

**SCHOOL DISTRICT OF  
CENTRAL REGIONAL**

Bayville, New Jersey  
County of Ocean

**COMPREHENSIVE ANNUAL FINANCIAL REPORT  
FOR THE FISCAL YEAR ENDED JUNE 30, 2012**



**COMPREHENSIVE ANNUAL FINANCIAL REPORT**

**OF THE**

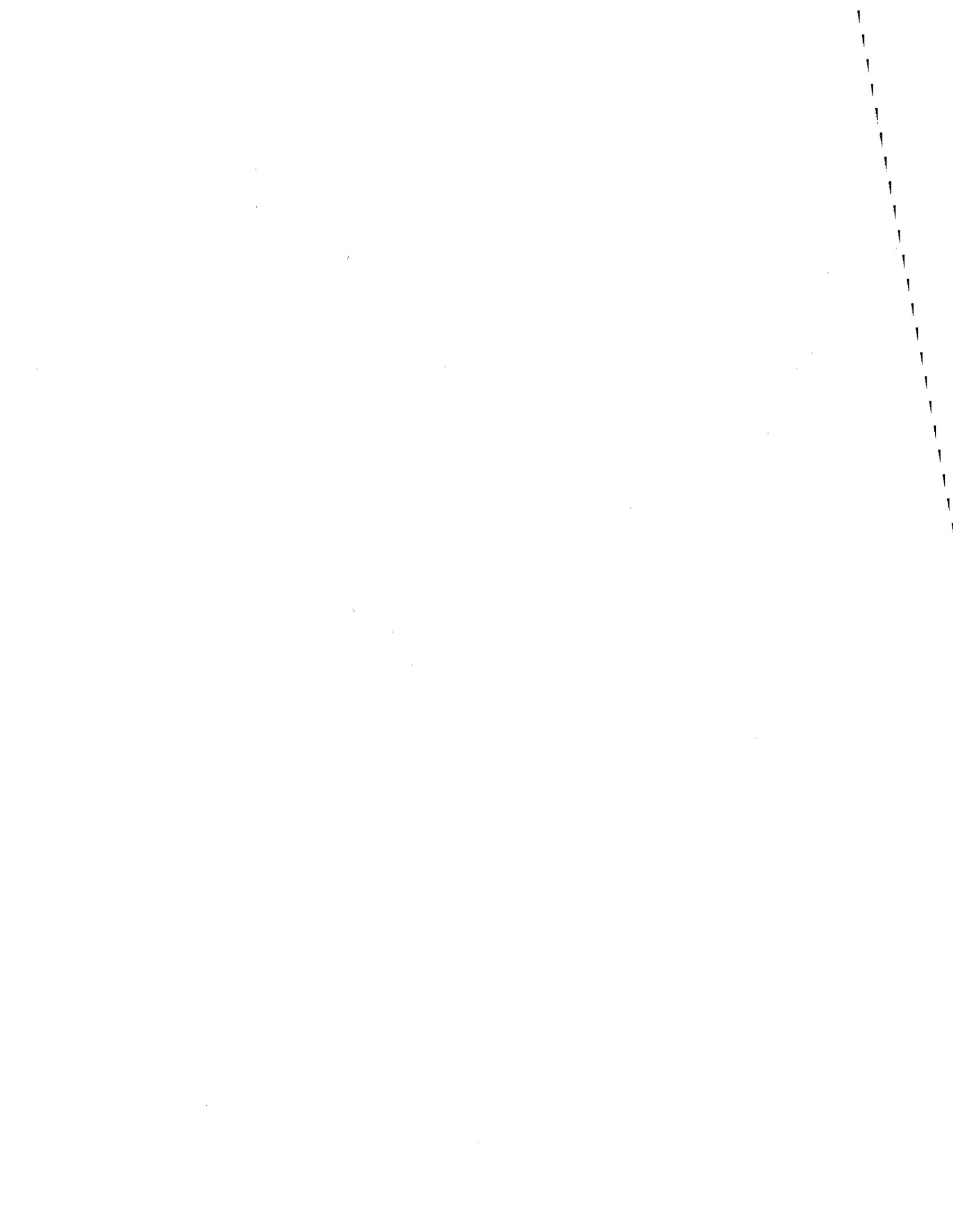
**CENTRAL REGIONAL SCHOOL DISTRICT**

**BAYVILLE, NEW JERSEY**

**FOR THE FISCAL YEAR ENDED JUNE 30, 2012**

**Prepared by**

**Central Regional School District  
Finance Department**



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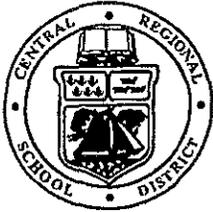
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**INTRODUCTORY SECTION**





# Central Regional School District

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(732) 269-1100  
Fax (732) 237-8872  
www.centralreg.k12.nj.us

TRIANAFILLOS PARLAPANIDES, Ed.D.  
Superintendent of Schools

KEVIN O'SHEA, CPA  
School Business Administrator/  
Board Secretary

August 20, 2012

Members of the Board of Education  
Central Regional School District  
Bayville, New Jersey 08721

Dear Board Member:

The Comprehensive Annual Financial Report (CAFR) for the Central Regional School District for the fiscal year ending June 30, 2012 is hereby submitted. Responsibility for both the accuracy of the data and completeness and fairness of the presentation, including all disclosures, rests with the management of the Board of Education. To the best of our knowledge and belief, the data presented in this report is accurate in all material results of operations of the various funds and account groups of the District. All disclosures necessary to enable the reader to gain an understanding of the district's financial activities have been included.

The Comprehensive Annual Financial Report is presented in four sections: introductory, financial, statistical, and single audit. The introductory section includes this transmittal letter, the District's organizational chart and a list of principal officials. The financial section includes the general purpose financial statements and schedules, as well as, the auditor's report thereon. The statistical section includes selected financial and demographic information, generally presented on a multi-year basis. The district is required to undergo an annual single audit in conformity with the provisions of the Single Audit Act of 1984 and the U.S. Office of Management and Budget Circular A-133, Audits of States, Local Governments, and Non-Profit Organizations; and New Jersey OMB's Circular 98-07, Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid. Information related to this single audit, including the auditor's report on the internal control structure and compliance with applicable laws and regulations and findings and recommendations are included in the single audit section of this report.

**1) REPORTING ENTITY AND ITS SERVICES:** The Central Regional School District is an independent reporting entity within the criteria adopted by the Governmental Accounting Standards Board (GASB) as established by GASB Statement 14. All funds and account groups of the District are included in this report. The Central Regional Board of Education and all its schools constitute the District's reporting entity.

The District provides a full range of educational services appropriate to grade levels 7 through 12. These include regular, vocational as well as special education for handicapped youngsters.

**2) ECONOMIC CONDITION AND OUTLOOK:** The Central Regional School District is located in the Central Eastern portion of Ocean County and consists, geographically, of five separate municipalities within its boundaries. These municipalities include Berkeley Township, Island Heights, Ocean Gate, Seaside Heights and Seaside Park. The district encompasses 43.95 square miles.

**3) MAJOR INITIATIVES:**

**District**

In January 2011, the voters passed a referendum question for funds for various repairs to the district's buildings and campus. Over the next two years approximately \$5.2 million will be spent on the following projects: high roof and windows, district wide paving and district wide connection to city water. In addition, the district contracted with a vendor for the installation of solar panels and a cell tower to be built on district grounds during then 2011/12 school year.

**4) INTERNAL ACCOUNTING CONTROLS:**

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

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

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

**5) BUDGETARY CONTROLS:**

In addition to internal accounting controls, the District maintains budgetary controls. The objective of these budgetary controls is to ensure compliance with legal provisions, embodied in the annual appropriated budget approved by the voters, or the representatives of each municipality or the State of New Jersey. Annual appropriated budgets are adopted for the general fund, the special revenue fund, and the debt service 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 re-

appropriation of fund balance in the subsequent year. Those amounts to be re-appropriated are reported as reservations of fund balance at June 30, 2012.

**6) ACCOUNTING SYSTEM AND REPORTS:**

The District's accounting records, to the best of our knowledge, reflect the generally accepted accounting principles, as promulgated by the GASB. The accounting system of the District is organized on the basis of funds and account groups. These funds and account groups are explained in "Notes to the Financial Statements", Note 1.

**7) DEBT SERVICE**

The Debt Service (principal and interest) is related to the renovations and additions to the Middle School and High School and district wide projects. Bonds were issued in 2001, 2008 and 2011. They will be retired over a fifteen (15) year and ten (10) year period respectively.

**8) CASH MANAGEMENT**

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

**9) RISK MANAGEMENT**

The Board carries various forms of insurance, including but not limited to general liability, automotive liability and comprehensive/collision, hazard and theft insurance on property and contents, and fidelity bonds.

The District has an active Risk Management Committee that is instrumental in reducing exposure to employee injury and researching means to reduce exposure for the district to other types of risk. The district has a District Safety Committee comprised of three (3) Board Members who actively work to insure the safety of students and staff.

**10) OTHER INFORMATION**

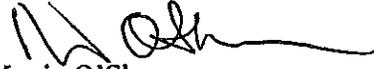
**INDEPENDENT AUDIT** - State statutes require an annual audit by independent certified public accountants or registered municipal accountants. The firm of Holman & Frenia, P.C., was appointed by the Board of Education to perform this audit. In addition to meeting the requirements set forth in state statutes, the audit also was designed to meet the requirements of the Single Audit Act of 1996 and the related OMB circular A-133 and state Treasury Circular Letter 04-04 OMB. The auditor's report on the general purpose financial statements and combining and individual fund statements and schedules is included in the financial section of this report.

**11) ACKNOWLEDGEMENTS**

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

Respectfully submitted,

  
Triantafillos Parlapanides, Ed.D.  
Superintendent of Schools

  
Kevin O'Shea  
Business Administrator/Board Secretary

Central Regional School District  
 Central Office Organizational Chart  
 2011 - 2012  
 Responsibilities

**Superintendent**  
**Dr. Triantafillos Parlapanides**  
**QSAC CONTINUUM RESPONSIBILITIES**  
 Operations  
 Governance  
 Personnel  
 Instruction & Program  
 Fiscal Management  
Other Responsibilities  
 Major Initiatives  
 Community Relations

ORGANIZATIONAL CHART  
 CENTRAL REGIONAL SCHOOL DISTRICT

	<b>Board of Education</b>	
	<b>Superintendent of Schools</b>	
	Superintendent Office Staff	
Athletic Director	Energy Education	IT
<u>Business Administrator</u>	<u>Data Analysis</u>	<u>Student Pupil Personnel Supervisor</u>
Business Office Staff	Principals/ Supervisors Director of Special Services	
Transportation	Assistant Principals	CST
Facilities Manager	Teachers	Paraprofessionals
Grounds Foreman	Support Staff	Health Services
Food Service	CST Support Staff	Registration

**School Business Administrator**  
 Mr. Kevin O'Shea

**QSAC Continuum Responsibilities**  
 Governance  
 Fiscal Management  
Other Responsibilities  
 Transportation  
 Buildings and Grounds  
 Food Service  
 Energy Education

**Supervisors**  
 Mrs. Louise Pisci  
 Mr. Curtis Kleier

**QSAC Continuum Responsibilities**  
 Instruction & Program  
 Personnel  
Other Responsibilities  
 Professional Development  
 Teacher Evaluation  
 Testing and Data Analysis  
 Instructional Improvement

**Directors**  
 Mr. Darryl Hoels  
 Mrs. Patricia Moore

**QSAC Continuum Responsibilities**  
 Operations  
Other Responsibilities  
 504 Compliance Officer  
 DYFS/Homeless Liaison  
 NCLB/Grant Coordinator  
 Residency/Attendance  
 District Affirmative Action Officer



**CENTRAL REGIONAL SCHOOL DISTRICT  
BAYVILLE, NEW JERSEY**

**ROSTER OF OFFICIALS  
JUNE 30, 2012**

<b>MEMBERS OF THE BOARD OF EDUCATION</b>	<b>MUNICIPALITY</b>	<b>TERM</b>
Keith Buscio	Berkeley	2012
Susan Cowdrick	Island Heights	2012
Christine Dwight	Berkeley	2013
Robert Everett	Berkeley	2012
Michael Graichen	Seaside Heights	2014
Stephanie Jensen	Ocean Gate	2014
Tracy Mianulli	Seaside Park	2014
Thomas Raneri	Berkeley	2012
Denise Pavone-Wilson	Berkeley	2013

**OTHER OFFICIALS**

Triantafillos Parlapanides, ED.D., Superintendent

Kevin O'Shea, CPA, Business Administrator

Carmen Memoli, Treasurer of School Monies

William T. Hiering, Jr., Board Attorney

**CENTRAL REGIONAL SCHOOL DISTRICT**  
**BAYVILLE, NEW JERSEY 08721**

**CONSULTANTS AND ADVISORS**

**ATTORNEY**

William T. Hering, Jr., Esq.  
Hering, Gannon and McKenna  
29 Hadley Ave  
Toms River, NJ 08753

**AUDIT FIRM**

Frank B. Holman, III, CPA, PSA  
Holman & Frenia, P. C.  
10 Allen Street, Suite 2B  
Toms River, New Jersey 08753

**OFFICIAL DEPOSITORY**

Ocean First Bank  
975 Hooper Ave  
Toms River, NJ 08753

**FINANCIAL SECTION**





Certified Public Accountants & Consultants

## INDEPENDENT AUDITOR'S REPORT

Honorable President and Members  
of the Board of Education  
Central Regional School District  
County of Ocean  
Bayville, New Jersey 08721

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund and the aggregate remaining fund information of the Board of Education of the Central Regional School District, County of Ocean, State of New Jersey, as of and for the fiscal year ended June 30, 2012, which collectively comprise the District's financial statements as listed in the table of contents. These financial statements are the responsibility of the Board'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; and the standards applicable to financial audits contained in *Governmental Auditing Standards*, issued by the Comptroller General of the United States; and audit requirements as prescribed by the Division of Finance, Department of Education, State of New Jersey. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinions.

In our opinion, the financial statements referred to above present fairly in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of the Board of Education of the Central Regional School District, County of Ocean, State of New Jersey, as of June 30, 2012, and the respective changes in financial position and cash flows, where applicable, thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued our report dated August 20, 2012, on our consideration of the Central Regional Board of Education's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of our audit performed in accordance with *Governmental Auditing Standards* and should be considered in assessing the results of our audit.

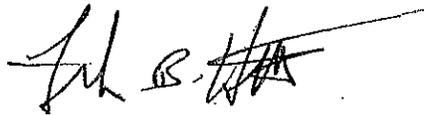
Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and budgetary comparison information on pages 10 through 15 and 51 through 64 be presented to supplement the basic financial statements. Such information, although not a part 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 Central Regional Board of Education's financial statements. The accompanying introductory section, and other supplementary information such as the combining and individual fund financial statements, long-term debt schedules and statistical information are presented for purposes of additional analysis and are not a required part of the financial statements. The accompanying schedule of expenditures of federal 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* respectively, and is also not a required part of the financial statements. The combining and individual fund financial statements, long-term debt schedules and the accompanying schedule of expenditures of federal and state financial assistance have been subjected to the auditing procedures applied in the audit of the basic financial statements and in our opinion, are fairly stated in all material respects in relation to the basic financial statements taken as a whole. The introductory section and statistical information have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we express no opinion on them.

Respectfully Submitted,

HOLMAN & FRENIA, P. C.



Frank B. Holman, III  
Public School Accountant  
Certified Public Accountant  
No. 783

Toms River, New Jersey  
August 20, 2012

**REQUIRED SUPPLEMENTARY INFORMATION – PART I**

Management's Discussion and Analysis



**CENTRAL REGIONAL SCHOOL DISTRICT  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2012**

**UNAUDITED**

The discussion and analysis of Central Regional School District's financial performance provides an overall review of the school district's financial activities for the fiscal year ended June 30, 2012. The intent of this discussion and analysis is to look at the school district's financial performance as a whole, readers should also review the notes to the basic financial statements and financial performance.

The Management's Discussion and Analysis (MD&A) is an element of Required Supplementary Information specified in the Governmental Accounting Standards Board's (GASB) Statement No. 34-Basic Financial Statements and Management's Discussion and Analysis for State and Local Governments issued in June 1999.

**Financial Highlights**

Key financial highlights for 2012 are as follows:

- In total, net assets increased \$1,213,494 which represents a 5.50 percent increase from 2011.
- General Fund revenues accounted for \$32,985,259 in revenue or 91.02 percent of all revenues. Program specific revenues in the form of charges for services and operating grants and contributions accounted for \$1,921,633 or 5.47 percent of total revenues of \$35,161,806.
- Cash and cash equivalents decreased by \$2,080,282, receivables increased by \$120,430 and net capital assets increased by \$2,243,656.
- The school district had \$35,869,945 in expenses; only \$1,921,633 of these expenses was offset by program specific charges for services, grants or contributions. General revenues (primarily taxes and state aid) of \$35,161,806 were adequate to provide for these programs.
- Among governmental funds, the general fund had \$32,985,259 in revenues and \$32,454,595 in expenditures. The district's general fund balance increased \$668,284 from 2011.
- The district issued \$4,113,000 in bonds in April of 2011. The money from this debt, along with a state grant of \$1,095,630, will go towards much needed repairs and upgrades to the district. The repairs include a new roof for the high school, new windows for the high school, city water connection for the middle school and high school and paving projects throughout the district.

**Using this Comprehensive Annual Financial Report (CAFR)**

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

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

## **Reporting the school district as a whole**

### **Statement of Net Assets and the Statement of Activities**

While these documents contain the large number of funds used by the school district to provide programs and activities, the view of the school district as a whole looks at all financial transactions and asks the questions, "How did we do financially during 2012?" The Statement Net Assets and the Statement of Activities answer this question. These statements include all assets and liabilities using the accrual basis of accounting similar to the accounting used by most private-sector companies. This basis of accounting takes into account all of the current year's revenues and expenses regardless of when cash is received or paid.

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

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

- **Governmental Activity** – All of the school district's programs and services are reported here including instruction, support services, operation and maintenance of plant facilities, pupil transportation and extra-curricular activities.
- **Business Type Activity** – This service is provided on a charge for goods or services basis to recover all the expenses of the goods or services provided. The Food Service and Childcare enterprise funds are reported as a business activity.

## **Reporting the School District's Most Significant Funds**

### **Fund Financial Statements**

Fund financial reports provide detailed information about the school district's major funds. The school district uses many funds to account for a multitude of financial transactions. However, these fund financial statements focus on the school district's most significant funds. The school district's major governmental funds are the General Fund, Special Revenue Fund, Capital Projects Fund and Debt Service Fund.

### **Governmental Funds**

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

### **Enterprise Fund**

The enterprise fund uses the same basis of accounting as business-type activities; therefore, these states are essentially the same.

**Notes to the Financial Statements**

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

**The School District as a Whole**

Recall that the Statement of Net Assets provides the perspective of the School District as a whole. Net assets may serve over time as a useful indicator of a government's financial position. The District's financial position is the product of several financial transactions including the net results of activities, the acquisition and payment of debt, the acquisition and disposal of capital assets, and the depreciation of capital assets.

Table 1 provides a summary of the School District's net assets for 2011 and 2012.

	2012	2011
<b>Assets</b>		
Current and other Assets	\$ 2,897,682	\$ 4,857,534
Capital Assets	30,236,026	27,992,370
<b>Total Assets</b>	<b>33,133,708</b>	<b>32,849,904</b>
<b>Liabilities</b>		
Long Term Liabilities	8,168,002	8,892,501
Other Liabilities	1,657,385	1,862,575
<b>Total Liabilities</b>	<b>9,825,387</b>	<b>10,755,076</b>
<b>Net Assets</b>		
Invested in Capital Assets, Net of Debt	22,630,367	18,546,859
Restricted	1,907,467	401,227
Unrestricted	(1,229,513)	3,146,742
<b>Total Net Assets</b>	<b>23,308,321</b>	<b>22,094,828</b>

Table 2 Shows changes in net assets for 2011 and 2012.

Table 2  
Changes in Net Assets

REVENUES	2012	2011
Charges for Services	\$ 662,925	\$ 724,093
Operating Grants & Contribution	1,258,708	3,427,900
Property Taxes	27,985,785	27,776,257
Grants & Entitlements	6,773,184	2,727,947
Other	402,837	298,871
<b>Total Revenue</b>	<b>\$37,083,439</b>	<b>\$34,955,068</b>

<b>Expenses</b>	<b>2012</b>	<b>2011</b>
<b>Instruction</b>		
Regular	\$ 8,226,793	\$ 7,662,009
Special Education	3,284,701	4,251,694
Other Special Instruction	146,181	133,406
Vocational	101,297	98,785
Other	1,105,690	1,110,216
<b>Support Services</b>		
Tuition	1,358,355	1,597,999
Student & Instr. Related	2,888,541	3,020,552
School Admin. Services	945,841	918,003
Other Admin Services	790,993	846,477
Plant Oper & Maintenance	2,674,594	2,981,790
Central Services & Adm. Info.	769,656	649,351
Transportation	2,244,262	3,011,998
Unallocated Benefits	8,272,378	7,860,346
Special School	37,885	25,084
<b>Debt Services</b>		
Interest	302,193	256,460
Unallocated Depreciation	1,372,311	1,415,116
<b>Other</b>	512,944	
<b>Total Government Activities</b>		
<b>Business Type</b>		
Food Service	830,407	855,653
Community School	4,923	11,500
<b>Total</b>	835,330	877,153
<b>Total District Expense</b>	\$35,869,945	\$34,252,775

### Governmental Activities

The unique nature of property taxes in New Jersey creates the legal requirements to annually seek voter or Department of Education approval for the School District operations. Property taxes made up 75.47 percent of revenues for governmental activities for the Central Regional School District for the year 2012. The district's total revenues were \$37,083,439 for the year ended June 30, 2012. Federal, state and local grants accounted for another 17.86 percent of revenue.

The total cost of all programs and services was \$35,869,945. Instruction expenses comprised approximately 36.96% of district expenses in 2012.

### Business Type Activities

Revenues for the District's business-type activities (food service and community school programs) were comprised of charges for services and federal and state reimbursements.

- Revenues exceeded food services expenses by \$8,739
- Charges services represent \$484,769 of revenue. This represents amounts paid by patrons for daily food service, services and SAT Program.
- Federal and state reimbursement for meals, including payments for free and reduced lunches and breakfast and donated commodities was \$359,300

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

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

### The School District's Funds

All governmental funds (i.e. general fund, special revenue fund capital projects fund and debt service fund presented in the fund-based) are accounted for using the modified accrual basis of accounting. Total revenues amounted to \$36,239,370 and expenditures were \$38,314,862. The net change in fund balance for the year was a decrease of \$1,937,872. This reflects the district's expenditure of Capital Project Funds as well as budgeted use of fund balance and the deferral of the final state aid payment.

As demonstrated by the various statements and schedules included in the financial section of this report the district continues to meet its responsibility for sound financial management. The following schedules present a summary of the revenues of the governmental funds for the year ended June 30, 2012 and the amount and percentage of increases and decreases in relation to prior year revenues.

Table 3

<u>Revenue</u>	<u>Amount</u>	<u>Percent of Total</u>	<u>Increase (Decrease) from 2011</u>	<u>Percent of Increase (Decrease)</u>
Local Sources	\$28,566,778	78.83	\$ 227,354	10.94
State Sources	6,618,793	18.26	2,028,840	97.62
Federal Sources	1,053,799	2.91	(177,929)	(8.56)
Other Sources	-0-	0.00	(0)	0.0

State Revenues increased by \$2,028,840. The increase in local revenue was predominately due to an increase in the tax levy.

The following schedule represents a summary of general fund, special revenue fund, capital project fund and debt service fund expenditures for the year ended June 30, 2011 and the percentage of increases and decreases in relation to prior year amounts.

Table 4

<u>Expenditures</u>	<u>Amount</u>	<u>Increase (Decrease) from 2011</u>	<u>Percent of Increase (Decrease)</u>
Instruction	\$12,946,434	\$(521,003)	(15.41)
Undistributed	19,999,686	113,168	3.34
Capital Outlay	4,105,807	3,683,420	108.97
Special Schools	37,885	12,801	0.38
Debt Service	<u>1,225,050</u>	91,989	2.72
Total	\$38,314,862		

Changes in expenditures were the results of varying factors. Instructional expenses decreased largely due to the loss of state aid, which affected various programs.

Capital outlay increased due to the expenditure of funds to repair the high school roof and windows during 2012.

## General Fund Budgeting Highlights

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

### Capital Assets

At the end of the fiscal year 2012, the school district had invested in land, buildings, furniture and equipment and vehicles. Table 5 shows fiscal 2012 and 2011 balances.

Table 5  
Capital Assets at June 30<sup>th</sup>

	<u>2012</u>	<u>2011</u>
Land	\$ 1	\$ 1
Buildings & Improvements	28,321,408	25,554,489
Machinery & Equipment	<u>1,914,617</u>	<u>2,141,517</u>
Totals:	\$30,236,026	\$ 28,696,005

Overall capital assets increased \$248,983 from year 2011 to year 2012. The increase in capital assets is due to depreciation charges being less than new capital construction and purchases. For more detailed information, please refer to the Notes to the Financial Statements.

### Debt Administration

At June 30, 2012 and 2011, the School District had outstanding debt.

Table 6  
Bonded Outstanding Debt at June 30,

	<u>2012</u>	<u>2011</u>
2001 Issue	\$ -0-	\$130,000
2008 Issue	\$4,220,000	\$5,045,000
2011 Issue	<u>\$4,113,000</u>	<u>\$4,113,000</u>
	\$8,333,000	\$9,288,000

At June 30, 2012, the School District was within its legal debt margin. For more detailed information, please refer to the Notes to the Financial Statements and Schedule J-13.

### For the future

The Central Regional School District is presently in good financial condition. The School District is proud of its community support of the public schools. In conclusion, the Central Regional school District has committed itself to financial excellence for many years. In addition, the school district's system for financial planning, budgeting and internal financial controls are well regarded. The school plans to continue its sound management to meet the challenges of the future.

### Contacting the School District's Financial Management

This financial report is designed to provide our citizens, taxpayers, investors and creditors with a general overview of the school district's finances and to show the school district's accountability for the money it receives. If you have questions about this report or need additional information contact Kevin O'Shea, Business Administrator, at the Central Regional Board of Education, Forest Hills Parkway, Bayville, New Jersey 08721. Please visit our website at <http://www.centralreg.k12.nj.us/>.

**BASIC FINANCIAL STATEMENTS**



**A. District-Wide Financial Statements**



**CENTRAL REGIONAL SCHOOL DISTRICT**  
**STATEMENT OF NET ASSETS**  
**JUNE 30, 2012**  
**(With Comparative Totals for June 30, 2011)**

ASSETS	GOVERNMENTAL ACTIVITIES	BUSINESS-TYPE ACTIVITIES	TOTALS	
			JUNE 30, 2012	JUNE 30, 2011
				(MEMORANDUM ONLY)
Cash & Cash Equivalents	\$1,587,838	90,259	1,678,097	4,058,971
Receivables, Net	664,405	1,573	665,978	545,548
Restricted Assets:				
Capital Reserve Account - Cash	553,607		553,607	253,015
Capital Assets, Net (Note 4)	30,164,820	71,206	30,236,026	27,992,370
<b>Total Assets</b>	<b>32,970,670</b>	<b>163,038</b>	<b>33,133,708</b>	<b>32,849,904</b>
<b>LIABILITIES</b>				
Accounts Payable & Accrued Expenses	269,078	20,710	289,788	496,917
Accrued Interest Payable	130,464		130,464	
Deferred Revenue	787		787	
Noncurrent Liabilities (Note 5):				
Due Within One Year	1,236,346		1,236,346	1,365,658
Due Beyond One Year	8,168,002		8,168,002	8,892,501
<b>Total Liabilities</b>	<b>9,804,677</b>	<b>20,710</b>	<b>9,825,387</b>	<b>10,755,076</b>
<b>NET ASSETS</b>				
Invested in Capital Assets, Net of Related Debt	21,618,461	71,206	21,689,667	18,546,859
Restricted For:				
Debt Service	(36,096)		(36,096)	6,915
Capital Reserve	553,607		553,607	
Maintenance Reserve	191,348		191,348	
Emergency Reserve	50,100		50,100	
Capital Projects	1,148,508		1,148,508	394,312
Unrestricted	(359,935)	71,122	(288,813)	3,146,742
<b>Total Net Assets</b>	<b>\$23,165,993</b>	<b>142,328</b>	<b>23,308,321</b>	<b>22,094,828</b>

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

**CENTRAL REGIONAL SCHOOL DISTRICT  
STATEMENT OF ACTIVITIES  
FOR THE YEAR ENDED JUNE 30, 2012  
(With Comparative Totals for June 30, 2011)**

FUNCTIONS/PROGRAMS	PROGRAM REVENUES		NET (EXPENSE) REVENUE AND CHANGES IN NET ASSETS			
	CHARGES FOR SERVICES	OPERATING GRANTS & CONTRIBUTIONS	GOVERNMENTAL ACTIVITIES	BUSINESS- TYPE ACTIVITIES	TOTALS JUNE 30, 2012	TOTALS (MEMORANDUM ONLY) JUNE 30, 2011
Governmental Activities:						
Instruction:						
Regular	\$8,226,793		739,664	(7,487,129)	(7,487,129)	(7,662,009)
Special Education	3,284,701	178,156		(3,106,545)	(3,106,545)	(2,985,001)
Other Special Instruction	146,181			(146,181)	(146,181)	(133,406)
Vocational	101,297			(101,297)	(101,297)	(98,785)
Other Instruction	1,105,690			(1,105,690)	(1,105,690)	(1,110,216)
Support Services & Undistributed Costs:						
Tuition	1,358,355			(1,358,355)	(1,358,355)	(1,597,999)
Student & Instruction Related Services	2,888,541		159,744	(2,728,797)	(2,728,797)	(2,888,030)
School Administrative Services	945,841			(945,841)	(945,841)	(918,003)
Other Administrative Services	790,993			(790,993)	(790,993)	(846,477)
Administrative Information Technology	769,656			(769,656)	(769,656)	(649,351)
Plant Operations & Maintenance	2,674,594			(2,674,594)	(2,674,594)	(2,981,790)
Pupil Transportation	2,244,262			(2,244,262)	(2,244,262)	(2,010,025)
Unallocated Benefits	8,272,378			(8,272,378)	(8,272,378)	(5,902,405)
Special Schools	37,885			(37,885)	(37,885)	(25,084)
Debt Service:						
Interest & Other Charges	302,193			(302,193)	(302,193)	(256,460)
Unallocated Loss on Revaluation of Fixed Assets	467,603			(467,603)	(467,603)	
Unallocated Depreciation	1,372,311			(1,372,311)	(1,372,311)	(1,415,116)
Unallocated Compensated Absences	45,341			(45,341)	(45,341)	

**CENTRAL REGIONAL SCHOOL DISTRICT  
STATEMENT OF ACTIVITIES  
FOR THE YEAR ENDED JUNE 30, 2012  
(With Comparative Totals for June 30, 2011)**

FUNCTIONS/PROGRAMS	PROGRAM REVENUES		NET (EXPENSE) REVENUE AND CHANGES IN NET ASSETS			
	CHARGES FOR SERVICES	OPERATING GRANTS & CONTRIBUTIONS	GOVERNMENTAL ACTIVITIES	BUSINESS-TYPE ACTIVITIES	TOTALS (MEMORANDUM ONLY)	TOTALS (MEMORANDUM ONLY)
	EXPENSES				JUNE 30, 2012	JUNE 30, 2011
Total Governmental Activities	35,034,615	178,156	899,408	(33,957,051)	(33,957,051)	(31,480,157)
Business-Type Activities:						
Food Service	830,407	479,519	359,300		8,412	(6,539)
Community School	4,923	5,250			327	1,292
Total Business-Type Activities	835,330	484,769	359,300		8,739	(5,247)
Total Primary Government	<u>\$35,869,945</u>	<u>662,925</u>	<u>1,258,708</u>	<u>(33,957,051)</u>	<u>8,739</u>	<u>(33,948,312)</u>
General Revenues:						
Taxes:						
Property Taxes, Levied for General Purposes, Net				26,673,913	26,673,913	27,776,257
Taxes levied for Debt Service				1,311,872	1,311,872	46,208
Federal and State Aid				6,773,184	6,773,184	2,681,739
Miscellaneous Income				402,837	402,837	298,872
Total General Revenues, Special Items, Extraordinary Items & Transfers				<u>35,161,806</u>	<u>35,161,806</u>	<u>30,803,076</u>
Change In Net Assets				1,204,755	8,739	1,213,494
Net Assets - Beginning				<u>21,961,238</u>	<u>133,589</u>	<u>22,094,827</u>
Net Assets - Ending				<u>23,165,993</u>	<u>142,328</u>	<u>23,308,321</u>

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



## **B. Fund Financial Statements**



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## Governmental Funds



**CENTRAL REGIONAL SCHOOL DISTRICT  
GOVERNMENTAL FUNDS  
BALANCE SHEET  
JUNE 30, 2012  
(With Comparative Totals for June 30, 2011)**

	GENERAL FUND	SPECIAL REVENUE FUND	CAPITAL PROJECTS FUND	DEBT SERVICE FUND	TOTALS (MEMORANDUM ONLY)	
					JUNE 30, 2012	JUNE 30, 2011
<b>ASSETS &amp; OTHER DEBITS</b>						
Cash & Cash Equivalents	\$270,029	283,373	940,700	93,736	1,587,838	4,008,985
Due from Other Funds	357,217			632	357,849	356,984
Receivables from Other Governments	372,204	83,528	208,440		664,172	545,153
Restricted Cash & Cash Equivalents	553,607				553,607	253,015
<b>Total Assets</b>	<b>\$1,553,057</b>	<b>366,901</b>	<b>1,149,140</b>	<b>94,368</b>	<b>3,163,466</b>	<b>5,164,137</b>
<b>LIABILITIES &amp; FUND BALANCES</b>						
<b>Liabilities:</b>						
Accounts Payable	\$259,948	9,130			269,078	326,080
Interfund Payable		356,984	632		357,616	356,984
Payable to Other Governments						4,420
Deferred Revenue		787			787	2,796
<b>Total Liabilities</b>	<b>259,948</b>	<b>366,901</b>	<b>632</b>		<b>627,481</b>	<b>690,280</b>
<b>Fund Balances:</b>						
<b>Restricted for:</b>						
Maintenance Reserve	191,348				191,348	91,248
Emergency Reserve	50,100				50,100	50,050
Capital Reserve Account	553,607				553,607	253,015
Capital Projects Fund			68,902		68,902	3,842,119
Debt Service Fund						6,851
<b>Assigned to:</b>						
Other Purposes			1,079,606		1,079,606	103,552
Designated for Subsequent Year's Expenditures	302,551			94,368	396,919	300,062
<b>Committed to:</b>						
Other Purposes	92,754				92,754	
<b>Unassigned, Reported in:</b>						
General Fund	102,749				102,749	(173,040)
<b>Total Fund Balances</b>	<b>1,293,109</b>		<b>1,148,508</b>	<b>94,368</b>	<b>2,535,985</b>	<b>4,473,857</b>
<b>Total Liabilities &amp; Fund Balances</b>	<b>\$1,553,057</b>	<b>366,901</b>	<b>1,149,140</b>	<b>94,368</b>		

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 \$57,020,488 and the accumulated depreciation is \$26,855,668.	30,164,820	27,891,509
Accrued interest payable is not recorded in the fund financial statements due to the fact that payable is not due in the period.	(130,464)	(145,969)
Certain liabilities are not reported in this fund financial statement because they are not due and payable, but they are presented in the statement of net assets	(9,404,348)	(10,258,159)
<b>Net assets of Governmental Activities</b>	<b>\$23,165,993</b>	<b>21,961,238</b>

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

**CENTRAL REGIONAL SCHOOL DISTRICT  
GOVERNMENTAL FUNDS  
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES  
FOR THE FISCAL YEAR ENDED JUNE 30, 2012  
(With Comparative Totals for June 30, 2011)**

	GENERAL FUND	SPECIAL REVENUE FUND	CAPITAL PROJECTS FUND	DEBT SERVICE FUND	TOTALS	
					(MEMORANDUM ONLY)	
					JUNE 30, 2012	JUNE 30, 2011
<b>Revenues:</b>						
<b>Local Sources:</b>						
Local Tax Levy	\$26,673,913			1,311,872	27,985,785	27,776,257
Tuition	178,156				178,156	240,990
Transportation Fees from Other LEAs	225,390				225,390	80,900
Miscellaneous	157,499	19,316	632		177,447	241,277
<b>Total Local Sources</b>	<b>27,234,958</b>	<b>19,316</b>	<b>632</b>	<b>1,311,872</b>	<b>28,566,778</b>	<b>28,339,424</b>
State Sources	5,576,594		1,042,199		6,618,793	4,589,953
Federal Sources	173,707	880,092			1,053,799	1,231,728
<b>Total Revenues</b>	<b>32,985,259</b>	<b>899,408</b>	<b>1,042,831</b>	<b>1,311,872</b>	<b>36,239,370</b>	<b>34,161,105</b>
<b>Expenditures:</b>						
<b>Current Expense:</b>						
Regular Instruction	7,568,901	739,664			8,308,565	7,873,336
Special Education Instruction	3,284,701				3,284,701	4,251,694
Other Special Instruction	146,181				146,181	133,406
Vocational Education	101,297				101,297	98,785
Other Instruction	1,105,690				1,105,690	1,110,216
<b>Support Services:</b>						
Tuition	1,358,355				1,358,355	1,597,999
Student & Instruction Related Services	2,728,797	159,744			2,888,541	3,020,552
School Administrative Services	945,841				945,841	918,005
Other Administrative Services	790,993				790,993	846,477
Central Services	461,782				461,782	425,458
Administrative Information Technology	307,874				307,874	223,893
Plant Operations & Maintenance	2,729,660				2,729,660	2,981,790
Pupil Transportation	2,244,262				2,244,262	2,011,998
Employee Benefits	8,272,378				8,272,378	7,860,346
Capital Outlay	369,998		3,735,809		4,105,807	422,387
Special Schools	37,885				37,885	25,084
<b>Debt Service:</b>						
Principal				955,000	955,000	915,000
Interest & Other Charges				270,050	270,050	218,061
<b>Total Expenditures</b>	<b>32,454,595</b>	<b>899,408</b>	<b>3,735,809</b>	<b>1,225,050</b>	<b>38,314,862</b>	<b>34,934,487</b>
<b>Excess/(Deficiency) of Revenues Over/(Under) Expenditures</b>	<b>530,664</b>		<b>(2,692,978)</b>	<b>86,822</b>	<b>(2,075,492)</b>	<b>(773,382)</b>
<b>Other Financing Sources/(Uses):</b>						
Bond Proceeds						4,113,000
Transfer from/(to) Other Funds			(632)	632		
Capital Leases (Non-Budgeted)	137,620				137,620	14,525
<b>Total Other Financing Sources/(Uses)</b>	<b>137,620</b>		<b>(632)</b>	<b>632</b>	<b>137,620</b>	<b>4,127,525</b>
<b>Excess/(Deficiency) of Revenues &amp; Other Financing Sources Over/(Under) Expenditures &amp; Other Financing (Uses)</b>	<b>668,284</b>		<b>(2,693,610)</b>	<b>87,454</b>	<b>(1,937,872)</b>	<b>3,354,143</b>
Fund Balances July 1, 2011	624,825		3,842,118	6,914	4,473,857	1,119,714
<b>Fund Balances June 30, 2012</b>	<b>\$1,293,109</b>	<b>-</b>	<b>1,148,508</b>	<b>94,368</b>	<b>2,535,985</b>	<b>4,473,857</b>

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

**CENTRAL REGIONAL SCHOOL DISTRICT  
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES,  
AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS  
TO THE STATEMENT OF ACTIVITIES  
FOR THE YEAR ENDED JUNE 30, 2012**

Total Net Change in Fund Balances - Governmental Funds (From B-2) (\$1,937,872)

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

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

Depreciation Expense	(\$1,372,311)	
Revaluation of Fixed Assets	(467,603)	
Capital Outlays	4,113,225	2,273,311

Repayment of bond principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net assets and is not reported in the statement of activities. 955,000

Repayment of capital lease principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net assets and is not reported in the statement of activities. 81,772

Interest on long-term debt in the statement of activities is accrued, regardless of when due. In the governmental funds, interest is reported when due.

Prior Year	145,969	
Current Year	(130,464)	15,505

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

Prior Year	812,648	
Current Year	(857,989)	(45,341)

The proceeds from the issuance of capital leases provide current financial resources and are reported in this fund financial statement, but they are presented as liabilities in the statement of net assets.

(137,620)

Change in Net Assets of Governmental Activities

\$1,204,755

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



## Proprietary Funds



**CENTRAL REGIONAL SCHOOL DISTRICT  
 PROPRIETARY FUNDS  
 STATEMENT OF NET ASSETS  
 FOR THE FISCAL YEAR ENDED JUNE 30, 2012  
 (With Comparative Totals for June 30, 2011)**

ASSETS	ENTERPRISE FUND	TOTALS	
		(MEMORANDUM ONLY)	
		JUNE 30, 2012	JUNE 30, 2011
Current Assets:			
Cash & Cash Equivalents	\$90,259	90,259	49,986
Accounts Receivable	1,573	1,573	395
Total Current Assets	91,832	91,832	50,381
Fixed Assets:			
Equipment	321,206	321,206	283,427
Accumulated Depreciation	(250,000)	(250,000)	(182,566)
Total Fixed Assets	71,206	71,206	100,861
Total Assets	163,038	163,038	151,242
Current Liabilities:			
Accounts Payable	20,710	20,710	17,653
Total Current Liabilities	20,710	20,710	17,653
NET ASSETS			
Investment in Fixed Capital	71,206	71,206	100,861
Unrestricted	71,122	71,122	32,728
Total Net Assets	\$142,328	142,328	133,589

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

**CENTRAL REGIONAL SCHOOL DISTRICT  
 PROPRIETARY FUNDS  
 STATEMENT OF REVENUES, EXPENSES AND CHANGES  
 IN FUND NET ASSETS  
 FOR THE FISCAL YEAR ENDED JUNE 30, 2012  
 (With Comparative Totals for June 30, 2011)**

	ENTERPRISE FUND	TOTALS	
		(MEMORANDUM ONLY)	
		JUNE 30, 2012	JUNE 30, 2011
Operating Revenue:			
Charges for Services	\$484,769	484,769	483,104
Total Operating Revenue	<u>484,769</u>	<u>484,769</u>	<u>483,104</u>
Operating Expenses:			
Other Purchased Services	397,767	397,767	459,683
Supplies and Materials	58,315	58,315	33,150
Depreciation	29,931	29,931	29,708
Cost of Sales	349,317	349,317	275,573
Total Operating Expenses	<u>835,330</u>	<u>835,330</u>	<u>798,114</u>
Operating (Loss)/Gain	<u>(350,561)</u>	<u>(350,561)</u>	<u>(315,010)</u>
Nonoperating Revenues:			
State Sources:			
State School Lunch Program	7,891	7,891	8,042
Federal Sources:			
School Breakfast Program	36,904	36,904	36,014
National School Lunch Program	260,561	260,561	232,556
Food Distribution Program	53,944	53,944	33,150
Miscellaneous			1,099
Total Nonoperating Revenues	<u>359,300</u>	<u>359,300</u>	<u>310,861</u>
Change in Net Assets	8,739	8,739	(4,149)
Total Net Assets - Beginning	<u>133,589</u>	<u>133,589</u>	<u>137,738</u>
Total Net Assets - Ending	<u><u>142,328</u></u>	<u><u>142,328</u></u>	<u><u>133,589</u></u>

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

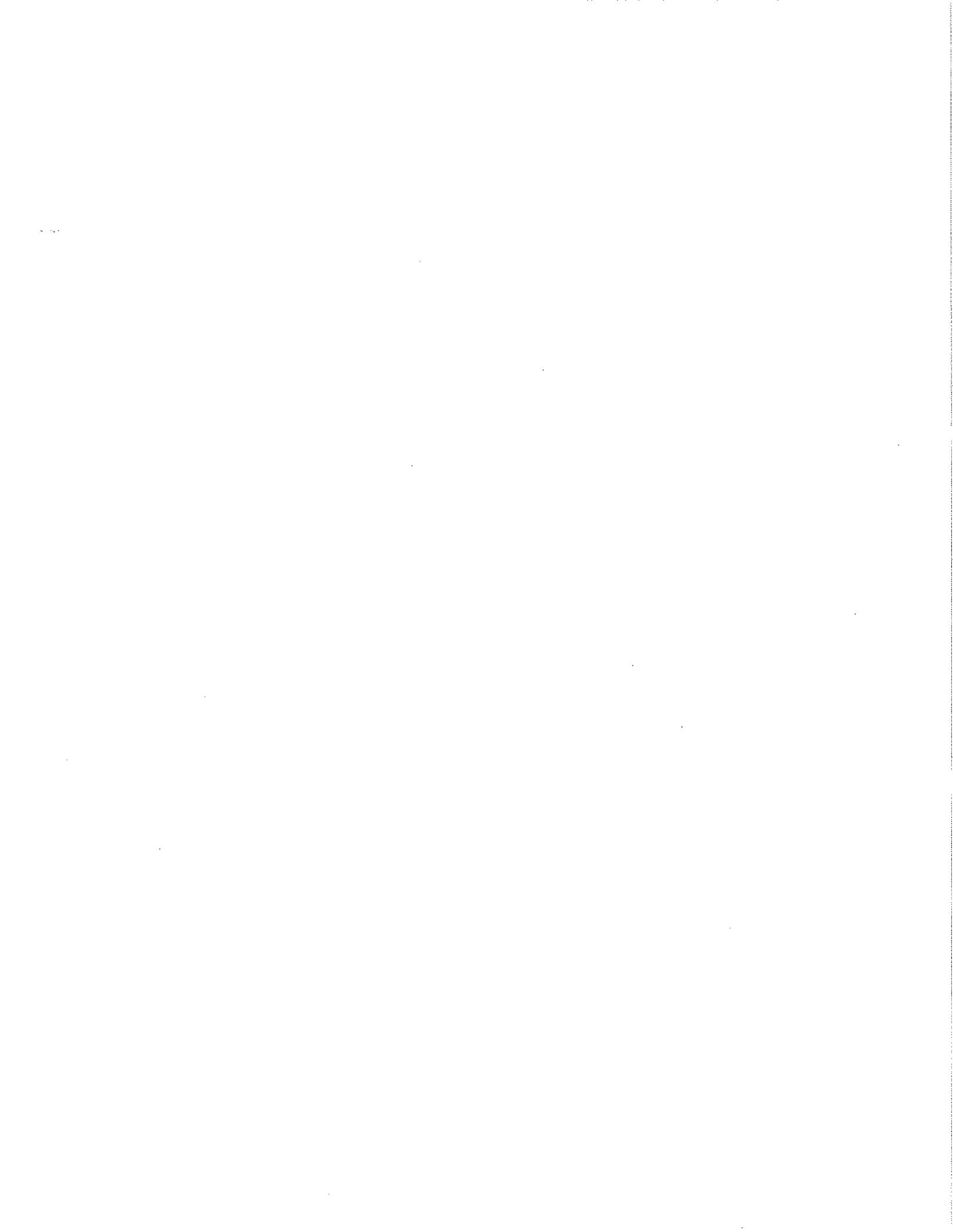
**CENTRAL REGIONAL SCHOOL DISTRICT  
 PROPRIETARY FUNDS  
 STATEMENT OF CASH FLOWS  
 FOR THE FISCAL YEAR ENDED JUNE 30, 2012  
 (With Comparative Totals for June 30, 2011)**

	TOTALS		
	ENTERPRISE FUND	JUNE 30, 2012	JUNE 30, 2011
Cash Flows From Operating Activities:			
Receipts from Daily Sales	479,434	479,434	483,104
Receipts from Miscellaneous Items	5,335	5,335	
Disbursements for Operating Expenses	(748,398)	(748,398)	(717,602)
Net Cash Used by Operating Activities	(263,629)	(263,629)	(234,498)
Cash Flows From Capital Financing Activities:			
Purchases of Fixed Assets	(277)	(277)	
Net Cash Used by Capital Financing Activities	(277)	(277)	
Cash Flows From Noncapital Financing Activities:			
State Sources	8,246	8,246	8,820
Federal Sources	295,932	295,932	289,828
Miscellaneous			956
Transfers (to)/from Other Funds			(29,793)
Net Cash Provided by Noncapital Financing Activities	304,178	304,178	269,811
Net Increase in Cash & Cash Equivalents	40,272	40,272	35,313
Cash and Cash Equivalents, July 1	49,987	49,987	14,673
Cash & Cash Equivalents, June 30	\$90,259	90,259	49,986

**RECONCILIATION OF OPERATING LOSS TO NET CASH USED BY OPERATING ACTIVITIES**

Cash Used by Operating Activities:			
Operating Loss	(\$350,561)	(350,561)	(315,009)
Adjustments to Reconcile Operating Loss			
to Cash Used by Operating Activities:			
Depreciation Expense	29,931	29,931	29,708
Food Distribution Program	53,944	53,944	33,150
Change in Assets & Liabilities:			
Increase/(Decrease) in Accounts Payable	3,057	3,057	17,653
Total Adjustments	86,932	86,932	80,511
Net Cash Used by Operating Activities	(\$263,629)	(263,629)	(234,498)

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



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## Fiduciary Funds



**CENTRAL REGIONAL SCHOOL DISTRICT  
FIDUCIARY FUNDS  
STATEMENT OF FIDUCIARY NET ASSETS  
JUNE 30, 2012  
(With Comparative Totals for June 30, 2011)**

ASSETS	PRIVATE PURPOSE			TOTALS	
	SCHOLARSHIP FUND	UNEMPLOYMENT COMPENSATION TRUST	AGENCY FUNDS	JUNE 30, 2012	(MEMORANDUM ONLY) JUNE 30, 2011
Cash & Cash Equivalents	\$61,270	371,569	290,889	723,728	818,691
Due from Other Funds		27,720	2,977	30,697	9,881
<b>Total Assets</b>	<b>61,270</b>	<b>399,289</b>	<b>293,866</b>	<b>754,425</b>	<b>828,572</b>
<b>LIABILITIES</b>					
Accounts Payable		3,225		3,225	24,104
Payroll Deductions & Withholdings			77,719	77,719	14,597
Interfunds Payable			30,930	30,930	9,882
Due to Student Groups			185,217	185,217	235,736
<b>Total Liabilities</b>		<b>3,225</b>	<b>293,866</b>	<b>297,091</b>	<b>284,319</b>
<b>NET ASSETS</b>					
Reserved:					
Scholarships	61,270			61,270	53,010
Unemployment Claims		396,064		396,064	491,243
<b>Total Net Assets</b>	<b>\$61,270</b>	<b>396,064</b>	<b>-</b>	<b>457,334</b>	<b>544,253</b>

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

**CENTRAL REGIONAL SCHOOL DISTRICT  
FIDUCIARY FUND  
COMBINING STATEMENT OF CHANGES IN FIDUCIARY NET ASSETS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2012  
(With Comparative Totals for June 30, 2011)**

	PRIVATE PURPOSE		TOTALS	
	SCHOLARSHIP FUND	UNEMPLOYMENT COMPENSATION TRUST	JUNE 30, 2012	JUNE 30, 2011 <small>(MEMORANDUM ONLY)</small>
<b>ADDITIONS:</b>				
Contributions:				
Interest Earned	\$45	291	336	4,886
Contributions	11,115	17,837	28,952	54,919
<b>Total Additions</b>	<b>11,160</b>	<b>18,128</b>	<b>29,288</b>	<b>59,805</b>
<b>DEDUCTIONS:</b>				
Unemployment Claims		113,307	113,307	84,417
Disbursements	2,900		2,900	75,931
Cancellation of Receivables				11,240
<b>Total Deductions</b>	<b>2,900</b>	<b>113,307</b>	<b>116,207</b>	<b>171,588</b>
Change in Net Assets	8,260	(95,179)	(86,919)	(111,783)
Net Assets - Beginning of Year	53,010	491,243	544,253	656,036
<b>Net Assets - End of Year</b>	<b>\$61,270</b>	<b>396,064</b>	<b>457,334</b>	<b>544,253</b>

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

**CENTRAL REGIONAL  
SCHOOL DISTRICT**

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED JUNE 30, 2012**



## CENTRAL REGIONAL SCHOOL DISTRICT

### NOTES TO THE FINANCIAL STATEMENTS

JUNE 30, 2012

#### Note 1: Summary of Significant Accounting Policies

The accompanying financial statements of the Central Regional School District have been prepared in conformity with generally accepted accounting principles as prescribed by the Governmental Accounting Standards Board (GASB). In June 1999 the GASB issued Statement 34 *Basic Financial Statements – and Management's Discussion and Analysis – for State and Local Governments*. This statement established new financial reporting requirements for state and local governmental entities throughout the United States. They require new information and restructure much of the information that governments have presented in the past. Comparability with reports issued in prior years is affected.

The District has implemented these standards for the fiscal year-ending June 1999 with the implementation of GASB Statement 34; the District has prepared required supplementary information titled *Management's Discussion and Analysis*, which precedes the basic financial statements.

Other GASB Statements are required to be implemented in conjunction with GASB Statement 34. Therefore, the District has implemented the following GASB Statements in the current fiscal year: Statement 33 – *Accounting and Financial Reporting for Nonexchange Transactions*; Statement 36 – *Recipient Reporting for Certain Shared Nonexchange Revenues*; Statement 37 - *Basic Financial Statements – and Management's Discussion and Analysis – for State and Local Governments: Omnibus* and Statement 38 – *Certain Financial Statement Note Disclosures*; Statement 40 – *Deposit and Investment Risk Disclosures* and Statement 44 – *Economic Condition Reporting – The Statistical Section*; Statement 45 – *Accounting and Financial Reporting by Employers for Postemployment Benefits Other than Pensions* and Statement 54 - *Fund Balance Reporting and Governmental Fund Type Definitions*.

The accompanying financial statements present the financial position of the District and the various funds and fund types, the results of operations of the District and the various funds and fund types, and the cash flows of the proprietary funds. The financial statements are presented as of June 30, 2012 and for the year then ended with comparative totals as of and for the year ended June 30, 2011 (Memorandum Only).

#### A. Reporting Entity

The Board is an instrumentality of the State of New Jersey, established to function as an educational institution. The Board consists of elected officials 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. The operations of the District include junior and senior high schools for students of the Boroughs of Island Heights, Ocean Gate, Seaside Heights, Seaside Park and the Township of Berkeley, Ocean County, New Jersey. The Central Regional School District has an approximate enrollment at June 30, 2012 of 1,900 students.

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

**CENTRAL REGIONAL SCHOOL DISTRICT**  
**NOTES TO THE FINANCIAL STATEMENTS (continued)**  
**JUNE 30, 2012**

**Note 1: Summary of Significant Accounting Policies (continued):**

**A. Reporting Entity (continued)**

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

Based on the aforementioned criteria, the District has no component units.

**B. District-Wide and Fund Financial Statements**

The district-wide financial statements (the statement of net assets and the statement of activities) report information of all of the nonfiduciary activities of the District. For the most part, the effect of interfund activity has been removed from these district-wide statements. District activities, which normally are supported by taxes and intergovernmental revenues, are reported separately from business-type activities, which rely to a significant extent on fees and charges for support.

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

Net assets are restricted when constraints placed on them are either externally imposed or are imposed by constitutional provisions or enabling legislation. Internally imposed designations of resources are not presented as restricted net assets. When both restricted and unrestricted resources are available for use, generally it is the District's policy to use restricted resources first, and then unrestricted resources as they are needed.

Separate financial statements are provided for governmental funds, proprietary funds, fiduciary funds and similar component units, and major component units. However, the fiduciary funds are not included in the district-wide statements. Major individual governmental funds and major individual enterprise funds are reported as separate columns in the fund financial statements.

**CENTRAL REGIONAL SCHOOL DISTRICT**  
**NOTES TO THE FINANCIAL STATEMENTS (continued)**  
**JUNE 30, 2012**

**Note 1: Summary of Significant Accounting Policies (continued):**

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

**District-Wide Financial Statements** – The governmental fund financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. 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** – The Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the District considers revenues to be available if they are collected within 60 days of the end of the current fiscal year-end. Principal revenue sources considered susceptible to accrual include federal and state grants, interest on investments, tuition and transportation. Other revenues are considered to be measurable and available only when cash is received by the state.

Expenditures generally are recorded when a liability is incurred, as under accrual accounting.

**D. Fund Accounting:**

The accounts of the Central Regional School District are maintained in accordance with the principles of fund accounting to ensure observance of limitations and restrictions on the resources available. The principles of fund accounting require that resources be classified for accounting and reporting purposes into funds or account groups in accordance with activities or objectives specified for the resources. The operations of each fund are accounted for with a separate set of self-balancing accounts that comprise its assets, liabilities, fund equity, revenues and expenditures or expenses, as appropriate. Government resources are allocated to and accounted for in individual funds based upon the purposes for which they are to be spent and the means by which spending activities are controlled. An account group, on the other hand, is a financial reporting device designed to provide accountability for certain assets and liabilities that are not recorded in the funds because they do not directly affect net expendable available financial resources. The various funds and accounts are grouped, in the financial statements in this report, into seven fund types within three broad fund categories and two account groups as follows:

**Governmental Funds**

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

As required by the New Jersey Department of Education Central Regional School District includes budgeted Capital Outlay in this fund. Generally accepted accounting principles

**CENTRAL REGIONAL SCHOOL DISTRICT  
NOTES TO THE FINANCIAL STATEMENTS (continued)  
JUNE 30, 2012**

**Note 1: Summary of Significant Accounting Policies (continued):**

**D. Fund Accounting (continued):**

(GAAP) as they pertain to governmental entities state that General Fund resources may be used to directly finance capital outlays for long-lived improvements as long as the resources in such cases are derived exclusively from unrestricted revenues.

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

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

**Capital Projects Fund** - The capital projects fund is used to account for all financial resources to be used for the acquisition or construction of major capital facilities (other than those financed by proprietary funds).

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

**Proprietary Fund**

The focus of Proprietary Fund measurement is upon determination of net income, financial position and cash flows. The generally accepted accounting principles applicable are those similar to businesses in the private sector. The following is a description of the Proprietary Funds of the District:

**Enterprise** - The enterprise fund is used to account for the operations that are financed and operated in a manner similar to a private business enterprise. The costs of providing goods or services are financed primarily through user charges; or, where the District has decided that periodic determination of revenues earned, expenses incurred, and/or net income is appropriate for capital maintenance, public policy, management control, accountability or other purposes.

The District's Enterprise Fund is comprised of the Food Service Fund and Community School Program.

**CENTRAL REGIONAL SCHOOL DISTRICT**  
**NOTES TO THE FINANCIAL STATEMENTS (continued)**  
**JUNE 30, 2012**

**Note 1: Summary of Significant Accounting Policies (continued):**

**D. Fund Accounting (continued):**

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

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

Machinery and Equipment      5-20 years

**Fiduciary Fund**

Fiduciary funds are used to account for assets held by a governmental entity for other parties (either as trustee or as an agent) and that cannot be used to finance the governmental entity's own operating programs which includes private purpose trust funds and agency funds

Private Purpose Trust Funds are used to account for the principal and income for trust arrangements that benefit individuals, private organizations, or other governments. The District currently maintains an Unemployment Trust Fund and Scholarship Fund as private purpose trusts.

Agency Funds are assets held by a governmental entity (either as trustee or as an agent) for other parties that cannot be used to finance the governmental entity's own operating programs. The District currently maintains Payroll funds and Student Activity Funds as Agency Funds.

**E. Basis of Accounting:**

The accounting and financial reporting treatment applied to a fund is determined by its measurement focus. All governmental funds and private purpose trust funds are accounted for using a current financial resources measurement focus. With this measurement focus, only current assets and current liabilities generally are included on the balance sheet. Operating statements of these funds present increases (i.e., revenues and other financing sources) and decreases (i.e., expenditures and other financing uses) in net current assets.

All proprietary funds are accounted for on a flow of economic resources measurement focus. With this measurement focus, all assets and all liabilities associated with the operation of these funds are included

**CENTRAL REGIONAL SCHOOL DISTRICT**  
**NOTES TO THE FINANCIAL STATEMENTS (continued)**  
**JUNE 30, 2012**

**Note 1: Summary of Significant Accounting Policies (continued):**

**E. Basis of Accounting (continued):**

on the balance sheet. Fund equity (i.e., net total assets) is segregated into contributed capital and retained earnings components. Proprietary fund-type operating statements present increases (i.e., revenues) and decreases (i.e., expenses) in net total assets.

The modified accrual basis of accounting is used for measuring financial position and operating results of all governmental fund types, expendable trust funds and agency funds. Under the modified accrual basis of accounting, revenues are recognized when they become both measurable and available. "Measurable" means the amount of the transaction can be determined and "available" means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period. State equalization monies are recognized as revenue during the period in which they are appropriated. A one-year availability period is used for revenue recognition for all other governmental fund revenues. Expenditures are recognized in the accounting period in which the fund liability is incurred, except for principal and interest on general long-term debt which are recorded when due.

In its accounting and financial reporting, the Central Regional School District follows the pronouncements of the Governmental Accounting Standards Board (GASB) and the pronouncements of the Financial Accounting Standards Board (FASB) and its predecessor organizations issued on or before November 30, 1989, unless they conflict with or contradict GASB pronouncements.

The Central Regional School District's proprietary funds have elected not to apply the standards issued by FASB after November 30, 1989.

The accrual basis of accounting is used for measuring financial position and operating results of proprietary fund types and private purpose trust funds. Under this method, revenues are recognized in the accounting period in which they are earned and expenses are recognized when they are incurred.

**F. Budgets/Budgetary Control:**

Annual appropriated budgets are prepared in the spring of each year for the general, special revenue and debt service funds. The budgets are submitted to the county office and are voted upon at the annual school election on the third Tuesday in April. Effective January 17, 2012, P.L.2011 c.202 eliminated the annual voter referendum on budgets which met the statutory tax levy cap limitations and the board of education members are elected at the November general election. Budgets are prepared using the modified accrual basis of accounting. The legal level of budgetary control is established at line item accounts within each fund. Line item accounts are defined as the lowest (most specific) level of detail as established pursuant to the minimum chart of accounts referenced in *N.J.A.C.6A:23-1.2*. All budget amendments must be approved by School Board resolution.

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 generally accepted accounting principles with the exception of the legally mandated

**CENTRAL REGIONAL SCHOOL DISTRICT**  
**NOTES TO THE FINANCIAL STATEMENTS (continued)**  
**JUNE 30, 2012**

**Note 1: Summary of Significant Accounting Policies (continued):**

**F. Budgets/Budgetary Control (continued):**

revenue recognition of the last state aid payment for budgetary purposes only and the special revenue fund as noted below. Encumbrance accounting is also employed as an extension of formal budgetary integration in the governmental fund types. Unencumbered appropriations lapse at fiscal year-end.

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

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

The following presents a reconciliation of the special revenue fund revenues and expenditures from the budgetary basis of accounting as presented in the Combined Statement of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual – General, Special Revenues and Debt Service Funds to the GAAP basis of accounting as presented in the Combined Statement of Revenues, Expenditures and Changes in Fund Balances - All Governmental Fund Types:

**Notes to Required Supplementary Information.**  
**Budgetary Comparison Schedule**

Explanation of Differences between Budgetary Inflows and Outflows and GAAP Revenues and Expenditures.

	<b>General Fund</b>	<b>Special Revenue Fund</b>
<b>Sources/Inflows of Resources</b>		
Actual amounts (budgetary) "revenues" from the budgetary comparison schedules	\$32,884,394	\$873,641
 Difference – Budget to GAAP:		
Grant accounting budgetary basis differs from GAAP in that encumbrances are recognized as expenditures and the related revenue is recognized		25,767
 State aid payment recognized for GAAP statements in the current year, previously recognized for budgetary purposes	381,925	
 State aid payment recognized for budgetary purposes, not recognized for GAAP Statements until the subsequent year	<u>(281,060)</u>	<u>                    </u>

**CENTRAL REGIONAL SCHOOL DISTRICT**  
**NOTES TO THE FINANCIAL STATEMENTS (continued)**  
**JUNE 30, 2012**

**Note 1: Summary of Significant Accounting Policies (continued):**

**F. Budgets/Budgetary Control (continued):**

	<b>General Fund</b>	<b>Special Revenue Fund</b>
Total revenue as reported on the statement of revenues, expenditures and changes in fund balances - governmental funds	<u>\$32,985,259</u>	<u>\$899,408</u>
<b>Uses/Outflows of Resources</b>		
Actual amounts (budgetary basis) "total outflows" from the budgetary comparison schedule	\$31,214,204	\$873,641
Encumbrances for supplies and equipment ordered but not received are reported in the year the order is placed for budgetary purposes, but in the year the supplies are received for financial reporting purposes	<u>                    </u>	<u>25,767</u>
Total expenditures as reported on the statement of revenues, expenditures and changes in fund balances - governmental funds	<u>\$31,214,204</u>	<u>\$899,408</u>

**G. Encumbrances:**

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

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

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

**H. Cash & Cash Equivalents**

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

**CENTRAL REGIONAL SCHOOL DISTRICT**  
**NOTES TO THE FINANCIAL STATEMENTS (continued)**  
**JUNE 30, 2012**

**Note 1: Summary of Significant Accounting Policies (continued):**

**II. Cash & Cash Equivalents (continued):**

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

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

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

**I. Tuition Receivable/Payable**

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

These adjustments are recorded upon certification by the State Board of Education, which is normally three years following the contract year. The cumulative adjustments through June 30, 2012, which have not been recorded, are not determinable.

The tuition rate adjustments for the years 2009-2010 have been established. According to the School District's records, these amounts of adjustments are immaterial to the financial statements.

**J. Inventories & Prepaid Expenses**

Inventories are valued at cost, which approximates market. The costs are determined on a first-in, first-out method. The cost of inventories in governmental fund types is recorded as expenditures when purchased rather than when consumed.

Prepaid expenses, which benefit future periods, other than those recorded in the enterprise funds, are recorded as expenditure during the year of purchase. Prepaid expenses in the enterprise fund represent payments made to vendors for services that will benefit periods beyond June 30, 2012.

**CENTRAL REGIONAL SCHOOL DISTRICT**

**NOTES TO THE FINANCIAL STATEMENTS (continued)**  
**JUNE 30, 2012**

**Note 1: Summary of Significant Accounting Policies (continued):**

**K. Short-Term Interfund Receivables/Payables**

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

**L. Fixed Assets:**

General fixed assets acquired or constructed during the year are reported in the applicable governmental or business-type activities columns in the district-wide financial statements. Fixed assets are defined by the District as assets, which have a cost in excess of \$2,000 at the date of acquisition and a useful life of one year or more. Donated fixed assets are valued at their estimated fair market value on the date received. The general fixed assets acquired or constructed were valued by an independent appraisal company. General fixed assets, such as land and buildings, are valued at the historical cost basis and through estimated procedures performed by an independent appraisal company, respectively.

General fixed assets are reflected as expenditures in the applicable governmental funds. Depreciation expense is recorded in the district-wide financial statements as well as the proprietary fund. Capital assets are depreciated on the straight-line method over the assets' estimated useful life. There is no depreciation recorded for land and construction in progress. Generally estimated useful lives are as follows:

Buildings & Improvements	20 – 50 Years
Equipment & Vehicles	5 – 20 Years
Furniture & Fixtures	5 – 20 Years

**M. Accrued Salaries and Wages**

District employees, who provide services to the District over the ten-month academic year and extended eleven-month calendar, do not have the option to have their salaries disbursed during the entire twelve-month year. Therefore, there is no accrual as of June 30, 2012 for such salaries.

**N. Compensated Absences**

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

In the District-Wide financial statements, under governmental activities, compensated absences are reported as an expenditure and noncurrent liabilities.

**CENTRAL REGIONAL SCHOOL DISTRICT**  
**NOTES TO THE FINANCIAL STATEMENTS (continued)**  
**JUNE 30, 2012**

**Note 1: Summary of Significant Accounting Policies (continued):**

**O. Deferred Revenue**

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

**P. Long-term Obligations**

In district-wide financial statements, under governmental activities, long-term debt is recognized as a liability in the general fund as debt is incurred.

**Q. Fund Equity**

Reserves represent those portions of fund equity not appropriate for expenditure or legally segregated for a specific future use. Designated fund balances represent plans for future use of financial resources.

In accordance with State of New Jersey statutes, the fund balance to be utilized in the subsequent year budget is not legally restricted and therefore has been classified as fund balance designated for subsequent year's expenditures and is not reserved.

**R. Subsequent Events**

The Central Regional School District has evaluated subsequent events occurring after June 30, 2012 through the date of August 20, 2012, which is the date the financial statements were available to be issued.

**Note 2. Cash and Cash Equivalents**

The District is governed by the deposit and investment limitations of New Jersey state law. The Deposits and investments held at June 30, 2012, and reported at fair value are as follows:

Type	Carrying Value
<b>Deposits:</b>	
Demand Deposits	<u>\$2,955,432</u>
Total Deposits & Investments	<u>\$2,955,432</u>
<b>The District's Cash &amp; Cash Equivalents are Reported as Follows:</b>	
Governmental Funds	\$2,141,445
Enterprise Funds	90,259
Fiduciary Funds	<u>723,728</u>
Total Cash & Cash Equivalents	<u>\$2,955,432</u>

**CENTRAL REGIONAL SCHOOL DISTRICT**  
**NOTES TO THE FINANCIAL STATEMENTS (continued)**  
**JUNE 30, 2012**

**Note 2: Cash and Cash Equivalents (continued):**

**Custodial Credit Risk** – Deposits in financial institutions, reported as components of cash, cash equivalents and investments had a bank balance of \$3,166,255 at June 30, 2012 and was insured or collateralized as follows:

Insured	\$ 330,158
Collateralized in the District's Name Under GUDPA (see Note 3)	<u>2,836,097</u>
Total	<u>\$3,166,255</u>

**Note 3: Governmental Unit Deposit Protection Act (GUDPA)**

The District has deposited cash in 2012 with an approved public fund depository qualified under the provisions of the Government Unit Deposit Protection Act. In addition to savings and checking accounts the District invests monies in certificates of deposits.

The Governmental Unit Deposit Protection Act P.L. 1970, Chapter 236, was passed to afford protection against bankruptcy or default by a depository. C.17:9-42 provides that no governmental unit shall deposit funds in a public depository unless such funds are secured in accordance with this act. C.17:9-42 provides that every public depository having public funds on deposit shall, as security for such deposits, maintain eligible collateral having a market value at least equal to either (1) 5% of the average daily balance of collected public funds on deposit during the 6 month period ending on the next preceding valuation date (June 30 or December 31) or (2) at the election of the depository, at least equal to 5% of the average balance of collected public funds on deposit on the first, eighth, fifteenth, and twenty-second days of each month in the 6 month period ending on the next preceding valuation date (June 30 or December 31). No public depository shall be required to maintain any eligible collateral pursuant to this act as security for any deposit or deposits of any governmental unit to the extent such deposits are insured by F.D.I.C. or any other U.S. agency which insures public depository funds.

No public depository shall at any time receive and hold on deposit for any period in excess of 15 days public funds of a governmental unit(s) which, in the aggregate, exceed 75% of the capital funds of the depository, unless such depository shall, in addition to the security required to be maintained under the paragraph above; secure such excess by eligible collateral with a market value at least equal to 100% of such excess.

In the event of a default, the Commissioner of Banking within 20 days after the default occurrence shall ascertain the amount of public funds on deposit in the defaulting depository and the amounts covered by federal deposit insurance and certify the amounts to each affected governmental unit. Within 10 days after receipt of this certification, each unit shall furnish to the Commissioner verified statements of its public deposits. The Commissioner shall ascertain the amount derived or to be derived from the

**CENTRAL REGIONAL SCHOOL DISTRICT**

**NOTES TO THE FINANCIAL STATEMENTS (continued)**  
**JUNE 30, 2012**

**Note 3: Governmental Unit Deposit Protection Act (GUDPA) (continued):**

liquidation of the collateral maintained by the defaulting depository and shall distribute such proceeds pro rata among the governmental units to satisfy the net deposit liabilities to such units.

If the proceeds of the sale of the collateral are insufficient to pay in full the liability to all affected governmental units, the Commissioner shall assess the deficiency against all other public depositories having public funds on deposit determined by a formula determined by law. All sums collected by the Commissioner shall be paid to the governmental units having deposits in the defaulting depository in the proportion that the net deposit liability to each such governmental unit bears to the aggregate of the net deposit liabilities to all such governmental units.

All public depositories are required to furnish information and reports dealing with public funds on deposit every six months, June 30th and December 31st, with the Commissioner of Banking. Any public depository which refuses or neglects to give any information so requested may be excluded by the Commissioner from the right to receive public funds for deposit until such time as the Commissioner shall acknowledge that such depository has furnished the information requested.

Upon review and approval of the Certification Statement that the public depository complies with statutory requirements, the Commissioner issues forms approving the bank as a municipal depository. The District should request copies of these approval forms semiannually to assure that all depositories are complying with requirements.

**Note 4: Fixed Assets**

The following schedule is a summarization of the general fixed assets by source for the fiscal year ended June 30, 2012:

	June 30, 2011	Adjustments	Additions	Deletions	June 30, 2012
Land	\$ 1			\$ -	\$ 1
Construction in Progress	270,881		\$3,736,410		4,007,291
Buildings	45,267,227				45,267,227
Machinery & Equipment	7,560,771	\$(191,617)	376,815		7,745,969
Subtotal	53,098,880	(191,617)	4,113,225		57,020,488
Accumulated Depreciation	(25,207,371)	(275,986)	(1,372,311)		(26,855,668)
Total	<u>\$27,891,509</u>	<u>\$(467,603)</u>	<u>\$2,740,914</u>	<u>\$ -</u>	<u>\$30,164,820</u>

**CENTRAL REGIONAL SCHOOL DISTRICT**  
**NOTES TO THE FINANCIAL STATEMENTS (continued)**  
**JUNE 30, 2012**

**Note 4: Fixed Assets (continued):**

The following is a summary of proprietary fund type fixed assets at June 30, 2012:

	<b>Balance as of June 30, 2011</b>	<b>Adjustments</b>	<b>Additions</b>	<b>Deletions</b>	<b>Balance as of June 30, 2012</b>
Equipment	\$283,427	\$36,439	\$ 1,340	\$ -	\$ 321,206
Accumulated Depreciation	(182,566)	(37,503)	(29,931)	-	(250,000)
<b>Total</b>	<u>\$100,861</u>	<u>\$(1,064)</u>	<u>\$(28,591)</u>	<u>\$ -</u>	<u>\$ 71,206</u>

**Note 5: Long-Term Debt**

During the fiscal year ended June 30, 2012 the following changes occurred in liabilities reported in the general long-term debt account group:

	<b>Balance June 30, 2011</b>	<b>Issued</b>	<b>Retired</b>	<b>Balance June 30, 2012</b>	<b>Due Within One Year</b>
Compensated Absences Payable	\$ 812,648	\$ 45,341		\$ 857,989	
Bonds Payable	9,288,000		\$ (955,000)	8,333,000	\$1,155,000
Capital Leases Payable	157,511	137,620	(81,772)	213,359	81,346
<b>Total</b>	<u>\$10,258,159</u>	<u>\$182,961</u>	<u>\$(1,036,772)</u>	<u>\$9,404,348</u>	<u>\$1,236,346</u>

**A. Bonds Payable:**

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

The District's serial bonds are summarized as follows:

\$5,900,000 Variable Interest Rate Refunding School Bonds issued May 29, 2008, installment maturities to July 15, 2015	\$4,220,000
\$4,113,000 Variable Interest Rate School Construction Serial Bonds Issued March 29, 2011, installment maturities to July 15, 2021	<u>4,113,000</u>
<b>Total</b>	<u>\$8,333,000</u>

**CENTRAL REGIONAL SCHOOL DISTRICT**  
**NOTES TO THE FINANCIAL STATEMENTS (continued):**  
**JUNE 30, 2012**

**Note 5: Long-Term Debt (continued):**

The bonds mature serially in installments to the year 2021. Aggregate debt service requirements during the next five fiscal years and thereafter are as follows:

Year Ending June 30	Principal	Interest	Total
2013	\$1,155,000	\$ 260,486	\$1,415,486
2014	1,205,000	221,586	1,426,586
2015	1,245,000	173,124	1,418,124
2016	1,280,000	124,152	1,404,152
2017	850,000	93,130	943,130
2018-21	<u>2,598,000</u>	<u>172,723</u>	<u>2,770,723</u>
Total	<u>\$8,333,000</u>	<u>\$1,045,201</u>	<u>\$9,378,201</u>

**B. Obligations Under Capital Leases**

The District is leasing copiers and buses totaling \$340,351 under capital leases. These capital leases are for terms of five to six years. The District's capital leases are summarized as follows:

\$79,425 Bus Lease issued December 2010, installments to July 15, 2014	\$ 48,836
\$108,782 Copier Lease issued October 2010, installments to January 31, 2015	60,005
\$14,525 Copier Lease issued September 17, 2010, installments to October 28, 2015	9,722
\$112,754 Bus Lease issued August 2011, installments to September 15, 2013	73,173
\$24,866 Copier Lease issued August 2011, installments to September 28, 2016	<u>21,623</u>
Total	<u>\$213,359</u>

Year-ending June 30,	Amount
2013	\$ 90,655
2014	90,655
2015	41,250
2016	6,392
2017	<u>1,456</u>
Total Minimum Lease Payments	230,408
Less: Amount Representing Interest	<u>(17,049)</u>
Present Value of Lease Payments	<u>\$213,359</u>

**CENTRAL REGIONAL SCHOOL DISTRICT**

**NOTES TO THE FINANCIAL STATEMENTS (continued):**  
**JUNE 30, 2012**

**Note 6: Pension Plans**

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

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

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

**Vesting and Benefit Provisions** - The vesting and benefit provisions of PERS are set by *N.J.S.A. 43:15A* and *43:3B* and *N.J.S.A. 18A:66* for TPAF. All benefits vest after eight to ten years of service, except for medical benefits that vest after 25 years of service. Retirement benefits for age and service are available at age 55 and are generally determined to be 1/55 of the final average salary for each year of service credit, as defined. Final average salary equals the average salary for the final three years of service prior to retirement (or highest three years' compensation if other than the final three years). Members may seek early retirement after achieving 25 years of service credit or they may elect deferred retirement after achieving eight to ten years of service in which case benefits would begin the first day of the month after the member attains normal retirement age. The TPAF and PERS provides for specified medical benefits for members who retire after achieving 25 years of qualified service, as defined, or under the disability provisions of the System.

Members are always fully vested for their own contributions and, after three years of service credit, become vested for 2% of related interest earned on the contributions. In the case of death before retirement, members' beneficiaries are entitled to full interest credited to the members' accounts.

**CENTRAL REGIONAL SCHOOL DISTRICT**

**NOTES TO THE FINANCIAL STATEMENTS (continued):**  
**JUNE 30, 2012**

**Note 6: Pension Plans (continued):**

**Significant Legislation** – During the year ended June 30, 1997, legislation was enacted (Chapter 114, P.L. 1997) authorizing the New Jersey Economic Development Authority to issue bonds, notes or other obligations for the purpose of financing, in full or in part, the State of New Jersey's portion of the unfunded accrued liability under the State of New Jersey retirement systems. Additional legislation enacted during the year ended June 30, 1997 (Chapter 115, P.L. 1997) changed the asset valuation method from market related value to full-market value. This legislation also contained a provision to reduce the employee contribution rate by ½ of 1% to 4.5% for calendar years 1998 and 1999, and to allow for a reduction in the employee's rate after calendar year 1999, providing excess valuation assets are available. The legislation also provided that the District's normal contributions to the Fund may be reduced based on the revaluation of assets. Due to recognition of the bond proceeds and the change in asset valuation method as a result of enactment of Chapters 114 and 115, all unfunded accrued liabilities were eliminated, except for the unfunded liability for local early retirement incentive benefits; accordingly, the pension costs for TPAF and PERS were reduced.

New Legislation signed by the Acting Governor (Chapter 133, Public Laws 2001) changed the formula for calculating retirement benefits for all current and future non-veteran retirees from N/60 to N/55 (a 9.09% increase). This legislation, signed June 29, 2001, provides that all members of the TPAF and the PERS will have their pensions calculated on the basis of years of credit divided by 55. It also provides that all current retirees will have their original pension recalculated under the N/55 formula. Starting February 1, 2002, pension cost of living adjustments will be based on the new original pension.

Effective June 28, 2011, Chapter 78, P.L. 2011 reformed various pension and health benefits provisions. Employees hired after June 28, 2011 and enrolled in PERS will be enrolled in a new tier, Tier 5. Full retirement for Tier 5 PERS members will be age 65 and 30 years of service.

All cost of living adjustments are frozen until the pension fund reaches a "target funded ratio".

Chapter 78 also requires all covered employees to contribute a prescribed percentage towards their health costs.

**Contribution Requirements** – The contribution policy is set by *N.J.S.A.43:15A*, Chapter 62, P.L. of 1994, Chapter 115, P.L. of 1997 and *N.J.S.A.18:66*, and requires contributions by active members and contributing employers. Plan member and employer contributions may be amended by State of New Jersey legislation. TPAF and PERS provide for employee contributions of 6.5%, effective October 1, 2011, of employees' annual compensation, as defined. Employers are required to contribute at an actuarially determined rate in both TPAF and PERS. The actuarially determined contribution includes funding for both cost-of-living adjustments, noncontributory death benefits and post-retirement medical premiums. Under current statute the District is a noncontributing employer of the TPAF.

**CENTRAL REGIONAL SCHOOL DISTRICT**

**NOTES TO THE FINANCIAL STATEMENTS (continued):  
JUNE 30, 2012**

**Note 6: Pension Plans (continued):**

**Three-Year Trend Information for PERS**

<b>Year Funding</b>	<b>Annual Pension Cost (APC)</b>	<b>Percentage of APC Contributed</b>	<b>Net Pension Obligation</b>
6/30/12	\$430,820	100%	\$ -0-
6/30/11	425,958	100%	-0-
6/30/10	26,466	100%	-0-

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

<b>Year Funding</b>	<b>Annual Pension Cost (APC)</b>	<b>Percentage of APC Contributed</b>	<b>Net Pension Obligation</b>
6/30/12	\$1,281,653	100%	\$ -0-
6/30/11	909,116	100%	-0-
6/30/10	852,660	100%	-0-

During the year ended June 30, 2012 the State of New Jersey contributed \$1,281,653 to the TPAF for normal post-retirement benefits on behalf of the District. Also in accordance with *N.J.S.A.18A:66-66* the State of New Jersey reimbursed the District \$969,817 for 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 has been included in the basic financial statements, and the combining and individual fund and account group statements and schedules as a revenue and expenditure in accordance with GASB 27.

**Note 7: Post-Retirement Benefits**

Chapter 384 of Public Laws 1987 and Chapter 6 of Public Laws 1990 required Teachers' Pensions and Annuity Fund (TPAF) and the Public Employees' Retirement System (PERS), respectively, to fund post-retirement medical benefits for those State Employees who retire after accumulating 25 years of credited service or on a disability retirement. P.L. 2007, c.103 amended the law to eliminate the funding of post-retirement medical benefits through the TPAF and PERS. It created separate funds outside of the pension plans for the funding and payment of post-retirement medical benefits for retired State employees and retired educational employees. As of June 30, 2011, there were 93,323 retirees eligible for post-retirement medical benefits. The cost of these benefits is funded through contributions by the State in accordance with P.L. 1994, c.62. Funding of post-retirement medical premiums changed from a prefunding basis to a pay-as-you-go basis beginning in Fiscal Year 1994.

**CENTRAL REGIONAL SCHOOL DISTRICT**

**NOTES TO THE FINANCIAL STATEMENTS (continued):**  
**JUNE 30, 2012**

**Note 7: Post-Retirement Benefits (continued):**

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

**Note 8: Risk Management**

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

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

**New Jersey Unemployment Compensation Insurance** – The District has elected to fund their 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 School District contributions, reimbursements to the State for benefits paid and the ending balance of the School District’s expendable trust fund for the current and previous two years:

<b>Fiscal Year</b>	<b>Interest Earned</b>	<b>District Contributions</b>	<b>Amount Reimbursed</b>	<b>Ending Balance</b>
2011-2012	\$ 291	\$17,838	\$113,308	\$ 396,064
2010-2011	4,090	48,789	81,049	491,243
2009-2010	2,744	54,273	87,861	543,517

**Note 9: Contingent Liabilities**

The District participates in numerous state and federal grant programs, which are governed by various rules and regulations of the grantor agencies; therefore, to the extent that the District has not complied with the rules and regulations governing the grants, refunds of any money received may be required and the collectability of any related receivable at June 30, 2012 may be impaired. In the opinion of the District, there are no significant contingent liabilities relating to compliance with the rules and regulations governing the respective grants; therefore, no provisions have been recorded in the accompanying combined financial statements for such contingencies.

**CENTRAL REGIONAL SCHOOL DISTRICT**

**NOTES TO THE FINANCIAL STATEMENTS (continued):  
JUNE 30, 2012**

**Note 10: Economic Dependency**

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

**Note 11: Interfund Receivables and Payables**

The following interfund balances remained on the balance sheet at June 30, 2012:

<b>Fund</b>	<b><u>Interfund Receivable</u></b>	<b><u>Interfund Payable</u></b>
General Fund	\$357,217	
Special Revenue Fund		\$356,984
Debt Service Fund	632	
Capital Projects Fund		632
Fiduciary Funds	27,720	
Agency Funds	<u>2,977</u>	<u>30,930</u>
<b>Total</b>	<b><u>\$388,546</u></b>	<b><u>\$388,546</u></b>

The purpose of interfunds are for short-term borrowings.

**Note 12: GASB #54 – Fund Balance Disclosures**

In accordance with Government Accounting Standards Board 54, Fund Balance Reporting and Governmental Fund Type Definitions, the Central Regional School District classifies governmental fund balances as follows:

- Non-spendable – includes fund balance amounts that cannot be spent either because it is not in spendable form or because legal or contractual constraints.
- Restricted – includes fund balance amounts that are constrained for specific purposes which are externally imposed by external parties, constitutional provision or enabling legislation.
- Committed – includes fund balance amounts that are constrained for specific purposes that are internally imposed by the government through formal action of the highest level of decision making authority and does not lapse at year-end.

**CENTRAL REGIONAL SCHOOL DISTRICT**  
**NOTES TO THE FINANCIAL STATEMENTS (continued):**  
**JUNE 30, 2012**

**Note 12: GASB #54 – Fund Balance Disclosures (continued):**

- Assigned – includes fund balance amounts that are intended to be used for specific purposes that are neither considered restricted or committed. Fund Balance may be assigned by the Business Administrator.
- Unassigned – includes balance within the General Fund which has not been classified within the above mentioned categories and negative fund balances in other governmental funds.

**General Fund (Exhibit B-1)** – Of the \$1,293,109 General Fund fund balance at June 30, 2012, \$553,607 has been restricted for the capital reserve account; \$191,348 has been restricted for the maintenance reserve account; \$50,100 has been restricted for the emergency reserve; \$302,551 has been assigned, \$92,745 has been committed and \$102,749 is unassigned.

**Capital Projects Fund** – Of the \$1,148,508 Capital Projects Fund fund balance at June 30, 2012, \$68,902 has been restricted for capital projects and \$1,079,606 has been assigned.

**Debt Service Fund** – Of the \$94,368 Debt Service Fund fund balance at June 30, 2012, \$94,368 has been assigned.

**Note 13: Deferred Compensation**

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

Equitable	American Express Financial Advisors
Citistreet	Metropolitan Life
Lincoln Investment Planning Co., Inc.	Paul Revere and Union Central Life

**Note 14: Compensated Absences**

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

District employees are granted vacation and sick leave in varying amounts under the District's personnel policies. In the event of termination, an employee is reimbursed for accumulated vacation. Sick leave

**CENTRAL REGIONAL SCHOOL DISTRICT**  
**NOTES TO THE FINANCIAL STATEMENTS (continued):**  
**JUNE 30, 2012**

**Note 14: Compensated Absences (continued):**

benefits provide for specified dollar amount per sick day accumulated and begin vesting with the employee after one year of service.

The liability for vested compensated absences of the governmental fund types is recorded in the statement of net assets under governmental activities. The current portion of the compensated absence balance is not considered material to the applicable funds total liabilities, and is therefore not shown separately from the long-term liability balance of compensated absences. The amount at June 30, 2012 is \$857,989.

The liability for vested compensated absences of the proprietary fund types is recorded within those funds as the benefits accrue to employees. As of June 30, 2012 no liability existed for compensated absences in the proprietary fund types.

**Note 15: Calculation of Excess Surplus**

In accordance with *N.J.S.A.18A:7F-7*, as amended by *P.L. 2004, c.73 (S1701)*, the designation for Reserved Fund Balance – Excess Surplus is a required calculation pursuant to the New Jersey Comprehensive Educational Improvement and Financing Act of 1996 (CEIFA). New Jersey school districts are required to reserve General Fund fund balance at the fiscal year-end of June 30 if they did not appropriate a required minimum amount as budgeted fund balance in their subsequent years' budget. The excess fund balance at June 30, 2012 is \$0.

**Note 16: Reserve Accounts**

**A. Capital Reserve Account**

A Capital Reserve Account was established on June 30, 2009 for the accumulation of Funds for use as capital outlay expenditures in subsequent fiscal years. The Capital Reserve Account is maintained in the general fund and its activity is included in the general fund annual budget. There is a balance of \$553,607 at June 30, 2012.

Funds placed in the capital reserve account are restricted to capital projects in the District's approved Long Range Facilities Plan (LRFP). Upon submission of the LRFP to the department, a district may increase the balance in the capital reserve by appropriating funds in the annual general fund budget certified for taxes by transfer by Board resolution at year-end of any unanticipated revenue or unexpended line-item appropriation amounts, or both. A district may also appropriated additional amounts when the express approval of the voters has been obtained either by a separate proposal at budget time or by a special question at one of the four special elections authorized pursuant to The activity of the maintenance reserve for the July 1, 2011 to June 30, 2012 fiscal year is as follows:

**CENTRAL REGIONAL SCHOOL DISTRICT**  
**NOTES TO THE FINANCIAL STATEMENTS (continued):**  
**JUNE 30, 2012**

**Note 16: Reserve Accounts (continued):**

*N.J.S.A.19:60-2.* Pursuant to *N.J.A.C.6:23A-14.1(g)*, the balance in the account cannot at any time exceed the local support costs of uncompleted capital projects in its approved LRFP.

The activity of the capital reserve for the July 1, 2011 to June 30, 2012 fiscal year is as follows:

Beginning Balance, July 1, 2011	\$253,015
Increase per Resolution passed (June 21, 2012)	300,000
Interest Earned	<u>592</u>
Ending Balance, June 30, 2012	<u>\$553,607</u>

**B. Maintenance Reserve Account**

A Maintenance Reserve Account was previously established for the accumulation of Funds for use as maintenance expenditures in subsequent fiscal years. The Maintenance Reserve Account is maintained in the general fund and its activity is included in the general fund annual budget. There is a balance of \$191,348 at June 30, 2012.

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

The activity of the maintenance reserve for the July 1, 2011 to June 30, 2012 fiscal year is as follows:

Beginning Balance, July 1, 2011	\$ 91,248
Increase per Resolution passed (June 21, 2012)	100,000
Interest Earned	<u>100</u>
Ending Balance, June 30, 2012	<u>\$191,348</u>

**C. Emergency Reserve Account**

The Emergency Reserve is used to accumulate funds to finance unanticipated general fund expenditures required for a thorough and efficient education. The maximum balance permitted at any time in this reserve is the greater of \$250,000 or 1% of the general fund budget not to exceed one million dollars.

**CENTRAL REGIONAL SCHOOL DISTRICT**  
**NOTES TO THE FINANCIAL STATEMENTS (continued):**  
**JUNE 30, 2012**

**Note 16: Reserve Accounts (continued):**

Deposits may be made to the emergency reserve account by Board resolution at year end of any unanticipated revenue or unexpended line item appropriation or both. Withdrawals from the reserve require the approval of the commissioner unless the withdrawal is necessary to meet an increase in total health care costs in excess of four percent. There is a balance of \$50,100 at June 30, 2012.

The activity of the emergency reserve for the July 1, 2011 to June 30, 2012 fiscal year is as follows:

Beginning Balance, July 1, 2011	\$50,050
Interest Earned	<u>50</u>
Ending Balance, June 30, 2012	<u>\$50,100</u>

**REQUIRED SUPPLEMENTARY INFORMATION**



### C. Budgetary Comparison Schedules



**CENTRAL REGIONAL SCHOOL DISTRICT  
GENERAL FUND  
BUDGETARY COMPARISON SCHEDULE  
FOR THE FISCAL YEARS ENDED JUNE 30, 2012 AND 2011**

ACCOUNT NUMBERS	JUNE 30, 2012				POSITIVE/ (NEGATIVE)	JUNE 30, 2011				POSITIVE/ (NEGATIVE)	
	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL	FINAL TO ACTUAL	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL	FINAL TO ACTUAL	
<b>Revenues:</b>											
Local Tax Levy	10-1210	\$26,673,913		26,673,913	26,673,913		26,673,913		26,673,913	26,673,913	
Tuition	10-1300	40,000		40,000	178,156	138,156	20,000		20,000	240,990	220,990
Transportation from Other LEAs	10-1420-1440	130,000		130,000	225,390	95,390	98,000		98,000	80,900	(17,100)
Interest Earned on Current Expense											
Emergency Reserve	10-1XXX	50		50	50		50		50	50	
Interest Earned on Maintenance Reserve	10-1XXX	100		100	100		100		100	100	
Interest on Capital Reserve Funds	10-1XXX	1,000		1,000	592	(408)	1,000		1,000	1,806	806
Unrestricted Miscellaneous Revenues	10-1XXX	165,000		165,000	156,757	(8,243)	18,850		18,850	208,065	189,215
<b>Total Local Sources</b>		<b>27,010,063</b>		<b>27,010,063</b>	<b>27,234,958</b>	<b>224,895</b>	<b>26,811,913</b>		<b>26,811,913</b>	<b>27,205,824</b>	<b>393,911</b>
<b>Federal Sources:</b>											
Ed Jobs	18-4522	131,752	4,128	135,880	135,880						
Medicaid Assistance Program	10-4200	41,820		41,820	37,827	(3,993)	44,224		44,224	46,208	1,984
<b>Total Federal Sources</b>		<b>173,572</b>	<b>4,128</b>	<b>177,700</b>	<b>173,707</b>	<b>(3,993)</b>	<b>44,224</b>		<b>44,224</b>	<b>46,208</b>	<b>1,984</b>
<b>State Sources:</b>											
Extraordinary Aid	10-3XXX	60,000		60,000	141,355	81,355	94,130		94,130	170,459	76,329
Other State Aids	10-3XXX				332	332				1,914	1,914
Nonpublic School Transportation											
Costs	10-3000				12,898	12,898					
Choice Aid	10-3116				554,285	554,285					
Categorical Special Education Aid	10-3132	1,001,189		1,001,189	1,001,189		1,001,189		1,001,189	1,001,189	
Categorical Security Aid	10-3177	267,532		267,532	267,532		267,532		267,532	267,532	
Adjustment Aid	10-3178	430,262		430,262	178,528	(251,734)	127,711		127,711	127,711	
Categorical Transportation Aid	10-3121	1,068,140		1,068,140	1,068,140		1,068,140		1,068,140	1,068,140	
<b>Nonbudgeted:</b>											
On-Behalf TPAF Post-Retirement Medical Contributions					1,240,391	1,240,391				859,643	859,643
On-Behalf TPAF NCGI Premium Contributions					41,262	41,262				40,473	40,473
Reimbursed TPAF Social Security Contribution					969,817	969,817				1,008,098	1,008,098
<b>Total State Sources</b>		<b>2,827,123</b>		<b>2,827,123</b>	<b>5,475,729</b>	<b>2,648,606</b>	<b>2,558,702</b>		<b>2,558,702</b>	<b>4,545,159</b>	<b>1,986,457</b>
<b>Total Revenues</b>		<b>30,010,758</b>	<b>4,128</b>	<b>30,014,886</b>	<b>32,884,394</b>	<b>2,869,508</b>	<b>29,414,839</b>		<b>29,414,839</b>	<b>31,797,191</b>	<b>2,382,352</b>

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**CENTRAL REGIONAL SCHOOL DISTRICT  
GENERAL FUND  
BUDGETARY COMPARISON SCHEDULE  
FOR THE FISCAL YEARS ENDED JUNE 30, 2012 AND 2011**

	ACCOUNT NUMBERS	JUNE 30, 2012				POSITIVE/ (NEGATIVE) FINAL TO ACTUAL	JUNE 30, 2011				POSITIVE/ (NEGATIVE) FINAL TO ACTUAL
		ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL		ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL	
Expenditures:											
Current Expense:											
Instruction - Regular Programs:											
Salaries of Teachers:											
Grades 6 - 8	11-130-100-101	2,785,129	(496,675)	2,288,454	2,288,453	1	2,510,350	48,860	2,559,210	2,559,208	2
Grades 9 - 12	11-140-100-101	4,690,920	264,335	4,955,255	4,955,255		4,663,320	387,074	5,050,394	5,050,385	9
Home Instruction:											
Salaries of Teachers	11-150-100-101	60,000	(36,732)	23,268	23,267	1	60,000	(750)	59,250	59,250	
Purchased Professional - Educational Services	11-150-100-320	26,000	600	26,600	25,698	902	26,497	(21,310)	5,187	5,186	1
Other Purchased Services	11-150-100-500	2,600	(1,000)	1,600	124	1,476	2,600	(1,325)	1,275	1,009	266
Regular Programs - Undistributed Instruction:											
Purchased Technical Services	11-190-100-340	17,560	(9,780)	7,780	7,490	290	20,410	(18,639)	1,771	1,376	395
General Supplies	11-190-100-610	180,823	(7,889)	172,934	164,288	8,646	196,505	(38,272)	158,233	151,144	7,089
Textbooks	11-190-100-640	125,904	(16,544)	109,360	104,326	5,034	36,904	10,046	46,950	45,777	1,173
<b>Total Regular Programs</b>		<b>7,888,936</b>	<b>(303,685)</b>	<b>7,585,251</b>	<b>7,568,901</b>	<b>16,350</b>	<b>7,516,586</b>	<b>365,684</b>	<b>7,882,270</b>	<b>7,873,335</b>	<b>8,935</b>
Special Education:											
Cognitive - Mild:											
Salaries of Teachers	11-201-100-101		93,135	93,135	93,135		88,350	(88,350)			
General Supplies	11-201-100-610		22,525	22,525	22,250	275	1,200	(900)	300	213	87
Textbooks	11-201-100-640						1,200	(1,000)	200	188	12
<b>Total Cognitive - Mild</b>			<b>115,660</b>	<b>115,660</b>	<b>115,385</b>	<b>275</b>	<b>90,750</b>	<b>(90,250)</b>	<b>500</b>	<b>401</b>	<b>99</b>
Learning and/or Language Disabilities::											
Salaries of Teachers	11-204-100-101	576,170	(428,394)	147,776	147,751	25	144,550	449,648	594,198	593,900	298
Other Salaries for Instruction	11-204-100-106	102,160	(52,658)	49,502	49,462	40	49,400	50,495	99,895	99,895	
General Supplies	11-204-100-610	3,800		3,800	3,635	165	2,400	216	2,616	2,414	202
Textbooks	11-204-100-640	1,600	(750)	850	845	5	500	(135)	365		365
<b>Total Learning and/or Language Disabilities:</b>		<b>683,730</b>	<b>(481,802)</b>	<b>201,928</b>	<b>201,693</b>	<b>235</b>	<b>196,850</b>	<b>500,224</b>	<b>697,074</b>	<b>696,209</b>	<b>865</b>

**CENTRAL REGIONAL SCHOOL DISTRICT  
GENERAL FUND  
BUDGETARY COMPARISON SCHEDULE  
FOR THE FISCAL YEARS ENDED JUNE 30, 2012 AND 2011**

	ACCOUNT NUMBERS	JUNE 30, 2012				POSITIVE/ (NEGATIVE) FINAL TO ACTUAL	JUNE 30, 2011				POSITIVE/ (NEGATIVE) FINAL TO ACTUAL
		ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL		ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL	
<b>Behavioral Disabilities::</b>											
Salaries of Teachers	11-209-100-101	315,120	(71,937)	243,183	243,183		298,850	29,044	327,894	327,894	
Other Salaries for Instruction	11-209-100-106	52,640		52,640	52,640		49,900	596	50,496	50,495	1
Purchased Technical Services	11-209-100-340						2,900		2,900	1,699	1,201
General Supplies	11-209-100-610	7,738	(1,675)	6,063	5,712	351	8,000	(2,326)	5,674	4,468	1,206
Other Objects	11-209-100-800						200		200	200	200
<b>Total Behavioral Disabilities:</b>		<b>375,498</b>	<b>(73,612)</b>	<b>301,886</b>	<b>301,535</b>	<b>351</b>	<b>359,850</b>	<b>27,314</b>	<b>387,164</b>	<b>384,556</b>	<b>2,608</b>
<b>Multiple Disabilities::</b>											
Salaries of Teachers	11-212-100-101	113,100	9,099	122,199	122,199		159,100	(45,000)	114,100	112,685	1,415
Other Salaries for Instruction	11-212-100-106	51,640	24,450	76,090	76,090		48,900	5,000	53,900	53,134	766
General Supplies	11-212-100-610	2,100	2,117	4,217	4,216	1	2,100		2,100	1,449	651
Other Objects	11-212-100-800	2,450	(2,450)				2,500	(2,000)	500	226	274
<b>Total Multiple Disabilities:</b>		<b>169,290</b>	<b>33,216</b>	<b>202,506</b>	<b>202,505</b>	<b>1</b>	<b>212,600</b>	<b>(42,000)</b>	<b>170,600</b>	<b>167,494</b>	<b>3,106</b>
<b>Resource Room:</b>											
Salaries of Teachers	11-213-100-101	1,174,790	504,747	1,679,537	1,679,502	35	1,604,525	(305,733)	1,298,792	1,298,792	
Other Salaries for Instruction	11-213-100-106	364,930	125,608	490,538	490,093	445	521,017	(41,458)	479,559	479,558	1
General Supplies	11-213-100-610	2,900		2,900	2,246	654	3,455	(1,860)	1,595	1,237	358
<b>Total Resource Room</b>		<b>1,542,620</b>	<b>630,355</b>	<b>2,172,975</b>	<b>2,171,841</b>	<b>1,134</b>	<b>2,128,997</b>	<b>(349,051)</b>	<b>1,779,946</b>	<b>1,779,587</b>	<b>359</b>
<b>Autism:</b>											
Salaries of Teachers	11-214-100-101	107,800	23,500	131,300	131,233	67	59,450	8,000	67,450	67,204	246
Other Salaries for Instruction	11-214-100-106	51,020	37,000	88,020	87,732	288	71,000	(30,135)	40,865	40,865	
General Supplies	11-214-100-610	2,092	2,343	4,435	4,262	173	2,000	(950)	1,050	920	130
<b>Total Autism</b>		<b>160,912</b>	<b>62,843</b>	<b>223,755</b>	<b>223,227</b>	<b>528</b>	<b>132,450</b>	<b>(23,085)</b>	<b>109,365</b>	<b>108,989</b>	<b>376</b>
<b>Home Instruction:</b>											
Salaries of Teachers	11-219-100-101	50,000	(10,500)	39,500	39,448	52	50,000	5,400	55,400	55,368	32
Purchased Professional - Educational Services	11-219-100-320	16,000	12,500	28,500	28,080	420	16,155	15,647	31,802	31,802	
Other Purchased Services	11-219-100-500	4,000	(1,000)	3,000	987	2,013	4,000	(2,412)	1,588	1,588	
<b>Total Home Instruction</b>		<b>70,000</b>	<b>1,000</b>	<b>71,000</b>	<b>68,515</b>	<b>2,485</b>	<b>70,155</b>	<b>18,635</b>	<b>88,790</b>	<b>88,758</b>	<b>32</b>

**CENTRAL REGIONAL SCHOOL DISTRICT  
GENERAL FUND  
BUDGETARY COMPARISON SCHEDULE  
FOR THE FISCAL YEARS ENDED JUNE 30, 2012 AND 2011**

ACCOUNT NUMBERS	JUNE 30, 2012				POSITIVE/ (NEGATIVE) FINAL TO ACTUAL	JUNE 30, 2011				POSITIVE/ (NEGATIVE) FINAL TO ACTUAL	
	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL		ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL		
Total Special Education	3,002,050	287,660	3,289,710	3,284,701	5,009	3,191,652	41,787	3,233,439	3,225,994	7,445	
Basic Skills/Remedial: Salaries of Teachers	11-230-100-101	47,300	7,026	54,326	54,326	43,900	7,216	51,116	51,116		
Total Basic Skills/Remedial		47,300	7,026	54,326	54,326	43,900	7,216	51,116	51,116		
Bilingual Education: Salaries of Teachers	11-240-100-101	82,400	9,455	91,855	91,855	79,050	3,240	82,290	82,290		
Total Bilingual Education		82,400	9,455	91,855	91,855	79,050	3,240	82,290	82,290		
Vocational Programs- Local - Instruction: Salaries of Teachers	11-300-100-101	94,635	6,100	100,735	100,701	34	44,425	53,110	97,535	97,532	3
Other Purchased Services	11-300-100-500	700		700	210	490	700	(467)	233	232	1
General Supplies	11-300-100-610	1,000	(614)	386	386		1,170	(148)	1,022	1,021	1
Total Vocational Programs - Local Instruction		96,335	5,486	101,821	101,297	524	46,295	52,495	98,790	98,785	5
School Sponsored Cocurricular Activities: Salaries	11-401-100-100	90,500	66,249	156,749	156,748	1	109,192	42,163	151,355	151,355	
Purchased Services	11-401-100-500		3,000	3,000	3,000		7,500	(4,500)	3,000	3,000	
Supplies and Materials	11-401-100-600	26,757	(11,869)	14,888	14,770	118	28,857	(17,500)	11,357	11,027	330
Other Objects	11-401-100-800	7,500		7,500	6,920	580	7,500	(2,700)	4,800	4,795	5
Total School Sponsored Cocurricular Activities		124,757	57,380	182,137	181,438	699	153,049	17,463	170,512	170,177	335
School Sponsored Athletics - Instruction: Salaries	11-402-100-100	707,236	23,444	730,680	729,645	1,035	710,790	(3,778)	707,012	706,489	523
Purchased Services	11-402-100-500	100,500	11,403	111,903	110,832	1,071	30,500	(10,310)	20,190	20,177	13
Supplies and Materials	11-402-100-600	22,761	16,000	38,761	38,761		147,500	(3,090)	144,410	142,873	1,537
Other Objects	11-402-100-800	60,000	(10,000)	50,000	45,014	4,986	50,000	20,500	70,500	70,500	
Total School Sponsored Athletics Instruction		890,497	40,847	931,344	924,252	7,092	938,790	3,322	942,112	940,039	2,073
Total Instruction		12,132,275	104,169	12,236,444	12,206,770	29,674	11,969,322	491,207	12,460,529	12,441,736	18,793

**CENTRAL REGIONAL SCHOOL DISTRICT  
GENERAL FUND  
BUDGETARY COMPARISON SCHEDULE  
FOR THE FISCAL YEARS ENDED JUNE 30, 2012 AND 2011**

	ACCOUNT NUMBERS	JUNE 30, 2012				POSITIVE/ (NEGATIVE) FINAL TO ACTUAL	JUNE 30, 2011				POSITIVE/ (NEGATIVE) FINAL TO ACTUAL
		ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL		ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL	
Undistributed Expenditures:											
Instruction :											
Tuition to Other LEAs Within the State - Regular	11-000-100-561		8,000	8,000	7,324	676		20,000	20,000	19,603	397
Tuition to Other LEAs Within the State - Special	11-000-100-562	125,000	37,000	162,000	161,762	238	50,000	166,720	216,720	214,737	1,983
Tuition to County Vocational School District - Regular	11-000-100-563	15,500	(1,000)	14,500	12,000	2,500	16,500	(3,000)	13,500	13,500	
Tuition to CSSD & Regional Day School	11-000-100-565	365,000	5,000	370,000	363,063	6,937	520,000	(349,148)	170,852	170,121	731
Tuition to Private School for the Handicapped - State	11-000-100-566	1,111,000	(184,200)	926,800	776,224	150,576	779,000	217,635	996,635	995,394	1,241
Tuition to Private School Other LEAs Outside State	11-000-100-567	45,000	(34,500)	10,500		10,500	220,000	(194,638)	25,362	25,009	353
Tuition - State Facilities	11-000-100-568	37,982		37,982	37,982		75,720	84,000	159,720	159,636	84
<b>Total Undistributed Expenditures - Instruction</b>		<b>1,699,482</b>	<b>(169,700)</b>	<b>1,529,782</b>	<b>1,358,355</b>	<b>171,427</b>	<b>1,661,220</b>	<b>(58,431)</b>	<b>1,602,789</b>	<b>1,598,000</b>	<b>4,789</b>
Attendance & Social Work Services:											
Salaries	11-000-211-100	155,039		155,039	155,039		108,350	32,335	140,685	140,677	8
Supplies and Materials	11-000-211-600	1,200		1,200	545	655	1,200	(541)	659	659	
Other Objects	11-000-211-800	2,200	(561)	1,639	125	1,514	2,200	1,841	4,041	4,006	35
<b>Total Attendance &amp; Social Work Services</b>		<b>158,439</b>	<b>(561)</b>	<b>157,878</b>	<b>155,709</b>	<b>2,169</b>	<b>111,750</b>	<b>33,635</b>	<b>145,385</b>	<b>145,342</b>	<b>43</b>
Health Services:											
Salaries	11-000-213-100	186,835	31,561	218,396	218,395	1	237,850	26,000	263,850	263,784	66
Purchased Professional & Technical Services	11-000-213-300	26,000	2,000	28,000	28,000		26,000	(1,000)	25,000	25,000	
Other Purchased Services	11-000-213-500	150		150		150	100	(100)			
Supplies and Materials	11-000-213-600	2,500	5,750	8,250	7,923	327	6,550	(1,800)	4,750	4,682	68
<b>Total Health Services</b>		<b>215,485</b>	<b>39,311</b>	<b>254,796</b>	<b>254,318</b>	<b>478</b>	<b>270,500</b>	<b>23,100</b>	<b>293,600</b>	<b>293,466</b>	<b>134</b>

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**CENTRAL REGIONAL SCHOOL DISTRICT  
GENERAL FUND  
BUDGETARY COMPARISON SCHEDULE  
FOR THE FISCAL YEARS ENDED JUNE 30, 2012 AND 2011**

	ACCOUNT NUMBERS	JUNE 30, 2012				POSITIVE/ (NEGATIVE) FINAL TO ACTUAL	JUNE 30, 2011				POSITIVE/ (NEGATIVE) FINAL TO ACTUAL
		ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL		ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL	
Other Support Services - Students - Related Services:											
Salaries	11-000-216-100	70,300		70,300	70,300		66,950	(16,239)	50,711	50,273	438
Purchased Professional - Educational Services	11-000-216-320	110,000	(9,150)	100,850	89,207	11,643	111,525	(39,700)	71,825	71,772	
Supplies and Materials	11-000-216-600	500		500	466	34					
<b>Total Other Support Services - Students - Related Services</b>		<b>180,800</b>	<b>(9,150)</b>	<b>171,650</b>	<b>159,973</b>	<b>11,677</b>	<b>178,475</b>	<b>(55,939)</b>	<b>122,536</b>	<b>122,045</b>	<b>438</b>
Other Support Services - Students - Regular:											
Salaries of Other Professional Staff	11-000-218-104	577,384	(8,000)	569,384	567,743	1,641	615,719	(30,200)	585,519	585,420	99
Salaries of Secretarial & Clerical Assistants	11-000-218-105	246,334	(7,798)	238,536	238,535	1	238,040	(5,900)	232,140	232,114	26
Purchased Professional & Technical Services	11-000-218-320	43,000	(13,919)	29,081	29,081		27,500	(5,950)	21,550	21,550	
Other Purchased Services	11-000-218-500	2,000	(1,469)	531	31	500	3,000	(2,800)	200	107	93
Supplies and Materials	11-000-218-600	14,465		14,465	13,272	1,193	31,889	(12,880)	19,009	18,995	14
Other Objects	11-000-218-800	13,960	(8,500)	5,460	4,715	745	15,907	(11,600)	4,307	4,043	264
<b>Total Other Support Services - Students - Regular</b>		<b>897,143</b>	<b>(39,686)</b>	<b>857,457</b>	<b>853,377</b>	<b>4,080</b>	<b>932,055</b>	<b>(69,330)</b>	<b>862,725</b>	<b>862,229</b>	<b>496</b>
Other Support Services - Students - Special Services:											
Salaries of Other Professional Staff	11-000-219-104	545,965	81,064	627,029	627,029		548,800	111,952	660,752	660,751	1
Salaries of Secretarial & Clerical Assistants	11-000-219-105	110,067		110,067	110,066	1	103,170		103,170	103,170	
Miscellaneous Purchased Services	11-000-219-592	1,000		1,000	442	558	1,040		1,040	958	82
Supplies and Materials	11-000-219-600	6,500	1,500	8,000	7,297	703	6,000	200	6,200	6,062	138
Other Objects	11-000-219-800	7,500	2,550	10,050	9,645	405	10,000	(800)	9,200	9,171	29
<b>Total Other Support Services - Students - Special Services</b>		<b>671,032</b>	<b>85,114</b>	<b>756,146</b>	<b>754,479</b>	<b>1,667</b>	<b>669,010</b>	<b>111,352</b>	<b>780,362</b>	<b>780,112</b>	<b>250</b>
Improvement of Instruction Services/Other Support Services - Instruction Staff:											
Salaries of Supervisors of Instruction	11-000-221-102	297,782	27,000	324,782	324,782		412,583	(24,741)	387,842	387,842	

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**CENTRAL REGIONAL SCHOOL DISTRICT  
GENERAL FUND  
BUDGETARY COMPARISON SCHEDULE  
FOR THE FISCAL YEARS ENDED JUNE 30, 2012 AND 2011**

ACCOUNT NUMBERS	JUNE 30, 2012				POSITIVE/ (NEGATIVE)	JUNE 30, 2011				POSITIVE/ (NEGATIVE)	
	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL	FINAL TO ACTUAL	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL	FINAL TO ACTUAL	
Improvement of Instruction Services/Other											
Support Services - Instruction Staff (continued):											
Salaries of Secretarial & Clerical											
Assistants	11-000-221-105	76,528	(11,849)	64,679	64,678	1	72,530		72,530	72,530	
Supplies and Materials	11-000-221-600	2,500	(1,000)	1,500	1,451	49	2,500		2,500	2,442	58
Other Objects	11-000-221-800	5,600	(1,150)	4,450	4,450		5,600	(3,650)	1,950	1,950	
<b>Total Improvement of Instruction Services/Other</b>											
Support Services Instructional Staff		382,410	13,001	395,411	395,361	50	493,213	(28,391)	464,822	464,764	58
Educational Media Services/School Library:											
Salaries	11-000-222-100	119,800	(10,400)	109,400	109,236	164	165,100		165,100	165,100	
Other Purchased Services	11-000-222-500	925	900	1,825	1,450	375	1,075	(500)	575	373	202
Supplies and Materials	11-000-222-600	44,798	(963)	43,835	42,631	1,204	58,097	(3,230)	54,867	52,838	2,029
<b>Total Educational Media Services/School Library</b>											
		165,523	(10,463)	155,060	153,317	1,743	224,272	(3,730)	220,542	218,311	2,231
Support Services Instructional Staff Training Service:											
Other Purchased Services	11-000-223-500	1,200	(839)	361	361						
Supplies and Materials	11-000-223-600	2,500	(842)	1,658	1,634	24	2,500	(950)	1,550	1,545	5
Other Objects	11-000-223-800	342		342	268	74	342		342	219	123
<b>Total Support Services Instructional Staff Training Services</b>											
		4,042	(1,681)	2,361	2,263	98	2,842	(950)	1,892	1,764	128
Support Services General Administration:											
Salaries	11-000-230-100	303,675	(46,000)	257,675	256,865	810	455,635	(160,300)	295,335	295,335	
Legal Services	11-000-230-331	120,000	169,157	289,157	289,156	1	135,000	125,116	260,116	260,115	1
Audit Services	11-000-230-332	33,000	(5,500)	27,500	27,500		32,000	(4,500)	27,500	27,500	
Architect/Engineer Services	11-000-230-334		55,500	55,500	38,491	17,009					
Other Purchased Professional Services	11-000-230-339	96,000	(26,000)	70,000	69,921	79	76,000	50,400	126,400	126,359	41
Communications/Telephone	11-000-230-530	96,000	(28,000)	68,000	65,300	2,700	140,353	(60,453)	79,900	79,649	251
BOE Other Purchased Services	11-000-230-585	6,500	(5,156)	1,344	1,344		6,500	(6,250)	250	250	
General Supplies	11-000-230-610	15,500	(1,394)	14,106	13,718	388	14,400	1,193	15,593	15,219	374
BOE In-House Training/Meeting Supplies	11-000-230-630	600	(600)				600	(600)			
BOE Membership Dues & Fees	11-000-230-895	69,000	(40,000)	29,000	28,698	302	74,200	(31,598)	42,602	42,050	552

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**CENTRAL REGIONAL SCHOOL DISTRICT  
GENERAL FUND  
BUDGETARY COMPARISON SCHEDULE  
FOR THE FISCAL YEARS ENDED JUNE 30, 2012 AND 2011**

ACCOUNT NUMBERS	JUNE 30, 2012				POSITIVE/ (NEGATIVE)	JUNE 30, 2011				POSITIVE/ (NEGATIVE)
	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL	FINAL TO ACTUAL	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL	FINAL TO ACTUAL
Total Support Services General Administration	740,275	72,007	812,282	790,993	21,289	934,688	(86,992)	847,696	846,477	1,219
Support Services School Administration:										
Salaries of Principals & Assistant Principals										
11-000-240-103	578,289	4,700	582,989	582,949	40	595,752	(47,000)	548,752	548,274	478
Salaries of Secretarial & Clerical Assistants										
11-000-240-105	269,816	2,717	272,533	272,084	449	257,322	8,630	265,952	265,833	119
11-000-240-110	12,000	483	12,483	12,480	3	9,300	9,077	18,377	18,377	
11-000-240-500	1,160	(30)	1,130	40	1,090	1,160	(1,160)			
11-000-240-600	102,049	(13,303)	88,746	72,053	16,693	91,326	(5,867)	85,459	80,372	5,087
11-000-240-800	7,525		7,525	6,235	1,290	7,925	(2,500)	5,425	5,148	277
Total Support Services School Administration	970,839	(5,433)	965,406	945,841	19,565	962,785	(38,820)	923,965	918,004	5,961
Central Services:										
11-000-251-100	350,865		350,865	349,687	1,178	336,780	1,125	337,905	333,279	4,626
11-000-251-330	5,500		5,500	3,895	1,605	7,500	(2,000)	5,500	5,186	314
11-000-251-340	27,000	4,300	31,300	31,276	24	26,800	12,173	38,973	38,973	
11-000-251-592		100	100	100		500	(458)	42	42	
11-000-251-600	89,500	(8,135)	81,365	74,970	6,395	89,500	(35,740)	53,760	45,917	7,843
11-000-251-890	5,000	(1,343)	3,657	1,854	1,803	5,000		5,000	2,061	2,939
Total Central Services	477,865	(5,078)	472,787	461,782	11,005	466,080	(24,900)	441,180	425,458	15,722
Administrative Information Technology:										
11-000-252-100	159,562	58,578	218,140	218,140		154,750		154,750	154,466	284
11-000-252-340	20,000	2,017	22,017	21,753	264	23,000		23,000	21,648	1,352
11-000-252-500	5,000	(3,805)	1,195	1,195		55,000	(50,000)	5,000	2,524	2,476
11-000-252-600	50,000	16,788	66,788	66,786	2	50,282		50,282	45,255	5,027
Total Administrative Information Technology	234,562	73,578	308,140	307,874	266	283,032	(50,000)	233,032	223,893	9,139
Allowance Maintenance for School Facilities:										
11-000-261-100	312,850	(65,872)	246,978	243,613	3,365	168,679	83,000	251,679	250,470	1,209
11-000-261-420	231,865	36,476	268,341	259,711	8,630	325,508	(9,594)	315,914	310,602	5,312
11-000-261-610	67,513	5,140	72,653	72,554	99	65,513	10,461	75,974	75,670	304
11-000-261-800	1,700		1,700	1,680	20	2,035	54	2,089	2,089	

**CENTRAL REGIONAL SCHOOL DISTRICT  
GENERAL FUND  
BUDGETARY COMPARISON SCHEDULE  
FOR THE FISCAL YEARS ENDED JUNE 30, 2012 AND 2011**

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ACCOUNT NUMBERS	JUNE 30, 2012				POSITIVE/ (NEGATIVE) FINAL TO ACTUAL	JUNE 30, 2011				POSITIVE/ (NEGATIVE) FINAL TO ACTUAL
	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL		ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL	
Total Allowance Maintenance for School Facilities	613,928	(24,256)	589,672	577,558	12,114	561,735	83,921	645,656	638,831	6,825
Operation & Maintenance of Plant Services:										
Salaries 11-000-262-100	944,763	(22,157)	922,606	919,319	3,287	895,050	121,045	1,016,095	1,016,094	1
Purchased Professional & Technical Services 11-000-262-300	5,000		5,000	4,887	113	9,000	(2,085)	6,915	6,915	
Cleaning, Repair & Maintenance Services 11-000-262-420	38,055	9,249	47,304	47,051	253	42,965	3,387	46,352	46,253	99
Other Purchased Property Services 11-000-262-490	113,000	7,500	120,500	118,970	1,530	120,000	236	120,236	112,736	7,500
Miscellaneous Purchased Services 11-000-262-590	15,000	15,000	30,000	29,711	289	25,000	(11,888)	13,112	13,112	
Insurance 11-000-262-520	180,000	(7,000)	173,000	172,070	930	170,000	(301)	169,699	169,699	
General Supplies 11-000-262-610	60,000		60,000	59,390	610	60,000	6,089	66,089	66,089	
Energy (Electricity) 11-000-262-622	610,000	(134,691)	475,309	470,958	4,351	705,000	(195,770)	509,230	509,230	
Energy (Natural Gas) 11-000-262-621	120,000	(27,550)	92,450	88,975	3,475	240,000	(72,000)	168,000	167,940	60
Energy (Oil) 11-000-262-624	2,000	(2,000)				7,000	(6,686)	314	314	
Total Operation & Maintenance of Plant Services	2,087,818	(161,649)	1,926,169	1,911,331	14,838	2,274,015	(157,973)	2,116,042	2,108,382	7,660
Care & Upkeep of Grounds										
Salaries 11-000-263-100	143,476	5,340	148,816	147,873	943	185,147	(38,972)	146,175	146,175	
Purchased Professional & Technical Services 11-000-263-300	20,000	7,745	27,745	27,743	2	20,000		20,000	20,000	
Cleaning, Repair & Maintenance Services 11-000-263-420	30,200	(5,000)	25,200	25,200		30,200		30,200	30,200	
General Supplies 11-000-263-610	37,500	809	38,309	38,306	3	37,500	(942)	36,558	36,558	
Other Objects 11-000-263-800	1,655		1,655	1,649	6	1,655		1,655	1,646	9
Total Care & Upkeep of Grounds	232,831	8,894	241,725	240,771	954	274,502	(39,914)	234,588	234,579	9
Security										
Purchased Professional & Technical Services 11-000-266-300	2,000	(2,000)				10,000	(10,000)			
Total Security	2,000	(2,000)				10,000	(10,000)			

**CENTRAL REGIONAL SCHOOL DISTRICT  
GENERAL FUND  
BUDGETARY COMPARISON SCHEDULE  
FOR THE FISCAL YEARS ENDED JUNE 30, 2012 AND 2011**

	ACCOUNT NUMBERS	JUNE 30, 2012				POSITIVE/ (NEGATIVE)	JUNE 30, 2011				POSITIVE/ (NEGATIVE)	
		ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL	FINAL TO ACTUAL	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL	FINAL TO ACTUAL	
Student Transportation Services:												
Salaries for Pupil Transportation:												
	Transportation Aides	11-000-270-107	15,000	67,340	82,340	82,337	3					
	Between Home & School - Regular	11-000-270-160	656,298	38,000	694,298	694,071	227	760,440	(58,669)	701,771	701,770	1
	Between Home & School - Special	11-000-270-161	115,000	126,760	241,760	241,759	1		87,530	87,530	87,528	2
	Between Home & School-Nonpublic	11-000-270-163	43,000	3,000	46,000	45,907	93		31,464	31,464	31,463	1
Other Purchased Professional & Technical Services												
	Technical Services	11-000-270-390		27,271	27,271	27,268	3	34,000	(34,000)			
	Cleaning, Repair & Maintenance	11-000-270-420	200,000	131,362	331,362	331,362		379,176	(15,022)	364,154	314,143	50,011
	Lease Purchase Payments	11-000-270-443	17,766		17,766	17,766				17,766	17,766	
Contracted Services (Special Education Students) - Vendors												
	Contracted Services (Special Education Students) - Joint Agreements	11-000-270-515	6,000		6,000	5,954	46	25,000	72,870	97,870	97,869	1
	Contracted Services (Special Education Students) - ESC'S & CTSA	11-000-270-518	360,000	(35,090)	324,910	324,909	1	510,000	(122,707)	387,293	387,292	1
	Aid in Lieu of Payments-CharterSchool	11-000-270-503	18,000	(7,833)	10,167	10,166	1	15,000	(6,600)	8,400	8,400	
Miscellaneous Purchased Services - Transportation												
	Services - Transportation	11-000-270-593	112,000	(10,575)	101,425	101,415	10	135,000	(36,000)	99,000	99,000	
	Supplies and Materials	11-000-270-610	261,000	(203,086)	57,914	57,914		286,000	(225,986)	60,014	58,852	1,162
	Transportation Supplies	11-000-270-615	65,000	234,033	299,033	293,940	5,093		197,448	197,448	197,448	
	Other Objects	11-000-270-800	8,500	1,000	9,500	9,494	6	7,500	1,000	8,500	8,495	5
<b>Total Student Transportation Services</b>			<b>1,877,564</b>	<b>372,182</b>	<b>2,249,746</b>	<b>2,244,262</b>	<b>5,484</b>	<b>2,194,882</b>	<b>(133,672)</b>	<b>2,061,210</b>	<b>2,010,026</b>	<b>51,184</b>
Unallocated Benefits - Employee Benefits:												
	Social Security	11-000-291-220	420,000	98,861	518,861	477,931	40,930	403,895	101,451	505,346	474,475	30,871
	Other Retirement Contributions-PERS	11-000-291-241	453,257	(14,000)	439,257	438,133	1,124	334,000	91,959	425,959	425,958	1
	Worker's Compensation	11-000-291-260	307,000	(42,425)	264,575	264,573	2	270,000	(16,625)	253,375	253,375	
	Health Benefits	11-000-291-270	4,822,040	(296,208)	4,525,832	4,525,831	1	4,596,600	(326,339)	4,270,261	4,270,260	1
	Other Employee Benefits	11-000-291-290	342,000	(27,042)	314,958	314,440	518	311,000	167,337	478,337	478,336	1
<b>Total Unallocated Benefits - Employee Benefits</b>			<b>6,344,297</b>	<b>(280,814)</b>	<b>6,063,483</b>	<b>6,020,908</b>	<b>42,575</b>	<b>5,915,495</b>	<b>17,783</b>	<b>5,933,278</b>	<b>5,902,404</b>	<b>30,874</b>

**CENTRAL REGIONAL SCHOOL DISTRICT  
GENERAL FUND  
BUDGETARY COMPARISON SCHEDULE  
FOR THE FISCAL YEARS ENDED JUNE 30, 2012 AND 2011**

ACCOUNT NUMBERS	JUNE 30, 2012				POSITIVE/ (NEGATIVE)	JUNE 30, 2011				POSITIVE/ (NEGATIVE)	
	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL	FINAL TO ACTUAL	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL	FINAL TO ACTUAL	
Nonbudgeted:											
On-Behalf TPAF Post-Retirement Medical Contributions				41,262					859,643	(859,643)	
On-Behalf TPAF NCGI Premium Contributions				1,240,391					40,473	(40,473)	
Reimbursed TPAF Social Security Contribution				969,817	(969,817)				1,008,098	(1,008,098)	
<b>Total Nonbudgeted</b>				<b>2,251,470</b>	<b>(969,817)</b>				<b>1,908,214</b>	<b>(1,908,214)</b>	
<b>Total Undistributed Expenditures</b>	<b>17,956,335</b>	<b>(46,384)</b>	<b>17,909,951</b>	<b>19,839,942</b>	<b>(648,338)</b>	<b>18,420,551</b>	<b>(489,251)</b>	<b>17,931,300</b>	<b>19,702,301</b>	<b>(1,771,054)</b>	
<b>Total Expenditures - Current Expense</b>	<b>30,088,610</b>	<b>57,785</b>	<b>30,146,395</b>	<b>32,046,712</b>	<b>(1,900,317)</b>	<b>30,389,873</b>	<b>1,956</b>	<b>30,391,829</b>	<b>32,144,037</b>	<b>(1,752,208)</b>	
Capital Outlay:											
Equipment:											
Instructional Equipment	12-140-100-730		54,900	54,900	54,741	159					
Guidance Equipment	12-000-21x-730	1,800	(1,400)	400		400					
Undistributed Expense -											
Custodial Services	12-000-262-730	39,550	(13,933)	25,617	25,556	61	54,000	(10,722)	43,278	43,047	231
School Buses - Regular	12-000-270-733	100,000	4,433	104,433	104,433			12,000	12,000	12,000	
<b>Total Equipment</b>		<b>141,350</b>	<b>44,000</b>	<b>185,350</b>	<b>184,730</b>	<b>620</b>	<b>54,000</b>	<b>1,278</b>	<b>55,278</b>	<b>55,047</b>	<b>231</b>
Assets Acquired Under Capital Leases (Nonbudgeted):											
Undistributed Exenditures:											
Equipment									14,525	(14,525)	
Facilities Acquisition & Construction Services:											
Construction Services	12-000-400-450						1,000		1,000	1,000	
Capital Outlay - Other Objects	12-000-400-800	47,648		47,648	47,648		81,933		81,933	81,933	
<b>Total Facilities Acquisition &amp; Construction Services</b>		<b>47,648</b>		<b>47,648</b>	<b>47,648</b>		<b>82,933</b>		<b>82,933</b>	<b>81,933</b>	<b>1,000</b>
Assets Acquired Under Capital Leases (NonBudgeted)											
				137,620	(137,620)						
<b>Total Capital Outlay</b>		<b>188,998</b>	<b>44,000</b>	<b>232,998</b>	<b>369,998</b>	<b>(137,000)</b>	<b>136,933</b>	<b>1,278</b>	<b>138,211</b>	<b>151,505</b>	<b>(13,294)</b>

**CENTRAL REGIONAL SCHOOL DISTRICT  
GENERAL FUND  
BUDGETARY COMPARISON SCHEDULE  
FOR THE FISCAL YEARS ENDED JUNE 30, 2012 AND 2011**

ACCOUNT NUMBERS	JUNE 30, 2012					POSITIVE/ (NEGATIVE) FINAL TO ACTUAL	JUNE 30, 2011				POSITIVE/ (NEGATIVE) FINAL TO ACTUAL	
	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL	ORIGINAL BUDGET		BUDGET TRANSFERS	FINAL BUDGET	ACTUAL			
Special Schools:												
Summer School - Instruction:												
Salaries of Teachers	13-422-100-101	32,000	5,079	37,079	37,079		32,350	(3,234)	29,116	25,084	4,032	
General Supplies	13-422-100-600		815	815	806	9						
Total Special Schools		32,000	5,894	37,894	37,885	9	32,350	(3,234)	29,116	25,084	4,032	
Total Expenditures		30,309,608	107,679	30,417,287	32,454,595	(2,037,308)	30,559,156		30,559,156	32,320,626	(1,761,470)	
Excess/(Deficiency) of Revenues Over/(Under) Expenditures		(298,850)	(103,551)	(402,401)	429,799	832,200	(1,144,317)		(1,144,317)	(523,435)	620,882	
Other Financing Sources/(Uses):												
Capital Leases					137,620	137,620				14,525	14,525	
Interest Earned on Capital Reserve	10-604	(1,000)		(1,000)		1,000						
Interest Earned on Maintenance Reserve	10-606	(100)		(100)		100						
Interest Earned on Emergency Reserve	10-607	(50)		(50)		50						
Total Other Financing Sources/(Uses)		(1,150)		(1,150)	137,620	138,770				14,525	14,525	
Excess/(Deficiency) of Revenues & Other Financing Sources Over/(Under) Expenditures & Other Other Financing Sources/(Uses)		(300,000)	(103,551)	(403,551)	567,419	970,970	(1,144,317)		(1,144,317)	(508,910)	635,407	
Fund Balances, July 1		1,006,750		1,006,750	1,006,750					1,515,653		
Fund Balances, June 30		\$706,750	(103,551)	603,199	1,574,169	970,970	(1,144,317)		(1,144,317)	1,006,743	635,407	

**RECAPITULATION OF FUND BALANCE:**

Restricted Fund Balance:	
Capital Reserve	\$553,607
Emergency Reserve	50,100
Maintenance Reserve	191,348
Committed Fund Balance:	
Year-end Encumbrances	92,754
Assigned Fund Balance:	
Designated for Subsequent Year's Expenditures	302,551
Unassigned Fund Balance	<u>383,809</u>
Subtotal	1,574,169
Reconciliation to Governmental Fund Statements (GAAP):	
Last State Aid Payment Not Recognized on GAAP Basis	<u>(281,060)</u>
Fund Balance Per Governmental Funds (GAAP)	<u>\$1,293,109</u>

**CENTRAL REGIONAL SCHOOL DISTRICT  
EDUCATION JOBS FUND PROGRAM -  
BUDGETARY COMPARISON SCHEDULE  
FOR THE FISCAL YEAR ENDED JUNE 30, 2012 AND 2011**

	ACCOUNT NUMBER	JUNE 30, 2012			ACTUAL	VARIANCE POSITIVE/ (NEGATIVE) FINAL TO FINAL TO ACTUAL
		ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET		
Revenues:						
Federal Sources:						
Education Jobs Fund Program	18-4522	\$131,752	4,128	135,880	135,880	-
Total Federal Sources		131,752	4,128	135,880	135,880	-
Total Revenues		131,752	4,128	135,880	135,880	-
Expenditures:						
Education Jobs Fund Program:						
Security:						
Salaries	18-000-266-100	131,752	4,128	135,880	135,880	-
Total Security		131,752	4,128	135,880	135,880	-
Total Education Jobs Fund Expenditures		131,752	4,128	135,880	135,880	-
Total Expenditures		131,752	4,128	135,880	135,880	-
Excess/(Deficiency) of Revenues Over/(Under) Expenditures		-	-	-	-	-

**CENTRAL REGIONAL SCHOOL DISTRICT  
SPECIAL REVENUE FUND  
BUDGETARY COMPARISON SCHEDULE  
FOR THE FISCAL YEARS ENDED JUNE 30, 2012 AND 2011**

	JUNE 30, 2012				POSITIVE/ (NEGATIVE) FINAL TO ACTUAL	JUNE 30, 2011				POSITIVE/ (NEGATIVE) FINAL TO ACTUAL
	ORIGINAL BUDGET	TRANSFERS/ ADJUSTMENTS	FINAL BUDGET	ACTUAL		ORIGINAL BUDGET	TRANSFERS/ ADJUSTMENTS	FINAL BUDGET	ACTUAL	
Revenues:										
Federal Sources	\$814,600	60,990	875,590	854,325	21,265	792,501	415,902	1,208,403	1,158,521	49,882
Other Sources		19,453	19,453	19,316	137		25,460	25,460	24,403	1,057
<b>Total Revenues</b>	<b>814,600</b>	<b>80,443</b>	<b>895,043</b>	<b>873,641</b>	<b>21,402</b>	<b>792,501</b>	<b>441,362</b>	<b>1,233,863</b>	<b>1,182,924</b>	<b>50,939</b>
Expenditures:										
Instruction:										
Salaries of Teachers	210,000	(30,452)	179,548	179,548		143,868	124,355	268,223	268,223	
Purchase of Professional Technical Services	454,000	38,075	492,075	492,075		38,000	34,577	72,577	72,577	
Other Purchased Services		60,013	60,013	39,572	20,441	439,432	59,798	499,230	499,230	
General Supplies	20,679	7,790	28,469	28,469		15,135	143,878	159,013	158,273	740
Other Objects							466	466	400	66
<b>Total Instruction</b>	<b>684,679</b>	<b>75,426</b>	<b>760,105</b>	<b>739,664</b>	<b>20,441</b>	<b>636,435</b>	<b>363,074</b>	<b>999,509</b>	<b>998,703</b>	<b>806</b>
Support Services:										
Salaries of Other Professional Staff	18,696	10,534	29,230	29,230			15,696	15,696	14,717	979
Other Salaries						2,090	(117)	1,973	1,973	
Personal Services - Employee Benefits	43,960	(7,420)	36,540	36,540		28,177	21,550	49,727	49,727	
Purchase of Professional Education Services	66,990	(17,274)	49,716	48,891	825	108,721	(28,512)	80,209	51,082	29,127
Purchased Technical Services	275	19,177	19,452	19,316	136		1,500	1,500	443	1,057
Rentals							23,960	23,960	23,960	
Other Purchased Service Supplies and Materials						17,078	5,844	5,844	4,580	1,264
<b>Total Support Services</b>	<b>129,921</b>	<b>5,017</b>	<b>134,938</b>	<b>133,977</b>	<b>961</b>	<b>156,066</b>	<b>78,288</b>	<b>234,354</b>	<b>184,221</b>	<b>50,133</b>
<b>Total Expenditures</b>	<b>814,600</b>	<b>80,443</b>	<b>895,043</b>	<b>873,641</b>	<b>21,402</b>	<b>792,501</b>	<b>441,362</b>	<b>1,233,863</b>	<b>1,182,924</b>	<b>50,939</b>
Excess/(Deficiency) of Revenues Over/(Under) Expenditures & Other Financing Sources/(Uses)	\$ -	-	-	-	-	-	-	-	-	-

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**NOTES TO REQUIRED SUPPLEMENTARY INFORMATION**



**CENTRAL REGIONAL SCHOOL DISTRICT  
REQUIRED SUPPLEMENTARY INFORMATION  
BUDGETARY COMPARISON SCHEDULE  
NOTE TO RSI  
FOR THE FISCAL YEAR ENDED JUNE 30, 2012**

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

	GENERAL FUND N-1	SPECIAL REVENUE FUND
Sources/Inflows of Resources:		
Actual Amounts (Budgetary Basis) "Revenue"		
From the Budgetary Comparison Schedule (C-Series)	\$32,884,394	873,641
Difference - Budget to GAAP:		
Grant accounting budgetary basis differs from GAAP in that encumbrances are recognized as expenditures, and the related revenue is recognized.		
Prior Year		27,000
Current Year		(1,233)
State aid payment recognized for GAAP statements in the current year, previously recognized for budgetary purposes.	381,925	
State aid payment recognized for budgetary purposes, not recognized for GAAP statements until the subsequent year.	(281,060)	
	<u>\$32,985,259</u>	<u>899,408</u>
Total Revenues as Reported on the Statement of Revenues, Expenditures, and Changes in Fund Balances - Governmental Funds. (B-2)		
	<u>\$32,985,259</u>	<u>899,408</u>
Uses/outflows of resources:		
Actual amounts (budgetary basis) "total expenditures" from the budgetary comparison schedule	\$32,454,595	873,641
Differences - budget to GAAP		
Encumbrances for supplies and equipment ordered but not received is reported in the year the order is placed for <i>budgetary</i> purposes, but in the year the supplies are received for <i>financial reporting</i> purposes.		
Prior Year		27,000
Current Year		(1,233)
	<u>\$32,454,595</u>	<u>899,408</u>
Total Expenditures as Reported on the Statement of Revenues, Expenditures, and Changes in Fund Balances - Governmental Funds (B-2)		
	<u>\$32,454,595</u>	<u>899,408</u>

N-1 The general fund budget uses GAAP basis therefore no reconciliation is necessary.



**OTHER SUPPLEMENTARY INFORMATION**



**D. School Based Budget Schedules**

Not Applicable



E. Special Revenue Fund



**CENTRAL REGIONAL SCHOOL DISTRICT  
SPECIAL REVENUE FUND  
COMBINING SCHEDULE OF REVENUES AND EXPENDITURES - BUDGETARY BASIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2012  
(With Comparative Totals for June 30, 2011)**

	TITLE I 2011-12	I.D.E.A. 2011-12	TITLE II PART A 2011-12	INSURANCE KEAN GRANT	2012	2011
<b>Revenues:</b>						
Federal Sources	\$279,627	492,075	82,623		854,325	1,158,521
Other Sources				2,009	17,307	24,403
<b>Total Revenues</b>	<b>\$279,627</b>	<b>492,075</b>	<b>82,623</b>	<b>2,009</b>	<b>17,307</b>	<b>1,182,924</b>
<b>Expenditures:</b>						
<b>Instruction:</b>						
Salaries of Teachers	\$153,803		25,745		179,548	268,223
Purchased Professional Technical Services	39,572				39,572	72,577
Other Purchased Services		492,075			492,075	499,230
General Supplies	28,469				28,469	158,273
Other Objects						400
<b>Total Instruction</b>	<b>221,844</b>	<b>492,075</b>	<b>25,745</b>		<b>739,664</b>	<b>998,703</b>
<b>Support Services:</b>						
Salaries of Other Professional Staff			29,230		29,230	14,717
Other Salaries						1,973
Personal Services - Employee Benefits	30,508		6,032		36,540	49,727
Purchase of Professional Education Services	27,275		21,616		48,891	51,082
Purchased Technical Services				2,009	2,009	443
Rentals						23,960
Other Professional Services					17,307	4,580
Supplies and Materials						37,739
<b>Total Support Services</b>	<b>57,783</b>		<b>56,878</b>	<b>2,009</b>	<b>17,307</b>	<b>184,221</b>
<b>Total Expenditures</b>	<b>\$279,627</b>	<b>492,075</b>	<b>82,623</b>	<b>2,009</b>	<b>17,307</b>	<b>1,182,924</b>



**F. Capital Projects Fund**



**CENTRAL REGIONAL SCHOOL DISTRICT  
SUMMARY SCHEDULE OF PROJECT EXPENDITURES  
FOR THE FISCAL YEAR ENDED JUNE 30, 2012**

PROJECT TITLE	ORIGINAL DATE	APPROPRIATIONS	EXPENDITURES		UNEXPENDED BALANCE 2012
			PRIOR YEAR	CURRENT YEAR	
Upgrades to Middle & High Schools		\$5,155,199	270,881	3,735,809	1,148,509
Total		\$5,155,199	270,881	3,735,809	1,148,509

**CENTRAL REGIONAL SCHOOL DISTRICT  
CAPITAL PROJECTS FUND  
SUMMARY SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCE-BUDGETARY BASIS  
YEAR ENDED JUNE 30, 2012**

Revenues & Other Financing Sources:	
State Sources - SDA Grant	<u>\$1,042,199</u>
Total Revenue & Other Financing Sources	<u>\$1,042,199</u>
Expenditures & Other Financing Uses:	
Purchased Professional & Technical Services	170,119
Construction Services	<u>3,565,690</u>
Total Expenditures	<u>3,735,809</u>
Excess/(Deficiency) of Revenues Over/(Under) Expenditures	(2,693,610)
Fund Balance - Beginning	<u>3,842,119</u>
Fund Balance - Ending	<u><u>\$1,148,509</u></u>

**CENTRAL REGIONAL SCHOOL DISTRICT  
CAPITAL PROJECTS FUND  
SCHEDULE OF REVENUES, EXPENDITURES, PROJECT BALANCE AND  
PROJECT STATUS - BUDGETARY BASIS  
UPGRADES TO MIDDLE AND HIGH SCHOOLS  
YEAR ENDED JUNE 30, 2012**

	PRIOR PERIODS	CURRENT YEAR	TOTALS	REVISED AUTHORIZED COST
Revenues & Other Financing Sources:				
State Sources - SCC Grant		1,042,199	1,042,199	1,042,199
Bond Proceeds & Transfers	\$4,113,000		4,113,000	4,113,000
<b>Total Revenues</b>	<b>4,113,000</b>	<b>1,042,199</b>	<b>5,155,199</b>	<b>5,155,199</b>
Expenditures & Other Financing Uses:				
Purchased Professional & Technical Services	270,881	170,119	441,000	441,000
Construction Services		3,565,690	3,565,690	4,714,199
<b>Total Expenditures</b>	<b>270,881</b>	<b>3,735,809</b>	<b>4,006,690</b>	<b>5,155,199</b>
Excess/(Deficiency) of Revenues Over/(Under) Expenditures	\$3,842,119	(2,693,610)	1,148,509	-

**ADDITIONAL PROJECT INFORMATION**

Project Number	0770-030-10-1001
Grant Date	04/19/2011
Bond Authorization Date	01/25/2011
Bonds Authorized	\$4,113,346
Bonds Issued	\$4,113,000
Original Authorized Cost	\$5,208,976
Reduction of Authorized Cost	(\$53,431)
Revised Authorized Cost	\$5,155,545
Percentage Decrease Under Original Authorized Cost	-1.03%
Original Target Completion Date	
Percentage Completion	77.72%



## G. Proprietary Funds



Enterprise Fund



**CENTRAL REGIONAL SCHOOL DISTRICT  
ENTERPRISE FUND  
COMBINING SCHEDULE OF NET ASSETS  
AS OF JUNE 30, 2012  
(With Comparative Totals for June 30, 2011)**

ASSETS	COMMUNITY SCHOOL	FOOD SERVICE FUND	2012	2011
Current Assets:				
Cash & Cash Equivalents	\$5,880	84,379	90,259	49,986
Intergovernmental Accounts Receivable:				
Federal		1,533	1,533	
State		40	40	395
Total Current Assets	<u>5,880</u>	<u>85,952</u>	<u>91,832</u>	<u>50,381</u>
Fixed Assets:				
Equipment		321,206	321,206	283,427
Accumulated Depreciation		(250,000)	(250,000)	(182,566)
Total Fixed Assets		<u>71,206</u>	<u>71,206</u>	<u>100,861</u>
Total Assets	<u>5,880</u>	<u>157,158</u>	<u>163,038</u>	<u>151,242</u>
LIABILITIES				
Current Liabilities:				
Accounts Payable		20,710	20,710	17,653
Total Current Liabilities		<u>20,710</u>	<u>20,710</u>	<u>17,653</u>
NET ASSETS				
Investment in Fixed Capital Unrestricted	5,880	71,206 65,242	71,206 71,122	100,861 32,728
Total Fund Equity	<u>\$5,880</u>	<u>136,448</u>	<u>142,328</u>	<u>133,589</u>

**CENTRAL REGIONAL SCHOOL DISTRICT  
ENTERPRISE FUND  
COMBINING SCHEDULE OF REVENUES, EXPENSES AND  
CHANGES IN FUND NET ASSETS  
AS OF JUNE 30, 2012  
(With Comparative Totals for June 30, 2011)**

	COMMUNITY SCHOOL	FOOD SERVICE FUND	2012	2011
Local Sources:				
Daily Sales - Reimbursable Programs:				
School Lunch Program		479,434	479,434	476,354
Miscellaneous	\$5,250	85	5,335	6,750
Total - Daily Sales - Reimbursable Programs	5,250	479,519	484,769	483,104
Operating Expenses:				
Other Purchased Services	4,097	393,670	397,767	459,683
Supplies and Materials	826	57,489	58,315	33,150
Depreciation		29,931	29,931	29,708
Cost of Sales		349,317	349,317	275,573
Total Operating Expenses	4,923	830,407	835,330	798,114
Operating/(Loss)/Gain	327	(350,888)	(350,561)	(315,010)
Nonoperating Revenues/(Expenses):				
State Sources:				
State School Lunch Program		7,891	7,891	8,042
Federal Sources:				
School Breakfast Program		36,904	36,904	36,014
National School Lunch Program		260,561	260,561	232,556
Food Distribution Program		53,944	53,944	33,150
Miscellaneous				1,099
Total Nonoperating Revenues/(Expenses)		359,300	359,300	310,861
Net Income/(Loss)	327	8,412	8,739	(4,149)
Retained Earnings - July 1, 2011	5,553	128,036	133,589	137,738
Retained Earnings - June 30, 2012	\$5,880	136,448	142,328	133,589

**CENTRAL REGIONAL SCHOOL DISTRICT  
ENTERPRISE FUND  
COMBINING SCHEDULE OF CASH FLOWS  
AS OF JUNE 30, 2012  
(With Comparative Totals for June 30, 2011)**

	COMMUNITY SCHOOL	FOOD SERVICE FUND	2012	2011
Cash Flows From Operating Activities:				
Receipts from Daily Sales		479,434	479,434	476,354
Receipts from Miscellaneous Items	\$5,250	85	5,335	6,750
Disbursements for Operating Expenses	(4,923)	(743,475)	(748,398)	(717,602)
Net Cash Provided/(Used) by Operating Activities	327	(263,956)	(263,629)	(234,498)
Cash Flows From Capital Financing Activities:				
Purchases of Fixed Assets		(277)	(277)	
Net Cash Provided/(Used) by Capital Financing Activities		(277)	(277)	
Cash Flows From Noncapital Financing Activities:				
State Sources		8,246	8,246	8,820
Federal Sources		295,932	295,932	289,828
Miscellaneous				956
Transfers to Other Funds				(29,793)
Net Cash Provided by Noncapital Financing Activities		304,178	304,178	269,811
Net Increase in Cash & Cash Equivalents	327	39,945	40,272	35,313
Cash and Cash Equivalents, July 1	5,553	44,434	49,987	14,674
Cash & Cash Equivalents, June 30	\$5,880	84,379	90,259	49,987

**RECONCILIATION OF OPERATING INCOME/(LOSS) TO NET CASH PROVIDED/(USED) BY OPERATING ACTIVITIES:**

Operating Loss		(350,888)	(350,888)	(316,301)
Operating Gain	\$327		327	1,292
Adjustments to Reconcile Operating Income/(Loss) to Cash Provided/(Used) by Operating Activities:				
Depreciation Expense		29,931	29,931	29,708
Food Distribution Program		53,944	53,944	33,150
Change in Assets & Liabilities:				
Increase/(Decrease) in Accounts Payable		3,057	3,057	17,653
Total Adjustments		86,932	86,932	80,511
Net Cash Provided/(Used) by Operating Activities	\$327	(263,956)	(263,629)	(234,498)



Internal Service Fund

Not Applicable



## H. Fiduciary Funds



**CENTRAL REGIONAL SCHOOL DISTRICT  
FIDUCIARY FUNDS  
COMBINING STATEMENT OF FIDUCIARY NET ASSETS  
JUNE 30, 2012  
(With Comparative Totals for June 30, 2011)**

ASSETS	PRIVATE PURPOSE		AGENCY		2012	2011
	SCHOLARSHIP FUND	UNEMPLOYMENT COMPENSATION TRUST	STUDENT ACTIVITY	PAYROLL		
Cash & Cash Equivalents	\$61,270	371,569	185,217	105,672	723,728	818,690
Due from Other Funds		27,720		2,977	30,697	9,882
<b>Total Assets</b>	<b>61,270</b>	<b>399,289</b>	<b>185,217</b>	<b>108,649</b>	<b>754,425</b>	<b>828,572</b>
<b>LIABILITIES</b>						
Accounts Payable		\$3,225			3,225	24,104
Payroll Deductions & Withholdings				77,719	77,719	14,597
Interfunds Payable				30,930	30,930	9,882
Due to Student Groups			185,217		185,217	235,736
<b>Total Liabilities</b>		<b>3,225</b>	<b>185,217</b>	<b>108,649</b>	<b>297,091</b>	<b>284,319</b>
<b>NET ASSETS</b>						
Reserved:						
Scholarships	61,270				61,270	53,010
Unemployment Benefits		396,064			396,064	491,243
<b>Total Net Assets</b>	<b>\$61,270</b>	<b>396,064</b>	<b>-</b>	<b>-</b>	<b>457,334</b>	<b>544,253</b>

**CENTRAL REGIONAL SCHOOL DISTRICT  
FIDUCIARY FUND  
COMBINING STATEMENT OF CHANGES IN FIDUCIARY NET ASSETS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2012  
(With Comparative Totals for June 30, 2011)**

	PRIVATE PURPOSE		2012	2011
	SCHOLARSHIP FUND	UNEMPLOYMENT COMPENSATION TRUST		
ADDITIONS:				
Interest Earned	\$45	291	336	4,886
Contributions	11,115	17,837	28,952	54,919
Total Additions	11,160	18,128	29,288	59,805
DEDUCTIONS:				
Disbursements	2,900		2,900	75,931
Cancellation of Receivables				11,240
Unemployment Claims		113,307	113,307	84,417
Total Deductions	2,900	113,307	116,207	171,588
Change in Net Assets	8,260	(95,179)	(86,919)	(111,783)
Net Assets - Beginning of Year	53,010	491,243	544,253	656,036
Net Assets - End of Year	\$61,270	396,064	457,334	544,253

EXHIBIT H-3

**CENTRAL REGIONAL SCHOOL DISTRICT  
STUDENT ACTIVITY AGENCY FUND  
SCHEDULE OF RECEIPTS AND DISBURSEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2012**

	BALANCE JULY 1, 2011	CASH RECEIPTS	CASH DISBURSEMENTS	BALANCE JUNE 30, 2012
High & Middle Schools	\$225,216	361,213	405,880	180,549
Athletic Account	10,520	89,124	94,976	4,668
<b>Total</b>	<b>\$235,736</b>	<b>450,337</b>	<b>500,856</b>	<b>185,217</b>

EXHIBIT H-4

**PAYROLL AGENCY FUND  
SCHEDULE OF RECEIPTS AND DISBURSEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2012**

ASSETS	BALANCE JULY 1, 2011	ADDITIONS	DELETIONS	BALANCE JUNE 30, 2012
Cash & Cash Equivalents	\$24,479	21,268,845	21,187,652	105,672
Due from Other Funds		2,977		2,977
<b>Total Assets</b>	<b>\$24,479</b>	<b>21,271,822</b>	<b>21,187,652</b>	<b>108,649</b>
<b>LIABILITIES</b>				
Net Payroll Deductions & Withholdings	\$14,597	21,240,892	21,177,770	77,719
Interfunds	9,882	30,930	9,882	30,930
<b>Total Liabilities</b>	<b>\$24,479</b>	<b>21,271,822</b>	<b>21,187,652</b>	<b>108,649</b>



## I. Long-Term Debt



**CENTRAL REGIONAL SCHOOL DISTRICT  
LONG-TERM DEBT  
SCHEDULE OF SERIAL BONDS  
JUNE 30, 2012**

ISSUE	DATE OF ISSUE	AMOUNT OF ISSUE	ANNUAL MATURITY		INTEREST RATE	BALANCE	ISSUED	RETIRED	REFUNDED	BALANCE
			DATE	AMOUNT		JUNE 30, 2011				JUNE 30, 2012
School Bonds 2011	3/29/2011	\$4,113,000	7-15-12	\$160,000	2.000%	\$4,113,000				4,113,000
			7-15-13	160,000	2.000%					
			7-15-14	170,000	2.000%					
			7-15-15	175,000	2.000%					
			7-15-16	850,000	2.500%					
			7-15-17	750,000	3.000%					
			7-15-18	675,000	3.000%					
			7-15-19	520,000	3.250%					
			7-15-20	400,000	3.500%					
			7-15-21	253,000	3.500%					
School Bonds Series 2001	36,923	2,751,500	7-15-11	130,000	4.600%	130,000		130,000		
School Refunding Bonds	05/29.2008	5,900,000	7-15-12	995,000	3.500%	5,045,000		825,000		4,220,000
			7-15-13	1,045,000	3.500%					
			7-15-14	1,075,000	5.000%					
			7-15-15	1,105,000	3.375%					
Total						<u>\$9,288,000</u>	-	<u>955,000</u>	-	<u>8,333,000</u>

**CENTRAL REGIONAL SCHOOL DISTRICT  
LONG-TERM DEBT  
SCHEDULE OF OBLIGATIONS UNDER CAPITAL LEASES  
JUNE 30, 2012**

SERIES	INTEREST RATE PAYABLE	AMOUNT OF ORIGINAL ISSUE	AMOUNT OUTSTANDING JUNE 30, 2011	ISSUED CURRENT YEAR	RETIRED CURRENT YEAR	AMOUNT OUTSTANDING JUNE 30, 2012
December 2009 Bus	4.50%	\$79,424	\$63,734		14,898	48,836
October 2009 Copiers	Variable	108,782	80,935		20,930	60,005
September 2010 Copiers	6.30%	14,525	12,842		3,120	9,722
August 2011 Buses	2.97%	112,754		112,754	39,581	73,173
August 2011 Copiers	5.30%	24,866		24,866	3,243	21,623
Total			\$157,511	137,620	81,772	213,359

**CENTRAL REGIONAL SCHOOL DISTRICT  
DEBT SERVICE FUND  
BUDGETARY COMPARISON SCHEDULE  
FOR THE FISCAL YEARS ENDED JUNE 30, 2012 AND 2011**

	JUNE 30, 2012				POSITIVE/ NEGATIVE FINAL TO ACTUAL	JUNE 30, 2011				POSITIVE/ NEGATIVE FINAL TO ACTUAL
	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL		ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL	
Revenues:										
Local Sources:										
Local Tax Levy	\$1,311,872		1,311,872	1,311,872		1,102,344		1,102,344	1,102,344	
Miscellaneous									6,852	6,852
<b>Total Revenues</b>	<b>1,311,872</b>		<b>1,311,872</b>	<b>1,311,872</b>		<b>1,102,344</b>		<b>1,102,344</b>	<b>1,109,196</b>	<b>6,852</b>
Expenditures:										
Regular Debt Service:										
Interest on Bonds	356,934		356,934	270,050	86,884	218,062		218,062	218,062	
Redemption of Principal	955,000		955,000	955,000		915,000		915,000	915,000	
<b>Total Expenditures</b>	<b>1,311,934</b>		<b>1,311,934</b>	<b>1,225,050</b>	<b>86,884</b>	<b>1,133,062</b>		<b>1,133,062</b>	<b>1,133,062</b>	
Excess/(Deficiency) of Revenues Over/(Under) Expenditures	(62)		(62)	86,822	86,884	(30,718)		(30,718)	(23,866)	6,852
Other Financing Sources/(Uses):										
Transfer from/(to) Other Funds				632	632					
<b>Total Other Financing Sources/(Uses)</b>				<b>632</b>	<b>632</b>					
Excess/(Deficiency) of Revenues & Other Financing Sources Over/(Under) Expenditures & Other Financing (Uses)	(62)		(62)	87,454	87,516					
Fund Balance July 1, 2011	6,914		6,914	6,914				30,780	30,780	
Fund Balance June 30, 2012	\$6,852	-	6,852	94,368	87,516	(30,718)	-	62	6,914	6,852



**STATISTICAL SECTION (Unaudited)**



**CENTRAL REGIONAL SCHOOL DISTRICT**  
**NET ASSETS BY COMPONENT**  
**LAST FIVE FISCAL YEARS**  
*(Accrual Basis of Accounting)*

	2008	2009	2010	2011	2012
<b>Governmental Activities:</b>					
Invested in Capital Assets, Net of Related Debt	\$14,786,517	15,817,786	22,671,570	18,445,998	21,618,461
<b>Restricted for:</b>					
Debt Service	14,913	30,717	30,780	6,915	(36,096)
Capital Projects	861,320			3,081,772	1,148,508
General Fund	1,399,784	153,608	602,305	303,164	
Maintenance Reserve	21,776	721,776	91,148	91,148	191,348
Emergency Reserve					50,100
Capital Reserve					553,607
Unrestricted	837,001	(546,530)	(756,382)	32,241	(359,935)
<b>Total Governmental Activities</b>					
Net Assets	<u>\$17,921,311</u>	<u>16,177,357</u>	<u>22,639,421</u>	<u>21,961,238</u>	<u>23,165,993</u>
<b>Business-Type Activities:</b>					
Invested in Capital Assets, Net of Related Debt	\$15,832	10,837	130,569	100,861	71,206
Unrestricted	131,463	92,786	7,169	32,728	71,122
<b>Total Business-Type Activities</b>					
Net Assets	<u>\$147,295</u>	<u>103,623</u>	<u>137,738</u>	<u>133,589</u>	<u>142,328</u>
<b>District-Wide:</b>					
Invested in Capital Assets, Net of Related Debt	\$14,802,349	15,828,623	22,802,139	18,546,859	21,689,667
<b>Restricted:</b>					
Debt Service	14,913	30,717	30,780	6,915	(36,096)
Capital Projects	861,320			3,081,772	1,148,508
General Fund	1,399,784	153,608	602,305	303,164	
Maintenance Reserve	21,776	721,776	91,148	91,148	191,348
Emergency Reserve					50,100
Capital Reserve					553,607
Unrestricted	968,464	(453,744)	(749,213)	64,969	(288,813)
<b>Total District Net Assets</b>					
	<u>\$18,068,606</u>	<u>16,280,980</u>	<u>22,777,159</u>	<u>22,094,827</u>	<u>23,308,321</u>

**CENTRAL REGIONAL SCHOOL DISTRICT  
CHANGES IN NET ASSETS - (ACCRUAL BASIS OF ACCOUNTING)  
LAST FIVE FISCAL YEARS**

	2008	2009	2010	2011	2012
<b>Expenses:</b>					
<b>Governmental Activities</b>					
<b>Instruction:</b>					
Regular	\$8,479,276	7,758,943	8,028,025	7,662,009	8,226,793
Special Education	3,009,843	3,624,914	3,990,115	4,251,694	3,284,701
Other Special Instruction	53,247	163,751	137,509	133,406	146,181
Vocational	40,354	38,887	97,034	98,785	101,297
Other Instruction	938,491	967,506	1,086,908	1,110,216	1,105,690
<b>Support Services:</b>					
Tuition	1,528,967	1,542,680	1,328,267	1,597,999	1,358,355
Student & Instruction Related Services	2,877,217	2,968,898	3,316,852	3,020,552	2,888,541
School Administrative Services	989,902	1,043,776	1,051,177	918,003	945,841
Other Administrative Services	1,468,797	1,731,718	1,660,117	1,495,828	790,993
Administrative Information Technology					769,656
Plant Operations & Maintenance	3,075,898	3,320,675	3,685,340	2,981,790	2,674,594
Pupil Transportation	1,789,978	2,028,988	2,018,781	2,011,998	2,244,262
Unallocated Benefits	9,266,203	6,903,734	7,386,709	7,860,346	8,272,378
Special Schools	22,124	16,954	10,812	25,084	37,885
Debt Service	381,472	1,106,388	1,129,235	256,461	302,193
Unallocated Gain on Revaluation of Fixed Assets					467,603
Unallocated Depreciation	1,190,907	1,589,372	1,432,695	1,415,116	1,372,311
Unallocated Compensated Absences					45,341
<b>Total Governmental Activities Expenses</b>	<b>35,112,676</b>	<b>34,807,184</b>	<b>36,359,576</b>	<b>34,839,287</b>	<b>35,034,615</b>
<b>Business-Type Activities:</b>					
Food Service	793,803	834,344	865,653	729,797	830,407
Drivers Education		7,476			
Community School	5,902		11,500	5,458	4,923
<b>Total Business-Type Activities Expense</b>	<b>799,705</b>	<b>841,820</b>	<b>877,153</b>	<b>735,255</b>	<b>835,330</b>
<b>Total District Expenses</b>	<b>\$35,912,381</b>	<b>35,649,004</b>	<b>37,236,729</b>	<b>35,574,542</b>	<b>35,869,945</b>
<b>Program Revenues:</b>					
<b>Governmental Activities:</b>					
Charges for Services				240,990	178,156
Operating Grants & Contributions	\$4,230,798	6,657,025	3,459,367	3,118,138	899,408
<b>Total Governmental Activities Program Revenues</b>	<b>4,230,798</b>	<b>6,657,025</b>	<b>3,459,367</b>	<b>3,359,128</b>	<b>1,077,564</b>
<b>Business-Type Activities:</b>					
<b>Charges for Services:</b>					
Food Service	533,823	528,343	461,286	476,354	479,519
Community School	6,060	11,380	7,545	6,750	5,250
Operating Grants & Contributions	262,831	250,425	295,740	309,762	359,300
<b>Total Business Type Activities Program Revenues</b>	<b>802,714</b>	<b>790,148</b>	<b>764,571</b>	<b>792,866</b>	<b>844,069</b>
<b>Total District Program Revenues</b>	<b>\$5,033,512</b>	<b>7,447,173</b>	<b>4,223,938</b>	<b>4,151,994</b>	<b>1,921,633</b>

**CENTRAL REGIONAL SCHOOL DISTRICT  
CHANGES IN NET ASSETS - (ACCRUAL BASIS OF ACCOUNTING)  
LAST FIVE FISCAL YEARS**

	2008	2009	2010	2011	2012
Net/(Expense)/Revenue:					
Governmental Activities	(\$30,881,878)	(28,150,159)	(32,900,209)	(31,480,159)	(33,957,051)
Business-Type Activities	3,009	(51,672)	(112,582)	57,611	8,739
<b>Total District-Wide Net Expense</b>	<b>(\$30,878,869)</b>	<b>(28,201,831)</b>	<b>(33,012,791)</b>	<b>(31,422,548)</b>	<b>(33,948,312)</b>
General Revenues & Other Changes in Net Assets:					
Governmental Activities:					
Property Taxes Levied for General Purposes, Net	\$23,725,867	24,524,902	25,356,033	26,673,913	26,673,913
Taxes Levied for Debt Service	1,128,760	1,121,126	1,122,604	1,102,344	1,311,872
Unrestricted Grants & Contributions	3,886,224	6,934,441	3,565,448	2,727,947	6,773,184
Miscellaneous Income	271,341	241,549	505,019	297,773	402,837
<b>Total Governmental Activities</b>	<b>29,012,192</b>	<b>32,822,018</b>	<b>30,549,104</b>	<b>30,801,977</b>	<b>35,161,806</b>
Business-Type Activities:					
Investment Earnings				1,099	
<b>Total Business-Type Activities</b>				<b>1,099</b>	
<b>Total District-Wide</b>	<b>\$29,012,192</b>	<b>32,822,018</b>	<b>30,549,104</b>	<b>30,803,076</b>	<b>35,161,806</b>
Change in Net Assets:					
Governmental Activities	(\$1,869,686)	4,671,859	(2,351,105)	(678,182)	1,204,755
Business-Type Activities	3,009	(51,672)	(112,582)	58,710	8,739
<b>Total District</b>	<b>(\$1,866,677)</b>	<b>4,620,187</b>	<b>(2,463,687)</b>	<b>(619,472)</b>	<b>1,213,494</b>

**CENTRAL REGIONAL SCHOOL DISTRICT**  
**FUND BALANCES AND GOVERNMENTAL FUNDS**  
**LAST FIVE FISCAL YEARS**  
*(Modified Accrual Basis of Accounting)*

	FISCAL YEAR ENDING JUNE 30,				
	2008	2009	2010	2011	2012
General Fund:					
Reserved	\$1,694,473	1,846,332	767,744	497,865	1,190,360
Unreserved	2,276,446	723,550	321,190	126,960	102,749
<b>Total General Fund</b>	<b>\$3,970,919</b>	<b>2,569,882</b>	<b>1,088,934</b>	<b>624,825</b>	<b>1,293,109</b>
All Other Governmental Funds					
Restricted, Reported in:					
Capital Projects Fund					68,902
Assigned, Reported in:					
Capital Projects Fund					1,079,606
Debt Service Fund					94,368
Unreserved, Reported in:					
Special Revenue Fund	(\$4,294)				
Capital Projects Fund	605,819			3,842,119	
Debt Service Fund	19,953	37,349	30,780	6,915	
<b>Total All Other Governmental Funds</b>	<b>\$621,478</b>	<b>37,349</b>	<b>30,780</b>	<b>3,849,034</b>	<b>1,242,876</b>

**CENTRAL REGIONAL SCHOOL DISTRICT**  
**CHANGES IN FUND BALANCES, GOVERNMENTAL FUNDS,**  
**LAST TEN FISCAL YEARS**  
*(Modified Accrual Basis of Accounting)*

	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012
<b>Revenues:</b>										
Tax levy	\$20,354,409	22,571,865	23,647,719	24,801,697	24,177,212	24,854,627	25,646,028	26,478,637	27,776,257	27,985,785
Tuition charges	34,839	7,645	10,965	6,339	82,951	44,437	277,416	106,081	240,990	178,156
Transportation Fees	85,572	64,093	133,485	286,703	334,637		277,416		80,899	225,390
Miscellaneous	228,214	137,679	133,485	54,175	245,673	276,381	241,549	573,408	241,277	177,447
State Sources	4,462,781	5,417,120	5,452,034	5,711,827	6,634,841	7,837,839	5,918,561	5,309,017	4,589,953	7,498,885
Federal Sources	623,219	666,167	738,760	759,207	833,772	837,989	708,464	1,313,034	1,231,728	173,707
Other						871	30,000			
<b>Total revenue</b>	<b>25,789,033</b>	<b>28,864,569</b>	<b>30,116,448</b>	<b>31,619,948</b>	<b>32,309,086</b>	<b>33,852,144</b>	<b>33,099,434</b>	<b>33,780,177</b>	<b>34,161,104</b>	<b>36,239,370</b>
<b>Expenditures</b>										
<b>Instruction:</b>										
Regular Instruction	6,818,299	6,932,938	7,890,891	7,177,818	7,888,477	8,432,627	7,758,943	8,028,025	7,873,336	8,308,565
Special Education Instruction	1,976,057	2,218,581	2,548,929	2,805,886	2,909,492	3,009,843	3,624,914	3,990,115	4,251,694	3,284,701
Other Special Instruction	23,366	23,866	23,866	21,866	25,946	53,247	163,751	137,509	133,406	146,181
Vocational Education	411,798	374,873	38,826	43,555	40,420	40,354	38,887	97,034	98,785	101,297
Other Instruction	794,313	862,739	877,846	930,183	932,555	938,491	967,506	1,086,908	1,110,216	1,105,690
Adult/Continuing Education	5,580	5,662	5,840	500						
<b>Support Services:</b>										
Tuition	1,734,121	1,899,091	1,780,382	1,569,643	1,285,403	1,528,967	1,542,680	1,328,267	1,597,999	1,358,355
Student & Inst. Related Services	2,436,809	2,552,292	2,642,619	2,768,767	2,892,307	2,877,217	2,968,899	3,316,852	3,020,552	2,888,541
Other Administrative Services	1,588,781	1,825,537	799,838	860,832	1,020,758	887,873	1,039,457	1,046,923	846,477	790,993
School Administrative Services	808,940	843,964	839,086	873,122	985,463	989,902	1,043,776	1,051,177	918,003	945,841
Central Services										461,782
Admin. Information Technology			739,521	671,755	793,087	580,924	220,404	613,194	649,351	307,874
Plant Operations & Maintenance	2,160,341	2,637,375	2,525,865	2,956,250	3,063,712	3,075,898	3,320,675	3,685,340	2,981,790	2,729,660
Pupil transportation	1,756,253	1,865,043	2,001,075	1,990,870	1,954,111	1,937,716	2,028,988	2,018,781	2,011,998	2,244,262
Unallocated benefits	4,411,858	5,316,986	5,632,456	6,322,647	7,263,592	7,865,492	6,903,734	7,386,709	7,860,346	8,272,378
Special Schools	12,629	17,678	16,049	23,588	28,939	22,124	16,954	10,812	25,084	37,885
Capital outlay	390,317	548,086	294,514	93,548	95,601	643,238	1,589,372	529,020	422,387	4,105,807
<b>Debt Service:</b>										
Principal	575,000	605,000	635,000	680,000	720,000	760,000	905,000	875,000	915,000	955,000
Interest & Other Charges	521,757	495,427	467,717	438,327	407,057	374,007	201,388	254,235	218,061	270,050
<b>Total Expenditures</b>	<b>26,426,218</b>	<b>29,025,137</b>	<b>29,760,320</b>	<b>30,229,157</b>	<b>32,306,920</b>	<b>34,017,920</b>	<b>34,335,328</b>	<b>35,455,901</b>	<b>34,934,485</b>	<b>38,314,862</b>

**CENTRAL REGIONAL SCHOOL DISTRICT**  
**CHANGES IN FUND BALANCES, GOVERNMENTAL FUNDS,**  
**LAST TEN FISCAL YEARS**  
*(Modified Accrual Basis of Accounting)*

	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012
Excess/(Deficiency) of Revenues Over/(Under) Expenditures	(637,184)	(160,568)	356,128	1,390,791	2,166	(165,776)	(1,235,894)	(1,675,724)	(773,381)	(2,075,492)
Other Financing Sources/(Uses):										
Capital Leases										137,620
Transfers In	82,081	17,083								
Total Other Financing Sources/ Uses)	82,081	17,083								137,620
Net Change in Fund Balances	(\$555,103)	(143,485)	356,128	1,390,791	2,166	(165,776)	(1,235,894)	(1,675,724)	(773,381)	(1,937,872)
Debt Service as a Percentage of Noncapital Expenditures	4.21%	3.86%	3.74%	3.71%	3.50%	3.40%	3.38%	3.23%	3.28%	3.58%

Source: District Records

**CENTRAL REGIONAL SCHOOL DISTRICT  
GENERAL FUND - OTHER LOCAL REVENUE BY SOURCE  
LAST TEN FISCAL YEARS  
(Modified Accrual Basis of Accounting)**

FISCAL YEAR ENDING JUNE 30,	TUITION	TRANSPORTATION FEES	INTEREST INVESTMENT	TEXTBOOK FINES	REFUND PRIOR YEAR EXPENDITURES MISCELLANEOUS	MISCELLANEOUS	TOTAL
2003	\$34,839		85,572	4,312	129,068	94,654	348,445
2004	7,645		64,093	2,541		135,138	209,417
2005	10,965		133,485	4,761		20,148	169,359
2006	6,339		286,703	4,068		51,236	348,346
2007	N/A		N/A	N/A		N/A	N/A
2008	N/A		N/A	N/A		N/A	N/A
2009	N/A		N/A	N/A		N/A	N/A
2010	114,616		26,614			378,697	519,927
2011	240,990	80,900	22,343			218,934	563,167
2012	178,156	225,390	742			156,757	561,045

Source: District records

**CENTRAL REGIONAL SCHOOL DISTRICT  
ASSESSED VALUE AND ACTUAL VALUE OF TAXABLE PROPERTY,  
LAST TEN FISCAL YEARS**

FISCAL YEAR ENDED JUNE 30,	VACANT LAND	RESIDENTIAL	COMMERCIAL	INDUSTRIAL	APARTMENT	TOTAL ASSESSED VALUE	LESS TAX EXEMPT PROPERTY	PUBLIC UTILITIES	NET VALUATION TAXABLE	TOTAL DIRECT SCHOOL TAX RATE	ACTUAL (COUNTY EQUALIZED) VALUE
<b>BERKELEY</b>											
2003	\$77,382,200	2,202,710,290	110,459,835	12,412,900	20,781,950	2,423,747,175	778,340,800	7,921,687	2,432,205,470	0.599	2,686,561,899
2004	61,295,150	2,273,689,290	112,110,335	12,412,900	24,729,950	2,484,237,625	781,137,200	5,572,633	2,492,335,307	0.623	2,923,533,058
2005	54,264,350	2,333,681,590	112,297,000	12,318,000	24,746,400	2,537,307,340	782,802,200	6,886,920	2,544,685,309	0.677	3,291,995,996
2006	53,657,050	2,360,530,990	109,369,500	11,358,700	24,746,400	2,559,662,640	785,278,700	5,637,528	2,565,591,068	0.697	3,826,766,887
2007	50,153,250	2,396,731,790	118,269,500	11,358,700	24,746,400	2,601,259,640	786,616,600	4,837,667	2,606,388,907	0.699	4,453,370,497
2008	50,968,900	2,421,249,640	116,946,700	11,358,700	24,746,400	2,625,270,340	806,116,550	3,923,144	2,629,485,784	0.650	5,137,683,949
2009	49,339,700	2,447,836,590	119,958,300	11,321,600	24,756,300	2,653,212,490	809,607,400	3,462,676	2,656,968,666	0.638	5,965,950,879
2010	142,705,500	4,597,514,300	344,374,200	28,114,500	59,170,800	5,171,879,300	1,269,044,700	8,476,005	5,181,066,605	0.370	6,434,567,397
2011	132,153,900	4,599,782,500	325,273,300	24,742,200	58,796,400	5,140,748,300	1,270,623,100	6,397,133	5,147,145,433		5,867,719,087
2012	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
<b>ISLAND HEIGHTS</b>											
2003	3,590,200	109,922,300	10,176,100	-	193,200	123,881,800	9,931,200	218,923	124,045,816	0.607	148,377,706
2004	3,188,900	112,184,900	10,318,400	-	193,200	125,885,400	9,931,200	218,923	126,104,323	0.670	166,597,990
2005	3,298,700	112,977,800	10,318,400	-	193,200	126,788,100	9,931,200	205,339	126,993,439	0.731	189,840,343
2006	2,671,300	115,922,900	10,319,400	-	193,200	129,106,800	10,139,900	138,636	129,245,436	0.755	223,177,523
2007	10,949,600	308,750,600	22,642,200	-	489,300	342,831,700	27,718,300	222,832	343,054,532	0.296	253,200,526
2008	14,113,600	304,746,000	22,721,800	-	489,300	342,070,700	25,339,700	198,353	342,269,053	0.313	339,560,976
2009	14,163,100	309,770,900	22,721,800	-	489,300	347,145,100	25,339,700	186,540	347,331,640	0.265	392,700,235
2010	13,762,500	315,343,500	23,101,200	-	489,300	352,696,500	22,460,600	189,570	375,157,100	0.301	444,532,862
2011	13,983,900	314,685,500	23,043,100	-	489,300	352,201,800	22,460,000	189,570	352,364,449	0.488	418,199,271
2012	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
<b>OCEAN GATE</b>											
2003	1,344,300	94,039,090	3,330,100	-	-	98,713,490	4,842,400	169,518	98,883,008	0.652	128,316,689
2004	1,325,400	95,106,890	3,123,500	-	-	99,555,790	4,692,000	125,480	99,681,270	0.763	158,671,970
2005	3,628,900	246,829,600	4,683,100	-	1,274,000	256,415,600	11,768,300	188,556	256,604,156	0.344	195,755,457
2006	3,778,500	246,889,400	4,683,100	-	1,299,000	256,650,000	12,207,700	169,632	256,819,632	0.322	238,874,100
2007	3,455,300	248,615,500	4,683,100	-	1,299,000	258,052,900	12,192,000	163,580	258,216,480	0.356	277,828,018
2008	3,351,000	251,009,000	4,683,100	-	1,299,000	260,342,100	12,192,000	180,432	260,161,668	0.613	279,974,938
2009	3,326,200	253,446,800	4,683,100	-	1,299,000	262,755,100	11,606,300	196,272	274,361,400	0.358	287,586,215
2010	3,326,200	253,446,800	4,683,100	-	1,299,000	262,755,100	11,606,300	196,272	274,361,400	0.358	287,586,215
2011	3,488,300	252,790,400	4,683,100	-	1,299,000	262,260,800	12,032,500	153,416	262,414,216		281,398,499
2012	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
<b>SEASIDE HEIGHTS</b>											
2003	5,745,500	122,232,900	84,168,300	-	10,694,200	222,840,900	21,756,500	325,908	223,166,808	0.603	297,197,931
2004	7,651,400	123,224,200	82,944,600	-	10,715,100	224,535,300	21,780,300	251,297	224,786,597	0.688	364,915,687
2005	6,362,900	126,613,500	84,544,100	-	10,897,900	228,418,400	21,815,900	183,761	228,602,161	0.781	468,724,488
2006	8,775,300	128,332,700	83,082,700	-	10,680,300	230,871,000	21,775,000	124,354	230,995,354	0.925	646,697,356
2007	47,218,000	542,856,200	321,099,750	-	46,627,100	957,801,050	96,202,902	357,466	958,158,516	0.257	792,242,977
2008	43,217,800	521,942,000	268,433,200	-	40,467,600	874,060,600	77,359,400	357,466	951,777,466	0.265	864,721,607
2009	50,563,100	521,672,800	287,005,200	-	39,772,600	899,013,700	80,154,400	389,332	949,168,100	0.296	876,461,523
2010	50,563,100	521,672,800	287,005,200	-	39,772,600	899,013,700	80,154,400	389,332	949,168,100	0.296	876,461,523
2011	44,451,600	516,178,700	255,271,300	-	39,320,400	855,222,000	79,620,500	322,996	855,544,996		
2012	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
<b>SEASIDE PARK</b>											
2003	9,523,700	607,797,300	52,413,800	-	6,928,500	676,663,300	90,296,900	620,702	677,284,002	0.356	586,016,730
2004	8,783,500	609,960,200	52,050,200	-	6,928,500	677,722,400	90,703,300	551,931	678,274,331	0.366	725,620,534
2005	10,070,400	611,073,100	51,457,200	-	6,928,500	679,529,200	91,724,600	372,440	678,274,331	0.366	893,854,867
2006	11,385,500	613,845,900	51,586,600	-	6,519,500	683,337,500	91,352,600	274,732	683,612,232	0.445	1,087,670,873
2007	11,585,500	618,805,700	38,428,300	-	6,044,000	674,863,500	91,813,000	240,721	675,104,221	0.532	1,264,317,582
2008	14,841,300	622,537,400	38,525,500	-	5,522,000	681,426,200	89,803,800	237,276	681,663,476		1,375,662,450
2009	27,882,300	1,067,289,100	55,438,100	-	9,478,100	1,160,087,600	173,776,600	517,732	1,160,605,332		1,347,313,944
2010	24,129,800	1,072,533,300	55,341,400	-	9,455,200	1,161,459,700	174,260,000	466,208	1,161,925,908	0.348	1,250,938,794
2011	20,660,100	1,075,276,100	55,341,400	-	9,455,200	1,160,732,800	174,260,000	346,911	1,161,079,711		1,287,963,261
2012	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A

**CENTRAL REGIONAL SCHOOL DISTRICT  
DIRECT AND OVERLAPPING PROPERTY TAX RATES  
LAST TEN FISCAL YEARS  
(Rate per \$100 of Assessed Value)**

	SCHOOL DISTRICT DIRECT RATE		OVERLAPPING RATES			TOTAL DIRECT & OVERLAPPING TAX RATE
	TOTAL REGIONAL TAX RATE	LOCAL SCHOOL DISTRICT TAX RATE	MUNICIPAL TAX RATE	COUNTY TAX RATE		
<b>Berkeley</b>						
2003	0.677	0.633	0.580	0.626	2.516	
2004	0.697	0.712	0.646	0.639	2.694	
2005	0.699	0.801	0.676	0.653	2.829	
2006	0.650	0.902	0.746	0.660	2.958	
2007	0.638	0.939	0.841	0.672	3.090	
2008	0.657	0.957	0.916	0.738	3.268	
2009	0.667	0.975	0.969	0.736	3.347	
2010	0.370	0.557	0.505	0.393	1.825	
2011	0.367	0.550	0.508	0.388	1.813	
2012	N/A	N/A	N/A	N/A	N/A	
<b>Island Heights</b>						
2003	0.731	1.189	0.787	0.722	3.429	
2004	0.755	1.197	0.799	0.739	3.490	
2005	0.296	0.461	0.321	0.282	1.360	
2006	0.313	0.466	0.332	0.333	1.444	
2007	0.265	0.465	0.382	0.289	1.401	
2008	0.259	0.479	0.475	0.306	1.519	
2009	0.302	0.479	0.492	0.322	1.595	
2010	0.301	0.479	0.514	0.340	1.634	
2011	0.349	0.488	0.508	0.335	1.680	
2012	0.362	0.504	0.449	0.403	1.718	
<b>Ocean Gate</b>						
2003	0.652	1.079	0.883	0.628	3.242	
2004	0.763	1.219	1.032	0.682	3.696	
2005	0.344	0.517	0.492	0.291	1.644	
2006	0.322	0.571	0.538	0.316	1.747	
2007	0.356	0.612	0.580	0.276	1.824	
2008	0.349	0.613	0.604	0.276	1.842	
2009	0.358	0.604	0.624	0.339	1.925	
2010	0.363				0.363	
2011	0.364	0.604	0.635	0.304	1.907	
2012	N/A	N/A	N/A	N/A	N/A	
<b>Seaside Heights</b>						
2003	0.603	0.950	0.892	0.644	3.089	
2004	0.688	0.970	0.881	0.695	3.234	
2005	0.781	1.022	0.938	0.784	3.525	
2006	0.925	0.985	0.937	0.945	3.792	
2007	0.257	0.241	0.281	0.212	0.991	
2008		0.265	0.357	0.248	0.870	
2009		0.265	0.440	0.250	0.955	
2010		0.302	0.516	0.264	1.082	
2011	0.289	0.312	0.544	0.271	1.416	
2012	0.270	0.333	0.571	0.325	1.499	
<b>Seaside Park</b>						
2003	0.356	0.185	0.502	0.419	1.462	
2004	0.366	0.179	0.541	0.458	1.544	
2005	0.425	0.189	0.575	0.502	1.691	
2006	0.445	0.187	0.662	0.538	1.832	
2007	0.532	0.190	0.681	0.576	1.979	
2008	0.543	0.188	0.708	0.623	2.062	
2009	0.338	0.099	0.430	0.359	1.226	
2010	0.348	0.066	0.430	0.350	1.194	
2011	0.382	0.062	0.430	0.377	1.251	
2012	0.371	0.060	0.429	0.394	1.254	

Source: Municipal Tax Collector

CENTRAL REGIONAL SCHOOL DISTRICT  
 PRINCIPAL PROPERTY TAX PAYERS,  
 CURRENT YEAR AND NINE YEARS AGO

	2012			2003	
	Taxable Assessed Value	% of Total District Net Assessed Value	Rank	Taxable Assessed Value	% of Total District Net Assessed Value
<b>Berkeley Township</b>					
Hovchild Partners	Not available	Not available	1	Not available	
RK Creek LLC			2		
Baywick Plaza			3		
Quaker Malls			4		
Arlington Beach Co.			5		
Berkeley Healthcare			6		
NJ Pulverizing Co.			7		
Lakeside Blvd Realty			8		
Millers Camp			9		
Beachwood Mall			10		
<b>Total</b>					
<b>Island Heights</b>					
FLM Marine	\$4,100,000	Not available	1	Not available	
Taxpayer #1	2,362,900		2		
Taxpayer #2	2,307,800		3		
Taxpayer #3	2,189,400		4		
Taxpayer #4	2,143,300		5		
Taxpayer #5	1,954,300		6		
Belcor Builders	1,943,500		7		
Nelson Property Parnters	1,899,700		8		
Taxpayer #6	1,888,400		9		
Taxpayer #7	1,707,800		10		
<b>Total</b>	<b>\$22,497,100</b>				
<b>Ocean Gate</b>					
Taxpayer #1	\$1,201,700	Not available	1	Not available	
Taxpayer #2	1,073,300		2		
Taxpayer #3	903,800		3		
Taxpayer #4	876,100		4		
Borough of Ocean Gate	855,700		5		
Taxpayer #5	829,500		6		
Taxpayer #6	777,700		7		
Taxpayer #7	775,600		8		
Taxpayer #8	731,200		9		
Taxpayer #9	727,400		10		
<b>Total</b>	<b>\$8,752,000</b>				
<b>Seaside Heights</b>					
AFMV, LLC	\$30,948,700	Not available	1	Not available	
Belle Freeman Properties	19,789,000		2		
Taxpayer #1	7,644,200		3		
Taxpayer #2	7,014,500		4		
Tilles, Samuel, Inc	6,633,000		5		
Improved Land Inc	6,552,800		6		
Seaside Heights Imp. & Dev	5,978,100		7		
Saddy Family LLC	5,277,200		8		
Taxpayer #3	5,277,200		9		
Coin Castle Amusements	4,543,800		10		
<b>Total</b>	<b>\$99,658,500</b>				
<b>Seaside Park</b>					
Funtown Pier	Not available		1	Not available	
Taxpayer #1			2		
Joy-Jam			3		
Shree Jyoti LLC			4		
Seaside Park Yacht Club			5		
Seaside Operating Co.			6		
C Raley & R. Borton			7		
Taxpayer #2			8		
Taxpayer #3			9		
Taxpayer #4			10		
<b>Total</b>					

Source: Municipal Tax Assessor

**CENTRAL REGIONAL SCHOOL DISTRICT  
PROPERTY TAX LEVIES & COLLECTIONS  
LAST TEN FISCAL YEARS**

**Berkeley Township**

FISCAL YEAR ENDED	TAXES LEVIED FOR THE FISCAL YEAR	COLLECTED WITHIN THE FISCAL YEAR OF THE LEVY		SUBSEQUENT YEARS
		AMOUNT	PERCENTAGE OF LEVY	
2003	64,452,234	63,363,522	98.31%	1,088,000
2004	69,858,340	68,770,246	98.44%	1,025,000
2005	74,193,873	72,199,611	98.39%	1,046,150
2006	78,363,792	76,983,206	98.24%	1,125,000
2007	83,291,421	81,912,967	98.34%	1,343,373
2008	88,097,099	86,427,505	98.10%	1,602,034
2009	90,845,577	88,725,383	97.66%	1,948,732
2010	94,445,148	91,457,924	96.83%	2,465,165
2011	N/A	N/A	N/A	N/A
2012	N/A	N/A	N/A	N/A
<b>Island Heights</b>				
2003	4,399,962	4,331,445	98.18%	-
2004	4,552,387	4,463,321	98.04%	-
2005	4,703,656	4,559,895	96.94%	-
2006	4,983,941	4,825,946	97.39%	-
2007	5,059,435	4,960,776	98.05%	-
2008	5,282,432	5,187,348	98.20%	-
2009	5,593,649	5,527,085	98.81%	-
2010	5,743,409	5,596,952	97.45%	-
2011	5,944,428	5,743,306	96.62%	-
2012	N/A	N/A	N/A	N/A
<b>Ocean Gate</b>				
2003	3,233,806	3,035,676	93.87%	-
2004	N/A			-
2005	4,246,392	4,101,615	96.59%	-
2006	4,504,668	4,326,912	96.05%	-
2007	1,468,697	1,468,697	100.00%	-
2008	1,607,426	1,607,426	100.00%	-
2009	1,607,559	1,539,720	95.78%	-
2010	1,607,559	1,540,363	95.82%	-
2011	N/A	N/A	N/A	N/A
2012	N/A	N/A	N/A	N/A
<b>Seaside Heights</b>				
2003	N/A			-
2004	7,535,096	7,531,138	99.94%	-
2005	8,263,644	8,255,653	99.90%	-
2006	8,966,445	8,890,570	99.94%	-
2007	9,996,035	9,985,522	99.89%	-
2008	10,797,197	10,791,744	99.94%	-
2009	N/A	N/A	N/A	N/A
2010	N/A	N/A	N/A	N/A
2011	N/A	N/A	N/A	N/A
2012	N/A	N/A	N/A	N/A
<b>Seaside Park</b>				
2003	9,947,288	9,736,674	97.88%	-
2004	10,493,392	10,244,905	97.63%	-
2005	11,532,983	11,292,339	97.91%	-
2006	12,582,995	12,299,032	97.74%	-
2007	13,458,216	13,211,252	98.15%	-
2008	14,147,610	13,816,393	97.66%	331,217
2009	14,257,771	13,792,919	96.73%	409,926
2010	13,907,985	13,455,501	96.74%	377,470
2011	14,554,319	14,231,848	97.78%	296,997
2012	N/A	N/A	N/A	N/A

**CENTRAL REGIONAL SCHOOL DISTRICT  
RATIOS OF OUTSTANDING DEBT BY TYPE  
LAST TEN FISCAL YEARS**

**BERKELEY TOWNSHIP**

FISCAL YEAR ENDED JUNE 30,	GOVERNMENTAL ACTIVITIES			BUSINESS- TYPE ACTIVITIES CAPITAL LEASES	TOTAL DISTRICT	PERCENTAGE OF PER CAPITA	
	GENERAL OBLIGATION BONDS	CAPITAL LEASES	ANTICIPATION NOTES (BANs)			PER CAPITA INCOME	PER CAPITA
2012	N/A	N/A	N/A	N/A	N/A	N/A	N/A
2011	N/A	N/A	N/A	N/A	N/A	N/A	N/A
2010	19,010,000	188,764	N/A	N/A	19,198,764	0.00%	N/A
2009	20,635,100	194,771	N/A	N/A	20,829,871	0.00%	N/A
2008	21,630,100	316,218	N/A	N/A	21,946,318	0.00%	N/A
2007	22,575,100	265,893	N/A	N/A	22,840,993	0.00%	N/A
2006	6,783,715	148,971	N/A	N/A	6,932,686	0.00%	163
2005	7,285,584	150,418	N/A	N/A	7,436,002	0.00%	175
2004	7,977,399	396,258	N/A	N/A	8,373,657	0.00%	198
2003	8,527,552	236,101	N/A	N/A	8,763,653	0.00%	198

**ISLAND HEIGHES**

FISCAL YEAR ENDED JUNE 30,	GOVERNMENTAL ACTIVITIES			BUSINESS- TYPE ACTIVITIES CAPITAL LEASES	TOTAL DISTRICT	PERCENTAGE OF PER CAPITA	
	GENERAL OBLIGATION BONDS	CAPITAL LEASES	ANTICIPATION NOTES (BANs)			PER CAPITA INCOME	PER CAPITA
2012	N/A	N/A	N/A	N/A	N/A	N/A	N/A
2011	1,623,000		N/A	N/A	1,623,000	0.00%	N/A
2010	773,000		N/A	N/A	773,000	0.00%	N/A
2009	833,000		N/A	N/A	833,000	0.00%	N/A
2008	893,000		N/A	N/A	893,000	0.00%	N/A
2007	371,407	8,521	N/A	N/A	379,928	0.00%	202
2006	372,394	8,178	N/A	N/A	380,572	0.00%	204
2005	399,944	8,257	N/A	N/A	408,201	0.00%	221
2004	427,942	21,257	N/A	N/A	449,199	0.00%	245
2003	454,373	12,580	N/A	N/A	466,953	0.00%	258

**OCEAN GATE**

FISCAL YEAR ENDED JUNE 30,	GOVERNMENTAL ACTIVITIES			BUSINESS- TYPE ACTIVITIES CAPITAL LEASES	TOTAL DISTRICT	PERCENTAGE OF PER CAPITA	
	GENERAL OBLIGATION BONDS	CAPITAL LEASES	ANTICIPATION NOTES (BANs)			PER CAPITA INCOME	PER CAPITA
2012	N/A	N/A	N/A	N/A	N/A	N/A	N/A
2011	N/A	N/A	N/A	N/A	N/A	N/A	N/A
2010	1,670,992		N/A	N/A	1,670,992	0.00%	N/A
2009	1,826,722		N/A	N/A	1,826,722	0.00%	N/A
2008	1,979,643		N/A	N/A	1,979,643	0.00%	929
2007	286,175	6,566	N/A	N/A	292,741	0.00%	137
2006	323,336	7,100	N/A	N/A	330,436	0.00%	157
2005	347,257	7,170	N/A	N/A	354,427	0.00%	167
2004	333,762	16,579	N/A	N/A	350,341	0.00%	166
2003	276,606	7,658	N/A	N/A	284,264	0.00%	136

**SEASIDE HEIGHTS**

FISCAL YEAR ENDED JUNE 30,	GOVERNMENTAL ACTIVITIES			BUSINESS- TYPE ACTIVITIES CAPITAL LEASES	TOTAL DISTRICT	PERCENTAGE OF PER CAPITA	
	GENERAL OBLIGATION BONDS	CAPITAL LEASES	ANTICIPATION NOTES (BANs)			PER CAPITA INCOME	PER CAPITA
2012	N/A	N/A	N/A	N/A	N/A	N/A	N/A
2010	N/A	N/A	N/A	N/A	N/A	N/A	N/A
2010	N/A	N/A	N/A	N/A	N/A	N/A	N/A
2009	N/A	N/A	N/A	N/A	N/A	N/A	N/A
2008	17,053,822		1,900,000	N/A	18,953,822	0.00%	N/A
2007	17,837,238			N/A	17,837,238	0.00%	233
2006	16,583,099		736,250	N/A	17,319,349	0.00%	207
2005	702,066	14,495		N/A	716,561	0.00%	224
2004	678,510	33,703		N/A	712,213	0.00%	224
2003	598,068	16,559		N/A	614,627	0.00%	194

**SEASIDE PARK**

FISCAL YEAR ENDED JUNE 30,	GOVERNMENTAL ACTIVITIES			BUSINESS- TYPE ACTIVITIES CAPITAL LEASES	TOTAL DISTRICT	PERCENTAGE OF PER CAPITA	
	GENERAL OBLIGATION BONDS	CAPITAL LEASES	ANTICIPATION NOTES (BANs)			PER CAPITA INCOME	PER CAPITA
2012	N/A	N/A	N/A	N/A	N/A	N/A	N/A
2011	3,006,302	797,710	2,519,200	N/A	6,323,212	N/A	N/A
2010	3,208,868	869,408	463,424	N/A	4,541,700	N/A	N/A
2009	3,411,434	951,945	450,200	N/A	4,813,579	0.00%	N/A
2008	3,614,000	992,602		N/A	4,606,602	0.00%	2,036
2007			1,757,000	N/A	1,757,000	0.00%	1,231
2006			2,042,000	N/A	2,042,000	0.00%	1,403
2005	1,136,649	23,467		N/A	1,160,116	0.00%	504
2004	1,088,887	54,088		N/A	1,142,975	0.00%	499
2003	1,254,901	34,744		N/A	1,289,645	0.00%	564

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

**CENTRAL REGIONAL SCHOOL DISTRICT  
RATIOS OF NET GENERAL BONDED DEBT OUTSTANDING  
LAST TEN FISCAL YEARS**

**BERKELEY TOWNSHIP**

FISCAL YEAR ENDED JUNE 30,	GENERAL BONDED DEBT OUTSTANDING			PERCENTAGE OF ACTUAL TAXABLE VALUE OF PROPERTY	PER CAPITA
	GENERAL OBLIGATION BONDS	DEDUCTIONS	NET GENERAL BONDED DEBT OUTSTANDING		
2012	N/A	N/A	N/A	N/A	N/A
2011	N/A	N/A	N/A	N/A	N/A
2010	19,010,000		19,010,000	0.00%	N/A
2009	20,635,100		20,635,100	0.00%	N/A
2008	21,630,100		21,630,100	0.00%	N/A
2007	6,021,641		6,021,641	0.00%	N/A
2006	6,783,715		6,783,715	0.00%	163
2005	7,285,584		7,285,584	0.00%	175
2004	7,077,399		7,077,399	0.00%	198
2003	8,527,552		8,527,552	0.00%	198

**ISLAND HEIGHTS**

2012	N/A	N/A	N/A	N/A	N/A
2011	1,623,000		1,623,000	0.00%	
2010	773,000		773,000	0.00%	
2009	833,000		833,000	0.00%	
2008	893,000		893,000	0.00%	
2007	371,407		371,407	0.00%	
2006	372,394		372,394	0.00%	163
2005	399,944		399,944	0.00%	175
2004	427,942		427,942	0.00%	198
2003	454,373		454,373	0.00%	198

**OCEAN GATE**

2012	N/A	N/A	N/A	N/A	N/A
2011	N/A	N/A	N/A	N/A	N/A
2010	19,010,000		19,010,000	0.00%	N/A
2009	20,635,100		20,635,100	0.00%	N/A
2008	21,630,100		21,630,100	0.00%	N/A
2007	6,021,641		6,021,641	0.00%	N/A
2006	6,783,715		6,783,715	0.00%	163
2005	7,285,584		7,285,584	0.00%	175
2004	7,077,399		7,077,399	0.00%	198
2003	8,527,552		8,527,552	0.00%	198

**SEASIDE HEIGHTS**

2012	N/A	N/A	N/A	N/A	N/A
2011	N/A	N/A	N/A	N/A	N/A
2010	N/A	N/A	N/A	N/A	N/A
2009	20,295,858	9208628	11,087,230	0.00%	N/A
2008	745,959		745,959	0.00%	N/A
2007	739,249		739,249	0.07%	457
2006	653,704		653,704	0.28%	460
2005	702,066		702,066	0.31%	494
2004	678,510		678,510	0.30%	475
2003	598,068		598,068	0.27%	549

**SEASIDE PARK**

2012	N/A	N/A	N/A	N/A	N/A
2011	3,006,302		3,006,302	0.24%	
2010	3,208,868		3,208,868	0.25%	
2009	3,411,434		3,411,434	0.00%	
2008	3,614,000		3,614,000	0.01%	
2007	1,053,027		1,053,027	0.15%	457
2006	1,058,351		1,058,351	0.15%	460
2005	1,136,649		1,136,649	0.17%	494
2004	1,088,887		1,088,887	0.16%	475
2003	1,254,901		1,254,901	0.19%	549

**CENTRAL REGIONAL SCHOOL DISTRICT  
RATIOS OF OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT  
AS OF JUNE 30, 2012**

GOVERNMENTAL UNIT	DEBT OUTSTANDING	PERCENTAGE APPLICABLE	OVERLAPPING DEBT
<b>Berkeley</b>			
Debt Repaid With Property Taxes:			
Berkeley Township	N/A		
Ocean County General Obligation Debt	N/A		
Regional School Debt	8,546,359	67.955%	<u>5,807,678</u>
Subtotal, Overlapping Debt			5,807,678
Berkeley Township Schools			<u>5,807,678</u>
Total Direct & Overlapping Debt			<u><u>\$5,807,678</u></u>
<b>Island Heights</b>			
Debt Repaid With Property Taxes:			
Island Heights	N/A		
Ocean County General Obligation Debt	N/A		
Regional School Debt	8,546,359	4.819%	<u>411,849</u>
Subtotal, Overlapping Debt			411,849
Island Heights Township School District			<u>411,849</u>
Total Direct & Overlapping Debt			<u><u>\$411,849</u></u>
<b>Ocean Gate</b>			
Debt Repaid With Property Taxes:			
Ocean Gate	N/A		
Ocean County General Obligation Debt	N/A		
Regional School Debt	8,546,359	3.194%	<u>272,971</u>
Subtotal, Overlapping Debt			272,971
Ocean Gate School District			<u>272,971</u>
Total Direct & Overlapping Debt			<u><u>\$272,971</u></u>
<b>Seaside Heights</b>			
Debt Repaid With Property Taxes:			
Seaside Heights	N/A		
Ocean County General Obligation Debt	N/A		
Regional School Debt	8,546,359	9.440%	<u>806,776</u>
Subtotal, Overlapping Debt			806,776
Seaside Heights School District Direct Debt			<u>806,776</u>
Total Direct & Overlapping Debt			<u><u>\$806,776</u></u>
<b>Seaside Park</b>			
Debt Repaid With Property Taxes:			
Seaside Park	N/A		
Ocean County General Obligation Debt	N/A		
Regional School Debt	8,546,359	14.592%	<u>1,247,085</u>
Subtotal, Overlapping Debt			1,247,085
Seaside Park School District Direct Debt			<u>1,247,085</u>
Total Direct & Overlapping Debt			<u><u>\$8,546,359</u></u>

Sources: Assessed value data used to estimate applicable percentages provided by the Ocean County Board of Taxation.

Debt outstanding data provided by each governmental unit.

**NOTE** - Overlapping governments are those that coincide, at least in part, with the geographic boundaries of the District.

This schedule estimates the portion of the outstanding debt of those overlapping governments that is borne by the residents and businesses of the above Townships. This process recognizes that, when considering the District's ability to issue and repay Long-Term debt, the entire debt burden borne by the residents and businesses should be taken into account. However, this does not imply that every taxpayer is a resident, and therefore responsible for repaying the debt, of each overlapping payment.

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

**CENTRAL REGIONAL SCHOOL DISTRICT  
LEGAL DEBT MARGIN INFORMATION  
LAST TEN FISCAL YEARS**

	2012	2011	2010	2009	2008	2007	2006	2005	2004	2003
Debt Limit	\$303,276,070	N/A	N/A	N/A	N/A	144,278,032	139,277,972	133,693,317	124,129,355	118,640,946
Total Net Debt Applicable to Limit	8,333,000	9,288,000	6,090,000	N/A	N/A	8,471,560	9,191,500	9,871,500	10,506,500	11,111,500
Legal Debt Margin	<u>\$294,943,070</u>	N/A	N/A	N/A	N/A	135,806,472	130,086,472	123,821,817	113,622,855	107,529,446
Total Net Debt Applicable to the Limit as a Percentage of Debt Limit	2.75%	N/A	N/A	N/A	N/A	5.87%	6.60%	7.38%	8.46%	9.37%

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**Legal Debt Margin Calculation for Fiscal Year 2011**

	Equalized Valuation Basis					Total
	Berkeley	Island Heights	Ocean Gate	Seaside Hgts	Seaside Park	
2011	\$5,578,068,902	\$392,819,317	\$260,722,537	\$770,748,017	\$1,259,339,047	\$8,261,697,820
2010	5,891,333,257	418,184,136	282,107,687	833,266,564	1,286,650,825	8,711,542,469
2009	6,195,481,382	441,762,867	287,529,825	849,939,529	1,247,137,820	9,021,851,423
						<u>\$25,995,091,712</u>
Average Equalized Valuation of Taxable Property						<u>\$8,665,030,571</u>
Debt Limit (3.5 % of Average Equalization Value)						<u>\$303,276,070</u>
Net Bonded School Debt						<u>8,333,000</u>
Legal Debt Margin						<u>\$294,943,070</u>

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

**CENTRAL REGIONAL SCHOOL DISTRICT  
DEMOGRAPHIC AND ECONOMIC STATISTICS  
LAST TEN FISCAL YEARS**

YEAR	POPULATION (a)	PER CAPITA PERSONAL INCOME (c)	UNEMPLOYMENT RATE (d)
<b>Berkeley</b>			
2012	N/A	N/A	N/A
2011	41,455	N/A	14.90%
2010	* 41,331	40,291	14.20%
2009	42,975	39,331	14.00%
2008	42,783	40,975	7.10%
2007	42,664	39,214	5.30%
2006	42,577	36,773	6.00%
2005	42,500	34,497	5.50%
2004	42,514	33,567	6.20%
2003	42,388	33,029	7.10%
<b>Island Heights</b>			
2012	N/A	N/A	N/A
2011	1,681	N/A	10.04%
2010	* 1,676	40,291	10.00%
2009	1,891	39,331	9.50%
2008	1,877	40,975	7.10%
2007	1,878	39,214	5.30%
2006	1,877	36,773	5.00%
2005	1,861	34,497	4.40%
2004	1,848	33,567	1.60%
2003	1,835	33,029	1.90%
<b>Ocean Gate</b>			
2012	N/A	N/A	N/A
2011	2,022	N/A	10.30%
2010	* 2,015	40,291	9.90%
2009	2,149	39,331	9.40%
2008	2,130	40,975	5.90%
2007	2,130	39,214	5.00%
2006	2,130	36,773	5.00%
2005	2,109	34,497	4.40%
2004	2,117	33,567	7.10%
2003	2,114	33,029	8.20%
<b>Seaside Heights</b>			
2012	N/A	N/A	N/A
2011	2,901	N/A	14.00%
2010	* 2,893	40,291	13.50%
2009	3,355	39,331	12.80%
2008	3,343	40,975	8.20%
2007	3,319	39,214	6.10%
2006	3,242	36,773	6.90%
2005	3,220	34,497	5.60%
2004	3,193	33,567	10.50%
2003	3,192	33,029	12.00%
<b>Seaside Park</b>			
2012	N/A	N/A	N/A
2011	1,587	N/A	13.20%
2010	* 1,582	40,291	12.70%
2009	2,329	39,331	12.10%
2008	2,317	40,975	12.10%
2007	2,306	39,214	5.70%
2006	2,302	36,773	6.50%
2005	2,301	34,497	5.80%
2004	2,301	33,567	5.20%
2003	2,304	33,029	6.90%

<sup>c</sup> Per Capita

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

**CENTRAL REGIONAL SCHOOL DISTRICT  
PRINCIPAL EMPLOYERS  
CURRENT YEAR AND NINE YEARS AGO**

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2012

NOT AVAILABLE

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2003

NOT AVAILABLE

**CENTRAL REGIONAL SCHOOL DISTRICT  
FULL-TIME EQUIVALENT DISTRICT EMPLOYEES BY FUNCTION/PROGRAM  
LAST TEN FISCAL YEAR**

Function/Program	2012	2011	2010	2009	2008	2007	2006	2005	2004	2003
<b>Instruction:</b>										
Regular	108	108	107	107	126	126	126	123	121	115
Special Education	62	62	54	51	51	51	51	51	48	44
Vocational	1	1	1	1	1	1	1	1	1	1
<b>Support Services:</b>										
Student & Instruction Related Services	35	35	42	42	41	41	41	41	40	37
General Administration	5	5	7	7	5	5	5	5	5	5
School Administrative Services	11	11	13	13	13	13	13	13	13	12
Central Service	6	6	6	6	6	6	6	6	6	6
Administrative Information Techno.	2	2	1	1	2	2	2	2	2	1
Plant Operations & Maintenance	33	33	35	35	32	32	32	32	31	30
Pupil Transportation	32	32	32	32	32	32	32	32	33	31
Other Support Services	3	3	3	3	7	7	7	7	7	7
<b>Total</b>	<b>298</b>	<b>298</b>	<b>301</b>	<b>298</b>	<b>316</b>	<b>316</b>	<b>316</b>	<b>313</b>	<b>307</b>	<b>289</b>

Source: District Personnel Records

**CENTRAL REGIONAL SCHOOL DISTRICT  
OPERATING STATISTICS  
LAST TEN FISCAL YEARS**

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FISCAL YEAR	ENROLLMENT	OPERATING EXPENDITURES (a)	COST PER PUPIL	PERCENTAGE CHANGE	TEACHING STAFF (b)	PUPIL/TEACHER RATIO		AVERAGE DAILY ENROLLMENT (ADA) (c)	AVERAGE DAILY ATTENDANCE (ADA) (c)	% CHANGE IN AVERAGE DAILY ENROLLMENT	STUDENT ATTENDANCE PERCENTAGE
						MIDDLE SCHOOL	HIGH SCHOOL				
2003	2275	\$24,939,145	10,965	-10.49%	169.00	14.9	14.5	2229.1	2,032	-4.52%	91.16%
2004	2235	27,376,625	12,249	-3.43%	188.00	16.1	17.9	2334.7	2,131	6.12%	91.29%
2005	2236	28,363,090	12,685	-2.96%	195.00	15.7	13.8	2200.1	2,031	-0.63%	92.30%
2006	2218	28,993,695	13,072	-8.45%	199.00	15.7	13.8	2214.0	2,170	3.94%	98.01%
2007	2175	31,055,323	14,278	11.29%	199.00	15.7	13.8	2130.0	1,969	-	92.44%
2008	2187	28,057,664	12,829	-6.61%	199.00	15.7	13.8	2130.0	1,969	-0.47%	92.44%
2009	2154	29,590,504	13,737	-13.36%	199.00	15.7	13.8	2140.0	1,993	5.16%	93.11%
2010	2049	32,489,353	15,856	15.42%	183.00	15.7	13.8	2035.0	1,895	4.91%	93.14%
2011	2002	33,379,039	13,597	-18.34%	178.00	15.2	11.9	1,917.5	1,814	-1.82%	94.60%
2012	1981	32,984,005	16,650		161	14.4	10.8	1,953.1	1,861		95.26%

Sources: District records

Note: Enrollment based on annual October district count.

a Operating expenditures equal total expenditures less debt service and capital outlay.

b Teaching staff includes only full-time equivalents of certificated staff.

c Average daily enrollment and average daily attendance are obtained from the School Register Summary (SRS).

**CENTRAL REGIONAL SCHOOL DISTRICT  
SCHOOL BUILDING INFORMATION  
LAST TEN FISCAL YEAR**

DISTRICT BUILDINGS	2012	2011	2010	2009	2008	2007	2006	2005	2004	2003
Middle School:										
Middle School:										
Square Feet	141,478	141,478	141,478	141,478	141,478	141,478	141,478	141,478	141,478	141,478
Capacity (Students)	812	812	812	812	812	812	812	812	812	812
Enrollment	693	730	730	730	793	730	730	793	834	811
High School:										
High School:										
Square Feet	272,420	272,420	272,420	272,420	272,420	272,420	272,420	272,420	272,420	181,900
Capacity (Students)	1,465	1,465	1,465	1,465	1,465	1,465	1,465	1,465	1,465	1,300
Enrollment	1,225	1,482	1,482	1,482	1,428	1,482	1,482	1,428	1,385	1,457
Other:										
Superintendent Office:										
Square Feet	1,122	1,122	1,122	1,122	1,122	1,122	1,122	1,122	1,122	1,122
Board Office:										
Square Feet	1,699	1,699	1,699	1,699	1,699	1,699	1,699	1,699	1,699	1,699

Number of Schools at June 30, 2012:

Middle School = 1

Senior High School = 1

Other = 0

Source: District Facilities Office

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

**CENTRAL REGIONAL SCHOOL DISTRICT  
SCHEDULE OF REQUIRED MAINTENANCE  
LAST TEN FISCAL YEARS**

UNDISTRIBUTED EXPENDITURES - REQUIRED  
MAINTENANCE FOR SCHOOL FACILITIES

	* SCHOOL FACILITIES PROJECT #(s)	HIGH SCHOOL	MIDDLE SCHOOL	TOTAL
2003		300,496	38,164	338,660
2004		365,597	23,380	388,977
2005		235,984	74,447	310,431
2006		234,296	87,307	321,603
2007		326,452	89,705	416,157
2008		339,837	86,000	425,837
2009		330,565	52,166	382,731
2010		1,131,949	56,883	1,188,832
2011		642,861	138,969	781,830
2012		318,040	123,639	441,679
Total School Facilities		\$4,226,077	770,660	4,996,737

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

Source: District records

**CENTRAL REGIONAL SCHOOL DISTRICT  
INSURANCE SCHEDULE  
JUNE 30, 2012**

	<u>Coverage</u>	<u>Deductible</u>
School Package Policy (1)		
Building & Contents (All Locations)	\$ 77,652,298	\$ 1,000
Boiler and Machinery	100,000,000	5,000
General Automobile Liability	16,000,000	1,000
School Board Legal Liability	16,000,000	5,000
Employers Liability	2,000,000	-
Workers' Compensation	2,000,000	-
Student Accident Insurance (2)	1,000,000	
Surety Bonds (3)		
Treasurer	250,000	N/A
Board Secretary/Business Administrator	50,000	N/A

(1) New Jersey School Boards Association Insurance Group Policy #P-680W - Commercial Package Policy

(2) Peoples Benefit Life Insurance Company

(3) Western Surety

Source: District records

**SINGLE AUDIT SECTION**





Certified Public Accountants & Consultants

EXHIBIT K-1

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

Honorable President and Members  
of the Board of Education  
Central Regional School District  
County of Ocean  
Bayville, New Jersey 08721

We have audited the financial statements of the Board of Education of the Central Regional School District, County of Ocean, State of New Jersey, as of and for the fiscal year ended June 30, 2012, and have issued our report thereon dated August 20, 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 Division of Finance, Department of Education, State of New Jersey.

**Internal Control Over Financial Reporting**

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

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

Our consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over financial reporting that might be deficiencies, significant deficiencies, or material weaknesses. We did not identify any deficiencies in internal control over financial reporting that we consider to be material weaknesses, as defined above. However, we identified a certain deficiency in internal control over financial reporting, described as Finding No: 2012-01, in the accompanying schedule of findings and questioned costs that we consider to be a significant deficiency in internal control over financial reporting. *A significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

## Compliance and Other Matters

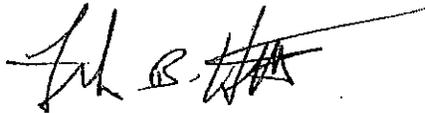
As part of obtaining reasonable assurance about whether the Central Regional Board of Education's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements, noncompliance with which could have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

We noted certain matters that we reported to management of the Central Regional School District, State or New Jersey, in a separate letter dated August 20, 2012.

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

Respectfully Submitted,

HOLMAN & FRENIA, P. C.

A handwritten signature in black ink, appearing to read "Frank B. Holman, III", with a long horizontal line extending to the right.

Frank B. Holman, III  
Public School Accountant  
Certified Public Accountant  
No. 783

Toms River, New Jersey  
August 20, 2012



Certified Public Accountants & Consultants

EXHIBIT K-2

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

Honorable President and Members  
of the Board of Education  
Central Regional School District  
County of Ocean  
Bayville, New Jersey 08721

**Compliance**

We have audited the compliance of the Board of Education of the Central Regional School District, in the County of Ocean, State of New Jersey, 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 Grants Compliance Supplement* that are applicable to each of its major federal and state programs for the fiscal year ended June 30, 2012. Board of Education of the Central Regional School District's Major federal and state programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs. Compliance with the requirements of laws, regulations, contracts and grants applicable to each of its major federal and state programs is the responsibility of the Board of Education of the Central Regional School District's management. Our responsibility is to express an opinion on Board of Education of the Central Regional School District's compliance based on our audit.

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

In our opinion, the Board of Education of the Central Regional School District, County of Ocean, State of New Jersey, complied, in all material respects, with the requirements referred to above that are applicable to each of its major federal and state programs for the year ended June 30, 2012. The results

of our auditing procedures disclosed no instances of noncompliance with these requirements, which are required to be reported in accordance with OMB Circular A-133 or New Jersey OMB's Circular 04-04.

### **Internal Control Over Compliance**

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

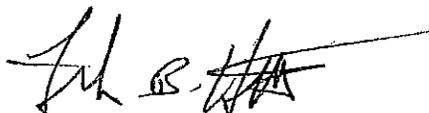
A deficiency in a District's internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance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

Our consideration of the internal control over financial reporting was for the limited purpose described in the first paragraph of this section and would not necessarily identify all deficiencies in the internal control 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. Central Regional Board of Education's responses to the findings identified in our audit are described in the accompanying schedule of findings and questioned costs. We did not audit the Central Regional Board of Education's response and, accordingly, we express no opinion on the responses.

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

Respectfully Submitted,

HOLMAN & FRENIA, P. C.



Frank B. Holman, III  
Public School Accountant  
Certified Public Accountant  
No. 783

Toms River, New Jersey  
August 20, 2012

**CENTRAL REGIONAL SCHOOL DISTRICT  
SCHEDULE OF FEDERAL FINANCIAL ASSISTANCE  
FOR THE FISCAL YEAR ENDED JUNE 30, 2012**

FEDERAL GRANTOR PASS THROUGH GRANTOR PROGRAM TITLE	FEDERAL CFDA NUMBER	AWARD AMOUNT	GRANT PERIOD	BALANCE AT JUNE 30, 2011	CASH RECEIVED	BUDGETARY EXPENDITURES	REPAYMENT OF PRIOR YEARS' BALANCES	PRIOR YEAR (RECEIVABLES) PAYABLES CANCELED	(ACCOUNTS RECEIVABLE) AT JUNE 30, 2012	DUE TO GRANTOR AT JUNE 30, 2012
<b>U.S. DEPARTMENT OF AGRICULTURE PASSED-THROUGH STATE DEPARTMENT OF EDUCATION:</b>										
Food Distribution Program	10.550	\$53,944	7/1/11-6/30/12		53,944	(53,944)				
School Breakfast Program	10.553	36,904	7/1/11-6/30/12		36,765	(36,904)			(139)	
National School Lunch Program	10.555	260,561	7/1/11-6/30/12		259,167	(260,561)			(1,394)	
Total U.S. Department of Agriculture					349,876	(351,409)			(1,533)	
<b>U.S. DEPARTMENT OF EDUCATION PASSED-THROUGH STATE DEPARTMENT OF EDUCATION:</b>										
General Fund:										
Medical Assistance Program	93.778	46,208	7/1/10-6/30/11	(\$7,193)	7,193					
Medical Assistance Program	93.778	37,827	7/1/11-6/30/12		31,222	(37,827)			(6,605)	
Education Jobs Fund	84.410	135,880	7/1/11-6/30/12		135,880	(135,880)				
Total General Fund				(7,193)	174,295	(173,707)			(6,605)	
Special Revenue Fund:										
I.A.S.A.										
Title I	84.010	300,067	7/1/11-6/30/12		278,310	(279,627)			(1,317)	
Title I	84.010	307,736	9/1/10-8/31/11	(108,970)	108,970					
Title I	84.010	234,871	9/1/08-8/31/09	97			(97)			
Title I - ARRA	84.389	168,975	7/1/09-8/31/11	(24,438)	24,438					
Title I - SIA	84.010	100,000	9/1/10-8/31/11	(99,864)	99,864					
Title I - SIA - ARRA	84.389	20,416	7/1/09-8/31/11							
Title II Part A	84.367	71,925	7/1/09-8/31/11	(15,974)	15,974					
Title II Part A	84.367	83,448	7/1/11-6/30/12		41,269	(82,623)			(41,354)	
Title II Part D	84.281	1,898	9/1/08-8/31/09	1,898			(1,898)			
Title II Part D	84.281	631	9/1/10-8/31/11	(236)	631			(395)		
I.D.E.A. Part B, Basic Regular	84.027	484,105	9/1/07-8/31/08	2,425			(2,425)			
I.D.E.A. Part B, Basic Regular	84.027	477,980	9/1/10-8/31/11	(79,541)	79,541					
I.D.E.A. Part B, Basic Regular	84.027	492,075	7/1/11-6/30/12		449,986	(492,075)			(42,089)	
I.D.E.A. Basic - A.R.R.A.	84.391	479,825	7/1/09-8/31/11	(38,077)	38,197				(120)	
Total Special Revenue Fund				(362,680)	1,137,180	(854,325)	(4,420)	(515)	(84,760)	
Total U.S. Department of Education				(369,873)	1,311,475	(1,028,032)	(4,420)	(515)	(91,365)	
Total Federal Financial Assistance				(\$369,873)	1,661,351	(1,379,441)	(4,420)	(515)	(92,898)	

CENTRAL REGIONAL SCHOOL DISTRICT  
SCHEDULE OF STATE FINANCIAL ASSISTANCE  
FOR THE FISCAL YEAR ENDED JUNE 30, 2012

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STATE GRANTOR/ PROGRAM TITLE	GRANT OR STATE PROJECT NUMBER	AWARD AMOUNT	GRANT PERIOD	BALANCE		BUDGETARY EXPENDITURES	(ACCOUNTS	MEMO		
				AT JUNE 30, 2011	CASH RECEIVED		RECEIVABLE)	AT JUNE 30, 2012	BUDGETARY RECEIVABLE	CUMULATIVE TOTAL EXPENDITURES
<b>State Department of Education:</b>										
General Fund:										
Transportation Aid	12-495-034-5120-014	\$1,068,140	7/1/11-6/30/12		1,068,140	(1,068,140)		(97,799)	1,068,140	
Special Education Aid	12-495-034-5120-089	1,001,189	7/1/11-6/30/12		1,001,189	(1,001,189)		(91,669)	1,001,189	
Adjustment Aid	12-495-034-5120-085	178,528	7/1/11-6/30/12		178,528	(178,528)		(16,346)	178,528	
Security Aid	12-495-034-5120-084	267,532	7/1/11-6/30/12		267,532	(267,532)		(24,495)	267,532	
Choice Aid	12-495-034-5120-068	554,285	7/1/11-6/30/12		554,285	(554,285)		(50,750)	554,285	
Transportation Aid :										
Non-Public School Costs	12-495-034-5120-014	12,898	7/1/11-6/30/12			(12,898)	(12,898)		12,898	
Non-Public School Costs	11-495-034-5120-014	1,914	7/1/10-6/30/11	(\$1,914)	1,914					
Extraordinary Aid	12-495-034-5120-044	141,355	7/1/11-6/30/12			(141,355)	(141,355)		141,355	
Anti-bullying Grant	N/A	332	7/1/11-6/30/12		332	(332)			332	
Nonbudgeted:										
Reimbursed TPAF Social Security Contribution	12-495-034-5095-002	969,817	7/1/11-6/30/12		921,975	(969,817)	(47,842)		969,817	
On-behalf TPAF Pension Contribution	12-495-034-5095-001	1,281,653	7/1/11-6/30/12		1,281,653	(1,281,653)			1,281,653	
Total General Fund					(1,914)	5,275,548	(5,475,729)	(202,095)	(281,059)	5,475,729
Capital Projects Fund:										
SCC Grant	0770-030-10-1001	1,042,199	4/19/11-6/30/13		833,759	(1,042,199)	(208,440)		1,042,199	
<b>State Department of Agriculture:</b>										
Enterprise Fund:										
National School Lunch Program (State Share)	10-100-010-3360-067	7,891	7/1/11-6/30/12		7,851	(7,891)	(40)		7,891	
National School Lunch Program (State Share)	11-100-010-3360-067	8,042	7/1/10-6/30/11		(395)	395				
Total State Financial Assistance					(2,309)	6,117,553	(6,525,819)	(410,575)	(281,059)	6,525,819

**CENTRAL REGIONAL SCHOOL DISTRICT**  
**NOTES TO THE SCHEDULES OF FINANCIAL ASSISTANCE**  
**JUNE 30, 2012**

**Note 1: General**

The accompanying schedules of expenditures of federal awards and state financial assistance include federal and state award activity of the Board of Education, Central Regional School District. The Board of Education is defined in Note 1 to the Board's basic financial statements. All federal and state awards received directly from federal and state agencies, as well as federal 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 of expenditures of awards and financial assistance are presented on the budgetary basis of accounting with the exception of programs recorded in the food service fund, which are presented using the accrual basis of accounting. These basis of accounting are described in Note 1 to the Board's basic financial statements.

**Note 3: Relationship to Basic Financial Statements**

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

The general fund is presented in the accompanying schedules on the modified accrual basis with the exception of the revenue recognition of the last state aid payment in the current budget year, which is mandated pursuant to *N.J.S.A.18A:22-44.2*. For GAAP purposes that payment is not recognized until the subsequent budget year due to the state deferral and recording of the last state aid payment in the subsequent year. The special revenue fund is presented in the accompanying schedules on the grant accounting budgetary basis, which recognizes encumbrances as expenditures and also recognizes the related revenues, whereas the GAAP basis does not. The special revenue fund also recognizes the last state aid payment in the current budget year, consistent with *N.J.S.A.18A:22-4.2*.

The net adjustment to reconcile from the budgetary basis to the GAAP basis is \$100,865 for the general fund and \$25,767 for the special revenue fund. See Note 1 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:

**CENTRAL REGIONAL SCHOOL DISTRICT  
NOTES TO THE SCHEDULES OF FINANCIAL ASSISTANCE  
JUNE 30, 2012**

**Note 3: Relationship to Basic Financial Statements (continued):**

	<b>Federal</b>	<b>State</b>	<b>Total</b>
General Fund	\$ 173,707	\$5,576,594	\$5,750,301
Special Revenue Fund	880,092		880,092
Capital Projects Fund		1,042,199	1,042,199
Food Service Fund	351,409	7,891	359,300
	<u>351,409</u>	<u>7,891</u>	<u>359,300</u>
Total Financial Assistance	<u>\$1,405,208</u>	<u>\$6,626,684</u>	<u>\$8,031,892</u>

**Note 4: Relationship to Federal and State Financial Reports**

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

**Note 5: Other**

Revenues and expenditures reported under the Food Distribution Program represent current year value received and current year distributions respectively. The amount reported as TPAF Pension Contributions represents the amount paid by the state on behalf of the District for the year ended June 30, 2012. TPAF Social Security Contributions represents the amount reimbursed by the state for the employer's share of social security contributions for TPAF members for the year ended June 30, 2012.

**Note 6: Federal and State Loans Outstanding**

The Central Regional School District had no loan balances outstanding at June 30, 2012.

**CENTRAL REGIONAL SCHOOL DISTRICT  
SCHEDULE OF FINDINGS & QUESTIONED COSTS  
For the Fiscal Year Ended June 30, 2012**

**Section I -- Summary of Auditor's Results**

**Financial Statements**

Type of auditor's report issued:	<u>Unqualified</u>
Internal control over financial reporting:	
1) Material weakness(es) identified?	None Reported
2) Significant deficiencies identified that are not considered to be material weaknesses?	None Reported
Noncompliance material to basic financial Statements noted?	None Reported

**Federal Awards**

Internal Control over major programs:	
1) Material weakness(es) identified?	None Reported
2) Significant deficiencies identified that are not considered to be material weaknesses?	None Reported
Type of auditor's report issued on compliance for major programs	<u>Unqualified</u>
Any audit findings disclosed that are required to be reported in accordance With Section .510(a) of Circular A-133?	None Reported

**Identification of major programs:**

<b>CFDA Number(s)</b>	<b>Name of Federal Program or Cluster</b>
84.027	I.D.E.A. Part B - Basic Regular
10.555	National School Lunch Program
10.553	School Breakfast Program

Dollar threshold used to distinguish between type A and type B programs:	\$300,000
Auditee qualified as low-risk auditee?	No

**CENTRAL REGIONAL SCHOOL DISTRICT  
SCHEDULE OF FINDINGS & QUESTIONED COSTS  
For the Fiscal Year Ended June 30, 2012**

**Section I – Summary of Auditor’s Results (continued):**

**State Awards**

Dollar threshold used to distinguish between type A and type B programs:	\$300,000
Auditee qualified as low-risk auditee?	None Reported
Type of auditor’s report issued on compliance for major programs	<u>Unqualified</u>
Internal Control over major programs:	
1) Material weakness(es) identified?	None Reported
2) Significant deficiencies identified that are not considered to be material weaknesses?	None Reported
Any audit findings disclosed that are required to be reported in accordance With NJ OMB Circular Letter 04-04	None Reported

**Identification of major programs:**

<b>GMIS Number(s)</b>	<b>Name of State Program</b>
12-495-034-5120-014	Transportation Aid
12-495-034-5120-089	Special Education Aid
12-495-034-5120-085	Adjustment Aid
12-495-034-5120-084	Security Aid
12-495-034-5120-068	School Choice Aid
12-495-034-5095-002	TPAF Social Security

**Section II – Financial Statement Findings**

This section identifies the significant deficiencies, material weaknesses, fraud, illegal acts, violations of provisions of contracts and grant agreements and abuse related to the financial statements for which *Government Auditing Standards* requires reporting in a Circular A-133 audit.

**Finding 2012-01:**

**Condition:**

During our examination of the A.S.S.A., one out of ten LEP students tested should not have been reported as an LEP student as of October 15, 2011.

**CENTRAL REGIONAL SCHOOL DISTRICT  
SCHEDULE OF FINDINGS & QUESTIONED COSTS  
For the Fiscal Year Ended June 30, 2012**

**Section II – Financial Statement Findings (continued):**

**Finding 2012-01 (continued):**

**Criteria:**

Students who are identified as limited English proficient as of October 15, 2011 should be included as an LEP student on the A.S.S.A.

**Context:**

During our testing of 10 students, we noted one exception.

**Cause:**

The student was removed from the LEP program, however, the District's records were not updated as of October 15, 2011.

**Effect:**

The total number of LEP students reported on the A.S.S.A. was overstated by 1 student.

**Recommendation:**

All students must be reviewed prior to October 15<sup>th</sup> to ensure they are correctly classified on the A.S.S.A. report.

**Views of Responsible Officials:**

The Board will be engaging in a more comprehensive review of the ASSA report during the period the Department of Education allows for corrections to be made prior to the report becoming finalized.

**Section III – Federal Awards & State Financial Assistance Finding & Questioned Costs**

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

No Current Year Findings

**CENTRAL REGIONAL SCHOOL DISTRICT  
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS  
AND QUESTIONED COSTS AS PREPARED BY MANAGEMENT  
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.

No Prior Year Findings

**SCHOOL DISTRICT OF  
CENTRAL REGIONAL**

Bayville, New Jersey  
County of Ocean

**Auditor's Management Report on Administrative Findings -  
Financial, Compliance and Performance  
for the Year Ended June 30, 2012**



**MANAGEMENT REPORT ON ADMINISTRATIVE FINDINGS  
FINANCIAL, COMPLIANCE AND PERFORMANCE**

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Certified Public Accountants & Consultants

**REPORT OF INDEPENDENT AUDITORS  
AUDITOR'S MANAGEMENT REPORT ON ADMINISTRATIVE  
FINDINGS, FINANCIAL COMPLIANCE AND PERFORMANCE**

Honorable President and Members  
of the Board of Education  
Central Regional School District  
County of Ocean  
Bayville, New Jersey 08721

We have audited, in accordance with generally accepted audit standards and Government Auditing Standards issued by the Comptroller General of the United States, the basic financial statements of the Board of Education of the Central Regional School District in the County of Ocean for the year ended June 30, 2012, and have issued our report thereon dated August 20, 2012.

As part of our audit, we performed procedures required by the New Jersey Department of Education, and the findings and results thereof are disclosed on the following pages, as listed in the accompanying table of contents.

This report is intended for the information of the Central Regional Board of Education's management and the New Jersey Department of Education. However, this report is a matter of public record and its distribution is not limited.

Respectfully Submitted,

HOLMAN & FRENIA, P. C.

Frank B. Holman, III  
Public School Accountant  
Certified Public Accountant  
No. 783

Toms River, New Jersey  
August 20, 2012





Certified Public Accountants & Consultants

Honorable President and Members  
of the Central Regional School District  
County of Ocean  
Bayville, New Jersey 08721

**ADMINISTRATIVE FINDINGS  
FINANCIAL, COMPLIANCE AND PERFORMANCE**

**Scope of Audit**

The audit covered the financial transactions of the Board Secretary, School Business Administrator, Treasurer of School Monies, the activities of the Board of Education and the records of various funds under the auspices of the Board of Education.

**Administrative Practices and Procedures**

**Insurance**

Insurance coverage was carried in the amounts as detailed on Exhibit J-20, Insurance Schedule contained in the District's CAFR.

**Official Bonds**

<b>Name</b>	<b>Position</b>	<b>Amount</b>
Kevin O'Shea	Business Administrator/Board Secretary	\$ 50,000
Carmen Memoli	Treasurer of School Monies	250,000

There is a Public Employees' Faithful Performance Blanket Position Bond covering all other employees with multiple coverage of \$100,000.00.

**Tuition Charges**

A comparison of tentative tuition charges and actual certified tuition charges was made. The actual costs were less than estimated costs. The Board made a proper adjustment to the billings to sending districts for the decrease in per pupil costs in accordance with *N.J.A.C. 6:20-3.1(e)4*.

**Financial Planning, Accounting and Reporting**

**Examination of Claims**

An examination of claims paid during the period under review did not indicate any discrepancies with respect to signatures, certification or supporting documentation.

### **Payroll Account**

The net salaries of all employees of the Board were deposited in the Payroll Account. Employee's payroll deductions and employer's share of fringe benefits were deposited in the Payroll agency account.

All payrolls were approved by the Superintendent and were certified by the President of the Board, the Board Secretary/School Business Administrator and the Treasurer of School Monies.

Salary withholdings were promptly remitted to the proper agencies.

### **Reserve for Encumbrances and Accounts Payable**

A review of outstanding issued purchase orders was made as of June 30, for goods not yet received or services not yet rendered and it was determined that no blanket purchase orders were included in the balance of the reserves for encumbrances. Also, unpaid purchase orders included in the balance of accounts payable were reviewed for propriety and to determine that goods were received and services were rendered, as of June 30.

### **Classification of Expenditures**

The coding of expenditures was tested for proper classification in accordance with *N.J.A.C.6A:23-1.2* as part of our test of transactions of randomly selected expenditure items. We also reviewed the coding of all expenditures included in our compliance and single audit testing procedures. As a result of the procedures performed, a transaction error rate of 0% was noted and no additional procedures were deemed necessary to test the propriety of expenditure classification. The following was noted:

### **Board Secretary's Records**

Our review of the financial and accounting records maintained by the board secretary were found to be in satisfactory condition.

### **Treasurer's Records**

Our review of the financial records maintained by the treasurer was found to be in satisfactory condition.

### **Elementary and Secondary Education Act (E.S.E.A.)/Improving America's Schools Act (I.A.S.A.) as Reauthorized by the No Child Left Behind Act of 2001.**

The E.S.E.A./N.C.L.B. financial exhibits are contained within the Special Revenue Section of the CAFR. This section of the CAFR documents the financial position pertaining to the projects under Titles I, II, IV, and VI of the Elementary and Secondary Education Act as amended and reauthorized.

## **Other Special Federal and/or State Projects**

The District's Special Projects were approved as listed on Schedule A and Schedule B located in the CAFR.

Our audit of the Federal and State funds on a test basis indicated that obligations and expenditures were incurred during the fiscal year or project period for which the project was approved.

The financial exhibits are contained within the Special Revenue Section of the CAFR. This section of the CAFR documents the financial position pertaining to the aforementioned special projects.

## **T.P.A.F. Reimbursement**

Our audit procedures included a test of the semimonthly reimbursement forms filed with the Department of Education for district employees who are members of the Teachers Pension and Annuity Fund.

## **School Purchasing Programs**

### **Contracts and Agreements Requiring Advertisement for Bids**

*N.J.S.A.18A:18A-1* et seq. (Public School Contracts Law), the associated rules and related information on the statute, and school contracts in general is available on the website <http://www.state.nj.us/njded/pscl/index.html>.

*N.J.S.A.18A:18A-3* states:

- a) "When the cost or price of any contract awarded by the purchasing agent in the aggregate, does not exceed in a contract year the total sum of \$17,500, the contract may be awarded by a purchasing agent when so authorized by resolution of the board of education without public advertising for bids and bidding therefore, except that the board of education may adopt a resolution to set a lower threshold for the receipts of public bids or the solicitation of competitive quotations. If the purchasing agent is qualified pursuant to subsection b. (pending before the Legislature as section 15 of this bill) of section 9 of P.L. 1971, c.198 (C.40A:119) the board of education may establish that the bid threshold may be up to \$25,000. Such authorization may be granted for each contract or by a general delegation of the power to negotiate and award such contracts pursuant to this section.
- b) Commencing in the fifth year after the year in which P.L. 1999, c.440 takes effect, and every five years thereafter, the Governor, in consultation with the Department of Treasury, shall adjust the threshold amount and the higher threshold amount which the board of education is permitted to establish as set forth in subsection a. of this section or the threshold amount resulting from any adjustment under this subsection, in direct proportion to the rise or fall of the index rate as that term is defined in N.J.S.18A:18A-2 (pending before the Legislature as section 50 of this bill), and shall round the adjustment to the nearest \$1,000. The Governor shall notify all local school districts of the adjustment no later than June 1 of every fifth year. The adjustment shall become effective on July 1 of the year in which it is made."

*N.J.S.A.18A:18A-4* states, "Every contract for the provision or performance of any goods or services, the cost of which in the aggregate exceeds the bid threshold, shall be awarded only by resolution of the board

### **School Purchasing Programs (continued):**

of education to the lowest responsible bidder after public advertising for bids and bidding therefore, except as is provided otherwise in this chapter or specifically by any other law. No work, materials or supplies shall be undertaken, acquired or furnished for a sum exceeding in the aggregate the amount set forth in, or calculated by the Governor pursuant to *N.J.S.A. 18A:18A-3* except by contract or agreement.”

Effective July 1, 2010 and thereafter the bid thresholds in accordance with *N.J.S.A. 18A:18A-2* and *18A:18A-3(a)* are \$36,000 (with a Qualified Purchasing Agent) and \$26,000 (without a Qualified Purchasing Agent), respectively. The law regulating bidding for public school student transportation contracts under *N.J.S.A. 18A:39-3* is currently \$17,200.

The Board of Education has the responsibility of determining whether the expenditures in any category will exceed the statutory thresholds within the fiscal year (contract year for July 1, 2010 and thereafter). Where question arises as to whether any contract or agreement might result in violation of the statute, the Solicitor's opinion should be sought before a commitment is made.

Inasmuch as the system of records did not provide for an accumulation of payments for categories for the performance of any work or the furnishing or hiring of any materials or supplies, the results of such an accumulation could not reasonably be ascertained. Disbursements were reviewed, however, to determine whether any clear-cut violations existed.

The results of our examination indicated that no individual payments, contracts or agreements were made "for the performance of any work or the furnishing or hiring of any materials or supplies", in excess of the statutory thresholds where there had been no advertising for bids in accordance with the provision of *N.J.S.A. 18A:18A-4*.

The system of records did not provide for an accumulation of purchases for which the school board used contracts entered into by the State Department of Purchase and Property pursuant to Ch. 114, P.L. 1977, therefore, the extent of such purchases could not reasonably be ascertained.

### **School Food Service**

The District contracts Chartwells to administer the food service program. A monthly cost performance statement is presented to the District for payment of expenses and administrative fees. A report of daily deposits is sent to the District office on a monthly basis and used to reconcile cash.

The financial transactions and statistical records of the School Food Services were maintained in satisfactory condition except for findings that follow. The financial accounts, meal count records and eligibility applications were reviewed on a test-check basis.

The number of meals claimed for reimbursement was verified against sales and meal count records. As part of the claims review process the Edit Check Worksheet was completed. Reimbursement vouchers were timely filed.

Applications for free and reduced price meals were reviewed for completeness and accuracy. The number of free and reduced price meals claimed as served did not exceed the number of valid applications on file, times the number of operating days, on a school-by-school basis. The free and reduced price meal and free milk policy is uniformly administered throughout the School System. The

**School Food Service (continued):**

required verification procedures for free and reduced price applications was completed and available for review.

Expenditures were separately recorded as food, labor and other costs. Vendor invoices were reviewed and costs verified. Inventory records on food supply items were currently maintained and properly applied in determining the cost of food and supplies used.

The cash disbursements records reflected expenditures for program related goods and services. The service company is depositing and expending program monies in accordance with *N.J.S.A.18A:17-34*, and *19-1* through *19-4.1*. The appropriate revenue and expenditure records were maintained in order to substantiate the nonprofit status of the school food service. Net cash resources did not exceed three months average expenditures.

Food Distribution Program commodities were received and a single inventory was maintained on a first-in, first-out basis.

Exhibits reflecting Child Nutrition Program operations are included in the section entitled Enterprise Funds, Section G.

**Application for State School Aid**

Our audit procedures included a test of information reported in the October 15, 2011 Application for State School Aid (A.S.S.A.) for On-Roll, private schools for the handicapped and low-income. We also performed a review of the District procedures related to its completion. The information on the A.S.S.A. was compared to the District workpapers. The results of our procedures are presented in the Schedule of Audited Enrollments with the following exception:

**Finding 2012-01:**

During our examination of the A.S.S.A., one out of ten LEP students tested should not have been reported as an LEP student as of October 15, 2011.

**Recommendation:**

That all students must be reviewed prior to October 15<sup>th</sup> to ensure they are correctly classified on the A.S.S.A report.

**Management Response:**

The Board will be engaging in a more comprehensive review of the ASSA report during the period the Department of Education allows for corrections to be made prior to the report becoming finalized.

**Pupil Transportation**

Our audit procedures included a test of On Roll status reported in the 2011-2012 District Report of Transported Resident Students (DRTRS). The information that was included on the DRTRS was Verified to the DRTRS Eligibility Summary Report with the following exception. The results of our procedures are presented in the Schedule of Audited Enrollments.

**Pupil Transportation (continued):**

Our procedures also included a review of transportation contracts and purchases. Based on our review, the District complied with proper bidding procedures and award of contracts. The bid specifications for the purchase of buses were in compliance with applicable statutes. No exceptions were noted in our review of transportation related purchases of goods and services.

**Follow-up on Prior Years' Findings**

In accordance with government auditing standards, our procedures included a review of all prior year findings. Corrective action had been taken on all prior year findings.

**Acknowledgment**

We received the complete cooperation of all the officials of the school district and we greatly appreciate the courtesies extended to the members of the audit team.

Should you have any questions concerning our comments or should you desire any assistance, please call me.

Respectfully Submitted,

HOLMAN & FRENIA, P. C.



Frank B. Holman, III  
Public School Accountant  
Certified Public Accountant  
No. 783

Toms River, New Jersey  
August 20, 2012

**ADDITIONAL INFORMATION**



**SCHEDULE OF MEAL COUNT ACTIVITY - FEDERAL**

**CENTRAL REGIONAL SCHOOL DISTRICT  
FOOD SERVICE FUND  
NUMBER OF MEALS SERVED AND (OVER)/UNDERCLAIM - FEDERAL  
ENTERPRISE FUNDS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2012  
(MEMORANDUM ONLY)**

PROGRAM	MEAL CATEGORY	MEALS CLAIMED	MEALS TESTED	MEALS VERIFIED	DIFFERENCE	RATE	(OVER)/ UNDER CLAIM
National School Lunch (Regular Rate)	Paid	74,241	38,709	38,709		0.26	
	Reduced	16,056	7,224	7,224		2.37	
	Free	73,424	31,053	31,053		2.77	
	Total	163,721	76,986	76,986	-		-

**SCHEDULE OF MEAL COUNT ACTIVITY - STATE**

**CENTRAL REGIONAL SCHOOL DISTRICT  
FOOD SERVICE FUND  
NUMBER OF MEALS SERVED AND (OVER)/UNDERCLAIM - STATE  
ENTERPRISE FUNDS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2012  
(MEMORANDUM ONLY)**

PROGRAM	MEAL CATEGORY	MEALS CLAIMED	MEALS TESTED	MEALS VERIFIED	DIFFERENCE	RATE	(OVER)/ UNDER CLAIM
National School Lunch (Regular Rate)	Paid	74,241	38,709	38,709		0.040	
	Reduced	16,056	7,224	7,224		0.055	
	Free	73,424	31,053	31,053		0.055	
	Total	<u>163,721</u>	<u>76,986</u>	<u>76,986</u>	-		-

SCHEDULE OF AUDITED ENROLLMENTS (1)

CENTRAL REGIONAL SCHOOL DISTRICT  
 APPLICATION FOR STATE SCHOOL AID SUMMARY  
 ENROLLMENT AS OF OCTOBER 15, 2011

	2012-2013 Application for State School Aid						Sample for Verification						Private Schools for Disabled			
	Reported on A.S.S.A. On Roll		Reported on Workpapers On Roll		Errors		Sample Selected from Workpapers		Verified per Registers On Roll		Errors per Registers On Roll		Reported on A.S.S.A. as Private Schools	Sample for Verifi- cation	Sample Verified	Sample Errors
	Full	Shared	Full	Shared	Full	Shared	Full	Shared	Full	Shared	Full	Shared				
Seven	293		293					42		42						
Eight	274		274					40		40						
Nine	273		273					38		38						
Ten	253		253					33		33						
Eleven	221	48	221	48				32	16	32	16					
Twelve	242	33	242	33				25	15	25	15					
Subtotal	1,556	81	1,556	81				210	31	210	31					
Special Ed - Middle School	137		137					20		20			6	5	5	
Special Ed - High School	205	43	205	43				23		23			11	10	10	
Subtotal	342	43	342	43				43		43			17	15	15	
Totals	1,898	124	1,898	124				253	31	253	31		17	15	15	
Percentage Error								<u>-0-%</u>		<u>-0-%</u>					<u>-0-%</u>	

SCHEDULE OF AUDITED ENROLLMENTS (2)

CENTRAL REGIONAL SCHOOL DISTRICT  
 APPLICATION FOR STATE SCHOOL AID SUMMARY  
 ENROLLMENT AS OF OCTOBER 15, 2011

	Low Income				Sample for Verification				Resident LEP Low Income			Sample for Verification					
	Reported on A.S.S.A. As Free/Reduced		Reported on Workpapers As Free/Reduced		Errors		Sample Selected from Workpapers		Verified to Application & Register		Sample Errors	Reported on A.S.S.A. as LEP low Income	Reported on Workpapers as LEP low Income	Errors	Sample Selected from Workpapers	Verified to Test Score & Register	Sample Errors
	Full	Shared	Full	Shared	Full	Shared	Full	Shared	Full	Shared	Errors	Income	Income	Errors	Workpapers	& Register	Errors
Seven	80	19	80	19			24		24								
Eight	74	22	74	22			35		35			2	2		2	2	
Nine	71	17	71	17			28		28			2	2		2	2	
Ten	60	13	60	13			24		24			1	1		1	1	
Eleven	52	16	52	16			24	5	24	5		2	2		2	2	
Twelve	60.5	17	60.5	17			28	12	28	12							
Subtotal	397.5	104	398	104			163	17	163	17		7	7		7	7	
Sp Ed - Elementary																	
Sp Ed - Middle School	61	10	61	10			21		21								
Sp Ed - High School	91.5	18.5	92	19			21	10	21	10							
Subtotal	152.5	28.5	153	29			42	10	42	10							
Totals	550.0	132.5	550	133			205	27	205	27		7	7		7	7	
Percentage Error							<u>-0-</u>					<u>-0-</u>					<u>-0-</u>

TRANSPORTATION

	Reported on DRTRS By DOE	Reported on DRTRS By District	Errors	Tested	Amount Verified	Errors
Regular - Public Schools Col 1	1,399	1,399	-	204	204	
Regular - Special Ed Col 4	322.5	322.5	-	40	40	
AIL Col 2	13	13	-	3	3	
Transported - Nonpublic Col 3	97	97	-	14	14	
Special Needs - Public Col 6	91.5	91.5	-	18	18	
Totals	1,923	1,923	-	279	279	
Percentage Errors			<u>-0-</u>			<u>-0-</u>

SCHEDULE OF AUDITED ENROLLMENTS (3)

CENTRAL REGIONAL SCHOOL DISTRICT  
 APPLICATION FOR STATE SCHOOL AID SUMMARY  
 ENROLLMENT AS OF OCTOBER 15, 2011

	Resident LEP NOT Low Income			Sample for Verification		
	Reported on A.S.S.A. as NOT Low Income	Reported on Workpapers as NOT Low Income	Errors	Sample Selected from Workpapers	Verified to Application and Register	Sample Errors
Seven	1	1		1	1	
Eight						
Nine						
Ten						
Eleven	1	1				
Twelve	2	2		2	1	1
Subtotal	4	4		3	2	1
Special Ed - Middle						
Special Ed - High						
Subtotal						
Totals	4	4		3	2	1
Percentage Error						33.33%



## EXCESS SURPLUS CALCULATION

### REGULAR DISTRICT

#### SECTION 1

##### A. 2% Calculation of Excess Surplus

2011-2012 Total General Fund Expenditures per the CAFR, Ex. C-1	\$ <u>32,454,595</u> (B)
Increased by:	
Transfer from Capital Outlay to Capital Projects Fund	\$ _____ (B1b)
Transfer from Capital Reserve to Capital Projects Fund	\$ _____ (B1c)
Decrease by:	
On-Behalf TPAF Pension & Social Security	\$ <u>2,251,470</u> (B2a)
Assets Acquired Under Capital Leases	\$ _____ (B2b)
 Adjusted 2011-2012 General Fund Expenditures [(B)+(B1s)-(B2s)]	 \$ <u><u>30,203,125</u></u> (B3)
 2% of adjusted 2011-2012 General Fund Expenditures [(B3) times .02]	 \$ <u>604,063</u> (B4)
Enter Greater of (B4) or \$250,000	\$ <u>604,063</u> (B5)
Increased by: Allowable Adjustment *	\$ <u>94,253</u> (K)
 Maximum Unreserved/Undesignated Fund Balance [(B5)+(K)]	 \$ <u><u>698,316</u></u> (M)

#### SECTION 2

Total General Fund - Fund Balance @6-30-2012 (Per CAFR Budgetary Comparison Schedule C-1)	\$ <u>1,574,169</u> (C)
Decreased by:	
Year-End Encumbrances	\$ <u>92,754</u> (C1)
Legally Restricted - Designated for Subsequent Year's Expenditures	\$ _____ (C2)
Legally Restricted - Excess Surplus - Designated for Subsequent Year's Expenditures**	\$ _____ (C3)
Other Restricted Fund Balances ****	\$ <u>795,055</u> (C4)
Assigned Fund Balance - Unreserved - Designated for Subsequent Year's Expenditures	\$ <u>302,551</u> (C5)
 Total Unassigned Fund Balance [(C)-(C1)-(C2)-(C3)-(C4)-(C5)]	 \$ <u><u>383,809</u></u> (U1)

**REGULAR DISTRICT (continued):**

**SECTION 3**

Restricted Fund Balance - Excess Surplus \*\*\* [(U2)-(M)] IF NEGATIVE ENTER -0- \$ \_\_\_\_\_ (E)

*Recapitulation of excess surplus as of June 30, 2012*

Reserved Excess Surplus - Designated for Subsequent Year's Expenditures \*\* \$ \_\_\_\_\_ (C3)

Reserved Excess Surplus \*\*\* [(E)] \$ \_\_\_\_\_ (E)

Total [(C3)+(E)] \$ \_\_\_\_\_

**Footnotes:**

\* This adjustment line (as detailed below) is to be utilized when applicable for: Impact Aid, Sale and Lease-back (Refer to the Audit Program Section II, Chapter 10), Extraordinary Aid, Additional Nonpublic School Transportation Aid and Unbudgeted TPAF Wage Freeze Grant Funding. Refer to the Audit Program Section II, Chapter 10 for restrictions on the inclusion of Extraordinary Aid and Additional Nonpublic School Transportation Aid.

*Detail of Allowable Adjustments*

Impact Aid	\$ _____	(H)
Sale & Lease-back	\$ _____	(I)
Extraordinary Aid	\$ 81,355	(J1)
Additional Nonpublic School Transportation Aid	\$ 12,898	(J2)
Unbudgeted TPAF Wage Freeze Grant Funding	\$ _____	(J3)
Total Adjustments [(H)+(I)+(J1)+(J2)]	\$ 94,253	(K)

\*\* This amount represents the June 30, 2011 Excess Surplus (C3 above) and must be included in the Audit Summary Worksheet Line 10025.

\*\*\* Amounts must agree to the June 30, 2012 CAFR and must agree to Audit Summary Worksheet Line 10024.

\*\*\*\* Amount for Other Restricted/Reserved Fund Balances must be detailed for each source. Use in the excess surplus calculation of any legal reserve that is not state mandated or that is not legally imposed by another type of government such as the judicial branch of government must have Departmental approval. District requests should be submitted to the Division of Finance and Regulatory Compliance prior to September 30.

*Detail of Other Restricted Fund Balance*

**Statutory Restrictions:**

Approved Unspent Separate Proposal	\$ _____
Capital Outlay for a District With a Capital Outlay Cap Waiver	\$ _____
Sale/Lease-Back Reserve	\$ _____
Capital Reserve	\$ 553,607
Maintenance Reserve	\$ 191,348
Emergency Reserve	\$ 50,100
Waiver Offset Reserve	\$ _____
Tuition Reserve	\$ _____
Other State/Government Mandated Reserve	\$ _____
[Other Restricted Fund Balance Not Noted Above]****	\$ _____
Total Other Restricted Fund Balance	\$ 795,055 (C4)