024			38,517	33,780				\$ 4,737	
Non-Cash Assistance			7/1/11-6/30/12	35,804				14,423	15,676			(1,253)		
School Breakfast Program	10.555	N/A	7/1/10-6/30/11	15,676	(1,610)		1,610							
School Breakfast Program	10.555	N/A	7/1/10-6/30/11	17,695										
Total Enterprise Fund							8,207	133,869	137,955			(6,799)	4,737	
U.S. Department of Education Pass-through State Department of Education														
General Fund														
EDS Jobs Funding	84-410	N/A	7/1/11-6/30/12	232,694				232,694	232,694					
Medical Assistance Program	93.778		7/1/11-6/30/12	18,221				18,221	18,221					
Total General Fund								250,915	250,915					
Special Revenue Fund														
NCLB Title I	84.01A	NCLB209011	9/1/10-8/31/11	77,351	(41,184)			41,184	72,743			(42,267)		
NCLB Title I	84.01A	NCLB209012	9/1/11-8/31/12	72,777				30,476	442,241			(103,447)		
IDEIA Part B-Basic	84.027	IDEA029012	9/1/11-8/31/12	470,379				338,794	1,496					
IDEIA Part B-Basic Carryover	84.027	IDEA029011	9/1/10-8/31/11	452,958	(295,289)			296,785	4,586					
IDEIA Part B-Basic ARRA	84.591	IDEA029010	9/1/09-8/31/10	424,357	(26,324)			30,910	36,590					
NCLB Title II Part A	84.298A	NCLB209012	9/1/11-8/31/12	36,590				13,940	36,590			(22,650)		
NCLB Title II Part A	84.298A	NCLB209011	9/1/10-8/31/11	39,091	(20,423)			20,423	167					
NCLB Title II Part D	84.298A	NCLB209011	9/1/10-8/31/11	167	(167)				314			(314)		
NCLB Title III	84.186A	NCLB209012	9/1/11-8/31/12	314				10,697	2,607		\$ 299			
NCLB Title III	84.186A	NCLB209011	9/1/10-8/31/11	11,011	(10,996)			30,000	344,302					
Community Development Teaching American History	14.219	N/A	07/03/10-6/30/11	30,000	(27,393)			311,662				(92,102)		
Vocational (Perkins) Post Secondary	84.048	PKP029011	7/1/10-6/30/11	243,231	(69,462)			52,751	93,980					
Vocational (Perkins) Post Secondary	84.048	PKP029012	7/1/10-6/30/11	83,554	(32,751)			635,322	704,985	\$ 7,587	7,587	(500,406)		
Vocational (Perkins) Secondary	84.048	PERK0211	7/1/10-6/30/11	760,880	(633,322)			204,579	979,802			(131,160)		
Vocational (Perkins) Secondary	84.048	PERK0212	7/1/11-6/30/12	707,024				848,642						
Adult Basic Education	84.002	12000251	9/1/11-8/31/12	979,802				191,214						
Adult Basic Education	84.002A	11000251	9/1/10-8/31/11	1,022,442	(191,214)									
Total U.S. Department of Education					(1,338,525)			3,149,526	2,683,646	7,587	7,585	(892,346)		

The Notes to the Schedules of Expenditures of Federal Awards and State Financial Assistance are an integral part of this statement.

BERGEN COUNTY TECHNICAL AND VOCATIONAL HIGH SCHOOL
 SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
 FOR THE FISCAL YEAR ENDED JUNE 30, 2012

Federal Grantor/Pass-Through Grantor Program Title	Federal CFDA Number	Grant Number	Grant Period	Award Amount	Balance June 30, 2011	Adjustment	Carryover Amount	Cash Received	Budgetary Encumbrances	Refund Prior Year's Balances	Cancellation of Prior Year Payable	(Accounts Receivable)	Deferred Revenues	Due to Grantor
WIA - Adult Training	17.246-50			\$	(182,555)			\$ 657,609	\$ 864,102			\$ (389,048)		
WIA-Adult Training ARRA	17.258				(744)		744							
WIA - Summer Youth	17.246-50				(240,012)		729,073		736,679			(247,618)		
WIA-Summer Youth ARRA	17.259				(24,141)		24,141							
WIA-Dislocated Worker ARRA	17.246				(261,270)		261,270							
WIA - Dislocated Worker	17.246				(461,781)		1,899,193		2,027,576			(589,964)		
WIA ARRA	17.259				(21,840)		45,954		32,588			(8,474)		
OJT-ARRA	17.259				(2,500)		2,500							
Total Department of Labor					(1,194,843)		3,620,384		3,660,745			(1,235,104)		
Total Special Revenue Funds					(2,553,368)		6,770,010		6,344,391	\$ 7,587	\$ 7,886	(2,127,450)	\$	
Total Federal Awards				\$	(2,559,551)	\$	8,207	\$ 7,154,794	\$ 6,733,261	\$ 7,587	\$ 7,886	\$ (2,134,249)	\$ 4,737	\$

BERGEN COUNTY TECHNICAL AND VOCATIONAL HIGH SCHOOL
 SCHEDULE OF EXPENDITURES OF STATE FINANCIAL ASSISTANCE
 FOR THE FISCAL YEAR ENDED JUNE 30, 2012

Program Title	Grant or State Account Number	Grant Expiry	Award Amount	Balance July 1, 2011	Cash Received	Budgetary Expenditures	Refund Prior Year's Balance	(Accounts Receivable)	Deferred Revenues	Due to Grantor	MEMO	
											GAAP Receivable	Cumulative Total Expenditures
State Department of Education												
General Fund												
Adjustment Aid	11-495-034-5120-085	7/1/10-6/30/11	\$ 2,757,894	\$ (269,781)	\$ 269,781			\$ (390,307)				\$ 3,937,941
Adjustment Aid	12-495-034-5120-085	7/1/11-6/30/12	3,937,941	(114,972)	3,547,634	\$ 3,937,941						
Adjustment Aid	11-495-034-5120-089	7/1/10-6/30/11	1,149,724	(114,972)	1,149,724			(114,972)				1,149,724
Categorical Special Education Aid	12-495-034-5120-089	7/1/11-6/30/12	1,149,724	(16,716)	1,034,752	1,149,724		(16,716)				1,149,724
Categorical Special Education Aid	12-495-034-5120-084	7/1/11-6/30/12	167,162	(16,716)	150,446	167,162						167,162
Categorical Security Aid	11-495-034-5120-084	7/1/10-6/30/11	167,162	26,300	16,716				\$ 26,300			
Demeritally Effective Program Aid	08-495-034-5120-007	7/1/07-6/30/08										
On-Behalf TPAF Pension System Contributions- NCGI Premium	12-495-034-5095-407	7/1/11-6/30/12	69,861		69,861	69,861						69,861
On-Behalf TPAF Pension System Contributions- Normal Contribution	12-495-034-5095-406	7/1/11-6/30/12	650,998		650,998	650,998						650,998
On-Behalf TPAF Pension System Contributions- Post Retirement Medical	12-495-034-5095-401	7/1/11-6/30/12	1,449,114		1,449,114	1,449,114						1,449,114
On Behalf Social Security Contributions	11-495-034-5095-402	7/1/10-6/30/11	1,732,089	(85,998)	85,998							
On Behalf Social Security Contributions	12-495-034-5095-402	7/1/11-6/30/12	1,732,089		1,732,089	1,732,089						1,732,089
Total General Fund			461,167	(10,837)	9,122,361	9,156,889	-	(321,952)	26,300	-	-	9,156,889
Special Revenue Fund												
Apprenticeship Coordinator	11-100-034-5062-032	7/1/10-6/30/11	18,561	(10,165)	10,165			(4,448)				18,561
Apprenticeship Coordinator	12-100-034-5062-032	7/1/11-6/30/12	19,297		14,453	18,561			1,081			
TQE Grant	N/A	9/1/04-9/30/05	2,700	1,981	1,617							
Div/Women - Displaced Homemaker	11-100-022-8091-1036	7/1/10-6/30/11	111,313	(1,617)	1,617			(33,988)				111,575
Div/Women - Displaced Homemaker	10-100-022-8091-1036	7/1/11-6/30/12	111,575	(1,841)	71,587	111,575			3,770			5,399
Green Program	11-AC85-006-01	7/1/10-6/30/11	6,000		11,010	3,399		(71,433)				357,167
School Facilities grant		7/1/11-6/30/12		803	283,734	357,167						
NI Character Education Aid	08-495-034-5120-053	7/1/05-6/30/06	5,794						803			
Total State Department of Education-Special Revenue			(10,837)	400,564	493,642	493,642	-	(109,869)	6,554	-	(109,869)	493,642
U.S. Department of Labor												
Pass-through County of Bergen												
Special Revenue Fund												
Workforce Learning Link-OED	4545-100-062-095		67,683	(67,683)	131,366	67,683						67,683
DHS BWC Workforce S0992	4545-100-062-095		427,243	4,241		807			3,434			807
WB - Administration State R39V1	4545-100-062-095		40,000									
WB - Administration State R39V1	4545-100-062-095		32,000	(18,446)	26,091							
WB Literacy Grant R45V1	100-054-7550-121		288,000	(120,876)	309,814	57		(46,212)				235,150
WPAJ Administration R48V1	100-054-7550-121		204,596	(107,491)	271,686	207,280		(43,085)				207,280
WPAJ Program R49V1	100-054-7550-121		1,577,721	(763,151)	1,769,145	1,470,389		(464,395)				1,470,389
Strat Stips	4545-100-062-095		8,828			8,828		(8,828)				8,828
NEC Dislocated Worker	4545-100-062-095		1,280,315		459,454	459,454		(36,012)				459,454
Disability Employment Initiative	4545-100-062-095		60,000			36,012						36,012
Disability Program Navigator	4545-100-062-095		80,230	(62,235)	42,235							
Total Department of Labor - Special Revenue			(1,115,641)	3,064,791	2,476,660	2,476,660	-	(398,532)	11,022	-	(398,532)	2,476,660
Total Special Revenue			(1,126,478)	3,403,355	2,969,702	2,969,702	-	(708,401)	17,576	-	(708,401)	2,969,702

BERGEN COUNTY TECHNICAL AND VOCATIONAL HIGH SCHOOL
 SCHEDULE OF EXPENDITURES OF STATE FINANCIAL ASSISTANCE
 FOR THE FISCAL YEAR ENDED JUNE 30, 2012

Program Title	Grant or State Account Number	Grant Period	Award Amount	Balance July 1, 2011	Cash Received	Budgetary Expenditures	Refund Prior Year's Balances	(Accounts Receivable)	Deferred Revenues	Due to Grantor	MEMO	
											GAAP Receivable	Cumulative Total Expenditures
State Department of Agriculture												
Enterprise Fund												
National School Lunch Program, State Share	11-100-010-3350-023	7/7/10-6/30/11	\$ 4,510	\$ (355)	\$ 594	\$ 239	-	\$ (271)	-	-	\$ (271)	\$ 239
National School Lunch Program, State Share	10-100-010-3350-023	7/7/09-6/30/10	4,395	-	4,124	4,395	-	-	-	-	-	4,395
Total Enterprise Fund				(355)	4,718	4,634	-	(271)	-	-	(271)	4,634
Total State Financial Assistance			\$ (1,588,000)	\$ 12,532,424	\$ 12,131,225	\$ -	\$ -	\$ (1,230,667)	\$ 43,876	\$ -	\$ (708,672)	\$ 12,131,225
Less: State Financial Assistance Not Subject to Single Audit Determination												
General Fund												
On-Behalf TPAF Pension System Contribution-NGI Premium					\$ (69,861)	\$ (69,861)						\$ (69,861)
On-Behalf TPAF Pension System Contribution-Normal Contribution					(650,998)	(650,998)						(650,998)
On-Behalf TPAF Pension System Contribution-Post Retirement Med. Contrib.					(1,449,114)	(1,449,114)						(1,449,114)
Total State Financial Assistance Subject to Single Audit			\$ (1,588,000)	\$ 10,562,461	\$ 9,961,252	\$ -	\$ -	\$ (1,230,667)	\$ 43,876	\$ -	\$ (708,672)	\$ 9,961,252

The Notes to the Schedules of Expenditures of Federal Awards and State Financial Assistance are an integral part of this statement.

**BERGEN COUNTY TECHNICAL AND VOCATIONAL HIGH SCHOOL DISTRICT
 NOTES TO THE SCHEDULES OF EXPENDITURES OF
 FEDERAL AWARDS AND STATE FINANCIAL ASSISTANCE
 FOR THE FISCAL YEAR ENDED JUNE 30, 2012**

NOTE 1 GENERAL

The accompanying schedules present the activity of all federal and state financial assistance programs of the Bergen County Technical and Vocational High School District. The Board of Education is defined in Note 1(A) to the Board's basic financial statements. All federal financial assistance received directly from federal agencies, as well as federal awards and state financial assistance passed through other government agencies is included on the schedule of expenditures of federal awards and state financial assistance.

NOTE 2 BASIS OF ACCOUNTING

The accompanying schedules 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 Notes 1(C) to the Board's basic financial statements. The information in these schedules is presented in accordance with requirements of U.S. OMB Circular A-133, "Audits of States, Local Governments and Non-Profit Organizations" and New Jersey OMB Circular 04-04, "Single Audit Policy for Recipients of Federal Grants, State Grants, and State Aid". Therefore, some amounts presented in these schedules may differ from the 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 a modified accrual basis with the exception of the revenue recognition of the delayed state aid payments in the current budget year, which is mandated pursuant to N.J.S.A. 18A:22-44.2.. For GAAP purposes, those payments are not recognized until the subsequent year due to the state deferral and recording of certain 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, which may include the delayed state aid payments, whereas the GAAP basis does not. The special revenue fund also recognizes the delayed state aid payments in the current budget year, consistent with N.J.S.A. 18A:22-44.2.

The net adjustment to reconcile from the budgetary basis to the GAAP basis is a decrease of \$120,526 for the general fund and an increase \$21,602 for the special revenue fund. See the Notes to Required Supplementary Information for a reconciliation of the budgetary basis to the modified accrual basis of accounting for the general and special revenue funds. Awards and financial assistance revenues are reported in the Board's basic financial statements on a GAAP basis as presented as follows:

	<u>Federal</u>	<u>State</u>	<u>Total</u>
General Fund	\$ 250,915	\$ 9,037,798	\$ 9,288,713
Special Revenue Fund	6,352,213	2,969,702	9,321,915
Food Service Fund	<u>137,955</u>	<u>4,634</u>	<u>142,589</u>
Total Financial Assistance	<u>\$ 6,741,083</u>	<u>\$ 12,012,134</u>	<u>\$ 18,753,217</u>

**BERGEN COUNTY TECHNICAL AND VOCATIONAL HIGH SCHOOL DISTRICT
NOTES TO THE SCHEDULES OF EXPENDITURES OF
FEDERAL AWARDS AND STATE FINANCIAL ASSISTANCE
FOR THE FISCAL YEAR ENDED JUNE 30, 2012**

NOTE 4 RELATIONSHIP TO FEDERAL AND STATE FINANCIAL REPORTS

Amounts reported in the accompanying schedules may not necessarily agree with the amounts reported in the related federal and state financial reports due to timing differences between the District's fiscal year and grant program years.

NOTE 5 OTHER INFORMATION

Revenues and expenditures reported under the National School Lunch Program as non-cash assistance represent current year value received and current year distributions, respectively of the Federal Food Distribution Program. TPAF Social Security contributions in the amount of \$1,732,089 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, 2012. The amount reported as TPAF Pension System Contributions in the amount of \$720,859 and TPAF Post-Retirement Medical Benefits Contributions in the amount of \$1,449,114 represents the amount paid by the State on behalf of the District for the fiscal year ended June 30, 2012.

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

On-behalf State Programs for TPAF Pension and Post-Retirement Medical Benefits Contributions are not subject to a State single audit and, therefore, are excluded from major program determination. The Schedule of State Financial Assistance provides a reconciliation of State financial assistance reported in the District's basic financial statements and the amount subject to State single audit and major program determination.

**BERGEN COUNTY TECHNICAL AND VOCATIONAL HIGH SCHOOL
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2012**

Part I – Summary of Auditor’s Results

Financial Statement Section

Type of auditors' report issued: Unqualified

Internal control over financial reporting:

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

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

Noncompliance material to basic financial statements noted? yes X no

Federal Awards Section

Internal Control over major programs:

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

2) Significant deficiencies identified that are not considered to be material weaknesses? yes X none reported

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

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

Identification of major programs:

<u>CFDA Number(s)</u>	<u>Name of Federal Program or Cluster</u>
<u>10.557</u>	<u>School Breakfast Program</u>
<u>10.555</u>	<u>National School Lunch Program</u>
<u>84.41</u>	<u>Education Jobs Fund</u>
<u>84.027</u>	<u>IDEIA Part B - Basic</u>
<u>84.391</u>	<u>IDEIA Part B Basic - ARRA</u>
<u>84.215</u>	<u>Teaching American History</u>
<u>17.246-50</u>	<u>WIA - Adult Training (1)</u>
<u>17.246-50</u>	<u>WIA - Summer Youth (1)</u>
<u>17.246</u>	<u>WIA - Dislocated Worker (1)</u>
<u>17.259</u>	<u>WIA - ARRA (1)</u>

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

Auditee qualified as low-risk auditee? X yes no

Note 1 - Subject to a separate component unit audit

BERGEN COUNTY TECHNICAL AND VOCATIONAL HIGH SCHOOL
SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONT'D)
FOR THE FISCAL YEAR ENDED JUNE 30, 2012

Part I – Summary of Auditor’s Results

State Awards Section

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

Auditee qualified as low-risk auditee? X yes no

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

Internal Control over major programs:

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

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

Any audit findings disclosed that are required to be reported in accordance with section .510(a) of NJ OMB 04-04? yes X no

Identification of major programs:

<u>GMIS Number(s)</u>	<u>Name of State Program or Cluster</u>
<u>12-495-054-5095-002</u>	<u>TPAF Social Security Contributions</u>
<u>12-495-034-5120-085</u>	<u>Adjustment Aid</u>
<u>12-495-034-5120-089</u>	<u>Special Education Aid</u>
<u>12-495-034-5120-084</u>	<u>Security Aid</u>
<u>4545-100-062-095</u>	<u>WIB Programs (1)</u>
<u>100-054-7550-121</u>	<u>WFNJ Programs (1)</u>

Note 1 - Subject to a separate component unit audit

**BERGEN COUNTY TECHNICAL AND VOCATIONAL HIGH SCHOOL
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2012**

Part 2 – Schedule of Financial Statement Findings

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

There are none.

**BERGEN COUNTY TECHNICAL AND VOCATIONAL HIGH SCHOOL
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2012**

Part 3 – Schedule of Federal and State 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 and state programs, as required by OMB Circular A-133 and New Jersey OMB's Circular 04-04.

CURRENT YEAR FEDERAL AWARDS

There are none.

**BERGEN COUNTY TECHNICAL AND VOCATIONAL HIGH SCHOOL
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2012**

Part 3 – Schedule of Federal and State 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 and state programs, as required by OMB Circular A-133 and New Jersey OMB's Circular 04-04.

CURRENT YEAR STATE AWARDS

There are none.

**BERGEN COUNTY TECHNICAL AND VOCATIONAL HIGH SCHOOL
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS
FOR THE FISCAL YEAR ENDED JUNE 30, 2012**

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

STATUS OF PRIOR YEAR FINDINGS

There were none.