

**CLEARVIEW REGIONAL
HIGH SCHOOL DISTRICT**

Mullica Hill, New Jersey
County of Gloucester

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

COMPREHENSIVE ANNUAL FINANCIAL REPORT

OF THE

CLEARVIEW REGIONAL HIGH SCHOOL DISTRICT

MULLICA HILL, NEW JERSEY

FOR THE FISCAL YEAR ENDED JUNE 30, 2012

Prepared by

**Clearview Regional High School District
Finance Department**



OUTLINE OF CAFR – GASB 34

	PAGE
INTRODUCTORY SECTION	
Letter of Transmittal	1
Organizational Chart	5
Roster of Officials	6
Consultants and Advisors	7
FINANCIAL SECTION	
Independent Auditor's Report	8

REQUIRED SUPPLEMENTARY INFORMATION – PART I

Management's Discussion and Analysis	10
--------------------------------------	----

BASIC FINANCIAL STATEMENTS

A. District-wide Financial Statements:	
A-1 Statement of Net Assets	24
A-2 Statement of Activities	25
B. Fund Financial Statements:	
B-1 Balance Sheet	27
B-2 Statement of Revenues, Expenditures & Changes in Fund Balances	28
B-3 Reconciliation of the Statement of Revenues, Expenditures & Changes in Fund Balances of Governmental Funds to the Statement of Activities	29
Proprietary Funds:	
B-4 Statement of Net Assets	30
B-5 Statement of Revenues, Expenditures & Changes in Fund Net Assets	31
B-6 Statement of Cash Flows	32
Fiduciary Funds:	
B-7 Statement of Fiduciary Net Assets	33
B-8 Statement of Changes in Fiduciary Net Assets	34
Notes to Financial Statements	35

REQUIRED SUPPLEMENTARY INFORMATION – PART II

C. Budgetary Comparison Schedules	
C-1 Budgetary Comparison Schedule – General Fund	59
C-1a Combining Schedule of Revenues, Expenditures & Changes in Fund Balance - Budget & Actual	N/A
C-1b Education Jobs Fund Program – Budget & Actual	74
C-2 Budgetary Comparison Schedule – Special Revenue Fund	75

(continued)

OUTLINE OF CAFR – GASB 34 (continued):

	PAGE
Notes to the Required Supplementary Information	
C-3 Budget-to-GAAP Reconciliation	76
D. School Based Budget Schedules –	
D-1 Combining Balance Sheet	N/A
D-2 Blended Resource Fund - Schedule of Expenditures Allocated by Resource Type - Actual	N/A
D-3 Blended Resource Fund - Schedule of Blended Expenditures - Budget and Actual	N/A
E. Special Revenue Fund:	
E-1 Combining Schedule of Revenues & Expenditures Special Revenue Fund – Budgetary Basis	77
E-2 Preschool Education Aid Schedule(s) of Expenditures - Budgetary Basis	N/A
F. Capital Projects Fund:	
F-1 Summary Statement of Project Expenditures	82
F-2 Summary Schedule of Revenues, Expenditures and Changes in Fund Balance – Budgetary Basis	83
F-2a Schedule of Revenues, Expenditures Project Balance & Project Status – Roof Renovations at the New Middle School	84
F-2b Schedule of Revenues, Expenditures Project Balance & Project Status – Solar Installation at the Middle School	85
F-2c Schedule of Revenues, Expenditures Project Balance & Project Status – Room Renovations at the Middle School	86
F-2d Schedule of Revenues, Expenditures Project Balance & Project Status – Room 227 Renovations at the High School	87
F-2e Schedule of Revenues, Expenditures Project Balance & Project Status – Window Renovations at the High School	88
F-2f Schedule of Revenues, Expenditures Project Balance & Project Status – HVAC Renovations at the High School	89
G. Proprietary Funds:	
Enterprise Fund:	
G-1 Combining Statement of Net Assets	90
G-2 Combining Statement of Revenues, Expenses & Changes in in Fund Net Assets	91
G-3 Combining Statement of Cash Flows	92
Internal Service Fund –	
G-4 Combining Statement of Net Assets	93
G-5 Combining Statement of Revenues, Expenses & Changes in Fund Net Assets	94
G-6 Combining Statement of Cash Flows	95
H. Fiduciary Funds:	
H-1 Combining Statement of Fiduciary Net Assets	96
H-2 Combining Statement of Changes in Fiduciary Net Assets	97
H-3 Student Activity Agency Fund Schedule of Receipts & Disbursements	98
H-4 Payroll Agency Fund Schedule of Receipts & Disbursements	98

(continued)

OUTLINE OF CAFR – GASB 34 (continued):

	PAGE
I. Long-Term Debt:	
I-1 Schedule of Serial Bonds	99
I-2 Schedule of Obligations Under Capital Leases	100
I-3 Debt Service Fund Budgetary Comparison Statement	101
I-4 Schedule of Compensated Absences	102

STATISTICAL SECTION (unaudited)

Financial Trends:

J-1 Net Assets by Component	103
J-2 Changes in Net Assets	104
J-3 Fund Balances – Governmental Funds	106
J-4 Changes in Fund Balances – Governmental Funds	107
J-5 General Fund Other Local Revenue by Source	109

Revenue Capacity:

J-6 Assessed Value & Estimated Actual Value of Taxable Property	119
J-7 Direct & Overlapping Property Tax Rates	111
J-8 Principal Property Taxpayers	112
J-9 Property Tax Levies & Collections	113

Debt Capacity:

J-10 Ratios of Outstanding Debt by Type	114
J-11 Ratios of General Bonded Debt Outstanding	115
J-12 Direct & Overlapping Governmental Activities Debt	116
J-13 Legal Debt Margin Information	117

Demographic & Economic Information:

J-14 Demographic & Economic Statistics	118
J-15 Principal Employers	119

Operating Information:

J-16 Full-Time Equivalent District Employees by Function/Program	120
J-17 Operating Statistics	121
J-18 School Building Information	122
J-19 Schedule of Required Maintenance	123
J-20 Insurance Schedule	124

(continued)

OUTLINE OF CAFR – GASB 34 (continued):

K SINGLE AUDIT SECTION

	PAGE
K-1 Report on Compliance and on Internal Control Over Financial Reporting and Other Matters Based on an Audit of Financial Statements Performed in Accordance With <i>Government Auditing Standards</i>	125
K-2 Report on Compliance with Requirements Applicable to Each Major Program and on Internal Control Over Compliance in Accordance with OMB Circular A-133 and New Jersey OMB Circular Letter 04-04	127
K-3 Schedule of Expenditures of Federal Awards, Schedule A	129
K-4 Schedule of Expenditures of State Financial Assistance, Schedule B	130
K-5 Notes to Schedules of Awards and Financial Assistance	132
K-6 Schedule of Findings and Questioned Costs	134
K-7 Summary Schedule of Prior Audit Findings	136 (concluded)

INTRODUCTORY SECTION

Clearview Regional High School District

ADMINISTRATION BUILDING
420 CEDAR ROAD • MULLICA HILL, NJ 08062
Fax (856) 478-0409

DIANE CUMMINS
ASSISTANT SUPERINTENDENT
FOR CURRICULUM & INSTRUCTION
(856) 223-2766

JOHN HORCHAK III
SUPERINTENDENT
(856) 223-2765

ESTHER R. PENNELL, CPA
BUSINESS ADMINISTRATOR
(856) 223-2764

September 26, 2012

Honorable President and
Members of the Board of Education
Clearview Regional High School District
Mullica Hill, New Jersey 08062

Dear Board Members and Constituents:

The comprehensive annual financial report of the Clearview Regional High School District for the fiscal year ended 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 respects and is reported in a manner designed to present fairly the financial position and results of operations of the various funds and account groups of the District. All disclosures necessary to enable the reader to gain an understanding of the District's financial activities have been included.

The comprehensive annual financial report is presented in four sections: introductory, financial, statistical, and single audit. The introductory section includes this transmittal letter, the District's organizational chart and a list of principal officials. The financial section includes the Report of Independent Auditors the Management's Discussion and Analysis, the basic financial statements including the district-wide statements fund statements, notes to the financial statements, required supplementary information other than MD&A including budgetary comparison schedules and other supplementary information. The statistical section includes selected financial and demographic information, generally presented on a multi-year basis. The Clearview Regional High School District is required to undergo an annual single audit in conformity with the provisions of the Single Audit Act of 1984 and the Single Audit Amendments of 1996, the U.S. Office of Management and Budget Circular No. A-133, "Audits of States, Local Governments, and Non-Profit Organizations", and the State Treasury Circular Letter 04-04-OMB, "Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid". 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 Clearview Regional High School District is an independent reporting entity within the criteria adopted by the G.A.S.B. as established by Statement No. 14. All funds and account groups of the

District are included in this report. The Clearview 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. The District

completed the 2011/12 fiscal year with an enrollment of 2,498 students. The following details the changes in the student enrollment of the District over the last ten years.

Average Daily Enrollment

<u>Fiscal Year</u>	<u>Student Enrollment</u>	<u>Percent Change</u>
2011-12	2,498	-.02%
2010-11	2,501	2.5%
2009-10	2,441	-.5%
2008-09	2,454	2.3%
2007-08	2,399	2.9%
2006-07	2,392	4.4%
2005-06	2,291	3.3%
2004-05	2,216	3.2%
2003-04	2,147	5.5%
2002-03	2,035	6.8%

2. ECONOMIC CONDITION AND OUTLOOK:

The Clearview Regional High School District has experienced a period of several years of development and expansion which is expected to continue. The economy did slow the housing development during the 2011/12 year which caused a slight decrease in student enrollment. Enrollment is expected to increase again in 2013/14.

3. MAJOR INITIATIVES:

Students continued to perform above the state averages (11/12) on the High School Proficiency Assessment (H.S.P.A.) which is administered to all eleventh grade students and must be passed in order to graduate.

	<u>Partially Proficient</u>	<u>Proficient</u>	<u>Advanced Proficient</u>
Language Arts Literacy	4.4%	75.1%	20.5%
Mathematics	8%	61.3%	30.7%

Of those Seniors who graduated in June of 2012, 52% went to four year colleges in state, 32%- two year colleges, 3% - vocational or trade schools, 1% - employment, 1% - military and 11% -other.

4. INTERNAL ACCOUNTING CONTROLS:

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

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

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

5. BUDGETARY CONTROLS:

In addition to internal accounting controls, the District maintains budgetary controls. The objective of these budgetary controls is to ensure compliance with legal provisions embodied in the annual appropriated budget approved by the voters of the municipality. Annual appropriated budgets are adopted for the general fund, the special revenue fund, and the debt service fund. Project-length budgets are approved for the capital improvements accounted for in the capital projects fund. The final budget amount as amended for the fiscal year is reflected in the financial section.

An encumbrance accounting system is used to record outstanding purchase commitments on a line item basis. Open encumbrances at year-end are either canceled or are included as re-appropriations 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 reflect generally accepted accounting principles, as promulgated by the Governmental Accounting Standards Board (G.A.S.B.). The accounting system of the District is organized on the basis of funds and account groups.

7. DEBT ADMINISTRATION:

At June 30, 2012, the District's outstanding debt issues included \$23,403,000 of general obligation bonds.

On December 1, 1997, the District issued general obligation bonds in the amount of \$10,105,000 to advance refund \$9,255,000 of the 1994 general obligation bonds which had call options. The 1997 refunding bonds were issued with a net bond premium of \$153,805 that was used, in part, to pay issuance costs of \$119,310. As a result of the advance refunding, the District reduced its total debt service requirements by \$399,191, which resulted in an economic gain (difference between the present value of the debt service payments on the old and new debt) of \$295,453.

Bonds were issued on February 15, 2003. The proceeds were placed in the District's capital projects fund to provide funds for capital improvements to the District's buildings and grounds. The improvements included the construction of additions and renovations to the Clearview Regional High School and the Clearview Regional Middle School, and to make the necessary onsite and offsite improvements and purchase of the necessary furniture and equipment associated with the construction and renovations in these facilities. The total amount of the bond is \$23,867,000.

On December 10, 2009 the District issued bonds totaling \$1,303,000 for installation of solar photovoltaic panels on the Middle School Roof. The State of New Jersey will fund 50.92% of the project costs as the bonds come due annually with debt service aid.

On November 10, 2010, the District issued general obligation bonds in the amount of \$18,745,000 to advance refund \$18,967,000 of the 2003 general obligation bonds which had call options. The 2010 refunding bonds were issued with a net bond premium of \$1,584,606 that was used, in part, to pay issuance costs of \$75,000. As a result of the advance refunding, the District reduced its total debt service requirements by \$1,163,814, which resulted in an economic gain (difference between the present value of the debt service payments on the old and new debt) of \$987,246.

8. CASH MANAGEMENT:

The investment policy of the District is guided in large part by the state statute as detailed in "Notes to the Financial Statements", Note 2. The District has opted a cash management plan which requires it to deposit public funds in public depositories protected from loss under the provision of the Governmental Unit Deposit Protection Act ("G.U.D.P.A."). G.U.D.P.A. 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, automobile liability and comprehensive/collision, hazard and theft insurance on property and contents, and fidelity bonds.

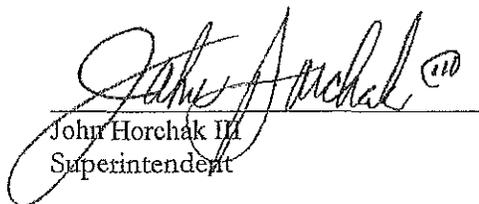
10. OTHER INFORMATION:

Independent Audit - State statutes require an annual audit by independent certified public accountants or registered municipal accountants. The accounting firm of Holman & Frenia, P.C. was selected by the Board. In addition to meeting the requirements set forth in state statutes, the audit also was designed to meet the requirements of the Single Audit Act of 1984 and the Single Audit Act Amendments of 1996, and the related OMB Circular No. A-133 and New Jersey State Treasury Circular Letter 04-04. The auditor's report on the basic financial statements is included in the financial section of this report. The auditor's reports related specifically to the single audit are included in the single audit section of this report.

11. ACKNOWLEDGMENTS:

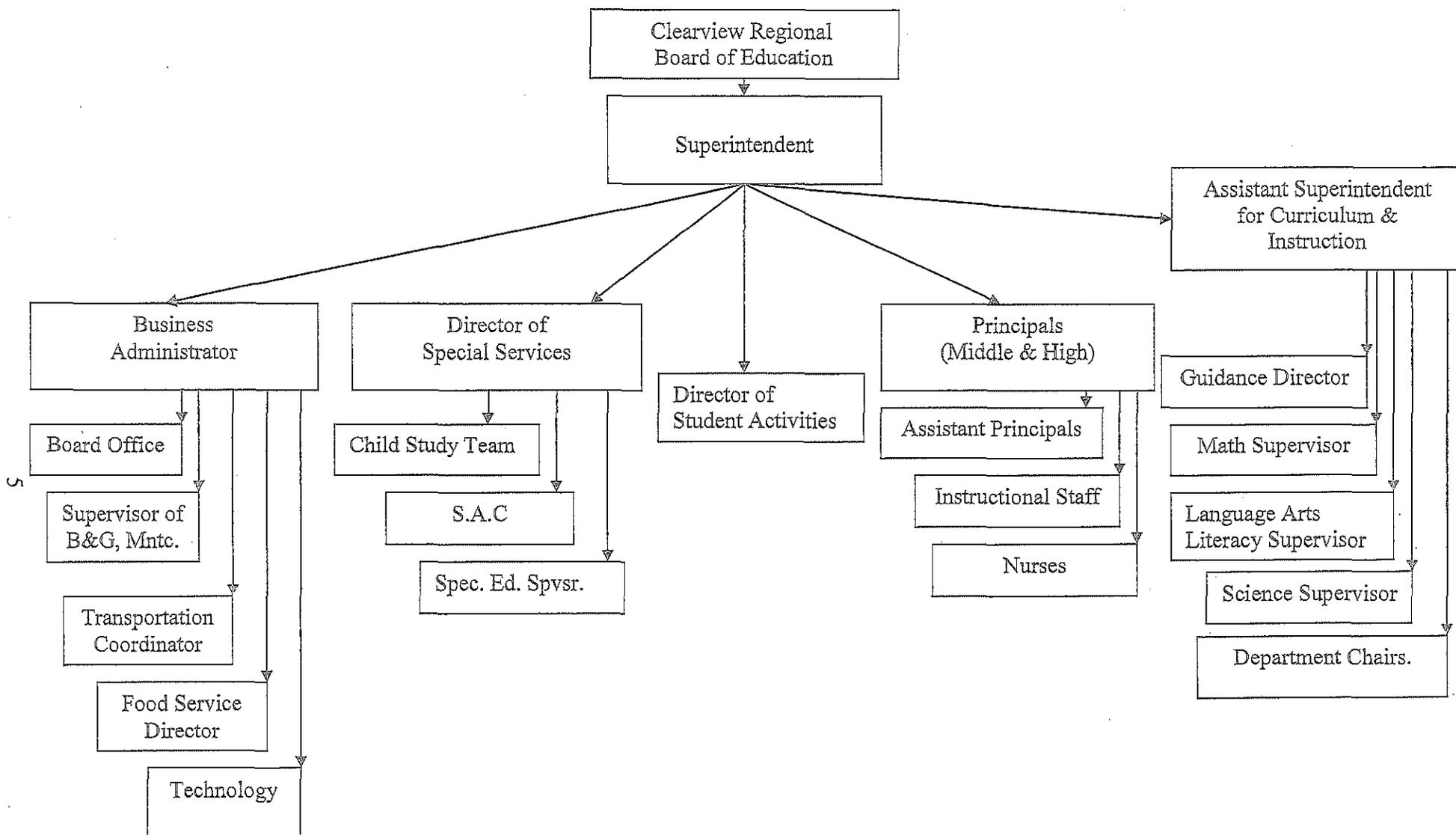
We would like to express our appreciation to the members of the Clearview Regional High School Board of Education for their concern in providing fiscal accountability to the citizens and taxpayers of the school district and thereby contributing their full support to the development and maintenance of 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,


John Horchak III
Superintendent


Esther R. Pennell, CPA
Business Administrator

Organizational Chart



CLEARVIEW REGIONAL HIGH SCHOOL DISTRICT
420 Cedar Road
Mullica Hill, New Jersey 08062

ROSTER OF OFFICIALS
JUNE 30, 2012

MEMBERS OF THE BOARD OF EDUCATION	TERM EXPIRES
Patrick Campbell, President	2013
John Hughes, Vice President	2012
Robin Atkins	2012
Donald Coughlan	2014
Michele Giaquinto	2014
Debbie Lundberg	2013
Daniel Petrille	2013
Carmen Trifeletti	2012
Timothy VanNoy	2014

OTHER OFFICIALS

John Horchak, III, Superintendent

Esther R. Pennell, CPA, School Business Administrator

Frank P. Cavallo, Jr., Esquire, Solicitor

**CLEARVIEW REGIONAL HIGH SCHOOL DISTRICT
MULLICA HILL, NEW JERSEY**

CONSULTANTS AND ADVISORS

AUDIT FIRM

Michael Holt, CPA, PSA
Holman & Frenia, P. C.
618 Stokes Road
Medford, New Jersey 08055

ATTORNEY

Parker McCay
9000 Midlantic Drive, Suite 300
P.O. Box 5054
Mount Laurel, New Jersey 08054-1539

OFFICIAL DEPOSITORY

Susquehanna Patriot Bank
114 North Main Street
Mullica Hill, New Jersey 08062

FINANCIAL SECTION



Certified Public Accountants & Consultants

Administrative Office:
10 Allen Street, Ste. 2E, Toms River, NJ 08753 • Tel: 732.797.1333
618 Stokes Road, Medford, NJ 08055 • Tel: 609.953.0612
926 Main Street, Suite 103, Rome, PA 18837 • Tel: 570.297.5090
795 Canton Street, Troy, PA 16947 • Tel: 570.297.5090
holmanfrenia.com

INDEPENDENT AUDITOR'S REPORT

Honorable President and Members
of the Board of Education
Clearview Regional High School District
County of Gloucester
Mullica Hill, New Jersey 08062

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 Clearview Regional High School District, County of Gloucester, 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, the business-type activities, each major fund and the aggregate remaining fund information of the Board of Education of the Clearview Regional High School District, County of Gloucester, State of New Jersey, as of June 30, 2012, and the respective changes in financial position and cash flows, where applicable, for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued our report dated September 26, 2012, on our consideration of the Clearview Regional High School District'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 23 and 59 through 75 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 Clearview Regional High School District's basic financial statements. The accompanying introductory section, and other supplementary information such as the combining and individual fund financial statements, long-term debt schedules and statistical information are presented for purposes of additional analysis and are not a required part of the financial statements. The accompanying schedules of expenditures of federal awards and state financial assistance are presented for purposes of additional analysis as required by U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations* and New Jersey OMB's Circular 04-04, *Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid* 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 schedules of expenditures of federal awards and state financial assistance have been subjected to the auditing procedures applied in the audit of the basic financial statements and in our opinion, are fairly stated in all material respects in relation to the basic financial statements taken as a whole. The introductory section and statistical 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.



Michael Holt
Certified Public Accountant
Public School Accountant
No. 1148

Medford, New Jersey
September 26, 2012

REQUIRED SUPPLEMENTARY INFORMATION – PART I

Management's Discussion and Analysis

CLEARVIEW REGIONAL HIGH SCHOOL DISTRICT
Mullica Hill, New Jersey

MANAGEMENT'S DISCUSSION AND ANALYSIS
FISCAL YEAR ENDED JUNE 30, 2012

UNAUDITED

The District's management discussion and analysis of financial performance provides an overview of the District's financial activities for the fiscal year ended June 30, 2012. The intent of the discussion and analysis is to look at the District's financial performance as a whole. Interested parties should review the basic financial statements and notes in connection with this document in order to enhance and clarify their understanding of the finances of the District.

The Management's Discussion and Analysis (MD&A) is an element of the Required Supplementary Information specified in the Governmental Accounting Standards Board's (G.A.S.B.) Statement No. 34 – Basic Financial Statements and Management's Discussion and Analysis for State and Local Governments issued in June 1999. Comparative information between the current year (2011-2012) and the prior year (2010-2011) is required to be present in the MD& A.

Financial Areas of Interest for 2011/2012

- **Overview**

During the budget preparation process, Clearview was notified that it would receive a \$314,211 increase in general fund state aid and a (\$195,827) decrease in debt service state aid. This small increase came after two years of decreases in state aid totaling \$2,713,438. Once again the reduction in State Aid caused significant shortages in various 2011/2012 budget appropriation line items. A shift of the municipal share in 2011/12 to Harrison caused a 4.5 cent increase in taxes in the Harrison community. Mantua's taxes were decreased by 5.7 cents. In recent prior years, the lack of state aid created a financial crisis in many school districts across the State of New Jersey, including Clearview. This caused communities, especially growing ones like ours, to increase local property taxes to meet the needs of the District. The number of students attending Clearview Regional over the past seven years increased by approximately 250, which is a 11% increase in the student population.

<u>School Year</u>	<u>Students</u>
2004/2005	2248
2005/2006	2323
2006/2007	2392
2007/2008	2399
2008/2009	2454
2009/2010	2441
2010/2011	2501
2011/2012	2498

As stated in the prior year, the increased student enrollment has had a significant impact on a number of school operations.

Delay in State Aid Payments

The Commissioner of Education again announced that the last two State aid payments for 2011/12 in the amount of \$1,307,217 would be delayed until July 2012. This measure along with S1701 (reduction of surplus to 2%) has resulted in severe cash flow issues for all New Jersey School Districts.

Staffing

The need for additional staff continues to have a substantial impact on the District budget. The District is committed to meeting the staffing needs in order to accommodate the growing student population.

Unfortunately, due to the decrease in state aid, the District has still not been able to rehire two and one-half teachers who retired at the end of the 2009/10 school year.

Special Education

The costs for the out-of-district placements continued to rise. The District incurred costs of \$2,182,585 for tuition. This does not include the cost for the transportation related to these students. The District continues to closely monitor these costs as they represent a substantial portion of the budget.

Vocational School Tuition

The district incurred costs of \$202,980 for tuition to the County Vocational School. Prior to the 2010/11 school year, the County Vocational School did not charge local districts tuition. This is a new expenditure that is paid for with the local tax levy. These students are not reported on our rolls so we do not receive any State Aid for them.

Transportation

The District's growth in student population continues to impact the transportation department. Additional drivers, buses, activity routes, and outside contracted routes resulted in considerable expenditure increases. The increase in staff time required to perform the tasks of transporting approximately 2,498 students is significant and costly. The Transportation Department expenditures for operations and salaries were approximately \$1,515,071 which is \$124,099 more than 2010/11. The District continues to provide transportation services to the Mantua Township School District. This adds another 1,650 students to the daily responsibilities of the Transportation Department. We continue to realize cost efficiencies in this area by maximizing fleet utilization.

Facility Projects

Phase II Fields

In June 2012, the District awarded a contract to Fred Schiavone Construction, Inc. in the amount of \$839,850 for the construction of new athletic fields. The project is funded with funds which are available in the capital reserve for that purpose.

- **State Aid**

While State Aid has been approximately level for seven fiscal years (2001-02, 2002-03, 2003-04, 2004-05, 2005-06, 2006-07 and 2007-08), due to the School Funding Reform Act of 2008, the district received an increase in State Aid for 2008-09 and 2009-10. For 2009/10 this 5% increase totaled \$624,684. While the District was originally awarded a 5% increase in State Aid when developing its budget for 2009/10, we were notified on February 11, 2010 that \$1,498,592 would be withheld from 2009/10 state aid payments in the amount of surplus and reserve account monies available to the District. The District opted to reduce 2009/10 appropriations by \$961,819 to offset this reduction. The remaining \$536,773 came from the reserves.

The 2010/11 State Aid to the District was reduced by \$1,839,530 causing the entire budget to be reduced by \$2,000,939.

For 2011/12 the District received a net increase in State Aid of \$118,384.

- **Tax Rate and Base**

The final budget resulted in a tax decrease of 5.7 cents per hundred of assessed value for Mantua Township residents and increased 4.5 cents per hundred of assessed value for Harrison Township residents.

The increase in the ratable base in Mantua Township was \$2,963,582 (.38%). The increase in the ratable base in Harrison Township was \$2,925,050 (22%). The municipal tax is shared between the towns with Mantua's absorbing 51.10% while Harrison's is 48.89% during the 2011-12 school year.

- **Surplus**

The District has again infused a considerable amount of surplus into the budget. In 2010-11, \$860,000 was anticipated as Budgeted Fund Balance. In comparison, the District anticipated \$607,071 in Budgeted Fund Balance in 2011-12.

The District was able to make substantial "deposits" into surplus in 2011-12. On July 12, 2012, the district was notified that we would receive additional state aid in the amount of \$314,212. That amount lapsed to surplus and was anticipated in the 2012-13 budget as a revenue. There was a total of \$1,745,488 from unspent appropriations and excess of actual revenues to budget of \$511,854 (these figures exclude non-budgeted TPAF pension and Social Security contributions). Of these amounts, \$475,000 was deposited into the capital reserve and \$100,000 was deposited into the maintenance reserve. The "deposit" into surplus was a result of savings in several areas including salaries, supplies, special education tuition, maintenance of school facilities, health benefits, and prior year refunds.

Using this Comprehensive Annual Financial Report (C.A.F.R.)

This annual report consists of a series of financial statements and notes to those statements. These statements are organized so the reader can understand the Clearview Regional 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. The General Fund is by far the most significant fund.

Reporting the School District as a Whole

Statement of Net Assets and the Statement of Activities

While this document contains the large number of funds used by the School District to provide programs and activities, the view of the School District as a whole, looks at all of the financial transactions and asks the question, "How did we do financially during 2011-2012?" The Statement of Net Assets and the Statement of Activities answers this question. These statements include all assets and liabilities using the accrual basis of accounting, which is similar to the accounting used by most private-sector businesses.

These bases of accounting take into account all of the current year's revenues and expenses regardless of when cash is received or paid.

These two statements report the School District's net assets and changes in those assets. This change in net assets is important because it tells the reader that, for the School District as a whole, the financial position of the School District and whether it has improved or diminished. The causes of this change may be the result of many factors, some financial and some non-financial. 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 activities – All of the School District's programs and services are reported here including instruction, support services, operation and maintenance of plant facilities, pupil transportation and extracurricular activities.
- Business-Type Activities – 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 School Store enterprise funds are reported as business activities.

Reporting the School District's Most Significant Funds

Fund Financial Statements

Fund financial reports provide detailed information about the School District's funds. The School District uses many funds to account for a multitude of financial transactions. The School District's 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 services 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 funds use the same basis of accounting as business-type activities; therefore, these statements 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 notes to the financial statements can be found on pages 47-68 of this Report.

The School District as a Whole

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 FY 2012 compared to FY2011.

Table 1

	Clearview Regional High School District's Net Assets				Total 2012	Total 2011
	2012		2011			
	Governmental	Business- Type	Governmental	Business- Type		
Assets						
Current and Other Assets	7,737,203	376,009	8,982,361	420,980	8,113,212	9,403,341
Capital Assets	47,510,126	6,913	48,167,071	9,351	47,517,039	48,176,422
Total Assets	55,247,329	382,922	57,149,432	430,331	55,630,251	57,579,763
Liabilities						
Current Liabilities	3,279,605	67,619	5,246,419	76,010	3,347,224	5,322,429
Noncurrent Liabilities	24,422,980	64,071	26,147,671	64,098	24,487,051	26,211,769
Total Liabilities	27,702,585	131,690	31,394,090	140,108	27,834,275	31,534,198
Net Assets						
Invested in Capital Assets, Net of Related Debt	24,107,126	6,913	23,014,071	9,351	24,114,039	23,023,422
Restricted	4,680,040		3,213,596		4,680,040	3,213,596
Unrestricted	(1,242,422)	244,319	(472,325)	280,872	(998,103)	(191,453)
Total Net Assets	27,544,744	251,232	25,755,342	290,223	27,795,976	26,045,565

The District's combined net assets were \$27,795,976 on June 30, 2012.

Table 2 shows changes in net assets for fiscal year 2012.

Table 2	Governmental	Business-type	Governmental	Business-type	Total	Total
	Activities		Activities			
	2012	2012	2011	2011		
Revenues						
Program Revenues:						
Charges for Services	1,206,291	762,963	1,128,883	788,992	1,969,254	1,917,875
Operating Grants & Contributions	1,262,411	160,518	1,459,470	149,496	1,422,929	1,608,966
General Revenues:						
Property Taxes	17,456,367		17,456,367		17,456,367	17,456,367
Grants and Entitlements	16,153,147		16,153,147		16,153,147	16,153,147
Other	1,103,037	4,897	1,103,037	4,897	1,107,934	1,107,934
Total Revenues	37,181,253	928,378	37,300,904	943,385	38,109,631	38,244,289
Program Expenses:						
Instruction	13,611,215		13,526,941		13,611,215	13,526,941
Support Services:						
Tuition	2,311,183		1,854,027		2,311,183	1,854,027
Student & instructional related	2,632,387		2,468,524		2,632,387	2,468,524
School administrative services	1,347,192		1,344,021		1,347,192	1,344,021
General administration	609,313		480,870		609,313	480,870
Central services	360,385		384,884		360,385	384,884
Administrative info technology	314,798		294,408		314,798	294,408
Plant operations & maintenance	2,393,098		2,533,372		2,393,098	2,533,372
Pupil transportation	2,586,439		2,410,004		2,586,439	2,410,004
Employee benefits	6,955,585		6,305,315		6,955,585	6,305,315
Special schools	85,530		77,868		85,530	77,868
Interest on long-term debt	805,946		1,397,228		805,946	1,397,228
Adjustments to Capital Assets	(138,099)		(1,202,690)		(138,099)	(1,202,690)
Unallocated depreciation	1,823,702		1,812,101		1,823,702	1,812,101
Reduction of Capital Leases			(66,649)			(66,649)
Amortization of Debt Issuance	20,177		20,177		20,177	20,177
Unallocated Comp. Absences	25,309		(38,973)		25,309	(38,973)
Food service		891,201		852,813	891,201	852,813
Other business-type activities		73,791		80,212	73,791	80,212
Total expenses	35,744,160	964,992	33,601,428	933,025	36,709,152	34,534,453

Governmental Activities

The unique nature of property taxes in New Jersey creates the legal requirements to annually seek voter approval for the School District operations. Property taxes made up 46.69 percent of revenues for governmental activities for the fiscal year 2012. Property tax revenues, increased by, \$68,077, which equates to a .39% increase over the prior year Governmental Fund tax revenues. The increase was needed to fund the additional expenditures associated with an increase in enrollment, higher operating costs, and maintenance projects. The District's total governmental revenues were \$37,533,562 including the Capital Projects fund. The revenue breakout for all funds is as follows:

Revenues for Governmental Funds for Fiscal Year 2012

	<u>Percentage</u>
State aid unrestricted	43.77%
Property taxes	46.69%
State aid restricted	1.62%
Federal aid	3.04%
Transportation services	3.21%
Miscellaneous (Adult school, interest, other)	1.67%
	<u>100.00%</u>

Expenses for Governmental Funds for Fiscal Year 2012 compared to 2011

	<u>2012 Percentage</u>	<u>2011 Percentage</u>
Instruction	38.04%	40.26%
Student support services	13.70%	12.86%
School administration	3.77%	4.00%
General administration	1.50%	1.43%
Central administration	1.01%	1.15%
Administrative info. Technology	0.88%	0.88%
Operations & maintenance	6.70%	7.54%
Transportation	7.24%	7.17%
Employee benefits	19.45%	18.77%
Special schools	0.23%	0.23%
Interest on debt	2.25%	4.16%
Depreciation	5.10%	5.39%
Other	0.13%	-3.84%
	<u>100.00%</u>	<u>100.00%</u>

Business-Type Activities

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

Food service, summer camp, the Little Pioneers Preschool Program and school store expenses exceeded revenues by \$38,991.

Charges for services represent \$762,963 of revenue. This represents amounts paid by patrons for daily food service, summer camps, the Little Pioneers Preschool Program and school store sales. Federal and state reimbursement for meals, including payments for free and reduced lunches and breakfast, and donated commodities was \$160,518.

Governmental Activities

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

Table 3

Table 3	Total Cost of	Net Cost of	Total Cost of	Net Cost of
	Services	Services	Services	Services
	2012	2012	2011	2011
Governmental				
Instruction	13,611,215	13,097,914	13,526,941	12,843,764
Support services:				
Student & instructional staff	4,943,570	4,740,097	4,322,551	4,115,957
School administrative services	1,347,192	1,347,192	1,344,021	1,344,021
General administration	609,313	609,313	480,870	480,870
Central services	360,385	360,385	384,884	384,884
Administrative info. Technology	314,798	314,798	294,408	294,408
Plant operations & maintenance	2,393,098	2,393,098	2,533,372	2,533,372
Pupil transportation	2,586,439	1,513,870	2,410,004	1,411,515
Employee benefits	6,955,585	6,821,863	6,305,315	6,174,921
Special schools	85,530	85,530	77,868	77,868
Interest on long-term debt	805,946	260,309	1,397,228	827,529
Capital outlay	(138,099)	(138,099)	(1,202,690)	(1,202,690)
Other	45,486	45,486	(85,445)	(85,445)
Depreciation	1,823,702	1,823,702	1,812,101	1,812,101
Total governmental expenses	35,744,160	33,275,458	33,601,428	31,013,075
Business-type				
Food Service	891,201	47,514	852,813	15,185
Other business-type activities	73,791	(6,003)	80,212	(20,648)
Total business-type expenses	964,992	41,511	933,025	-5,463
Total expenses	36,709,152	33,316,969	34,534,453	31,007,612

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

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

General administration, school administration, and business include expenses associated with administrative and financial supervision of the District.

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

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

“Other” includes special schools and unallocated depreciation and amortization.

The School District’s Funds

All governmental funds (i.e., general fund, special revenue fund and debt service fund presented in the fund-based statements) are accounted for using the modified accrual basis of accounting. Total revenues amounted to \$36,328,370 and expenditures were \$35,915,284. The net change in fund balance for the year was most significant in the General Fund, an increase of \$1,714,325. The schedules (see Exhibit B-2) included in the financial section of this Report demonstrate that the District continues to meet its responsibility for sound financial management.

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 fiscal year ended June 30, 2012, and the amount and percentage of increases and decreases in relation to prior year revenues.

Table 4

Revenue	Amount	Percent of Total	Increase (Decrease) from 2011	Percent of Increase (Decrease)
Local sources	18,150,055	49.96%	(409,509)	-2.47%
State sources	17,037,663	46.90%	247,711	1.63%
Federal sources	1,140,652	3.14%	317,987	44.10%
	<u>36,328,370</u>	<u>100.00%</u>	<u>156,189</u>	0.48%

The increase in revenue was due to an increase of federal aid of \$317,987 and a state aid increase of \$247,711 offset by a decrease of miscellaneous revenue of \$434,051.

The following schedules present a summary of general fund, special revenue fund, and debt service fund expenditures for the fiscal year ended June 30, 2012, and the amount and percentage of increases and decreases in relation to prior year expenditures.

<u>Expenditures</u>	<u>Amount</u>	<u>Percent of Total</u>	<u>Increase (Decrease) from 2011</u>	<u>Percent of Increase (Decrease)</u>
Current expense:				
Instruction	13,611,215	37.90%	84,274	0.64%
Undistributed	18,305,290	50.97%	1,379,291	8.29%
Capital Outlay	1,128,196	3.14%	281,575	45.05%
Special Schools	85,530	0.24%	7,662	8.34%
Debt Service:				
Principal	1,750,000	4.87%	(130,000)	-8.72%
Interest	1,035,053	2.88%	51,565	3.99%
	<u>35,915,284</u>	<u>100.00%</u>	<u>1,674,367</u>	<u>5.53%</u>

The largest portion of General Fund expenditures is for salaries and benefits. The District is a service entity and as such is labor intensive. This is typical for a service industry in both the public sector and private industry.

Expenditures are up \$1,674,367 over the prior year mostly due to the increases in employee benefits and tuition costs.

General Fund Budgeting Highlights

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

Over the course of the year, the District revised the annual operating budget several times. Revisions were made to recognize revenues that were not anticipated and to prevent over-expenditures in specific line item accounts. The major areas are addressed below.

- **Cost Savings Initiated**

The Clearview Regional Board of Education continued to implement cost savings initiatives throughout 2011-12, including but not limited to:

Special Education Alternative Program

The aforementioned self-contained educationally handicapped component was continued at the alternative high school program. This program reduced the number of students in need of out of District placement by providing the environment and special services needed on campus.

Health Benefits

The "Opt-out" program allowed the District to realize additional savings in this area. The "Opt-out" program enables employees to receive cash in-lieu-of benefits under the Section 125 Plan.

In May 28, 2009, the Board of Education approved to join the Southern NJ Regional Employee Benefits Fund for provision of health benefits effective August 1, 2009. This resulted in significant savings in the 2009/10 district budget. This joint insurance fund will enable the

District to more accurately and timely budget health benefits costs for the subsequent budget year.

Split School Staffing

Teachers were assigned to deliver instructional services at both schools, thereby negating the need for some additional staff.

Tiered Bus Schedules

There are two bus runs which enabled to utilize the buses twice for pickup and twice for dropoff. Clearview also transports all Mantua Elementary children.

Solar System

In March 2010, the district completed the installation of a new solar photovoltaic system on the Middle School roof. The solar system will provide a financial, educational and educational benefit to the district. In July 2010, the district received a NJ Core Rebate in the amount \$417,170. These funds were deposited into the capital reserve for payment of future debt service for the solar system. In addition, the District will receive State Debt Service Aid each year to offset over 50% of the debt service. Savings on the Middle School electricity will be realized annually. In 2011/12 the District sold Solar Renewable Energy Credits (SREC) and brought additional revenues in the amount of \$72,330 into the District budget.

- **Interest Income**

The District realized \$30,747 in interest income during the 2011-2012 school year. This was a decrease of \$40,743 over the prior year. The decrease is due to the fact that the District has less funds available to invest.

- **Grants**

The District continues to pursue competitive grants. In 2011-2012, the District took advantage of the Perkins Technology grant in the amount of \$40,945. The Federal award for Perkins Funds decreased by \$13,935 in 2011/12.

- **Financial Concerns**

The budget will continue to be impacted by the increasing costs in the following areas: special education, workers compensation insurance, property/casualty insurance, medical costs and salaries.

The areas of transportation, maintenance, substitute teachers, home-instruction, athletic and energy all continue to increase as the size of the District increases. These areas are often overlooked when reviewing the true impact of a growing District. The Business Office continues to monitor every line item in an effort to contain costs in every area.

- **Prior Recommendations**

None

Statewide Performance Goals

The District Statewide Performance Goals attainment for the 2011-2012 school year is reported as follows. The High School met Performance Goals in both Language Arts Literacy and Math for our schoolwide population. All applicable subgroup populations' goals were met with the exception of Mathematics for Students with Disabilities. The High School met all Statewide Participation Rates for our schoolwide and all applicable subgroup populations. The Middle School met Performance Goals in Math for our schoolwide population. The applicable Math subgroups' goals were met with White, Black, and Asian populations, but not met with Students with Disabilities and Economically Disadvantaged Students. In Literacy, the Middle School did not meet the Performance Goal for our schoolwide population. Performance Goals were met in Literacy for four of our applicable subgroups: Black, Asian, Students with Disabilities, and Economically Disadvantaged populations, but not met for our White population. The Middle School met all Statewide Participation Rates for our schoolwide and all applicable subgroup populations.

High School Report

The 2011-2012 school year was most successful. Our students continued to excel in many areas including the classroom, athletic fields, concert halls, artist studios and other co-curricular activities. Developing and supporting the "whole student" with 21st Century Skills continues to be our objective.

In the area of academics there was a great deal of accomplishment. Many of our students excelled in their courses, and the colleges and universities that our seniors were admitted to provided testimony to the quality of our academic programs, our staff, and our student body. As a district we offered 15 Advanced Placement courses and the results of the district's SAT scores continue to be strong.

In the area of athletics and extra-curricular activities; the 2011-12 school year was also very successful. Overall, our athletic teams were very competitive, with several teams qualifying for tournaments and/or winning their division during each season.

Athletics & Student Activities

The Department of Athletics and Student Activities had an unprecedented year in its athletic programs for the 2011-2012 school year. For the second year in a row, Clearview won the Tri-County Conference Royal Division All Sports Award. This award is given to the program that accumulates the highest rankings of 16 sports offered by the Conference. The award honors the commitment and dedication from our hard working coaches and student athletes.

The clubs and activities continue to offer award winning programs and experiences for our student body. The Department continues to oversee 42 high school clubs/activities, 13 middle school clubs/activities both with 74 advisors, 26 varsity sports, and 41 sub-varsity sports (inclusive of JV, F, and MS programs) with a total of 88 coaches.

Middle School

The Middle School provides excellent academic and extra-curricular programs. Of particular note, is our Anti-Bullying program, which is a classroom curriculum instructed by our Guidance Counselors.

We continue to stress reading, math and language arts literacy skills to all of our students, including several remedial programs.

Extra-curricular activities continue to be a large part of the Middle School program. This year approximately one hundred and fifty athletes participated in field hockey, girls and boys cross country, girls and boys basketball, wrestling, and girls and boys spring track. Other clubs include several choirs, jazz band, Art Club, Math Counts, Quidditch Club, Science Club Student Council and an excellent school yearbook.

Capital Assets

At the end of the fiscal year 2012 the School District had \$47,517,039, invested in land, construction in progress, buildings, and machinery and equipment. Table 5: shows fiscal year 2012 and 2011 balances.

Table 5

	Governmental Funds		Business-type	
	2012	2011	2012	2011
Land	1,556,708	1,556,708		
Construction in progress				
Site Improvements	987,133	1,087,173		
Building and Building Improvements	43,869,545	44,200,432		
Machinery and Equipment	1,096,740	1,322,758	6,913	9,351
	<u>47,510,126</u>	<u>48,167,071</u>	<u>6,913</u>	<u>9,351</u>

Debt Administration

At June 30, 2012, the School District had \$24,487,051 of outstanding debt. Of this amount, \$1,084,051 is for compensated absences and \$23,403,000 of serial bonds for school construction.

Table 6

1997 General obligation bonds	3,625,000
2010 General obligation bonds	1,158,000
2010 School Refunding Bonds	18,620,000
Total	<u><u>23,403,000</u></u>

For the Future

The Clearview Regional High School District is currently in sound financial condition. The District appreciates the support of our communities and understands the financial pressure placed on the taxpayers as taxes continue to rise. We will continue to become more effective and efficient as we continue to balance the needs of the students with the resources of the community. We will continue to be a community center and will offer facilities and services that will be a source of pride for our communities.

The explosive building growth continues to concern the Board and Administration. We are being proactive with facilities, financial resources and personnel in an effort to stay ahead of the building growth curve.

- **Capital Projects**

The District is committed to appropriating funds in order to keep our facilities up to date and safe for our students and staff. Preventive maintenance will continue to be our insurance policy that will ensure that we continue to have quality facilities to offer our public.

In June 2012, the District awarded a contract to Fred Schiavone Construction, Inc. in the amount of \$839,850 for the construction of new athletic fields. The project is funded with funds which are available in the capital reserve for that purpose. This project will be completed during the summer of 2012.

- **NCLB Implications**

The District is currently monitoring the No Child Left Behind, Federal legislation to ensure compliance with all of these new regulations.

Contacting the School District's Financial Management

This financial report is designed to provide the taxpayers, bondholders, creditors and other interested parties with a general overview of the District's finances and to show the District's accountability for the resources it receives. If you have questions about this report or need additional information, please contact Mr. John Horchak III, Superintendent or Esther R. Pennell, Business Administrator at the address below or visit our web site at www.clearviewregional.edu.

Clearview Regional Board of Education
Administration Building
420 Cedar Road
Mullica Hill, NJ 08062
856-223-2764

BASIC FINANCIAL STATEMENTS

A. District-Wide Financial Statements



**CLEARVIEW REGIONAL HIGH 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	\$2,860,710	356,777	3,217,487	5,510,569
Receivables, Net	1,155,073	3,477	1,158,550	1,178,400
Interfunds Accounts Receivable	215,542	2,500	218,042	495,182
Inventory		13,255	13,255	13,806
Unamortized Bond Issuance Costs	179,083		179,083	202,325
Unamortized Loss on Early Retirement of Debt	1,098,089		1,098,089	1,235,620
Restricted Assets:				
Restricted Cash & Cash Equivalents	2,228,706		2,228,706	767,439
Capital Assets:				
Nondepreciation	1,556,708		1,556,708	1,556,708
Assets Net of Depreciation	45,953,418	6,913	45,960,331	46,619,714
Total Assets	55,247,329	382,922	55,630,251	57,579,763
LIABILITIES				
Cash Deficit				
Accounts Payable	175,188	12,292	187,480	267,399
Accrued Interest Payable	390,458		390,458	719,103
Unamortized Bond Premium	1,346,139		1,346,139	1,486,735
Interfund Accounts Payable	166,497	49,527	216,024	490,851
Payable to State Government	12,625		12,625	20,596
Deferred Revenue	1,188,698	5,800	1,194,498	2,337,745
Noncurrent Liabilities (Note 6):				
Due Within One Year	1,740,000		1,740,000	1,750,000
Due Beyond One Year	22,682,980	64,071	22,747,051	24,461,769
Total Liabilities	27,702,585	131,690	27,834,275	31,534,198
NET ASSETS				
Invested in Capital Assets, Net of Related Debt	24,107,126	6,913	24,114,039	23,023,422
Restricted For:				
Debt Service	(390,458)		(390,458)	(629,462)
Capital Projects	2,269,768		2,269,768	1,797,385
Other Purposes	2,800,730		2,800,730	1,557,814
Unrestricted	(1,242,422)	244,319	(998,103)	296,406
Total Net Assets	\$27,544,744	251,232	27,795,976	26,045,565

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

**CLEARVIEW REGIONAL HIGH 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				
	EXPENSES	CHARGES FOR SERVICES	OPERATING GRANTS & CONTRIBUTIONS	GOVERNMENTAL ACTIVITIES	BUSINESS-TYPE ACTIVITIES	TOTALS	
						JUNE 30, 2012	JUNE 30, 2011
Governmental Activities:							
Instruction:							
Regular	\$10,149,928			(10,149,928)		(10,149,928)	(9,915,997)
Special Education	2,469,007		513,301	(1,955,706)		(1,955,706)	(1,982,748)
Other Instruction	992,280			(992,280)		(992,280)	(945,019)
Support Services:							
Tuition	2,311,183			(2,311,183)		(2,311,183)	(1,854,027)
Student & Instruction Related Services	2,156,421		203,473	(1,952,948)		(1,952,948)	(1,802,104)
Health Services	227,527			(227,527)		(227,527)	(222,492)
Educational Media Services/School Library	248,439			(248,439)		(248,439)	(237,334)
School Administrative Services	1,347,192			(1,347,192)		(1,347,192)	(1,344,021)
General Administration	609,313			(609,313)		(609,313)	(480,870)
Central Services	360,385			(360,385)		(360,385)	(384,884)
Administrative Information Technology	314,798			(314,798)		(314,798)	(294,408)
Plant Operations & Maintenance	2,393,098			(2,393,098)		(2,393,098)	(2,533,372)
Pupil Transportation	2,586,439	1,072,569		(1,513,870)		(1,513,870)	(1,411,515)
Employee Benefits	6,955,585	133,722		(6,821,863)		(6,821,863)	(6,174,921)
Special Schools	85,530			(85,530)		(85,530)	(77,868)
Adjustment to Capital Assets	(138,099)			138,099		138,099	1,202,690
Interest on Long-Term Debt	805,946		545,637	(260,309)		(260,309)	(827,529)
Unallocated Depreciation	1,823,702			(1,823,702)		(1,823,702)	(1,812,101)
Reduction of Capital Leases							66,649
Amortization of Debt Issuance Costs	20,177			(20,177)		(20,177)	(20,177)
Unallocated Compensated Absences	25,309			(25,309)		(25,309)	38,973

**CLEARVIEW REGIONAL HIGH 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 EXPENSES	OPERATING GRANTS & CONTRIBUTIONS	GOVERNMENTAL ACTIVITIES	BUSINESS- TYPE ACTIVITIES	TOTALS <small>(MEMORANDUM ONLY)</small>		
					JUNE 30, 2012	JUNE 30, 2011	
Total Governmental Activities	35,744,160	1,206,291	1,262,411	(33,275,458)	(33,275,458)	(31,013,075)	
Business-Type Activities:							
Food Service	891,201	683,169	160,518		(47,514)	(47,514)	(15,185)
Other Activities	73,791	79,794			6,003	6,003	20,648
Total Business-Type Activities	964,992	762,963	160,518		(41,511)	(41,511)	5,463
Total Primary Government	\$36,709,152	1,969,254	1,422,929	(33,275,458)	(41,511)	(33,316,969)	(31,007,612)
General Revenues:							
Taxes:							
Property Taxes, Levied for General Purposes, Net				15,441,399	15,441,399	15,289,560	
Taxes Levied for Debt Service				2,083,045	2,083,045	2,166,807	
Federal & State Aid Not Restricted				16,915,904	16,915,904	16,153,147	
Tuition Charges				169,243	169,243	185,411	
Investment Earnings				40,864	2,520	43,384	85,995
Miscellaneous Income				415,504	415,504	836,528	
Cancellation of Prior Year Grants				(1,099)	(1,099)		
Total General Revenues, Special Items, Extraordinary Items & Transfers				35,064,860	2,520	35,067,380	34,717,448
Change In Net Assets				1,789,402	(38,991)	1,750,411	3,709,836
Net Assets - Beginning				25,755,342	290,223	26,045,565	22,335,729
Net Assets - Ending				\$27,544,744	251,232	27,795,976	26,045,565

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

B. Fund Financial Statements

Governmental Funds

**CLEARVIEW REGIONAL HIGH SCHOOL DISTRICT
GOVERNMENTAL FUNDS
BALANCE SHEET
JUNE 30, 2012**

(With Comparative Totals for June 30, 2011)

ASSETS	GENERAL FUND	SPECIAL REVENUE FUND	CAPITAL PROJECTS FUND	DEBT SERVICE FUND	TOTALS	
					JUNE 30, 2012	JUNE 30, 2011
Cash & Cash Equivalents	\$2,811,043		92,110	507,631	3,410,784	5,375,039
Receivables from Other Governments	402,087	192,272	52,991		647,350	878,582
Other Accounts Receivable	72,520				72,520	72,804
Interfund Accounts Receivable	55,067		160,475		215,542	493,872
Restricted Cash & Cash Equivalents	2,228,706				2,228,706	767,439
Total Assets	\$5,569,423	192,272	305,576	507,631	6,574,902	7,587,736
LIABILITIES & FUND BALANCES						
Liabilities:						
Cash Overdraft		127,428			127,428	54,676
Accounts Payable	\$75,621	9,261	81,634		166,516	261,531
Intergovernmental Payable:						
State		12,625			12,625	20,596
Federal		8,672			8,672	
Interfund Accounts Payable	166,497				166,497	420,709
Deferred Revenue	646,781	34,286		507,631	1,188,698	2,337,745
Total Liabilities	888,899	192,272	81,634	507,631	1,670,436	3,095,257
Fund Balances:						
Restricted for:						
Maintenance Reserve	177,880				177,880	77,880
Capital Reserve Account	2,050,826				2,050,826	1,367,439
Excess Surplus - Designated for Subsequent Year's Expenditures	1,349,366				1,349,366	119,212
Excess Surplus	1,273,484				1,273,484	1,349,366
Capital Projects Fund			218,942		218,942	429,946
Debt Service Fund						89,641
Committed to:						
Other Purposes			5,000		5,000	1,006,693
Assigned to:						
Other Purposes						90,156
Designated for Subsequent Year's Expenditures						487,859
Unassigned:						
General Fund	(171,032)				(171,032)	(525,713)
Total Fund Balances	4,680,524		223,942		4,904,466	4,492,479
Total Liabilities & Fund Balances	\$5,569,423	192,272	305,576	507,631		

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 \$72,138,828 and the accumulated depreciation is \$24,628,702.	47,510,126	48,167,071
Accrued interest payable is not recorded in the fund financial due to the fact that the payable is not due in the current period.	(390,458)	(719,103)
Unamortized bond issuance costs/loss on refunding net of Bond Premium is not recorded in the fund financials but is recorded on the district-wide financials.	(68,967)	(48,790)
Internal service funds are used by management to charge the costs of certain activities, such as transportation and food service to other governments. Assets and liabilities of the internal service funds of \$12,557 are included in governmental activities in the Statement of Net Assets.	12,557	11,356
Long-term liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported as liabilities in the funds.	(24,422,980)	(26,147,671)
Net assets of Governmental Activities	\$27,544,744	25,755,342

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

**CLEARVIEW REGIONAL HIGH 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
Revenues:						
Local Sources:						
Local Tax Levy	\$15,441,399			2,083,045	17,524,444	17,456,367
Tuition	169,243				169,243	185,411
Transportation	44,475				44,475	31,448
Interest Earned on Investments	30,747				30,747	71,490
Interest Earned on Capital Reserve Funds	10,117				10,117	9,768
Miscellaneous	283,639	20,660		66,730	371,029	805,080
Total Local Sources	15,979,620	20,660		2,149,775	18,150,055	18,559,564
State Sources	16,427,813	64,213		545,637	17,037,663	16,789,952
Federal Sources	508,751	631,901			1,140,652	822,665
Total Revenues	32,916,184	716,774		2,695,412	36,328,370	36,172,181
Expenditures:						
Current Expense:						
Regular Instruction	10,149,928				10,149,928	9,915,997
Special Education Instruction	1,955,706	513,301			2,469,007	2,665,925
Other Instruction	992,280				992,280	945,019
Support Services:						
Tuition	2,311,183				2,311,183	1,854,027
Student & Instruction Related Services	1,952,948	203,473			2,156,421	2,008,698
Health Services	227,527				227,527	222,492
Educational Media Services/ School Library	248,439				248,439	237,334
Instructional Staff Training	56,054				56,054	48,979
General Administrative	553,259				553,259	431,891
School Administrative Services	1,347,192				1,347,192	1,344,021
Central Services	360,385				360,385	384,884
Administrative Information Technology	314,798				314,798	294,408
Plant Operations & Maintenance	2,393,098				2,393,098	2,533,372
Pupil Transportation	1,515,071				1,515,071	1,390,972
Employee Benefits	6,821,863				6,821,863	6,174,921
Special Schools	85,530				85,530	77,868
Debt Service:						
Principal				1,750,000	1,750,000	1,880,000
Interest & Other Charges				1,035,053	1,035,053	983,488
Capital Outlay	134,137		994,059		1,128,196	846,621
Total Expenditures	31,419,398	716,774	994,059	2,785,053	35,915,284	34,240,917
Excess/(Deficiency) of Revenues Over/(Under) Expenditures	1,496,786		(994,059)	(89,641)	413,086	1,931,264
Other Financing Sources/(Uses):						
Transfers In	217,539				217,539	1,008,828
Transfers Out			(217,539)		(217,539)	
Transfers to Debt Service						(126,214)
Transfers to Capital Projects						(882,614)
Transfers to Food Service						(160)
Cancellation of Accounts Receivable			(1,099)		(1,099)	
Total Other Financing Sources & Uses	217,539		(218,638)		(1,099)	(160)
Net Change in Fund Balances	1,714,325		(1,212,697)	(89,641)	411,987	1,931,104
Fund Balances July 1, 2011	2,966,199		1,436,639	89,641	4,492,479	2,561,375
Fund Balances June 30, 2012	\$4,680,524	-	223,942	-	4,904,466	4,492,479

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

**CLEARVIEW REGIONAL HIGH 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)		\$411,987
<p>Amounts reported for governmental activities in the statement of activities (A-2) are different because:</p> <p>Capital outlays are reported in governmental funds as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense. This is the amount by which capital outlays exceeded depreciation in the period:</p>		
Depreciation Expense	(\$1,823,702)	
Capital Outlays	1,166,757	(656,945)
<p>Repayment of debt principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net assets and is not reported in the statement of activities.</p>		
Bond Principal Payments		1,750,000
<p>Interest on long-term debt in the statement of activities is accrued, regardless of when due. In the governmental funds, interest is reported when due.</p>		
Prior year	719,103	
Current Year	(390,458)	328,645
<p>Amortization of losses on early extinguishments of debt and premiums from refunded debt issuances are recorded when incurred in the governmental funds but are accrued and expensed over time in the statement of activities.</p>		
		(20,177)
<p>Internal service funds are used by management to charge the costs of certain activities, such as shared business services. The operating gain of \$1,201, are included in the governmental activities and Statement of Net Assets (see Exhibit G-5).</p>		
		1,201
<p>In the statement of activities, certain operating expenses, e.g., compensated absences and special termination benefits are measured by the amounts earned during the year. In governmental funds, however, expenditures for these items are reported in the amount of financial resources used/(paid). When the earned amount exceeds the paid amount, the difference is a reduction in the reconciliation; when the paid amount exceeds the earned amount the difference is an addition to the reconciliation.</p>		
		(25,309)
Change in Net Assets of Governmental Activities		\$1,789,402

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

Proprietary Funds

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

ASSETS	BUSINESS-TYPE ACTIVITIES ENTERPRISE FUNDS			GOVERNMENTAL ACTIVITIES- INTERNAL SERVICE FUND	TOTALS	
	FOOD SERVICE FUND	OTHER FUNDS			(MEMORANDUM ONLY)	
					JUNE 30, 2012	JUNE 30, 2011
Current Assets:						
Cash & Cash Equivalents	\$286,110	70,667			356,777	398,577
Receivables from Other Governments	3,342		435,203		438,545	227,014
Other Receivable	135				135	
Interfund Receivable		2,500			2,500	1,310
Inventories	4,894	8,361			13,255	13,806
Total Current Assets	294,481	81,528	435,203		811,212	640,707
Fixed Assets:						
Equipment	298,742				298,742	298,742
Accumulated Depreciation	(291,829)				(291,829)	(289,391)
Total Fixed Assets	6,913				6,913	9,351
Total Assets	301,394	81,528	435,203		818,125	650,058
LIABILITIES						
Current Liabilities:						
Cash Overdraft			422,646		422,646	208,371
Accounts Payable	10,521	1,771			12,292	5,868
Deferred Revenue		5,800			5,800	
Interfund Payable	49,327	200			49,527	70,142
Total Current Liabilities	59,848	7,771	422,646		490,265	284,381
Noncurrent Liabilities:						
Compensated Absences	64,071				64,071	64,098
Total Noncurrent Liabilities	64,071				64,071	64,098
Total Liabilities	123,919	7,771	422,646		554,336	348,479
NET ASSETS						
Invested in Capital Assets, Net of Related Debt	6,913				6,913	9,351
Unrestricted	170,562	73,757	12,557		256,876	292,228
Total Net Assets	\$177,475	73,757	12,557		263,789	301,579

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

**CLEARVIEW REGIONAL HIGH 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)**

	BUSINESS-TYPE ACTIVITIES		GOVERNMENTAL ACTIVITIES- INTERNAL SERVICE FUND	TOTALS	
	ENTERPRISE FUND			(MEMORANDUM ONLY)	
	SERVICE FUND	OTHER FUNDS		JUNE 30, 2012	JUNE 30, 2011
Operating Revenue:					
Daily Sales - Reimbursable Programs	\$351,068			351,068	354,479
Daily Sales - Nonreimbursable Programs	320,253			320,253	322,513
Transportation Fees			1,072,569	1,072,569	998,489
Special Functions	8,234			8,234	10,107
Miscellaneous Income	3,614	79,794		83,408	101,893
Total - Daily Sales - Reimbursable Programs	683,169	79,794	1,072,569	1,835,532	1,787,481
Operating Expenses:					
Salaries	443,486	37,928	489,932	971,346	954,493
Employee Benefits	33,949	3,174	133,722	170,845	167,407
Supplies and Materials	22,096	705	78,563	101,364	88,576
Other Purchased Services	6,573		22,315	28,888	30,712
Cleaning, Repair & Maintenance Services			92,294	92,294	66,539
Depreciation	2,438			2,438	2,438
Miscellaneous Other Expenses	157	5,596	495	6,248	1,466
Cost of Sales	382,502	26,388		408,890	372,321
Contracted Services (Between Home & School Vendors)			91,707	91,707	87,142
Contracted Services (Special Education (Students) - Joint Agreements)			96,483	96,483	104,920
Aid in Lieu			65,857	65,857	76,043
Total Operating Expenses	891,201	73,791	1,071,368	2,036,360	1,952,057
Operating (Loss)/Gain	(208,032)	6,003	1,201	(200,828)	(164,576)
Nonoperating Revenues/(Expenses):					
State Sources:					
State School Lunch Program	6,406			6,406	7,029
Federal Sources:					
National School Lunch Program	111,197			111,197	107,632
Food Distribution Program	42,915			42,915	34,835
Interest Revenue	2,520			2,520	4,737
Transfer from Governmental Activities					160
Total Nonoperating Revenues	163,038			163,038	154,393
Change in Net Assets	(44,994)	6,003	1,201	(37,790)	(10,183)
Net Assets - Beginning of Year	222,469	67,754	11,356	301,579	311,762
Total Net Assets - End Of Year	177,475	73,757	12,557	263,789	301,579

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

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

	BUSINESS-TYPE ACTIVITIES			TOTALS	
	ENTERPRISE FUND		GOVERNMENTAL ACTIVITIES- INTERNAL SERVICE FUND	(MEMORANDUM ONLY)	
	FOOD SERVICE FUND	OTHER FUNDS		JUNE 30, 2012	JUNE 30, 2011
Cash Flows From Operating Activities:					
Receipts from Customers	\$683,903	85,324	857,093	1,626,320	1,828,769
Payments to Employees	(427,590)	(37,928)	(489,932)	(955,450)	(868,408)
Payments for Employee Benefits	(443,513)	(4,892)	(133,722)	(582,127)	(577,062)
Payments to Suppliers	(33,949)	(29,269)	(447,714)	(510,932)	(484,932)
Net Cash Provided/(Used) by Operating Activities	(221,149)	13,235	(214,275)	(422,189)	(101,633)
Cash Flows From Noncapital Financing Activities:					
Cash Received From State & Federal Reimbursements		163,594		163,594	161,955
Cash from Governmental Activities					160
Net Cash Provided by Noncapital Financing Activities				163,594	162,115
Cash Flows From Investing Activities:					
Interest & Dividends		2,520		2,520	4,737
Net Cash Provided by Investing Activities		2,520		2,520	4,737
Net Increase/(Decrease) in Cash & Cash Equivalents	(55,035)	13,235	(214,275)	(256,075)	65,219
Cash & Cash Equivalents, July 1	341,145	57,432	(208,371)	190,206	124,987
Cash & Cash Equivalents, June 30	\$286,110	70,667	(422,646)	(65,869)	190,206

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

Cash Provided/(Used) by Operating Activities:					
Operating Income/(Loss)	(\$208,032)	6,003	1,201	(200,828)	(164,576)
Adjustments to Reconcile Operating Income/(Loss) to Cash Provided/(Used) by Operating Activities:					
Depreciation Expense	2,438			2,438	2,438
Change in Assets & Liabilities:					
Increase (decrease) in Accounts Receivable	734	(1,190)	(215,476)	(215,932)	42,488
(Increase)/Decrease in Inventory	(300)	851		551	10,005
Increase/(Decrease) in Deferred Revenue		5,800		5,800	(1,200)
(Decrease) in Accounts Payable	(15,962)	1,771		(14,191)	-8,753
Increase in Compensated Absences	(27)			(27)	459
Total Adjustments	(13,117)	7,232	(215,476)	(221,361)	62,943
Net Cash Provided/(Used) by Operating Activities	(\$221,149)	13,235	(214,275)	(422,189)	(101,633)

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

Fiduciary Fund

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

ASSETS	PRIVATE PURPOSE			AGENCY		TOTALS	
	HALL OF HONOR	SCHOLARSHIP FUND	UNEMPLOYMENT COMPENSATION TRUST	PAYROLL FUND	STUDENT ACTIVITIES	JUNE 30, 2012	JUNE 30, 2011 <small>(MEMORANDUM ONLY)</small>
Cash & Cash Equivalents	\$1,064	11,590	199,735	199,384	381,011	792,784	751,395
Accounts Receivable							4,925
Interfund Accounts Receivable				3,784		3,784	
Total Assets	1,064	11,590	199,735	203,168	381,011	796,568	756,320
LIABILITIES							
Payroll Deductions & Withholdings				198,148		198,148	180,426
Accounts Payable			9,642			9,642	5,157
Due to Student Groups					374,551	374,551	362,490
Interfund Accounts Payable				59	6,460	6,519	4,331
Total Liabilities			9,642	198,207	381,011	588,860	552,404
NET ASSETS							
Reserved:							
Unemployment Claims			190,093			190,093	198,191
Reserved for Academic Banquet				4,961		4,961	
Reserved for Scholarships	1,064	11,590				12,654	5,725
Total Net Assets	\$1,064	11,590	190,093	4,961	-	207,708	203,916

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

**CLEARVIEW REGIONAL HIGH 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	
	HALL OF HONOR	SCHOLARSHIP FUND	UNEMPLOYMENT COMPENSATION TRUST	JUNE 30, 2012	(MEMORANDUM ONLY) JUNE 30, 2011
ADDITIONS:					
Contributions:					
Plan Member			51,058	51,058	12,781
Other		11,882		11,882	1,732
Total Contributions		11,882	51,058	62,940	14,513
Investment Earnings:					
Interest on Investments		47	1,556	1,603	3,384
Total Investment Earnings		47	1,556	1,603	3,384
Total Additions		11,929	52,614	64,543	17,897
DEDUCTIONS:					
Unemployment Claims			60,712	60,712	86,580
Scholarship Payments		5,000		5,000	3,500
Total Deductions		5,000	60,712	65,712	90,080
Change in Net Assets		6,929	(8,098)	(1,169)	(72,183)
Net Assets - Beginning of Year	\$1,064	4,661	198,191	203,916	276,099
Net Assets - End of Year	\$1,064	11,590	190,093	202,747	203,916

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

**CLEARVIEW REGIONAL HIGH SCHOOL DISTRICT
BOARD OF EDUCATION**

**NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2012**

CLEARVIEW REGIONAL HIGH SCHOOL DISTRICT

NOTES TO THE FINANCIAL STATEMENTS

JUNE 30, 2012

Note 1. Summary of Significant Accounting Policies

The accompanying financial statements of the Clearview Regional High 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 30, 2003. 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*; Statement 44 – *Economic Condition Reporting – The Statistical Section*; 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 Clearview Regional High School District is a Type II District located in the County of Gloucester, State of New Jersey. As a Type II District, the School District functions independently through a Board of Education. The Board is comprised of nine members elected to three-year terms. These terms are staggered so that three member’s terms expire each year. The purpose of the School District is to educate students in grades 7-12 received from the Townships of Harrison and Mantua. The Clearview Regional High School District has an approximate enrollment at June 30, 2012 of 2,498 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:

- ◆ 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

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

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

- ◆ 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

Component Units – GASB Statement No. 14, *The Financial Reporting Entity*, provides guidance that all entities associated with a primary government are potential component units and should be evaluated for inclusion in the financial reporting entity. A primary government is financially accountable not only for the organizations that make up its legal entity, but also for legally separate organizations that meet the criteria established by GASB Statement No. 14, as amended by GASB Statement No. 29, *Determining Whether Certain Organizations are 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.

CLEARVIEW REGIONAL HIGH 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 Clearview Regional High 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:

General Fund - The general fund is the general operating fund of the Clearview Regional High 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.

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

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

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

Internal Service Fund - Internal service funds are cost accounting and distribution entities, and are intended to "break even" annually and/or over a period of years. The use of an internal service fund does not provide additional revenue or expenses to the district but acts as a means to document the sharing of the costs.

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

CLEARVIEW REGIONAL HIGH SCHOOL DISTRICT

NOTES TO THE FINANCIAL STATEMENTS (continued):

JUNE 30, 2012

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

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, Summer Camps Fund, School Store Fund, and the Little Pioneers Fund.

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 as a private purpose trust.

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

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.

CLEARVIEW REGIONAL HIGH SCHOOL DISTRICT

NOTES TO THE FINANCIAL STATEMENTS (continued):

JUNE 30, 2012

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

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 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, private purpose 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 Clearview Regional High 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 Clearview Regional High 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.

E. Budgets/Budgetary Control:

Annual appropriated budgets are prepared in the spring of each year for the general, special revenue and debt service funds. 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.6:20-2A(m)1*. 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

CLEARVIEW REGIONAL HIGH SCHOOL DISTRICT

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

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

E. 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 and Exhibit C-2, 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.

	General Fund	Special Revenue Fund
Sources/Inflows of Resources		
Actual amounts (budgetary) "revenues" from the budgetary comparison schedules	\$32,979,513	\$716,774
Difference – Budget to GAAP:		
State aid payment recognized for GAAP statements in the current year, previously recognized for budgetary purposes	1,243,888	
State aid payment recognized for budgetary purposes, not recognized for GAAP Statements until the subsequent year	<u>(1,307,217)</u>	<u> </u>

CLEARVIEW REGIONAL HIGH SCHOOL DISTRICT

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

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

E. Budgets/Budgetary Control (continued):

	General Fund	Special Revenue Fund
Total revenue as reported on the statement of revenues, expenditures and changes in fund balances - governmental funds	<u>\$32,916,184</u>	<u>\$716,774</u>
Uses/Outflows of Resources		
Actual amounts (budgetary basis) "total outflows" from the budgetary comparison schedule	<u>\$31,419,398</u>	<u>\$716,774</u>
Total expenditures as reported on the statement of revenues, expenditures and changes in fund balances - governmental funds	<u>\$31,419,398</u>	<u>\$716,774</u>

F. 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 Clearview Regional High 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.

G. Cash and 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.

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.

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

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

G. Cash and Cash Equivalents (continued):

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.

H. 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.

I. 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.

CLEARVIEW REGIONAL HIGH SCHOOL DISTRICT

NOTES TO THE FINANCIAL STATEMENTS (continued):

JUNE 30, 2012

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

J. 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 Clearview Regional High School District and that are due within one year.

K. Capital 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:

Site Improvements	20 Years
Building & Improvements	20-50 Years
Machinery and Equipment	5-20 Years

L. 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.

M. 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.

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

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

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

N. Deferred Revenue

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

O. 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.

P. Fund Equity

Reserves represent those portions of fund equity not appropriable 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.

Q. Subsequent Events

Clearview Regional High School District has evaluated subsequent events occurring after June 30, 2012 through the date of September 26, 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
Deposits:	
Demand Deposits	<u>\$6,238,977</u>
Total Deposits & Investments	<u>\$6,238,977</u>

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

Note 2. Cash and Cash Equivalents (continued):

Type	Carrying Value
Reconciliation of Statements of Net Assets:	
Governmental Activities	\$5,089,416
Business-Type Activities	356,777
Fiduciary Funds	<u>792,748</u>
 Total Cash and Cash Equivalents	 <u>\$6,238,977</u>

Custodial Credit Risk

Custodial credit risk is the risk that, in the event of a bank failure, the District's deposits may not be returned. The District does not have a deposit policy for custodial credit risk. As of June 30, 2012, the District's bank balance of \$6,950,087 was insured or collateralized as follows:

Insured	\$ 263,090
Collateralized in the District's Name Under GUDPA (See Note 3)	<u>6,686,997</u>
 Total	 <u>\$6,950,087</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.

CLEARVIEW REGIONAL HIGH SCHOOL DISTRICT

NOTES TO THE FINANCIAL STATEMENTS (continued):

JUNE 30, 2012

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

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 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. Reserve Accounts

A. Capital Reserve

A capital reserve account was established by the Board of Education by inclusion of \$5,000 on September 28, 2000, for the accumulation of funds for use as capital outlay expenditures in subsequent

CLEARVIEW REGIONAL HIGH SCHOOL DISTRICT

NOTES TO THE FINANCIAL STATEMENTS (continued):

JUNE 30, 2012

Note 4. Capital Reserve Account (continued):

fiscal years. The capital reserve account is maintained in the general fund and its activity is included in the general fund annual budget. Funds placed in the capital reserve account are restricted to capital projects in the district's approved Long Range Facilities Plan (LRFP). Upon submission of the LRFP to the department, a district may increase the balance in the capital reserve by appropriating funds in the annual general fund budget certified for taxes or by transfer by Board resolution at year-end of any unanticipated revenue or unexpended line-item appropriation amounts, or both. A district may also appropriate additional amounts when the express approval of the voters has been obtained either by a separate proposal at budget time or by a special question at one of the four special elections authorized pursuant to *N.J.S.A. 19:60-2*. Pursuant to *N.J.A.C. 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	\$1,367,439
Transfer from BOE	475,000
Transfer from Capital Projects	198,271
Interest Earned	<u>10,116</u>
Ending Balance, June 30, 2012	<u>\$2,050,826</u>

B. Maintenance Reserve Account

The District established a Maintenance Reserve Account 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 \$177,880 at June 30, 2012.

Funds placed in the maintenance reserve account are restricted to maintenance projects in the District's approved Maintenance Plan (M-1). A district may increase the balance in the maintenance reserve by appropriating funds in the annual general fund budget certified for taxes or by transfer by Board resolution at year-end of any unanticipated revenue or unexpended line-item appropriation amounts, or both.

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	\$ 77,880
Transfer from BOE	<u>100,000</u>
Ending Balance, June 30, 2012	<u>\$177,880</u>

CLEARVIEW REGIONAL HIGH SCHOOL DISTRICT

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

Note 5. Fixed Assets

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

	June 30, 2011	Additions	Deletions	Transfers/ Adjustments	June 30, 2012
Land	\$ 1,556,708		\$ -		\$ 1,556,708
Land Improvements	2,902,968				2,902,968
Buildings & Improvements	60,619,920	\$1,028,658		\$ 90,877	61,739,455
Machinery & Equipment	5,892,475			47,222	5,939,697
Subtotal	70,972,071	1,028,658		138,099	72,138,828
Accumulated Depreciation	(22,805,000)	(1,823,702)			(24,628,702)
Total	<u>\$48,167,071</u>	<u>\$ (795,044)</u>	<u>\$ -</u>	<u>\$138,099</u>	<u>\$47,510,126</u>

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

	Balance as of June 30, 2011	Additions	Deletions	Balance as of June 30, 2012
Machinery Equipment	\$298,742		\$ -	\$298,742
Less: Accumulated Depreciation	(289,391)	\$(2,438)		(291,829)
Total	<u>\$ 9,351</u>	<u>\$(2,438)</u>	<u>\$ -</u>	<u>\$ 6,913</u>

Note 6. Long-Term Debt

Bonds are authorized in accordance with State law by the voters of the Municipality through referendums. All Bonds are retired in serial installments within the statutory period of usefulness. Bonds Issued by the Board are General Obligation Bonds.

A. Defeased Debt:

On December 1, 1997, the District issued General Obligation Bonds of \$10,105,000 (par value) with interest rates ranging from 3.70% to 5.375% to advance refund 1994 General Obligation Bonds with an interest rate of 6.10% and a par value of \$9,255,000. Maturities of the 1994 Bonds range from 2005 to 2015 and they are callable, at par, on or after August 1, 2005. The 1997 General Obligation Bonds were issued with a net bond premium of \$153,806 that was used, in part, to pay issuance costs of \$137,147. The net proceeds from the issuance of the General Obligation Bonds were used to purchase U.S.

CLEARVIEW REGIONAL HIGH SCHOOL DISTRICT

NOTES TO THE FINANCIAL STATEMENTS (continued):

JUNE 30, 2012

Note 6. Long-Term Debt (continued):

Government securities and those securities were placed on deposit in an irrevocable trust with an escrow agent to provide debt service payments on the 1994 Bonds. The advance refunding met the requirements of an in-substance defeasance and the 1994 Bonds were removed from the District's debt. As a result of the advance refunding, the District reduced its total debt service requirements by \$399,191, which resulted in an economic gain (difference between the present value of the debt service payments on the old and new debt) of \$295,453. Also as a result of the refunding the district incurred an accounting loss of \$712,853 which is being amortized over the remaining life of the defeased bond issue.

On February 15, 2005, the District issued General Obligation Bonds of \$23,868,000 (par value) with interest rates ranging from 3% to 4 ½%. Maturities of the 2005 Bonds range from 2005 to 2023 and they are callable, at par, on or after February 1, 2023. The proceeds from the sale of the Bond will be used to undertake the construction of additions and renovations to the Clearview Regional High School and the Clearview Regional Middle School and to make the necessary onsite and offsite improvements and purchase of the necessary furniture and equipment associated with the construction and renovations in these facilities. The total amount received was \$23,878,337.95 (Bonds of \$23,867,000 & accrued interest of \$11,337.95).

On December 23, 2009, the District issued Bonds of \$1,303,000 (par value) with interest rates ranging from 2% to 3.5%. Maturities of the 2009 Bonds range from 2011 to 2025 and they are callable, at par, on or after January 15, 2025. The proceeds from the sale of the Bond will be used to finance the installation of solar panels at the Middle School.

On October 13, 2010 the School District received approval from the Local Finance Board to finally adopt a refunding bond ordinance to effectuate the issuance of not-to-exceed \$20,500,000 School Refunding Bonds for the purpose of refunding the 2003 Bonds. The Refunding Bonds were priced on the morning of Wednesday, October 27, 2010 by Roosevelt & Cross Incorporated, acting as Sole Manager for the Refunding Bonds. The Refunding Bonds were received well by the market and effectively priced by the underwriter, resulting in most of the maturities fully sold. The remaining unsold balances were underwritten by Roosevelt & Cross. The rates achieved on the Refunding Bonds produced present value savings of 5.205% for the School District, greatly exceeding the target of 3.00%. The Refunding Bonds were issued over the same term as the 2003 Bonds, with maturities of February 15, 2011 through February 12, 2023 with coupons of 2.00% to 5.00% and interest rates ranging from 0.75% to 3.35%. The structure of the Refunding Bonds consisted of all serial bonds. The Refunding Bonds are subject to optional redemption prior to maturity. The Board will realize a total of \$1,163,814 in debt service savings through 2023 as a result of this refunding. On a present value basis, the savings equate to \$987,246 (net of all costs of issuing the bonds), or 5.205% of the bonds refunded.

B. Long-Term Obligation Activity:

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

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

Note 6. Long-Term Debt (continued):

B. Long-Term Obligation Activity (continued):

	Balance 6/30/11	Additions	Retired/ Refunded	Balance 6/30/12	Due Within One Year
Bonds Payable	\$25,153,000		\$(1,750,000)	\$23,403,000	\$1,740,000
Compensated Absences:					
Governmental	994,671	\$25,309		1,019,980	
Business-Type	64,098		(27)	64,071	
Total	<u>\$26,211,769</u>	<u>\$25,309</u>	<u>\$(1,750,027)</u>	<u>\$24,487,051</u>	<u>\$1,740,000</u>

C. Bonds Payable:

The voters of the municipality through referendums authorize bonds in accordance with State Law. All bonds are retired in serial installments within the statutory period of usefulness. Bonds issued by the Board are general obligation bonds.

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

Year-ending June 30,	Principal	Interest	Total
2013	\$ 1,740,000	\$ 929,103	\$ 2,669,103
2014	1,785,000	854,621	2,639,621
2015	1,870,000	772,309	2,642,309
2016	1,940,000	687,809	2,627,809
2017	1,990,000	648,209	2,638,209
2018-2022	11,360,000	1,931,444	13,291,444
2023-2025	2,718,000	104,370	2,822,370
Total	<u>\$23,403,000</u>	<u>\$5,927,865</u>	<u>\$29,330,865</u>

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

Note 7. Operating Leases

The District has commitments to lease copiers under non-cancellable operating leases for five years. Total lease payments made during the year ended June 30, 2012 amounted to \$80,905. Future minimum lease payments are as follows:

Year-ending June 30,	
2013	\$ 87,447
2014	45,833
2015	<u>5,816</u>
Total Minimum Lease Payments	<u>\$139,096</u>

Note 8. 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.

CLEARVIEW REGIONAL HIGH SCHOOL DISTRICT

NOTES TO THE FINANCIAL STATEMENTS (continued):

JUNE 30, 2012

Note 8. Pension Plans (continued):

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:6C* 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.

Chapter 78, P.L. 2011 changed this for employees enrolled after June 28, 2011. See Significant Legislation below.

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.

CLEARVIEW REGIONAL HIGH SCHOOL DISTRICT

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

Note 8. Pension Plans (continued):

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. The rate will increase over the next seven years to 7.5%. 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.

Three-Year Trend Information for PERS

Year Funding	Annual Pension Cost (APC)	Percentage of APC Contributed	Net Pension Obligation
6/30/12	\$445,560	100%	\$ - 0 -
6/30/11	427,574	100%	- 0 -
6/30/10	343,221	100%	- 0 -

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

Year Funding	Annual Pension Cost (APC)	Percentage of APC Contributed	Net Pension Obligation
6/30/12	\$1,256,812	100%	\$ -0-
6/30/11	887,723	100%	-0-
6/30/10	861,225	100%	-0-

During the year ended June 30, 2012 the State of New Jersey contributed \$1,256,812 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 \$995,847 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.

CLEARVIEW REGIONAL HIGH SCHOOL DISTRICT

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

Note 9. 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.

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 10. 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:

Fiscal Year	District Contributions	Employee Contributions & Interest	Amount Reimbursed	Ending Balance
2011-2012	\$ None	\$52,614	\$60,712	\$190,093
2010-2011	None	16,123	86,580	198,191
2009-2010	150,000	33,971	43,421	268,648

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

Note 10. Risk Management (continued):

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

Note 11. Contingent Liabilities

In the opinion of the Administration and Legal Counsels, there are no material litigation or contingent liabilities that are pending against the Clearview Regional High School District.

Note 12. 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 13. Interfund Receivables and Payables

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

Fund	Interfund Receivable	Interfund Payable
General Fund	\$ 55,067	\$166,497
Capital Projects Fund	160,475	
Enterprise Fund	2,500	49,527
Fiduciary Fund	<u>4,501</u>	<u>6,519</u>
 Total	 <u>\$222,543</u>	 <u>\$222,543</u>

The purpose of these interfunds are for short-term borrowings.

CLEARVIEW REGIONAL HIGH SCHOOL DISTRICT

NOTES TO THE FINANCIAL STATEMENTS (continued):

JUNE 30, 2012

Note 14. GASB #54 – Fund Balance Disclosures

In accordance with Government Accounting Standards Board 54, Fund Balance Reporting and Governmental Fund Type Definitions, the Clearview Regional Board of Education 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.
- 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 – Of the \$4,680,524 General Fund fund balance at June 30, 2012, \$1,349,366 is restricted for excess surplus – designated for subsequent years expenditures; \$177,880 is restricted to establish the Maintenance Reserve Account; \$2,050,826 is restricted to establish the Capital Reserve Account; \$1,273,484 is restricted for excess surplus in accordance with *N.J.S.A.18A:7F-7* and \$(171,032) is unassigned.

Note 15. 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:

Lincoln Investment Planning, Inc.
Met Life

AXA Equitable
Franklin Templeton Bank

Note 16. 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

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

Note 16. Compensated Absences (continued):

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 who are employed for ten months are entitled to ten paid sick leave days per fiscal school year. Employees who are employed for twelve months are entitled to twelve paid sick days per fiscal school year. Unused sick leave may be accumulated and carried forward to the subsequent years. However, an employee must have 25 years of service or their contract must specifically allow the payment of unused sick leave. District employees are entitled to two personal days, which may be carried forward to subsequent years. Vacation days not used during the year may not be accumulated and carried forward. Benefits paid in any future year will be calculated according to formulas outlined in the District's agreements with the various employee unions and included in the current years' budget.

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 \$1,084,051.

Note 17. 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 \$1,273,484.

Note 18. Deferred Bond Issuance Costs

In governmental funds, bond issuance, loss on early retirement of debt and bond premium loss on the refinancing costs and premiums on the bonds costs are recognized in the current period. For district-wide financial statements, debt issuance and refinancing costs are amortized over the life of the original issue or refunding issue, whichever is longer. The costs associated with the 1997 Refunding issue were \$137,147, the loss on the refunding was \$712,853 and premiums on the Bond were \$153,807. Amortized costs for the 2011-2012 school year were \$7,619, \$39,603 and \$8,545 respectively. The costs associated with the 2010 Refunding Issue were \$187,470, the loss on the refunding was \$1,175,136 and premiums on the Bond were \$1,584,606. Amortized costs for the 2011-2012 school year were \$15,623, \$97,928 and \$132,051 respectively.

REQUIRED SUPPLEMENTARY INFORMATION – PART II

C. Budgetary Comparison Schedules

**CLEARVIEW REGIONAL HIGH 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		
Revenues:											
Local Tax Levy	10-1210	\$15,441,399		15,441,399	15,441,399		15,289,560		15,289,560	15,289,560	
Tuition	10-1300	129,860		129,860	169,243	39,383	106,680		106,680	185,411	78,731
Transportation	10-1420-1440				44,475	44,475	42,641		42,641	31,448	(11,193)
Interest on Investments					30,747	30,747				71,490	71,490
Interest on Capital Reserve Funds	10-1XXX	6,500		6,500	10,117	3,617	6,500		6,500	9,768	3,268
Miscellaneous Revenues	10-1XXX	352,478		352,478	283,639	(68,839)	261,485		261,485	704,543	443,058
Total Local Sources		15,930,237		15,930,237	15,979,620	49,383	15,706,866		15,706,866	16,292,220	585,354
State Sources:											
Equalization Aid	10-3176	12,269,117		12,269,117	12,269,117		12,269,117	(243,577)	12,025,540	12,025,540	
Categorical Security Aid	10-3177	70,634		70,634	188,205	117,571	1,046,555	243,577	1,290,132	1,290,132	
Categorical Transportation Aid	10-3120				196,641	196,641					
Categorical Special Education Aid	10-3130	1,290,132		1,290,132	1,290,132						
Extraordinary Aid	10-3131	146,129		146,129	248,343	102,214	146,129		146,129	234,574	88,445
Non-Public Transportation Aid	10-3190				43,659	43,659				46,489	46,489
Other State Aid	10-3xxx				2,386	2,386					
Nonbudgeted:											
On-Behalf TPAF Pension Contribution					1,256,812	1,256,812				887,723	887,723
Reimbursed TPAF Social Security Contribution					995,847	995,847				979,121	979,121
Total State Sources		13,776,012		13,776,012	16,491,142	2,715,130	13,461,801		13,461,801	15,463,579	2,001,778
Federal Sources:											
Education Jobs Fund	18-4522	493,297	15,454	508,751	508,751						
Total Federal Sources		493,297	15,454	508,751	508,751						
Total Revenues		30,199,546	15,454	30,215,000	32,979,513	2,764,513	29,168,667		29,168,667	31,755,799	2,587,132

50

**CLEARVIEW REGIONAL HIGH 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	3,418,867		3,418,867	3,322,198	96,669	3,295,880		3,295,880	3,257,796	38,084
	Grades 9 - 12	11-140-100-101	6,255,440	(18,910)	6,236,530	6,174,128	62,402	6,208,471		6,208,471	5,995,158	213,313
Home Instruction:												
	Salaries of Teachers	11-150-100-101	33,000	11,108	44,108	44,108		32,000	8,535	40,535	40,533	2
	Purchased Professional - Educational Services	11-150-100-320	52,000	(11,108)	40,892	35,804	5,088	47,000	(8,535)	38,465	31,506	6,959
Regular Programs - Undistributed Instruction:												
	Other Salaries for Instruction	11-190-100-106	36,000		36,000	35,541	459	34,599		34,599	33,913	686
	Other Purchased Services	11-190-100-500	86,185	(41,572)	44,613	25,277	19,336	87,725	434	88,159	34,220	53,939
	General Supplies	11-190-100-610	519,520	31,938	551,458	434,072	117,386	498,552	28,870	527,422	436,787	90,635
	Textbooks	11-190-100-640	84,690	(5,046)	79,644	73,685	5,959	75,650	7,393	83,043	82,763	280
	Miscellaneous Expenditures	11-190-100-890	11,315	743	12,058	5,115	6,943	8,082	(619)	7,463	3,321	4,142
Total Regular Programs			10,497,017	(32,847)	10,464,170	10,149,928	314,242	10,287,959	36,078	10,324,037	9,915,997	408,040
Special Education:												
Learning and/or Language Disabilities:												
	Salaries of Teachers	11-204-100-101	84,500		84,500	84,460	40	85,854		85,854	83,585	2,269
	Other Salaries for Instruction	11-204-100-106	35,000		35,000	34,241	759	33,774		33,774	33,188	586
Total Learning and/or Language Disabilities			119,500		119,500	118,701	799	119,628		119,628	116,773	2,855
Auditory Disabilities:												
	Purchased Professional/Education Services	11-207-100-320	34,700		34,700	33,048	1,652	112,000		112,000	102,924	9,076

09

**CLEARVIEW REGIONAL HIGH 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 Auditory Disability	34,700		34,700	33,048	1,652	112,000		112,000	102,924	9,076	
Behavior Disabilities:											
Salaries of Teachers	11-209-100-101	67,595	(330)	67,265	59,247	8,018	66,758	1,215	67,973	51,517	16,456
Other Salaries for Instruction	11-209-100-106	54,500		54,500	40,007	14,493	72,375	(1,215)	71,160	48,554	22,606
General Supplies	11-209-100-610		330	330	305	25					
Total Behavioral Disabilities		122,095		122,095	99,559	22,536	139,133		139,133	100,071	39,062
Multiple Disabilities:											
Salaries of Teachers	11-212-100-101	106,000	2,391	108,391	108,390	1	102,983		102,983	101,804	1,179
Other Salaries for Instruction	11-212-100-106	52,200	74	52,274	52,274		29,126		29,126	28,413	713
Total Multiple Disabilities		158,200	2,465	160,665	160,664	1	132,109		132,109	130,217	1,892
Resource Room:											
Salaries of Teachers	11-213-100-101	1,443,000	(2,391)	1,440,609	1,380,256	60,353	1,403,343		1,403,343	1,377,256	26,087
Other Salaries for Instruction	11-213-100-106	168,000	(73)	167,927	163,478	4,449	164,800		164,800	155,507	9,293
Total Resource Room		1,611,000	(2,464)	1,608,536	1,543,734	64,802	1,568,143		1,568,143	1,532,763	35,380
Total Special Education		2,045,495	1	2,045,496	1,955,706	89,790	2,071,013		2,071,013	1,982,748	88,265

**CLEARVIEW REGIONAL HIGH 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		
School Sponsored Cocurricular Activities:											
Salaries	11-401-100-100	141,462	3,758	145,220	143,485	1,735	133,156		133,156	112,388	20,768
Purchased Services	11-401-100-500	10,985	2,041	13,026	12,179	847	14,985	2,296	17,281	13,648	3,633
General Supplies	11-401-100-600	12,595	(541)	12,054	8,640	3,414	13,195	(1,760)	11,435	7,992	3,443
Other Objects	11-401-100-800	5,700		5,700	3,708	1,992	6,000		6,000	1,400	4,600
Transfers to Cover Deficit	11.401-100-930	10,000		10,000	9,951	49	10,000		10,000	10,000	
Total School Sponsored Cocurricular Activities		180,742	5,258	186,000	177,963	8,037	177,336	536	177,872	145,428	32,444
School Sponsored Athletics - Instruction:											
Salaries	11-402-100-100	519,667	5,560	525,227	511,925	13,302	518,973		518,973	487,725	31,248
Other Purchased Services	11-402-100-500	162,032	(8,926)	153,106	87,426	65,680	162,490	5,249	167,739	89,102	78,637
Supplies and Materials	11-402-100-600	53,266	50	53,316	49,068	4,248	73,537	408	73,945	66,444	7,501
Other Objects	11-402-100-800	47,680	(864)	46,816	44,194	2,622	46,090	455	46,545	37,715	8,830
Total School Sponsored Athletics Instruction		782,645	(4,180)	778,465	692,613	85,852	801,090	6,112	807,202	680,986	126,216
Total Other Instructional Programs		963,387	1,078	964,465	870,576	93,889	978,426	6,648	985,074	826,414	158,660
Summer School - Instruction:											
Salaries of Teachers	11-422-100-101	25,454	3,931	29,385	29,385		43,300		43,300	25,568	17,732
General Supplies	11-422-100-610	1,000		1,000		1,000	2,000		2,000		2,000
Total Summer School - Instruction		26,454	3,931	30,385	29,385	1,000	45,300		45,300	25,568	19,732
Alternative Education Program - Instruction:											
Salaries of Teachers	11-423-100-100	50,000	(2,706)	47,294	46,166	1,128	70,000	(5,332)	64,668	45,984	18,684
Other Salaries for Instruction	11-423-100-500	9,000	(1,225)	7,775	5,300	2,475	8,775		8,775	4,219	4,556
General Supplies	11-423-100-600	2,000	(437)	1,563		1,563	2,000		2,000		2,000

**CLEARVIEW REGIONAL HIGH 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 Alternative Education Program - Instruction	61,000	(4,368)	56,632	51,466	5,166	80,775	(5,332)	75,443	50,203	25,240
Alternative Education Program - Support Services:										
Salaries 11-423-200-100	41,460	438	41,898	40,853	1,045	24,460	20,332	44,792	42,834	1,958
Total Alternative Education Program - Support Services:	41,460	438	41,898	40,853	1,045	24,460	20,332	44,792	42,834	1,958
Total Alternative Education Program	102,460	(3,930)	98,530	92,319	6,211	105,235	15,000	120,235	93,037	27,198
Total Instruction	13,634,813	(31,767)	13,603,046	13,097,914	505,132	13,487,933	57,726	13,545,659	12,843,764	701,895
Undistributed Expenditures:										
Instruction :										
Tuition to Other LEAs Within the State - Regular 11-000-100-561						10,000	6,150	16,150	5,302	10,848
Tuition to Other LEAs Within the State - Special 11-000-100-562		28,087	28,087	21,570	6,517					
Tuition to County Vocational District/Regular Day Schools 11-000-100-563	187,680	15,300	202,980	198,537	4,443	170,000	9,000	179,000	178,400	600
Tuition to County Special Services District/Regional Day Schoo 11-000-100-565	1,086,300	(22,700)	1,063,600	955,666	107,934	1,028,910	(483,715)	545,195	493,356	51,839
Tuition to Private School for the Handicapped - State 11-000-100-566	1,182,885	(91,987)	1,090,898	1,081,889	9,009	946,348	270,098	1,216,446	1,176,969	39,477
Tuition - State Facilities 11-000-100-568	56,071		56,071	53,521	2,550					
Total Undistributed Expenditures - Instruction	2,512,936	(71,300)	2,441,636	2,311,183	130,453	2,155,258	(198,467)	1,956,791	1,854,027	102,764
Attendance & Social Work Services:										
Salaries 11-000-211-100	75,379		75,379	74,991	388	86,795		86,795	70,710	16,085
Total Attendance & Social Work Services	75,379		75,379	74,991	388	86,795		86,795	70,710	16,085

**CLEARVIEW REGIONAL HIGH 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		
Health Services:											
Salaries	11-000-213-100	203,732	8,225	211,957	211,751	206	198,323	635	198,958	198,551	407
Purchased Professional & Technical Services	11-000-213-300	15,983	(3,175)	12,808	10,614	2,194	14,800	3,478	18,278	18,278	
Other Purchased Services	11-000-213-500						422	(150)	272	150	122
Supplies and Materials	11-000-213-600	5,100	(93)	5,007	4,648	359	5,325	214	5,539	5,274	265
Other Objects	11-000-213-800	300	243	543	514	29	300	56	356	239	117
Total Health Services		225,115	5,200	230,315	227,527	2,788	219,170	4,233	223,403	222,492	911
Other Support Services - Students - Related Services:											
Salaries of Teachers	11-000-216-100	76,690	19,905	96,595	96,593	2	77,215	6,710	83,925	81,824	2,101
Purchased Professional-Educational Services	11-000-216-320	6,800	11,500	18,300	18,300		6,400	400	6,800	6,183	617
General Supplies	11-000-216-600						1,400	(400)	1,000		1,000
Total Other Support Services - Students - Related Services		83,490	31,405	114,895	114,893	2	85,015	6,710	91,725	88,007	3,718
Other Support Services - Students - Extra Services:											
Purchased Educational Services	11-000-217-320	139,740	(2,620)	137,120	81,604	55,516	88,886	(1,554)	87,332	28,566	58,766
Total Other Support Services - Students - Extra Services		139,740	(2,620)	137,120	81,604	55,516	88,886	(1,554)	87,332	28,566	58,766
Other Support Services - Students - Regular:											
Salaries of Other Professional Staff	11-000-218-104	640,418	1,625	642,043	641,910	133	654,546	(10,462)	644,084	618,527	25,557
Salaries of Secretarial & Clerical Assistants	11-000-218-105	171,600		171,600	169,266	2,334	166,567		166,567	157,067	9,500
Other Salaries	11-000-218-110	52,200		52,200	52,200		53,040		53,040	51,300	1,740
Purchased Professional-Educational Services	11-000-218-320	2,000	(1,530)	470		470	3,600		3,600		3,600
Purchased Professional-Technology Services	11-000-218-390						8,000	2,500	10,500	10,375	125
Other Purchased Services	11-000-218-500	6,500	1,530	8,030	5,190	2,840		4,160	4,160	4,153	7
Supplies and Materials	11-000-218-600	10,500		10,500	3,941	6,559	18,911	125	19,036	16,361	2,675
Other Objects	11-000-218-800	10,585		10,585	5,787	4,798	4,480	(160)	4,320	1,221	3,099

**CLEARVIEW REGIONAL HIGH 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 Other Support Services - Students - Regular	893,803	1,625	895,428	878,294	17,134	909,144	(3,837)	905,307	859,004	46,303
Other Support Services - Students - Special Services:										
Salaries of Other Professional Staff	277,031	(5,422)	271,609	262,223	9,386	275,438		275,438	233,158	42,280
Salaries of Secretarial & Clerical Assistants	39,000		39,000	38,556	444	35,055		35,055	34,378	677
Purchased Professional - Educational Services						5,000	(224)	4,776	3,702	1,074
Other Purchased Services	2,500	250	2,750	1,812	938		224	224	224	
Supplies and Materials	6,000	204	6,204	753	5,451	6,000	15,065	21,065	17,152	3,913
Other Objects	2,000	(28)	1,972	1,926	46	2,400		2,400	637	1,763
Total Other Support Services - Students - Special Service	326,531	(4,996)	321,535	305,270	16,265	323,893	15,065	338,958	289,251	49,707
Improvement of Instruction Services/Other Support Services - Instruction Staff:										
Salaries of Supervisors of Instruction	130,200	443	130,643	130,643		129,428		129,428	126,961	2,467
Salaries of Other Professional Staff	295,700	54	295,754	275,499	20,255	259,967		259,967	243,020	16,947
Salaries of Secretarial & Clerical Assistants	61,200	5	61,205	61,205		60,190		60,190	59,047	1,143
Other Purchased Services	8,500		8,500	7,261	1,239	9,000	960	9,960	9,900	60
Supplies and Materials	40,800	(734)	40,066	23,288	16,778	35,800	645	36,445	27,638	8,807
Total Improvement of Instruction Services/Other Support Services Instructional Staff	536,400	(232)	536,168	497,896	38,272	494,385	1,605	495,990	466,566	29,424
Educational Media Services/School Library:										
Salaries	184,850		184,850	184,800	50	182,267		182,267	178,646	3,621
Other Purchased Services	31,285		31,285	30,095	1,190	27,090	1,600	28,690	28,689	1
Supplies and Materials	37,800		37,800	33,544	4,256	32,715	(981)	31,734	29,999	1,735

65

**CLEARVIEW REGIONAL HIGH 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 Educational Media Services/School Library	253,935		253,935	248,439	5,496	242,072	619	242,691	237,334	5,357
Support Services Instructional Staff Training Service:										
Salaries of Other Professional 11-000-223-104	46,000		46,000	41,378	4,622	47,722		47,722	32,772	14,950
Purchased Professional-Educational Services 11-000-223-320	7,500	(183)	7,317	6,600	717	11,000	500	11,500	9,550	1,950
Other Purchased Services 11-000-223-500	18,500	2,170	20,670	7,777	12,893	8,000	968	8,968	5,585	3,383
Supplies and Materials 11-000-223-600		1,617	1,617	299	1,318	5,000	(505)	4,495	1,072	3,423
Total Support Services Instructional Staff Training Services	72,000	3,604	75,604	56,054	19,550	71,722	963	72,685	48,979	23,706
Support Services General Administration:										
Salaries 11-000-230-100	229,516	(5,760)	223,756	223,495	261	252,243	51,300	303,543	215,876	87,667
Legal Services 11-000-230-331	15,000	62,000	77,000	76,342	658	15,000	6,831	21,831	21,831	
Audit Services 11-000-230-332	24,500	29,510	54,010	54,010		24,500	4,000	28,500	28,500	
Architectural/Engineering Services 11-000-230-334	10,000	33,579	43,579	37,009	6,570	10,000	6,349	16,349	8,105	8,244
Other Purchased Professional Services 11-000-230-339	12,000	4,047	16,047	16,047		22,000	(10,000)	12,000	4,276	7,724
Communications/Telephone BOE Other Purchased Professional Services 11-000-230-530	100,000	(28,862)	71,138	63,287	7,851	96,000		96,000	84,755	11,245
Other Purchased Professional Services 11-000-230-585	3,250	(1,679)	1,571	649	922	4,070		4,070		4,070
Other Purchased Services 11-000-230-590	50,750	(15,235)	35,515	32,341	3,174	52,000		52,000	39,947	12,053
Supplies & Materials 11-000-230-610	6,800		6,800	4,958	1,842	6,800		6,800	6,651	149
BOE In-House Training/Meeting Supplies 11-000-230-630	300		300	7	293	550		550	86	464
Judgements Against District 11-000-230-820		22,500	22,500	22,500						
Miscellaneous Expenditures 11-000-230-890	15,500	(5,805)	9,695	7,836	1,859	15,500	1,720	17,220	7,858	9,362
BOE Membership Dues & Fees 11-000-230-895	14,800		14,800	14,778	22	14,800		14,800	14,006	794
Total Support Services General Administration	482,416	94,295	576,711	553,259	23,452	513,463	60,200	573,663	431,891	141,772

69

**CLEARVIEW REGIONAL HIGH 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		
Support Services School Administration:											
Salaries of Principals & Assistant											
Principals	11-000-240-103	602,000		602,000	597,724	4,276	620,433	125,000	745,433	590,494	154,939
Salaries of Other Professional Staff											
	11-000-240-104	275,000		275,000	273,942	1,058	273,675		273,675	268,132	5,543
Salaries of Secretarial & Clerical Assistants											
	11-000-240-105	338,110	(41)	338,069	303,259	34,810	334,278		334,278	313,178	21,100
Purchased Technical Services											
	11-000-240-300	40,420	(1,505)	38,915	34,412	4,503	40,324		40,324	34,950	5,374
Other Purchased Services											
	11-000-240-500	128,000	(382)	127,618	100,533	27,085	128,400		128,400	95,138	33,262
Supplies and Materials											
	11-000-240-600	30,000	1,219	31,219	27,714	3,505	30,250	10,756	41,006	33,148	7,858
Other Objects											
	11-000-240-800	8,500	1,109	9,609	9,608	1	8,500	481	8,981	8,981	
Total Support Services School Administration		1,422,030	400	1,422,430	1,347,192	75,238	1,435,860	136,237	1,572,097	1,344,021	228,076
Central Services:											
Salaries											
	11-000-251-100	312,100	17	312,117	309,354	2,763	310,250	39,000	349,250	302,057	47,193
Purchased Professional Services											
	11-000-251-330	2,000	760	2,760	760	2,000	2,000	760	2,760	760	2,000
Purchased Technical Services											
	11-000-251-340	37,700	(281)	37,419	31,256	6,163	43,000	(610)	42,390	35,842	6,548
Other Purchased Services											
	11-000-251-592	12,500		12,500	11,966	534	8,500	1,935	10,435	9,766	669
Supplies & Materials											
	11-000-251-600	11,200		11,200	5,671	5,529	11,200	14,101	25,301	21,416	3,885
Interest on Current Loans											
	11-000-251-831	6,000	(5,736)	264		264	13,637		13,637	13,636	1
Other Objects											
	11-000-251-890	2,000		2,000	1,378	622	2,000		2,000	1,407	593
Total Central Services		383,500	(5,240)	378,260	360,385	17,875	390,587	55,186	445,773	384,884	60,889
Administrative Information Technology:											
Salaries											
	11-000-252-100	225,281		225,281	211,178	14,103	222,908	19,500	242,408	216,174	26,234
Other Purchased Services											
	11-000-252-500	61,375	4,830	66,205	56,458	9,747	56,540	8,692	65,232	56,761	8,471
Supplies & Materials											
	11-000-252-600	52,510	(350)	52,160	47,162	4,998	35,682	(13,865)	21,817	21,473	344
Total Administrative Information Technology		339,166	4,480	343,646	314,798	28,848	315,130	14,327	329,457	294,408	35,049

**CLEARVIEW REGIONAL HIGH 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		
Allowance Maintenance for School Facilities:											
Salaries	11-000-261-100	162,000		162,000	152,585	9,415	162,327		162,327	140,273	22,054
Cleaning, Repair & Maintenance Services	11-000-261-420	353,060	6,122	359,182	179,280	179,902	254,540	87,557	342,097	228,839	113,258
General Supplies	11-000-261-610	104,100	16,010	120,110	92,710	27,400	108,300	9,145	117,445	90,899	26,546
Other Objects	11-000-261-800	500		500	30	470	500		500		500
Total Allowance Maintenance for School Facilities		619,660	22,132	641,792	424,605	217,187	525,667	96,702	622,369	460,011	162,358
Other Operation & Maintenance of Plant Services:											
Salaries	11-000-262-100	750,400	41	750,441	721,177	29,264	764,690		764,690	703,399	61,291
Purchased Professional & Technical Services	11-000-262-300	3,000	216	3,216	3,216		6,000		6,000		6,000
Cleaning, Repair & Maintenance Services	11-000-262-420	45,000	(216)	44,784	35,910	8,874	45,000		45,000	36,416	8,584
Other Purchased Property Services	11-000-262-490	47,500	22,130	69,630	57,386	12,244	53,500		53,500	51,288	2,212
Insurance	11-000-262-520	106,000	724	106,724	106,028	696	97,000	10,164	107,164	106,773	391
Other Purchased Services	11-000-262-590	5,000		5,000	785	4,215	5,000	1,235	6,235	3,937	2,298
General Supplies	11-000-262-610	142,300	(4,434)	137,866	76,720	61,146	138,300	7,342	145,642	96,311	49,331
Energy (Electricity)	11-000-262-622	630,000	(22,845)	607,155	562,514	44,641	610,000		610,000	598,331	11,669
Energy (Natural Gas)	11-000-262-621	300,000	(123,030)	176,970	140,411	36,559	325,000	(25,000)	300,000	203,419	96,581
Energy (Gasoline)	11-000-262-626	1,000	(1,000)								
Miscellaneous Expenditures	11-000-262-800	2,000	2,545	4,545	2,992	1,553	2,000		2,000	447	1,553
Total Other Operation & Maintenance of Plant Services		2,032,200	(125,869)	1,906,331	1,707,139	199,192	2,046,490	(6,259)	2,040,231	1,800,321	239,910
Care & Upkeep of Grounds:											
Salaries	11-000-263-100	127,000		127,000	124,314	2,686	124,175		124,175	120,117	4,058
Cleaning, Repair & Maintenance Services	11-000-263-420	32,500		32,500	19,208	13,292	32,500	5,225	37,725	34,741	2,984
General Supplies	11-000-263-610	59,300	230	59,530	47,610	11,920	53,800		53,800	50,925	2,875
Total Care & Upkeep of Grounds		218,800	230	219,030	191,132	27,898	210,475	5,225	215,700	205,783	9,917

**CLEARVIEW REGIONAL HIGH 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	
Security:											
Salaries	11-000-266-100	74,500		74,500	70,222	4,278	74,048		74,048	67,257	6,791
Total Security		74,500		74,500	70,222	4,278	74,048		74,048	67,257	6,791
Total Operation & Maintenance of Plant Services		2,945,160	(103,507)	2,841,653	2,393,098	448,555	2,856,680	95,668	2,952,348	2,533,372	418,976
Student Transportation Services:											
Salaries for Pupil Transportation (Between Home & School) - Regular	11-000-270-160	380,000	(35,446)	344,554	335,104	9,450	376,760	(29,731)	347,029	330,707	16,322
Salaries for Pupil Transportation (Between Home & School) - Special	11-000-270-161	242,300	72,385	314,685	314,587	98	209,214	33,731	242,945	242,384	561
Salaries for Pupil Transportation (Other Than Between Home & School)	11-000-270-162	106,500	24,715	131,215	120,330	10,885	100,398	11,000	111,398	111,239	159
Purchased Professional & Technical Services	11-000-270-390	2,945		2,945	665	2,280	2,945		2,945	721	2,224
Cleaning, Repair & Maintenance Services	11-000-270-420	151,500	37,550	189,050	185,784	3,266	156,547	(25,000)	131,547	127,453	4,094
Lease Purchase Payments - School Buses	11-000-270-443						69,383		69,383	69,382	1
Aid in Lieu of Payments - Nonpublic	11-000-270-503	107,000	19,700	126,700	125,512	1,188	107,000		107,000	105,417	1,583
Contracted Services Between Home & School - Vendors	11-000-270-511	34,000		34,000	29,792	4,208	32,000	1,761	33,761	32,880	881
Contracted Services (Other Than Between Home & School) - Vendors	11-000-270-512	5,000	(5,000)				5,000		5,000		5,000
Contracted Services (Other Than Between Home & School) - Joint Agreements	11-000-270-513		550	550	550		5,000		5,000		5,000
Contracted Services (Special Education Students) - Joint Agreements	11-000-270-515	120,000	(45,750)	74,250	73,644	606	120,000	(11,200)	108,800	51,659	57,141

**CLEARVIEW REGIONAL HIGH 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	
Student Transportation Services (continued):											
Contracted Services (Other Than Between Home & School) - ESC/CTSA	11-000-270-517	54,400	(6,000)	48,400	46,378	2,022	47,000	1,762	48,762	45,026	3,736
Contracted Services (Special Education Students) - ESC/CTSA	11-000-270-518	100,000	(15,420)	84,580	82,063	2,517	100,000	7,677	107,677	98,349	9,328
Travel	11-000-270-580		820	820	500	320		1,500	1,500		1,500
Miscellaneous Purchased Services - Transportation	11-000-270-593	56,000	(3,725)	52,275	44,253	8,022	55,000	(6,604)	48,396	45,160	3,236
Supplies and Materials	11-000-270-600	141,400	26,830	168,230	153,055	15,175	115,000	12,850	127,850	127,846	4
Transportation Supplies	11-000-270-615	19,000		19,000	1,964	17,036	18,000	(2,850)	15,150	2,184	12,966
Other Objects	11-000-270-800	800	395	1,195	890	305	775		775	565	210
Total Student Transportation Services		1,520,845	71,604	1,592,449	1,515,071	77,378	1,520,022	(5,104)	1,514,918	1,390,972	123,946
Unallocated Benefits - Employee Benefits:											
Social Security	11-000-291-220	395,000	23,000	418,000	398,632	19,368	390,000	26,875	416,875	367,210	49,665
Other Retirement Benefits	11-000-291-241	506,000	(60,224)	445,776	445,560	216	365,000	62,575	427,575	427,574	1
Worker's Compensation	11-000-291-260	170,000		170,000	158,845	11,155	170,000	(5,060)	164,940	153,352	11,588
Health Benefits	11-000-291-270	3,516,306	113,287	3,629,593	3,511,664	117,929	3,448,419	(93,575)	3,354,844	3,255,895	98,949
Tuition Reimbursement	11-000-291-280	55,000	(9,490)	45,510	44,290	1,220	60,000	(500)	59,500	43,027	16,473
Other Employee Benefits	11-000-291-290	23,514	(13,000)	10,514	10,213	301	34,236	26,789	61,025	61,019	6
Total Unallocated Benefits - Employee Benefits		4,665,820	53,573	4,719,393	4,569,204	150,189	4,467,655	17,104	4,484,759	4,308,077	176,682
Nonbudgeted:											
On-Behalf TPAF Pension Contribution					1,256,812	(1,256,812)				887,723	(887,723)
Reimbursed TPAF Social Security Contribution					995,847	(995,847)				979,121	(979,121)
Total Nonbudgeted					2,252,659	(2,252,659)				1,866,844	(1,866,844)
Total Undistributed Expenditures		16,878,266	78,291	16,956,557	18,101,817	(1,145,260)	16,175,737	198,955	16,374,692	16,719,405	(344,713)
Total Expenditures - Current Expense		30,513,079	46,524	30,559,603	31,199,731	(640,128)	29,663,670	256,681	29,920,351	29,563,169	357,182

**CLEARVIEW REGIONAL HIGH 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	
Capital Outlay:											
Equipment:											
Increase in Capital Reserve	10-604	6,500		6,500		6,500		6,500			6,500
Regular Programs - Instruction:											
Grades 6 - 8	12-130-100-730	9,500	(4,595)	4,905	2,265	2,640	9,500	2,265	11,765	9,454	2,311
Grades 9 - 12	12-140-100-730	20,000	19,984	39,984	17,280	22,704	38,188	(4,820)	33,368	29,363	4,005
Undistributed Expenditures:											
Central Services	12-000-251-730							5,500	5,500	3,495	2,005
Administration Information											
Technology	12-000-252-730	70,000	24,643	94,643		94,643	35,485	(3,171)	32,314		32,314
Care and Upkeep of Grounds	12-000-263-730	3,000	12,054	15,054	15,054		10,500		10,500	10,415	85
Student Transportation:											
School Buses - Special	12-000-270-734							101,495	101,495	101,495	
Total Equipment		109,000	52,086	161,086	34,599	126,487	100,173	101,269	201,442	154,222	47,220
Facilities Acquisition & Construction Services:											
Construction Services	12-000-400-450							186,061	186,061	181,061	5,000
Other Objects	12-000-400-800	99,538		99,538	99,538		169,824		169,824	169,824	
Total Facilities Acquisition & Construction Services		99,538		99,538	99,538		169,824	186,061	355,885	350,885	5,000
Total Capital Outlay		208,538	52,086	260,624	134,137	126,487	269,997	287,330	557,327	505,107	52,220
Adult Education - Local - Instruction:											
Salaries of Teachers	13-602-100-101	3,000		3,000	2,510	490	6,000		6,000	2,930	3,070

**CLEARVIEW REGIONAL HIGH 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 Adult Education - Local - Instruction	3,000		3,000	2,510	490	6,000		6,000	2,930	3,070	
Adult Education - Local - Support Service:											
Salaries	13-602-200-100	22,500	3,000	25,500	25,419	81	24,000		24,000	22,050	1,950
Employee Benefits	13-602-200-200	3,000		3,000	2,129	871	3,000		3,000	1,889	1,111
Purchased Professional & Technical Services	13-602-200-300	35,000	3,550	38,550	38,482	68	42,000		42,000	31,663	10,337
Other Purchased Services	13-602-200-500	11,500	450	11,950	11,950		8,000	350	8,350	8,350	
Supplies & Materials	13-602-200-600	8,000		8,000	5,023	2,977	14,000		14,000	10,986	3,014
Miscellaneous Expenditures	13-602-200-800	2,000		2,000	17	1,983	3,000	(350)	2,650	2,650	
Total Adult Education - Local - Support Services		82,000	7,000	89,000	83,020	5,980	94,000		94,000	74,938	19,062
Total Adult Education - Local		85,000	7,000	92,000	85,530	6,470	100,000		100,000	77,868	22,132
Total Special Schools		85,000	7,000	92,000	85,530	6,470	100,000		100,000	77,868	22,132
Total Expenditures		30,806,617	105,610	30,912,227	31,419,398	(507,171)	30,033,667	544,011	30,577,678	30,146,144	431,534
Excess/(Deficiency) of Revenues Over/(Under) Expenditures		(607,071)	(90,156)	(697,227)	1,560,115	2,257,342	(865,000)	(544,011)	(1,409,011)	1,609,655	3,018,666
Other Financing Sources/(Uses):											
Transfer from Capital Projects				217,539	217,539						
Transfer to Food Service	11-000-310-930							(160)	(160)	(160)	
Transfer to Capital Projects	12-000-400-931							(882,614)	(882,614)	(882,614)	
Total Other Financing Sources/(Uses)				217,539	217,539			(882,774)	(882,774)	(882,774)	
Excess/(Deficiency) of Revenues & Other Financing Sources Over/(Under) Expenditures & Other Financing Sources/(Uses)		(607,071)	(90,156)	(697,227)	1,777,654	2,474,881	(865,000)	(1,426,785)	(2,291,785)	726,881	3,018,666

72

**CLEARVIEW REGIONAL HIGH SCHOOL DISTRICT
GENERAL 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	
Fund Balances, July 1	4,210,087		4,210,087	4,210,087		3,483,206		3,483,206	3,483,206	
Fund Balances, June 30	<u>\$3,603,016</u>	<u>(90,156)</u>	<u>3,512,860</u>	<u>5,987,741</u>	<u>2,474,881</u>	<u>2,618,206</u>	<u>(1,426,785)</u>	<u>1,191,421</u>	<u>4,210,087</u>	<u>3,018,666</u>

RECAPITULATION OF BUDGET TRANSFERS

Prior Year Encumbrances	<u>\$90,156</u>
Total	<u>\$90,156</u>

RECAPITULATION OF FUND BALANCE:

Restricted for:	
Capital Reserve	\$2,050,826
Maintenance Reserve	177,880
Excess Surplus	1,273,484
Excess Surplus Designated for Subsequent Year's Expenditures	1,349,366
Assigned to:	
Year-End Encumbrances	304,934
Designated for Subsequent Year's Expenditures	102,043
Unassigned Fund Balance	<u>729,208</u>
Subtotal	5,987,741
Reconciliation to Governmental Fund Statements (GAAP):	
Last Two State Aid Payments Not Recognized on GAAP Basis	<u>(1,307,217)</u>
Fund Balance Per Governmental Funds (GAAP)	<u>\$4,680,524</u>

**CLEARVIEW REGIONAL HIGH SCHOOL DISTRICT
EDUCATION JOBS FUND PROGRAM -
BUDGET AND ACTUAL
FOR FISCAL YEAR ENDED JUNE 30, 2012**

REVENUES	ACCOUNT NUMBERS	JUNE 30, 2012				VARIANCE POSITIVE/ (NEGATIVE) FINAL TO ACTUAL
		ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL	
Federal Sources		\$493,297	15,454	508,751	508,751	
Total Revenues		\$493,297	15,454	508,751	508,751	
EXPENDITURES						
Required Maintenance for School Facilities:						
Salaries	18-000-262-100	493,297		493,297	493,297	
Total Allowable Maintenance for School Facilities		493,297		493,297	493,297	
Student Transportation Services:						
Salaries for Pupil Transportation (Between Home & School) - Regular	18-000-270-160		15,454	15,454	15,454	
Total Student Transportation Services			15,454	15,454	15,454	
Total Expenditures		493,297	15,454	508,751	508,751	
Excess/(Deficiency) of Revenues Over/ (Under) Expenditures & Other Financing Sources/(Uses)						

**CLEARVIEW REGIONAL HIGH 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	BUDGET TRANSFERS/ ADJUSTMENTS	FINAL BUDGET	ACTUAL		ORIGINAL BUDGET	BUDGET TRANSFERS/ ADJUSTMENTS	FINAL BUDGET	ACTUAL	
Revenues:										
Federal Sources	\$529,203	102,698	631,901	631,901		485,668	336,997	822,665	822,665	
State Sources	63,362	851	64,213	64,213		69,292	(9,730)	59,562	59,562	
Local Sources	3,000	17,660	20,660	20,660			10,129	10,129	10,129	
Total Revenues	595,565	121,209	716,774	716,774		554,960	337,396	892,356	892,356	
Expenditures:										
Instruction:										
Salaries of Teachers	49,143	14,768	63,911	63,911		46,214	30,114	76,328	76,328	
Purchased Professional Technical Services		14,071	14,071	14,071			11,925	11,925	11,925	
Other Professional Services	250,000	104,980	354,980	354,980		395,574	85,269	480,843	480,843	
General Supplies	99,648	(27,755)	71,893	71,893		43,880	61,890	105,770	105,770	
Textbooks	12,903	(7,610)	5,293	5,293			3,800	3,800	3,800	
Other Objects		3,153	3,153	3,153			4,511	4,511	4,511	
Total Instruction	411,694	101,607	513,301	513,301		485,668	197,509	683,177	683,177	
Support Services:										
Salaries	26,408	(11,743)	14,665	14,665			14,955	14,955	14,955	
Salaries of Other Professional Staff	50,000	(15,710)	34,290	34,290			19,563	19,563	19,563	
Salaries of Secretaries & Clerical Assistants	35,000	(1,264)	33,736	33,736			37,371	37,371	37,371	
Personal Services - Employee Benefits	7,000	4,513	11,513	11,513			14,398	14,398	14,398	
Purchased Professional Services	25,289	19,799	45,088	45,088			21,235	21,235	21,235	
Purchased Professional Technical Services							28,774	28,774	28,774	
Other Purchased Services	40,174	16,337	56,511	56,511		59,885	(8,297)	51,588	51,588	
Travel		364	364	364						
Supplies and Materials		6,864	6,864	6,864		9,407	9,181	18,588	18,588	
Other Objects		442	442	442			122	122	122	
Total Support Services	183,871	19,602	203,473	203,473		69,292	137,302	206,594	206,594	
Facilities Acquisition & Construction Services:										
Instructional Equipment							2,585	2,585	2,585	
Total Facilities Acquisition & Construction Services							2,585	2,585	2,585	
Total Expenditures	595,565	121,209	716,774	716,774		554,960	337,396	892,356	892,356	
Total Outflows	595,565	121,209	716,774	716,774		554,960	337,396	892,356	892,356	
Excess/(Deficiency) of Revenues Over/(Under) Expenditures & Other Financing Sources/(Uses)	\$ -	-	-	-		-	-	-	-	

NOTES TO REQUIRED SUPPLEMENTARY INFORMATION

**CLEARVIEW REGIONAL HIGH 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)	\$32,979,513	716,774
Difference - Budget to GAAP:		
Grant accounting budgetary basis differs from GAAP in that encumbrances are recognized as expenditures, and the related revenue is recognized.		
Federal Share		
State aid payment recognized for GAAP statements in the current year, previously recognized for budgetary purposes.	1,243,888	
State aid payment recognized for budgetary purposes, not recognized for GAAP statements until the subsequent year.	<u>(1,307,217)</u>	
Total Revenues as Reported on the Statement of Revenues, Expenditures, and Changes in Fund Balances - Governmental Funds. (B-2)	<u>\$32,916,184</u>	<u>716,774</u>
Uses/outflows of resources:		
Actual amounts (budgetary basis) "total expenditures" from the budgetary comparison schedule	<u>\$31,419,398</u>	<u>716,774</u>
Total Expenditures as Reported on the Statement of Revenues, Expenditures, and Changes in Fund Balances - Governmental Funds (B-2)	<u>\$31,419,398</u>	<u>716,774</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

**CLEARVIEW REGIONAL HIGH 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)**

	NONPUBLIC NURSING SERVICES	AUXILIARY SERVICES NONPUBLIC TRANSPORTATION	NONPUBLIC SUPPLEMENTAL INSTRUCTION	AUXILIARY SERVICES NONPUBLIC COMPENSATORY EDUCATION	NONPUBLIC EXAM & CLASSIFICATION
Revenues:					
State Sources	\$16,268	4,397	5,612	20,288	9,985
Federal Sources					
Local Sources					
Total Revenues	\$16,268	4,397	5,612	20,288	9,985
Expenditures:					
Instruction:					
Salaries of Teachers					
Purchased Professional/ Technical Services					
Other Purchased Services					
General Supplies					
Textbooks					
Other Objects					
Total Instruction					
Support Services:					
Salaries					
Salaries - Other Professional Staff					
Salaries - Secretarial & Clerical					
Employee Benefits					
Purchased Professional Services	\$16,268				
Other Purchased Services		4,397	5,612	20,288	9,985
Travel					
Supplies & Materials					
Other Objects					
Total Support Services	16,268	4,397	5,612	20,288	9,985
Total Expenditures	16,268	4,397	5,612	20,288	9,985
Facilities Acquisition & Construction Services:					
Instructional Equipment					
Total Facilities Acquisition & Construction Services					
Total Expenditures	\$16,268	4,397	5,612	20,288	9,985

**CLEARVIEW REGIONAL HIGH 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 PART A	TITLE I - PART A CARRYOVER	TITLE II - PART A TEACHER & PRINCIPAL TRAINING & RECRUITING	TITLE II - PART A TEACHER & PRINCIPAL TRAINING & RECRUITING CARRYOVER
Revenues:				
State Sources				
Federal Sources	\$50,825	11,149	21,369	5,645
Local Sources				
Total Revenues	\$50,825	11,149	21,369	5,645
Expenditures:				
Instruction:				
Salaries of Teachers	\$32,817	6,705	8,000	
Purchased Professional/ Technical Services				
Other Purchased Services				
General Supplies	1,836			
Textbooks				
Other Objects				
Total Instruction	34,653	6,705	8,000	
Support Services:				
Salaries	1,600		9,170	3,895
Salaries - Other Professional Staff				
Salaries - Secretarial & Clerical				
Employee Benefits	5,222	829	1,314	299
Purchased Professional Services	9,350			
Other Purchased Services			2,885	1,451
Travel				
Supplies & Materials		3,615		
Other Objects				
Total Support Services	16,172	4,444	13,369	5,645
Total Expenditures	50,825	11,149	21,369	5,645
Facilities Acquisition & Construction Services:				
Instructional Equipment				
Total Facilities Acquisition & Construction Services				
Total Expenditures	\$50,825	11,149	21,369	5,645

**CLEARVIEW REGIONAL HIGH 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)**

	DREXEL GRANT	BOEING MODELING GRANT	WRESTLING DONATION GRANT	B101 MUSIC GRANT	LOCAL RESTRICTED DONATION	NJSBAIG SAFETY GRANT PROGRAM
Revenues:						
State Sources						
Federal Sources						
Local Sources	\$421	89	3,000	5,000	4,537	7,613
Total Revenues	\$421	89	3,000	5,000	4,537	7,613
Expenditures:						
Instruction:						
Salaries of Teachers					4,537	
Purchased Professional/ Technical Services						
Other Purchased Services				5,000		
General Supplies	\$421	89	2,636			
Textbooks						
Other Objects						
Total Instruction	421	89	2,636	5,000	4,537	
Support Services:						
Salaries						
Salaries - Other Professional Staff						
Salaries - Secretarial & Clerical						
Employee Benefits						
Purchased Professional Services						
Other Purchased Services						7,613
Travel			364			
Supplies & Materials						
Other Objects						
Total Support Services			364			7,613
Total Expenditures	421	89	3,000	5,000	4,537	7,613
Facilities Acquisition & Construction Services:						
Instructional Equipment						
Total Facilities Acquisition &						
Total Expenditures	\$421	89	3,000	5,000	4,537	7,613

**CLEARVIEW REGIONAL HIGH 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)**

	I.D.E.A. PART B BASIC REGULAR PROGRAM	ARRA I.D.E.A. PART B BASIC REGULAR PROGRAM	I.D.E.A. - PART B BASIC CARRYOVER	CARL D. PERKINS SECONDARY
Revenues:				
State Sources				
Federal Sources	\$388,511	160	113,297	40,945
Local Sources				
Total Revenues	\$388,511	160	113,297	40,945
Expenditures:				
Instruction:				
Salaries of Teachers	\$6,546		5,306	
Purchased Professional/ Technical Services	8,956		2,945	2,170
Other Purchased Services	312,339		37,641	
General Supplies		160	27,976	38,775
Textbooks				
Other Objects	3,153			
Total Instruction	330,994	160	73,868	40,945
Support Services:				
Salaries				
Salaries - Other Professional Staff	10,032		24,258	
Salaries - Secretarial & Clerical	33,736			
Employee Benefits	3,849			
Purchased Professional Services	5,237		14,233	
Purchased Professional / Technical Services				
Other Purchased Services	1,910			
Travel				
Supplies & Materials	2,753		496	
Other Objects			442	
Total Support Services	57,517		39,429	
Facilities Acquisition & Construction Services:				
Instructional Equipment				
Total Facilities Acquisition & Construction Services				
Total Expenditures	\$388,511	160	113,297	40,945

**CLEARVIEW REGIONAL HIGH 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)**

	NONPUBLIC TEXTBOOKS	HANDICAPPED SERVICES <u>NONPUBLIC SPEECH</u>	2012	2011
Revenues:				
State Sources	\$5,293	2,370	64,213	59,562
Federal Sources			631,901	822,665
Local Sources			20,660	10,129
Total Revenues	\$5,293	2,370	716,774	892,356
Expenditures:				
Instruction:				
Salaries of Teachers			63,911	76,328
Purchased Professional / Technical Services			14,071	11,925
Other Purchased Services			354,980	480,843
General Supplies			71,893	105,770
Textbooks	\$5,293		5,293	3,800
Other Objects			3,153	4,511
Total Instruction	5,293		513,301	683,177
Support Services:				
Salaries			14,665	14,955
Salaries - Other Professional Staff			34,290	19,563
Salaries - Secretarial & Clerical			33,736	37,371
Employee Benefits			11,513	14,398
Purchased Professional Services			45,088	21,235
Purchased Professional / Technical Services				28,774
Other Purchased Services		2,370	56,511	51,588
Travel			364	
Supplies & Materials			6,864	18,588
Other Objects			442	122
Total Support Services		2,370	203,473	206,594
Facilities Acquisition & Construction Services:				
Instructional Equipment				2,585
Total Facilities Acquisition & Construction Services				2,585
Total Expenditures	\$5,293	2,370	716,774	892,356

F. Capital Projects Fund



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

PROJECT TITLE	ORIGINAL DATE	APPROPRIATIONS	EXPENDITURES				SDA RECEIVABLE CANCELLED	UNEXPENDED BALANCE JUNE 30, 2012
			PRIOR YEAR	CURRENT YEAR	TRANSFER TO CAPITAL RESERVE	TRANSFER TO GENERAL FUND		
Roof Renovations to Middle School	06/21/09	\$1,179,930	\$1,114,809	3,220				61,901
Solar Panel Installation at Middle School	10/01/09	1,303,000	1,148,503					154,497
Room Renovation at Middle School	06/01/10	218,308	199,040			19,268		
Room 227 Renovation at High School	05/03/11	215,468	16,748	133,330	64,942		(448)	
Window Renovations at High School	12/23/10	343,057	32,241	176,836	133,329		(651)	
HVAC Renovations at High School	05/03/11	765,164	\$76,947	680,673				7,544
Total			\$2,588,288	994,059	198,271	19,268	(1,099)	223,942

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

Expenditures & Other Financing Uses:	
Purchased Professional & Technical Services	\$11,246
Construction Services	982,813
	<hr/>
Total Expenditures	994,059
	<hr/>
Other Financing Sources/(Uses):	
Cancellation of SDA Grant Receivable	(1,099)
Transfer to General Fund	(19,268)
Transfer to Capital Reserve	(198,271)
	<hr/>
Total Other Financing Sources/(Uses)	(218,638)
	<hr/>
Total Expenditures & Other Financing Sources/(Uses)	1,212,697
	<hr/>
Excess/(Deficiency) of Revenues Over/(Under) Expenditures	(1,212,697)
Fund Balance - Beginning	1,436,639
	<hr/>
Fund Balance - Ending	\$223,942
	<hr/> <hr/>

**CLEARVIEW REGIONAL HIGH SCHOOL DISTRICT
CAPITAL PROJECTS FUND
SCHEDULE OF REVENUES, EXPENDITURES, PROJECT BALANCE AND
PROJECT STATUS - BUDGETARY BASIS
ROOF RENOVATIONS AT THE MIDDLE SCHOOL
YEAR ENDED JUNE 30, 2012**

	PRIOR PERIODS	CURRENT YEAR	TOTALS	REVISED AUTHORIZED COST
Revenues & Other Financing Sources:				
State Sources - SDA Grant	\$586,257		586,257	586,257
Transfer from other project	49,056		49,056	49,056
Bond Proceeds & Transfers	544,617		544,617	544,617
Total Revenues	1,179,930		1,179,930	1,179,930
Expenditures & Other Financing Uses:				
Purchased Professional & Technical Services	36,348	3,220	39,568	39,568
Construction Services	1,078,461		1,078,461	1,078,461
Total Expenditures	1,114,809	3,220	1,118,029	1,118,029
Excess/(Deficiency) of Revenues Over/ (Under) Expenditures	\$65,121	(3,220)	61,901	61,901

ADDITIONAL PROJECT INFORMATION

Project Number	0870-030-09-1002
Grant Date	5/22/09
Bond Authorization Date	N/A
Bonds Authorized	N/A
Bonds Issued	N/A
Original Authorized Cost	\$1,179,930
Additional Authorized Cost	None
Revised Authorized Cost	1,179,930
Percentage Increase Over Original Authorized Cost	N/A
Percentage Completion	94.75%
Original Target Completion Date	September 2009
Revised Target Completion Date	September 2012

**CLEARVIEW REGIONAL HIGH SCHOOL DISTRICT
CAPITAL PROJECTS FUND
SCHEDULE OF REVENUES, EXPENDITURES, PROJECT BALANCE AND
PROJECT STATUS - BUDGETARY BASIS
SOLAR INSTALLATION AT THE MIDDLE SCHOOL
YEAR ENDED JUNE 30, 2012**

	PRIOR PERIODS	CURRENT YEAR	TOTALS	REVISED AUTHORIZED COST
Revenues & Other Financing Sources:				
State Sources - SDA Grant				
Bond Proceeds & Transfers	\$1,303,000		1,303,000	1,303,000
Total Revenues	1,303,000		1,303,000	1,303,000
Expenditures & Other Financing Uses:				
Purchased Professional & Technical Services	109,357		109,357	109,357
Construction Services	1,039,146		1,039,146	1,039,146
Total Expenditures	1,148,503		1,148,503	1,148,503
Excess/(Deficiency) of Revenues Over/ (Under) Expenditures	\$154,497	-	154,497	154,497

ADDITIONAL PROJECT INFORMATION

Project Number	0870-030-09-2000
Grant Date	N/A
Bond Authorization Date	04/21/09
Bonds Authorized	\$1,303,336
Bonds Issued	\$1,303,000
Original Authorized Cost	\$1,303,336
Additional Authorized Cost	None
Revised Authorized Cost	1,303,336
Percentage Increase Over Original Authorized Cost	N/A
Percentage Completion	88.14%
Original Target Completion Date	June 2010
Revised Target Completion Date	June 2010

**CLEARVIEW REGIONAL HIGH SCHOOL DISTRICT
CAPITAL PROJECTS FUND
SCHEDULE OF REVENUES, EXPENDITURES, PROJECT BALANCE AND
PROJECT STATUS - BUDGETARY BASIS
ROOM RENOVATIONS AT THE MIDDLE SCHOOL
YEAR ENDED JUNE 30, 2012**

	PRIOR PERIODS	CURRENT YEAR	TOTALS	REVISED AUTHORIZED COST
Revenues & Other Financing Sources:				
State Sources - SDA Grant	\$83,308		83,308	83,308
Bond Proceeds & Transfers	135,000		135,000	135,000
Total Revenues	218,308		218,308	218,308
Expenditures & Other Financing Uses:				
Purchased Professional & Technical Services	7,003		7,003	7,003
Construction Services	192,037		192,037	192,037
Transfer to General Fund		19,268	19,268	19,268
Total Expenditures	199,040	19,268	218,308	218,308
Excess/(Deficiency) of Revenues Over/ (Under) Expenditures	\$19,268	(19,268)	-	-

ADDITIONAL PROJECT INFORMATION

Project Number	0870-030-09-1003
Grant Date	9/2/2009
Bond Authorization Date	N/A
Bonds Authorized	N/A
Bonds Issued	N/A
Original Authorized Cost	\$165,664
Additional Authorized Cost	\$52,644
Revised Authorized Cost	218,308
Percentage Increase Over Original Authorized Cost	N/A
Percentage Completion	100.00%
Original Target Completion Date	September 2010
Revised Target Completion Date	

**CLEARVIEW REGIONAL HIGH SCHOOL DISTRICT
CAPITAL PROJECTS FUND
SCHEDULE OF REVENUES, EXPENDITURES, PROJECT BALANCE AND
PROJECT STATUS - BUDGETARY BASIS
ROOM 227 RENOVATIONS AT THE HIGH SCHOOL
YEAR ENDED JUNE 30, 2012**

	PRIOR PERIODS	CURRENT YEAR	TOTALS	REVISED AUTHORIZED COST
Revenues & Other Financing Sources:				
State Sources - SDA Grant	\$73,587	(448)	73,139	73,139
Bond Proceeds & Transfers	141,881		141,881	141,881
Total Revenues	215,468	(448)	215,020	215,020
Expenditures & Other Financing Uses:				
Purchased Professional & Technical Services	16,748	2,530	19,278	19,278
Construction Services		130,800	130,800	130,800
Transfer to Capital Reserve		64,942	64,942	64,942
Total Expenditures	16,748	198,272	215,020	215,020
Excess/(Deficiency) of Revenues Over/ (Under) Expenditures	\$198,720	(198,720)	-	-

ADDITIONAL PROJECT INFORMATION

Project Number	0870-020-10-1002
Grant Date	5/3/2011
Bond Authorization Date	N/A
Bonds Authorized	N/A
Bonds Issued	N/A
Original Authorized Cost	\$276,750
Additional Authorized Cost	
Revised Authorized Cost	276,750
Percentage Increase Over Original Authorized Cost	N/A
Percentage Completion	100.00%
Original Target Completion Date	September 2011
Revised Target Completion Date	

**CLEARVIEW REGIONAL HIGH SCHOOL DISTRICT
CAPITAL PROJECTS FUND
SCHEDULE OF REVENUES, EXPENDITURES, PROJECT BALANCE AND
PROJECT STATUS - BUDGETARY BASIS
WINDOW RENOVATIONS AT THE HIGH SCHOOL
YEAR ENDED JUNE 30, 2012**

	PRIOR PERIODS	CURRENT YEAR	TOTALS	REVISED AUTHORIZED COST
Revenues & Other Financing Sources:				
State Sources - SDA Grant	\$102,534	(651)	101,883	101,883
Bond Proceeds & Transfers	240,523		240,523	240,523
Total Revenues	343,057	(651)	342,406	342,406
Expenditures & Other Financing Uses:				
Purchased Professional & Technical Services	25,641	5,036	30,677	30,677
Construction Services	6,600	171,800	178,400	178,400
Transfer to Capital Reserve		133,329	133,329	133,329
Total Expenditures	32,241	310,165	342,406	342,406
Excess/(Deficiency) of Revenues Over/ (Under) Expenditures	\$310,816	(310,816)	-	-

ADDITIONAL PROJECT INFORMATION

Project Number	0870-020-10-1003
Grant Date	12/23/2010
Bond Authorization Date	N/A
Bonds Authorized	N/A
Bonds Issued	N/A
Original Authorized Cost	\$469,160
Additional Authorized Cost	
Revised Authorized Cost	469,160
Percentage Increase Over Original Authorized Cost	N/A
Percentage Completion	100.00%
Original Target Completion Date	September 2011
Revised Target Completion Date	

**CLEARVIEW REGIONAL HIGH SCHOOL DISTRICT
CAPITAL PROJECTS FUND
SCHEDULE OF REVENUES, EXPENDITURES, PROJECT BALANCE AND
PROJECT STATUS - BUDGETARY BASIS
HVAC RENOVATIONS AT THE HIGH SCHOOL
YEAR ENDED JUNE 30, 2012**

	PRIOR PERIODS	CURRENT YEAR	TOTALS	REVISED AUTHORIZED COST
Revenues & Other Financing Sources:				
State Sources - SDA Grant	\$264,954		264,954	264,954
Bond Proceeds & Transfers	500,210		500,210	500,210
Total Revenues	765,164		765,164	765,164
Expenditures & Other Financing Uses:				
Purchased Professional & Technical Services	30,397	460	30,857	30,857
Construction Services	46,550	680,213	726,763	726,763
Total Expenditures	76,947	680,673	757,620	757,620
Excess/(Deficiency) of Revenues Over/ (Under) Expenditures	\$688,217	(680,673)	7,544	7,544

ADDITIONAL PROJECT INFORMATION

Project Number	0870-020-10-1001
Grant Date	5/3/2011
Bond Authorization Date	N/A
Bonds Authorized	N/A
Bonds Issued	N/A
Original Authorized Cost	\$543,680
Additional Authorized Cost	\$221,483
Revised Authorized Cost	765,163
Percentage Increase Over Original Authorized Cost	N/A
Percentage Completion	99.01%
Original Target Completion Date	September 2011
Revised Target Completion Date	

G. Proprietary Funds



Enterprise Funds

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

ASSETS	BUSINESS-TYPE ACTIVITIES				2012	2011
	FOOD SERVICE FUND	SUMMER CAMPS	SCHOOL STORE	LITTLE PIONEERS		
Current Assets:						
Cash & Cash Equivalents	\$286,110	10,612	24,258	35,797	356,777	398,577
Accounts Receivable:						
State	179				179	742
Federal	3,163				3,163	5,676
Other	135				135	869
Interfund Receivable		920		1,580	2,500	1,310
Inventory	4,894		8,361		13,255	13,806
Total Current Assets	294,481	11,532	32,619	37,377	376,009	420,980
Noncurrent Assets:						
Furniture, Machinery & Equipment	298,742				298,742	298,742
Less: Accumulated Depreciation	(291,829)				(291,829)	(289,391)
Total Noncurrent Assets	6,913				6,913	9,351
Total Assets	301,394	11,532	32,619	37,377	382,922	430,331
LIABILITIES						
Current Liabilities:						
Accounts Payable	10,521	920		851	12,292	5,868
Deferred Revenue		5,800			5,800	
Interfund Payable	49,327		200		49,527	70,142
Total Current Liabilities	59,848	6,720	200	851	67,619	76,010
Noncurrent Liabilities:						
Compensated Absences	64,071				64,071	64,098
Total Noncurrent Liabilities	64,071				64,071	64,098
Total Liabilities	123,919	6,720	200	851	131,690	140,108
NET ASSETS						
Invested in Capital Assets, Net of Related Debt	6,913				6,913	9,351
Unrestricted	170,562	4,812	32,419	36,526	244,319	280,872
Total Net Assets	\$177,475	4,812	32,419	36,526	251,232	290,223

**CLEARVIEW REGIONAL HIGH 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)**

	BUSINESS-TYPE ACTIVITIES				2012	2011
	FOOD SERVICE FUND	SUMMER CAMPS	SCHOOL STORE	LITTLE PIONEERS		
Local Sources:						
Daily Sales - Reimbursable Programs	\$351,068				351,068	354,479
Daily Sales Nonreimbursable Programs	320,253				320,253	322,513
Special Functions	8,234				8,234	10,107
Miscellaneous	3,614	5,911	27,832	46,051	83,408	101,893
Total Operating Revenue	683,169	5,911	27,832	46,051	762,963	788,992
Operating Expenses:						
Salaries	443,486	3,304	3,000	31,624	481,414	493,667
Employee Benefits	33,949		230	2,944	37,123	37,013
Supplies and Materials	22,096			705	22,801	19,700
Other Purchased Services	6,573				6,573	6,759
Depreciation	2,438				2,438	2,438
Miscellaneous	157	798	4,798		5,753	1,127
Cost of Sales	382,502		26,388		408,890	372,321
Total Operating Expenses	891,201	4,102	34,416	35,273	964,992	933,025
Operating/(Loss)/Gain	(208,032)	1,809	(6,584)	10,778	(202,029)	(144,033)
Nonoperating Revenues/(Expenses):						
State Sources:						
State School Lunch Program	6,406				6,406	7,029
Federal Sources:						
National School Lunch Program	111,197				111,197	107,632
Food Distribution Program	42,915				42,915	34,835
Interest & Investment Revenue	2,520				2,520	4,737
Transfer from Governmental Activities						160
Total Nonoperating Revenues/ (Expenses)	163,038				163,038	154,393
Net Income/(Loss)	(44,994)	1,809	(6,584)	10,778	(38,991)	10,360
Net Assets - Beginning,	222,469	3,003	39,003	25,748	290,223	279,863
Total Net Assets - Ending	\$177,475	4,812	32,419	36,526	251,232	290,223

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

	BUSINESS-TYPE ACTIVITIES				2012	2011
	FOOD SERVICE FUND	SUMMER CAMPS	SCHOOL STORE	LITTLE PIONEERS		
Cash Flows From Operating Activities:						
Receipts from Customers	\$683,903	11,711	27,832	45,781	769,227	788,843
Payments to Suppliers	(427,590)	920	(30,335)	146	(456,859)	(381,139)
Payments to Employees	(443,513)	(3,304)	(3,000)	(31,624)	(481,441)	(493,208)
Payments for Employee Benefits	(33,949)	(1,718)	(230)	(2,944)	(38,841)	(37,023)
Net Cash Provided/(Used) by Operating Activities	(221,149)	7,609	(5,733)	11,359	(207,914)	(122,527)
Cash Flows From Non-Capital Financing Activities:						
Cash Received from State & Federal Reimbursements	163,594				163,594	161,955
Cash Received from Governmental Activities						160
Net Cash Provided by Non-Capital Financing Activities	163,594				163,594	162,115
Cash Flows From Investing Activities:						
Interest Income	2,520				2,520	4,737
Net Cash Provided by Investing Activities	2,520				2,520	4,737
Net Increase/(Decrease) in Cash & Cash Equivalents	(55,035)	7,609	(5,733)	11,359	(41,800)	44,325
Cash & Cash Equivalents, July 1	341,145	3,003	29,991	24,438	398,577	354,252
Cash & Cash Equivalents, June 30	\$286,110	10,612	24,258	35,797	356,777	398,577
RECONCILIATION OF OPERATING INCOME/(LOSS) TO NET CASH PROVIDED/(USED) BY OPERATING ACTIVITIES:						
Operating Income/(Loss)	(\$208,032)	1,809	(6,584)	10,778	(202,029)	(144,033)
Adjustments to Reconcile Operating Income/(Loss) in Cash Provided/(Used) by Operating Activities:						
Depreciation Expense	2,438				2,438	2,438
Change in Assets & Liabilities:						
(Increase)/Decrease in Accounts Receivable	734	(920)		(270)	(456)	1,051
(Increase)/Decrease in Inventory	(300)		851		551	10,005
(Increase)/Decrease in Deferred Revenue		5,800			5,800	(1,200)
Increase/(Decrease) in Accounts Payable	(15,962)	920		851	(14,191)	8,753
Increase/(Decrease) in Compensated Absences	(27)				(27)	459
Total Adjustments	(13,117)	5,800	851	581	(5,885)	21,506
Net Cash Provided/(Used) by Operating Activities	(221,149)	7,609	(5,733)	11,359	(207,914)	(122,527)

Internal Service Fund

**CLEARVIEW REGIONAL HIGH SCHOOL DISTRICT
INTERNAL SERVICE FUND
COMBINING STATEMENT OF NET ASSETS
AS OF JUNE 30, 2012
(With Comparative Totals for June 30, 2010)**

ASSETS	GOVERNMENTAL ACTIVITIES TRANSPORTATION CONSORTIUM	2012	2011
Current Assets:			
Receivables from Other Governments	\$435,203	435,203	219,727
Total Assets	435,203	435,203	219,727
LIABILITIES			
Cash Overdraft	422,646	422,646	208,371
Total Liabilities	422,646	422,646	208,371
NET ASSETS			
Unrestricted	12,557	12,557	11,356
Total Net Assets	\$12,557	12,557	11,356

**CLEARVIEW REGIONAL HIGH SCHOOL DISTRICT
INTERNAL SERVICE FUND
COMBINING STATEMENT OF REVENUES, EXPENSES AND
CHANGES IN FUND NET ASSETS
AS OF JUNE 30, 2012
(With Comparative Totals for June 30, 2011)**

GOVERNMENTAL ACTIVITIES

	TRANSPORTATION CONSORTIUM	2012	2011
OPERATING REVENUES:			
Local Sources:			
Transportation Fees	\$1,072,569	1,072,569	998,489
	<hr/>	<hr/>	<hr/>
Total Operating Revenue	1,072,569	1,072,569	998,489
	<hr/>	<hr/>	<hr/>
OPERATING EXPENSES:			
Salaries	489,932	489,932	460,826
Aid in Lieu	65,857	65,857	76,043
Contracted Services (Between Home & School) - Vendors	91,707	91,707	87,142
Contracted Services (Special Education Students) - Joint Agreements	96,483	96,483	104,920
Other Professional/Technical Services			
Other Purchased Services	22,315	22,315	23,953
Cleaning, Repair & Maintenance Services	92,294	92,294	66,539
Supplies & Materials	78,563	78,563	68,876
Miscellaneous Expenditures	495	495	339
Benefits	133,722	133,722	130,394
	<hr/>	<hr/>	<hr/>
Total Operating Expenses	1,071,368	1,071,368	1,019,032
	<hr/>	<hr/>	<hr/>
Net Income/(Loss)	1,201	1,201	(20,543)
Total Net Assets - July 1	11,356	11,356	31,899
	<hr/>	<hr/>	<hr/>
Total Net Assets - June 30	\$12,557	12,557	11,356
	<hr/>	<hr/>	<hr/>

**CLEARVIEW REGIONAL HIGH SCHOOL DISTRICT
INTERNAL SERVICE FUND
COMBINING STATEMENT OF CASH FLOWS
AS OF JUNE 30, 2012
(With Comparative Totals for June 30, 2011)**

	<u>GOVERNMENTAL ACTIVITIES</u>		
	<u>TRANSPORTATION</u>		
	<u>CONSORTIUM</u>	<u>2012</u>	<u>2011</u>
Cash Flows From Operating Activities:			
Receipts from Customers	\$857,093	857,093	1,039,926
Payments to Suppliers	(447,714)	(447,714)	(427,812)
Payments to Employees	(489,932)	(489,932)	(460,826)
Payments for Employee Benefits	(133,722)	(133,722)	(130,394)
	<hr/>	<hr/>	<hr/>
Net Cash Provided/(Used) by Operating Activities	(214,275)	(214,275)	20,894
	<hr/>	<hr/>	<hr/>
Net Increase/(Decrease) in Cash & Cash Equivalents	(214,275)	(214,275)	20,894
Cash & Cash Equivalents, July 1	(208,371)	(208,371)	(229,265)
	<hr/>	<hr/>	<hr/>
Cash & Cash Equivalents, June 30	(\$422,646)	(422,646)	(208,371)
	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>

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

Reconciliation of Operating Income (Loss) to Cash Provided/(Used) by Operating Activities:	(\$208,032)	(208,032)	
Operating Income (Loss)	1,201	1,201	(20,543)
Adjustments to Reconcile Operating Income/(Loss) in Cash Provided/(Used) by Operating Activities:			
Change in Assets & Liabilities:			
(Increase)/Decrease in Accounts Receivable	(215,476)	(215,476)	41,437
	<hr/>	<hr/>	<hr/>
Total Adjustments	(215,476)	(215,476)	41,437
	<hr/>	<hr/>	<hr/>
Net Cash Provided/(Used) by Operating Activities	(\$214,275)	(214,275)	20,894
	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>



H. Fiduciary Fund

**CLEARVIEW REGIONAL HIGH 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
	HALL OF HONOR	SCHOLARSHIP FUND	UNEMPLOYMENT COMPENSATION TRUST	PAYROLL FUND	STUDENT ACTIVITIES		
Cash & Cash Equivalents	\$1,064	11,590	199,735	199,384	381,011	792,784	751,395
Accounts Receivable							4,925
Interfund Accounts Receivable				3,784		3,784	
Total Assets	1,064	11,590	199,735	203,168	381,011	796,568	756,320
LIABILITIES							
Payroll Deductions & Withholdings				198,148		198,148	180,426
Due to Student Groups					374,551	374,551	362,490
Accounts Payable			9,642			9,642	5,157
Interfund Accounts Payable				59	6,460	6,519	4,331
Total Liabilities			9,642	198,207	381,011	588,860	552,404
NET ASSETS							
Held in Trust for Unemployment Claims & Other Purposes			190,093			190,093	198,191
Reserved for Academic Banquet				4,961		4,961	
Reserved for Scholarships	1,064	11,590				12,654	5,725
Total Net Assets	\$1,064	11,590	190,093	4,961	-	207,708	203,916

**CLEARVIEW REGIONAL HIGH SCHOOL DISTRICT
FIDUCIARY FUNDS
COMBINING STATEMENT CHANGES IN FIDUCIARY NET ASSETS
JUNE 30, 2012
(With Comparative Totals for June 30, 2011)**

	PRIVATE PURPOSE			2012	2011
	HALL OF HONOR	SCHOLARSHIP FUND	UNEMPLOYMENT COMPENSATION TRUST		
ADDITIONS:					
Contributions:					
Plan Member			51,058	51,058	12,781
Other		11,882		11,882	1,732
Total Contributions		11,882	51,058	62,940	14,513
Investment Earnings:					
Interest		47	1,556	1,603	3,384
Total Additions		11,929	52,614	64,543	17,897
DEDUCTIONS:					
Unemployment Claims			60,712	60,712	86,580
Scholarship Payments		5,000		5,000	3,500
Total Deductions		5,000	60,712	65,712	90,080
Change in Net Assets		6,929	(8,098)	(1,169)	(72,183)
Net Assets - Beginning	\$1,064	4,661	198,191	203,916	276,099
Net Assets - End	\$1,064	11,590	190,093	202,747	203,916

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

ASSETS	BALANCE JULY 1, 2011	CASH RECEIPTS	CASH DISBURSEMENTS	BALANCE JUNE 30, 2012
Middle School	\$38,520	103,050	93,048	48,522
High School	309,498	798,526	795,236	312,788
Athletics	13,102	78,996	72,397	19,701
Total Assets	<u>\$361,120</u>	<u>980,572</u>	<u>960,681</u>	<u>381,011</u>

**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	\$181,202	25,054,885	25,036,703	199,384
Interfunds Receivable		4,501	717	3,784
Total Assets	<u>\$181,202</u>	<u>25,059,386</u>	<u>25,037,420</u>	<u>203,168</u>
LIABILITIES				
Net Payroll Deductions & Withholdings	\$180,426	25,054,425	25,036,703	198,148
Academic Banquet		4,961		4,961
Interfunds Payable	776		717	59
Total Liabilities	<u>\$181,202</u>	<u>25,059,386</u>	<u>25,037,420</u>	<u>203,168</u>

I. Long-Term Debt



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

ISSUE	DATE OF ISSUE	AMOUNT OF ISSUE	ANNUAL MATURITY DATE	AMOUNT	INTEREST RATE	BALANCE JUNE 30, 2011	ISSUED	RETIRED	PRINCIPAL REDEEMED	BALANCE JUNE 30, 2012
School Refunding Bonds	12/1/1997	\$10,105,000	August 1, 2012	920,000	5.375%	\$4,550,000		925,000		3,625,000
			2013	915,000	5.375%					
			2014	910,000	5.375%					
			2015	880,000	5.375%					
Construction of Additions & Renovations to the Clearview Regional High School & Middle School and to Make the Necessary Onsite & Offsite Improvements & Purchase Necessary Furniture & Equipment Associated with the Construction and Renovations in These Various Facilities.	2/15/2003	23,867,000				750,000		750,000		
Installation of Solar Panels on the Middle School	12/23/09	1,303,000	January 15 2013	75,000	2.000%	1,233,000		75,000		1,158,000
			2014	80,000	2.250%					
			2015	80,000	2.500%					
			2016	80,000	3.000%					
			2017	85,000	3.250%					
			2018	85,000	3.250%					
			2019	90,000	3.500%					
			2020	90,000	4.250%					
			2021	95,000	4.250%					
			2022	95,000	4.250%					
			2023	100,000	4.250%					
			2024	100,000	4.250%					
			2025	103,000	4.250%					
School Refunding Bonds	11/10/2010	\$18,745,000	February 15, 2013	745,000	3.195%	18,620,000				18,620,000
			2014	790,000	4.000%					
			2015	880,000	4.000%					
			2016	980,000	3.796%					
			2017	1,905,000	3.724%					
			2018	1,945,000	4.514%					
			2019	2,070,000	4.495%					
			2020	2,175,000	4.057%					
			2021	2,300,000	4.435%					
			2022	2,415,000	3.901%					
			2023	2,415,000	3.250%					
Total						\$25,153,000	-	1,750,000	-	23,403,000

**CLEARVIEW REGIONAL HIGH 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	\$2,083,045		2,083,045	2,083,045		2,166,807		2,166,807	2,166,807	
Miscellaneous	66,730		66,730	66,730		90,408		90,408	90,408	
State Sources:										
Debt Service Aid Type II	545,637		545,637	545,637		569,699		569,699	569,699	
Total Revenues	2,695,412		2,695,412	2,695,412		2,826,914		2,826,914	2,826,914	
Expenditures:										
Regular Debt Service:										
Interest	1,035,053		1,035,053	1,035,053		1,198,129	(125,000)	1,073,129	983,488	89,641
Principal	1,750,000		1,750,000	1,750,000		1,755,000	125,000	1,880,000	1,880,000	
Total Expenditures	2,785,053		2,785,053	2,785,053		2,953,129		2,953,129	2,863,488	89,641
Excess/(Deficiency) of Revenues Over/(Under) Expenditures	(89,641)		(89,641)	(89,641)		(126,215)		(126,215)	(36,574)	(89,641)
Other Financing Sources/(Uses):										
Operating Transfers In						126,214		126,214	126,214	
Total Other Financing Sources/(Uses)						126,214		126,214	126,214	
Fund Balance, July 1	89,641		89,641	89,641		1		1	1	
Fund Balance, June 30	-		-	-		-		-	89,641	(89,641)

**CLEARVIEW REGIONAL HIGH SCHOOL DISTRICT
LONG-TERM DEBT
SCHEDULE OF COMPENSATED ABSENCES
JUNE 30, 2012**

	OUTSTANDING BALANCE 2011	ADDITIONS	DELETIONS	OUTSTANDING BALANCE 2012
Governmental Compensated Absences	\$994,671	25,309		1,019,980
Business-Type Compensated Absences	64,098		(27)	64,071
Total Compensated Absences	<u>\$1,058,769</u>	25,309	(27)	<u>1,084,051</u>

STATISTICAL SECTION (Unaudited)

CLEARVIEW REGIONAL HIGH SCHOOL DISTRICT
NET ASSETS BY COMPONENT
LAST TEN FISCAL YEARS
(Accrual Basis of Accounting)

	FISCAL YEAR ENDING JUNE 30,									
	2012	2011	2010	2009	2008	2007	2006	2005	2004	2003
Governmental Activities:										
Invested in Capital Assets, Net of Related Debt	\$24,107,126	23,014,071	20,778,036	20,055,146	19,201,338	18,703,670	18,386,953	16,694,414	1,011,948	(19,197,403)
Restricted	4,680,040	2,725,737	2,890,240	5,198,085	2,228,328	1,885,766	1,641,785	3,081,044	18,377,969	37,953,324
Unrestricted	(1,242,422)	15,534	(1,612,410)	(3,571,905)	(1,082,671)	(256,726)	(504,987)	(585,534)	(635,454)	(506,275)
Total Governmental Activities Net Assets	\$27,544,744	25,755,342	22,055,866	21,681,326	20,346,995	20,332,710	19,523,751	19,189,924	18,754,463	18,249,646
Business-Type Activities:										
Invested in Capital Assets, Net of Related Debt	\$6,913	9,351		23,418	38,939	54,770	70,629	86,489		
Unrestricted	244,319	280,872	279,863	306,780	288,269	317,912	217,996	184,396	242,855	180,638
Total Business-Type Activities Net Assets	\$251,232	290,223	279,863	330,198	327,208	372,682	288,625	270,885	242,855	180,638
District-Wide:										
Invested in Capital Assets, Net of Related Debt	\$24,114,039	23,023,422	20,778,036	20,078,564	19,240,277	18,758,440	18,457,582	16,780,903	1,011,948	(19,197,403)
Restricted	4,680,040	2,725,737	2,890,240	5,198,085	2,228,328	1,885,766	1,641,785	3,081,044	18,377,969	37,953,324
Unrestricted	(998,103)	296,406	(1,332,547)	(3,265,125)	(794,402)	61,186	(286,991)	(401,138)	(392,599)	(325,637)
Total District Net Assets	\$27,795,976	26,045,565	22,335,729	22,011,524	20,674,203	20,705,392	19,812,376	19,460,809	18,997,318	18,430,284

**CLEARVIEW REGIONAL HIGH SCHOOL DISTRICT
CHANGES IN NET ASSETS - (ACCRUAL BASIS OF ACCOUNTING)
LAST TEN FISCAL YEARS**

	FISCAL YEAR ENDING JUNE 30,									
	2012	2011	2010	2009	2008	2007	2006	2005	2004	2003
Expenses:										
Governmental Activities										
Instruction:										
Regular	\$10,149,928	9,915,997	10,022,303	9,724,632	10,022,531	8,918,946	8,621,926	8,370,371	8,161,004	7,508,780
Special Education	2,469,007	2,665,925	2,680,000	2,403,481	2,536,204	2,189,399	2,005,842	1,518,323	1,439,694	1,381,793
Other Special Instruction							20,764	58,090	86,791	90,602
Other Instruction	992,280	945,019	1,040,843	942,411	929,641	775,817	791,348	784,109	768,908	703,742
Support Services:										
Tuition	2,311,183	1,854,027	1,518,183	1,545,688	1,394,985	1,493,244	1,249,386	1,123,029	1,166,729	1,039,877
Student & Instruction Related Services	2,156,421	2,008,698	2,081,122	1,983,246	2,322,905	2,108,723	2,201,652	1,995,195	1,972,253	1,897,496
Health Services	227,527	222,492	210,694	190,890						
Educational Media Services/School Library	248,439	237,334	252,299	246,988						
School Administrative Services	1,347,192	1,344,021	1,384,234	1,396,326	1,281,321	1,224,773	1,195,480	1,094,175	1,181,695	1,155,019
General Administrative	609,313	480,870	513,154	535,255	547,617	508,473	447,203	491,834	929,214	922,847
Central Services	360,385	384,884	385,847	343,512	318,293	344,542	302,614	325,886		
Administrative Information Technology	314,798	294,408	337,071	288,704	211,271	178,311	190,846	177,729		
Plant Operations & Maintenance	2,393,098	2,533,372	3,046,405	2,505,800	3,088,083	2,880,766	2,725,302	2,042,682	1,547,118	1,400,099
Pupil Transportation	2,586,439	2,410,004	2,381,253	2,285,153	2,373,346	2,251,586	2,146,184	2,060,926	1,831,999	1,648,029
Employee Benefits	6,955,585	6,305,315	6,300,479	6,160,832	6,426,994	6,188,658	5,237,119	4,702,838	4,085,497	3,690,369
Special Schools	85,530	77,868	85,782	91,834	69,370	82,704	111,464	74,219	80,946	70,975
Adjustment to Capital Assets	(138,099)	(1,202,690)	885,563	15,803						
Interest on Long-Term Debt	805,946	1,397,228	1,218,307	1,266,312	1,351,969	1,404,224	1,450,636	1,501,397	1,551,851	566,374
Capital Outlay						3,490	67,457		64,082	47,265
Unallocated Depreciation	1,823,702	1,812,101	1,847,437	1,463,037	503,386	546,698	553,358	1,047,240	660,747	661,073
Amortization of Debt Issuance Costs	20,177	20,177	38,678	38,677						
Reduction of Capital Leases		(66,649)	(101,638)	(217,634)						
Unallocated Compensated Absences	25,309	(38,973)	(40,642)	(162,703)						
Total Governmental Activities Expenses	35,744,160	33,601,428	36,087,374	33,048,244	33,377,916	31,100,354	29,318,581	27,368,043	25,528,528	22,784,340
Business-Type Activities:										
Food Service	891,201	852,813	920,212	869,871	919,370	791,018	808,067	796,559	702,718	735,495
Other Activities	73,791	80,212	78,507	91,963	39,851	28,273	20,139	23,295	23,571	22,306
Total Business-Type Activities Expense	964,992	933,025	998,719	961,834	959,221	819,291	828,206	819,854	726,289	757,801
Total District Expenses	\$36,709,152	34,534,453	37,086,093	34,010,078	34,337,137	31,919,645	30,146,787	28,187,897	26,254,817	23,542,141

**CLEARVIEW REGIONAL HIGH SCHOOL DISTRICT
CHANGES IN NET ASSETS - (ACCRUAL BASIS OF ACCOUNTING)
LAST TEN FISCAL YEARS**

	FISCAL YEAR ENDING JUNE 30,									
	2012	2011	2010	2009	2008	2007	2006	2005	2004	2003
Program Revenues:										
Governmental Activities:										
Charges for Services & Operating Grants										
Instruction (Special Education)	\$513,301	683,177	723,996	442,589	561,416	377,014	470,982	426,772	378,518	219,001
Support Services:										
Student & Instruction & Related Services	203,473	206,594	283,751	222,626	227,289	208,917	205,251	141,076	181,128	230,487
Pupil Transportation	1,072,569	998,489	921,909	809,862	788,872	843,111	785,507	840,407	722,612	677,947
Employee Benefits	133,722	130,394	129,504	135,262	156,367	138,583	130,048	17,167		
Interest on Long-Term Debt	545,637	569,699	633,759	606,185						
Capital Outlay							50,965	98,863		15,006,088
Total Governmental Activities Program Revenues	2,468,702	2,588,353	2,692,919	2,216,524	1,733,944	1,567,625	1,642,753	1,524,285	1,282,258	16,133,523
Business-Type Activities:										
Charges for Services:										
Food Service	683,169	688,132	683,644	701,134	735,872	715,896	665,790	659,763	631,290	578,712
School Store	79,794	100,860	92,394	84,255	38,292	29,790	25,702	25,230	21,257	21,349
Operating Grants & Contributions	160,518	149,496	165,285	141,561	124,086	117,122	104,308	121,731	100,750	91,374
Total Business Type Activities Program Revenues	923,481	938,488	941,323	926,950	898,250	862,808	795,800	806,724	753,297	691,435
Total District Program Revenues	\$3,392,183	3,526,841	3,634,242	3,143,474	2,632,194	2,430,433	2,438,553	2,331,009	2,035,555	16,824,958
Net/(Expense)/Revenue:										
Governmental Activities	(\$33,275,458)	(31,013,075)	(33,394,455)	(30,831,720)	(31,643,972)	(29,532,729)	(27,675,828)	(25,843,758)	(24,246,270)	(6,650,817)
Business-Type Activities	(41,511)	5,463	(57,396)	(34,884)	(60,971)	43,517	(32,406)	(13,130)	27,008	(66,366)
Total District-Wide Net Expense	(\$33,316,969)	(31,007,612)	(33,451,851)	(30,866,604)	(31,704,943)	(29,489,212)	(27,708,234)	(25,856,888)	(24,219,262)	(6,717,183)

**CLEARVIEW REGIONAL HIGH SCHOOL DISTRICT
CHANGES IN NET ASSETS - (ACCRUAL BASIS OF ACCOUNTING)
LAST TEN FISCAL YEARS**

	FISCAL YEAR ENDING JUNE 30,									
	2012	2011	2010	2009	2008	2007	2006	2005	2004	2003
General Revenues & Other Changes in Net Assets:										
Governmental Activities:										
Property Taxes Levied for General Purposes, Net	\$15,441,399	15,289,560	14,701,500	14,444,883	14,036,426	13,321,073	11,774,979	10,496,234	9,366,222	8,454,175
Taxes Levied for Debt Service	2,083,045	2,166,807	2,175,364	2,176,412	2,068,825	1,946,686	1,979,049	1,960,052	1,964,371	560,170
Unrestricted Grants & Contributions	16,915,904	16,153,147	16,182,596	15,307,883	15,084,865	14,603,656	13,708,802	13,481,754	12,931,531	11,855,300
Tuition Received	169,243	185,411	138,002	171,444	145,057	124,389	74,400	19,850	29,704	30,160
Transportation Fees						10,637	25,511	59,085	47,973	
Investment Earnings	40,864	81,258	110,040	75,769	133,209	174,665	133,379	132,820	247,651	36,872
Miscellaneous Income	415,504	836,528	611,493	226,205	197,865	180,008	350,585	164,548	196,521	226,455
Bonds Authorized Not Issued										231
Other					(7,990)					
Transfers	(1,099)	(160)	(150,000)			(19,426)	(37,050)	(35,124)	(32,886)	(39,164)
Total Governmental Activities	35,064,860	34,712,551	33,768,995	32,402,596	31,658,257	30,341,688	28,009,655	26,279,219	24,751,087	21,124,199
Business-Type Activities:										
Investment Earnings	2,520	4,737	6,539	7,371	15,497	21,114	13,096	6,036	2,323	2,177
Transfers/Other		160	522			19,426	37,050	35,124	32,886	39,164
Total Business-Type Activities	2,520	4,897	7,061	7,371	15,497	40,540	50,146	41,160	35,209	41,341
Total District-Wide	\$35,067,380	34,717,448	33,776,056	32,409,967	31,673,754	30,382,228	28,059,801	26,320,379	24,786,296	21,165,540
Change in Net Assets:										
Governmental Activities	\$1,789,402	3,699,476	374,540	1,570,876	14,285	808,959	333,827	435,461	504,817	14,473,382
Business-Type Activities	(38,991)	10,360	(50,335)	(27,513)	(45,474)	84,057	17,740	28,030	62,217	(25,025)
Total District	\$1,750,411	3,709,836	324,205	1,543,363	(31,189)	893,016	351,567	463,491	567,034	14,448,357

**CLEARVIEW REGIONAL HIGH SCHOOL DISTRICT
FUND BALANCES AND GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
(Modified Accrual Basis of Accounting)**

	FISCAL YEAR ENDING JUNE 30,									
	2012	2011	2010	2009	2008	2007	2006	2005	2004	2003
General Fund:										
Reserved	\$4,851,556	3,491,912	2,838,742	3,342,513	2,087,353	1,877,038	1,226,607	801,598	921,567	1,038,443
Unreserved	(171,032)	(525,713)	(772,153)	(522,502)	54,245	42,822	13,452	201,545	259,766	227,532
Total General Fund	\$4,680,524	2,966,199	2,066,589	2,820,011	2,141,598	1,919,860	1,240,059	1,003,143	1,181,333	1,265,975
All Other Governmental Funds:										
Reserved			195,271			4,858	87,904	347,396		
Unreserved, Reported in:										
Special Revenue Fund										(4,253)
Capital Projects Fund	\$223,942	1,436,639	299,514	126,214	239,689	279,639	395,151	1,715,083	17,427,445	36,914,880
Debt Service Fund		89,641	1	1		1	3	4	28,957	1
Total All Other Governmental Funds	\$223,942	1,526,280	494,786	126,215	239,689	284,498	483,058	2,062,483	17,456,402	36,910,628

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

	2012	2011	2010	2009	2008	2007	2006	2005	2004	2003
Revenues:										
Taxes Local	\$17,524,444	17,456,367	16,876,864	16,621,295	16,105,251	15,267,759	13,754,028	12,456,286	11,330,593	9,014,345
Tuition Charges	169,243	185,411	138,002	171,444	145,057	124,389	74,400	19,850	29,704	30,160
Transportation	44,475	31,448	22,915	8,037		10,637	25,511	59,085	47,973	37,563
Interest Earnings	40,864	81,258	110,040	75,769	133,209	174,665	133,379	132,820	247,651	96,204
Miscellaneous	371,029	805,080	588,578	218,168	197,865	180,008	350,585	164,548	196,521	129,560
State Sources	17,037,663	16,789,952	14,635,581	15,994,794	15,173,779	14,691,318	13,842,691	13,619,227	13,007,734	12,013,209
Federal Sources	1,140,652	822,665	3,188,521	584,489	721,075	519,187	610,956	546,405	483,443	337,084
Total Revenue	36,328,370	36,172,181	35,560,501	33,673,996	32,476,236	30,967,963	28,791,550	26,998,221	25,343,619	21,658,125
Expenditures:										
Instruction:										
Regular Instruction	10,149,928	9,915,997	10,022,303	9,724,632	9,573,755	8,967,748	8,661,551	8,607,890	8,063,374	7,221,413
Special Education Instruction	2,469,007	2,665,925	2,680,000	2,403,481	2,506,885	2,188,428	2,004,960	1,518,323	1,439,694	1,600,794
Other Special Instruction							30,764	68,090	66,791	90,602
Other Instruction	992,280	945,019	1,040,843	942,411	927,232	773,408	788,939	784,109	768,908	703,742
Undistributed:										
Tuition	2,311,183	1,854,027	1,518,183	1,545,688	1,394,985	1,493,244	1,249,386	1,123,029	1,166,729	1,039,877
Attendance & Social Work Services	74,991	70,710	83,860	82,898	81,856	78,639	73,419	46,537	18,047	2,985
Health Services	227,527	222,492	210,694	190,890	200,137	192,000	221,365	206,918	177,113	160,804
Related Services	318,366	294,601	361,663	290,260	51,909	60,360	54,900	50,885	47,885	44,885
Extraordinary Services	81,604	28,566	22,823	11,043	20,207	6,904	200,172	89,056	56,519	50,647
Support Services - Students:										
Regular	878,294	859,004	851,845	852,089	823,806	733,441	731,898	703,241	678,725	648,782
Special	305,270	289,251	308,135	307,465	544,087	513,429	505,468	458,149	482,201	512,296
Improvement of Instruction	497,896	466,566	452,796	439,491	296,185	271,038	141,783	166,362	186,136	157,112
Educational Media Services	248,439	237,334	252,299	246,988	248,003	245,062	236,221	238,112	238,334	231,249
Instructional Staff Training	56,054	48,979	40,847	18,601	9,759	8,380	74,847	81,929	77,119	81,882
General Administration	553,259	431,891	472,307	516,654	517,043	480,882	402,925	448,018	404,832	439,458
School Administration	1,347,192	1,344,021	1,384,234	1,396,326	1,258,848	1,229,004	1,191,311	1,120,425	1,181,695	1,155,019
Central Administration	360,385	384,884	385,847	343,512	317,997	343,896	331,739	325,886		

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

Expenditures (continued):	2012	2011	2010	2009	2008	2007	2006	2005	2004	2003
Administration Information Technology	314,798	294,408	337,071	288,704	216,815	177,744	188,951	177,729		
Allowable Maintenance for School Facilit	424,605	460,011	915,645	418,131	309,706	309,875	280,449	285,519	274,666	188,467
Operation & Maintenance of Plant Serv	1,968,493	2,073,361	2,130,760	2,087,669	1,999,859	1,863,122	1,753,913	1,789,166	1,255,297	1,204,986
Student Transportation	1,515,071	1,390,972	1,488,065	1,477,110	1,617,066	1,569,365	1,447,380	1,309,755	1,148,141	960,044
Business & Other Support Services									466,682	472,312
Unallocated Benefits	6,821,863	6,174,921	6,170,975	6,025,570	6,267,565	6,069,425	5,121,456	4,630,756	4,083,735	3,681,922
Capital Outlay	1,128,196	846,621	3,072,252	625,014	349,263	595,614	1,887,402	763,073	20,358,961	2,523,507
Special Schools	85,530	77,868	85,782	91,834	69,370	82,704	111,464	74,219	80,946	70,975
Debt Service Expenditures:										
Principal	1,750,000	1,880,000	1,585,000	1,490,000	1,345,000	1,130,000	1,135,000	1,090,000	1,000,000	575,000
Interest	1,035,053	983,488	1,224,123	1,292,596	1,351,969	1,404,224	1,450,636	1,501,397	1,551,851	566,374
Total Expenditures	35,915,284	34,240,917	37,098,352	33,109,057	32,299,307	30,787,936	30,278,299	27,658,573	45,274,381	24,385,134
Excess (Deficiency) of Revenues Over/(Under) Expenditures	413,086	1,931,264	(1,537,851)	564,939	176,929	180,027	(1,486,749)	(660,352)	(19,930,762)	(2,727,009)
Other Financing Sources/(Uses):										
Proceeds from Borrowing									23,867,000	
EDA Grant									14,960,583	
Bonds Authorized Not Issued									231	
Sale of Bonds	(1,099)		1,303,000							
Capital Leases (Non-Budgeted)					320,640	181,290	488,333	424,780		338,000
Transfers Out - Food Service		(160)			(19,426)	(37,050)	(35,124)	(32,886)	(39,164)	(37,254)
Transfers Out - Unemployment			(150,000)							
Transfers Out - Internal Service Fund										(17,441)
Total Other Financing Sources/(Uses)	(1,099)	(160)	1,153,000		301,214	144,240	453,209	391,894	38,788,650	283,305
Net Change in Fund Balances	\$411,987	1,931,104	(384,851)	564,939	478,143	324,267	(1,033,540)	(268,458)	18,857,888	(2,443,704)
Debt Service as a Percentage of Noncapital Expenditures	8.01%	8.57%	8.26%	8.57%	8.44%	8.39%	9.11%	9.64%	10.24%	5.22%

Source: District Records

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

	FISCAL YEAR ENDING JUNE 30,	FACILITY USE/ RENTAL	ENERGY SAVINGS	MISC	CORE Rebate	PRIOR YEAR REFUNDS	INSURANCE DIVIDEND	PRIOR PAYABLE ADJUSTMENT	ADULT SCHOOL	SUMMER PROGRAMS	SPORTS PROGRAM	SREC SALES	GATE RECEIPTS	INSURANCE SETTLEMENT	TOTAL
109	2012	\$1,856		41,141		147,266			76,112				17,264		283,639
	2011	2,340		21,297	421,594	73,803			64,427			97,413	23,031	638	704,542
	2010	3,218		22,484		57,958		1	74,555				15,461	406,819	580,496
	2009	15,935		33,885		23,438	33,214	3,285	80,849				27,562		218,168
	2008	2,746		21,981		60,196			91,641				21,301		197,865
	2007	1,863		1,820		52,128			100,747				23,450		180,008
	2006	830	92,708	466		81,105	39,313		99,337		12,159		24,667		350,585
	2005	400		5,823		34,807		26,723	74,219				22,576		164,548
	2004	2,275	47,000	12,914		34,024		573	65,495	5,904	9,548		18,788		196,521
	2003	3,775		1,808		15,753			73,060	7,946	8,674		18,544		129,560

Source: District records

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

FISCAL YEAR ENDED JUNE 30,	VACANT LAND	RESIDENTIAL	FARM REG.	QFARM	COMMERCIAL	INDUSTRIAL	APARTMENT	TOTAL ASSESSED VALUE	PUBLIC UTILITIES	NET VALUATION TAXABLE	TOTAL DIRECT SCHOOL TAX RATE	ESTIMATED
												ACTUAL (COUNTY EQUALIZED) VALUE
Harrison												
2012	\$28,662,100	1,175,818,900	31,758,500	2,866,900	89,881,800	N/A	7,297,300	1,336,285,500	3,724,475	1,340,009,975	0.644	1,416,201,622
2011	32,150,900	1,162,559,600	32,733,200	2,866,800	84,819,400	N/A	7,297,300	1,322,427,200	3,683,324	1,326,110,524	0.646	1,444,106,776
2010	36,974,600	1,147,615,700	32,252,500	2,054,900	92,451,900	N/A	7,297,300	1,318,646,900	4,538,574	1,323,185,474	0.642	1,514,985,628
2009	27,824,900	728,280,000	18,219,200	2,152,600	42,036,700	N/A	4,531,500	823,044,900	2,362,052	825,406,952	1.030	1,541,193,020
2008	27,451,400	706,145,500	19,247,600	3,046,700	41,229,100	N/A	4,531,500	801,651,800	2,338,529	803,990,329	1.032	1,509,866,503
2007	31,226,000	664,202,700	19,726,300	3,193,000	40,081,600	N/A	4,531,500	762,961,100	2,350,519	765,311,619	1.036	1,376,957,601
2006	34,589,800	606,152,600	20,890,700	3,306,300	36,465,600	N/A	4,531,500	705,936,500	2,540,406	708,476,906	1.016	1,134,787,600
2005	26,494,200	561,065,400	19,440,600	3,399,800	29,169,500	N/A	4,532,900	644,102,400	3,034,864	647,137,264	1.010	928,992,654
2004	27,697,800	522,750,700	19,677,600	3,788,400	26,995,900	N/A	4,532,900	605,443,300	3,335,537	608,778,837	0.930	803,353,740
2003	20,556,200	481,423,500	19,482,900	3,924,200	23,627,800	N/A	4,490,200	553,504,800	3,765,971	557,270,771	0.923	678,779,242
Mantua												
2012	\$20,729,200	1,097,392,800	26,728,600	1,677,400	185,562,100	13,942,400	2,980,000	1,349,012,500		1,349,012,500	0.680	
2011	12,371,200	650,155,200	14,066,000	1,209,800	84,685,900	5,612,300	1,672,000	769,772,400	2,126,051	771,898,451	1.160	1,519,056,575
2010	13,462,900	646,079,800	14,473,400	1,230,900	83,909,100	5,845,300	1,672,000	766,673,400	2,261,469	768,934,869	1.166	1,569,795,709
2009	16,329,000	644,079,700	14,380,700	1,225,800	78,278,400	7,187,200	1,672,000	763,152,800	2,246,773	765,399,573	1.094	1,556,819,257
2008	17,614,100	636,102,700	14,432,000	1,236,400	74,828,500	7,217,800	1,672,000	753,103,500	2,307,158	755,410,658	1.101	1,486,736,190
2007	16,885,400	617,292,200	14,091,000	1,325,000	74,808,500	7,217,800	1,914,100	733,534,000	2,405,109	735,939,109	1.110	1,336,157,452
2006	17,752,100	600,727,300	14,159,800	1,362,200	71,000,200	7,790,800	1,914,100	714,706,500	2,657,281	717,363,781	1.124	1,172,544,290
2005	11,191,800	595,248,800	14,211,800	1,421,600	70,010,400	7,790,800	2,088,800	701,964,000	3,226,601	705,190,601	1.023	1,005,618,868
2004	13,298,600	577,710,100	14,571,100	1,430,000	62,340,200	7,790,800	2,088,800	679,229,600	3,748,510	682,978,110	0.993	876,309,836
2003	16,454,200	563,120,500	14,115,500	1,450,300	53,777,985	7,790,800	2,088,800	658,798,085	4,198,632	662,996,717	0.932	776,181,507

b. Tax rates are per \$100

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

FISCAL YEAR ENDED JUNE 30,	SCHOOL DISTRICT DIRECT RATE			OVERLAPPING RATES					TOTAL DIRECT AND OVERLAPPING TAX RATE
	BASIC RATE	GENERAL OBLIGATION DEBT SERVICES	TOTAL DIRECT SCHOOL TAX RATE	TOWNSHIP OF HARRISON OF HARRISON	TOWNSHIP OF HARRISON SCHOOL DISTRICT	TOWNSHIP OF HARRISON FIRE DISTRICT	TOWNSHIP OF HARRISON OPEN SPACE	GLOUCESTER COUNTY	
Harrison									
2012	0.569	0.075	0.644	0.4070	0.8590	0.0970	0.043	0.5840	2.634
2011	0.569	0.077	0.646	0.2870	0.8600	0.0980	0.060	0.6290	2.580
2010	0.562	0.080	0.642	0.2720	0.8650	0.0970	0.060	0.6750	2.611
2009	0.897	0.133	1.030	0.3330	1.3180	0.1490	0.060	1.1070	3.997
2008	0.899	0.133	1.032	0.3210	1.3490	0.1500	0.060	1.1130	4.025
2007	0.904	0.132	1.036	0.2990	1.3940	0.1490	0.060	1.0680	4.006
2006	0.870	0.146	1.016	0.2660	1.4150	0.1360	0.060	1.0160	3.909
2005	0.851	0.159	1.010	0.2670	1.4040	0.1190	0.060	0.9860	3.846
2004	0.769	0.161	0.930	0.2670	1.3950	0.1120	0.020	0.8820	3.606
2003	0.866	0.057	0.923	0.2750	1.3480	0.1170	0.020	0.8140	3.497
Mantua									
2012	0.600	0.080	0.680	0.571	0.978	0.0600	0.200	0.641	3.130
2011	1.022	0.138	1.160	0.920	1.471	0.0970	0.020	1.146	4.814
2010	1.025	0.141	1.166	0.920	1.595	0.1010	0.020	1.206	5.008
2009	0.953	0.141	1.094	0.919	1.569	0.1000	0.020	1.040	4.742
2008	0.960	0.141	1.101	0.864	1.534	0.0970	0.020	1.165	4.781
2007	0.968	0.142	1.110	0.781	1.550	0.0990	0.020	1.078	4.638
2006	0.962	0.162	1.124	0.171	1.520	N/A	0.020	1.038	3.873
2005	0.862	0.161	1.023	0.665	1.439	N/A	0.020	0.980	4.127
2004	0.821	0.172	0.993	0.596	1.394	N/A	0.010	0.858	3.851
2003	0.874	0.058	0.932	0.546	1.317	N/A	0.010	0.784	3.589

**CLEARVIEW REGIONAL HIGH SCHOOL DISTRICT
PRINCIPAL PROPERTY TAX PAYERS,
CURRENT YEAR AND NINE YEARS AGO**

HARRISON TOWNSHIP

TAXPAYER	2012		2003	
	TAXABLE ASSESSED VALUE	% OF TOTAL DISTRICT NET ASSESSED VALUATION	TAXABLE ASSESSED VALUE	% OF TOTAL DISTRICT NET ASSESSED VALUATION
AEW SCT Mullica Hill, LLC	\$14,000,000	24.89%		
Taxpayer #1			672,200	3.68%
Farmers National Bank			798,000	4.37%
Commerce Bank, Atrium HQ			775,000	4.24%
Pulte Homes			772,700	4.23%
Mullica Assoc. & Finance, Inc.			990,400	5.42%
Mullica Hill Self Storage			1,640,900	8.99%
Holding Smith, Inc.			819,800	4.49%
Mullica West Ltd.	6,224,000	11.06%	4,095,000	22.43%
Mantec Associates	5,884,000	10.46%	3,105,200	17.01%
Mullica Hill Commons, LLC	5,407,300	9.61%		
Storage Quest	4,575,000	8.13%		
Madison/Canuso C/O Lisa Cheung	4,473,900	7.95%		
Woodland Four, LLC	4,114,400	7.31%		
Underwood Memorial Hospital	4,000,000	7.11%		
Wheatley Meadows Associates, LLC	3,848,400	6.84%		
Verizon Property Tax Department	3,724,475	6.62%		
Bell Atlantic			4,590,806	25.14%
Total	\$56,251,475	100.00%	18,260,006	100.00%

MANTUA TOWNSHIP

TAXPAYER	2012		2003	
	TAXABLE ASSESSED VALUE	% OF TOTAL DISTRICT NET ASSESSED VALUATION	TAXABLE ASSESSED VALUE	% OF TOTAL DISTRICT NET ASSESSED VALUATION
Belina Dev & Brooklawn Out Lot LLC	\$13,088,200	13.53%		
Lowes Home Center, Inc.	14,623,700	15.11%		
Home Depot, U.S.A. Inc.	11,302,900	11.68%	6,535,000	18.15%
Target Corporation	14,676,900	15.17%		
Kohl's Department Store	11,675,900	12.07%		
Wilkins Industrial Park	6,646,900	6.87%		
Timberline Plaza	7,568,800	7.82%		
Spirit Master Funding	6,022,400	6.22%		
Bristol Development Corp			6,259,700	17.39%
Mantua Partners, NJ			4,449,800	12.36%
Wilkins Industrial Park			4,144,000	11.51%
Frezza LLC	5,545,500	5.73%	3,965,300	11.01%
K-Tron	5,613,100	5.80%	3,327,500	9.24%
Campbell's Auto Express			2,432,100	6.76%
Public Storage, Inc.			1,826,800	5.07%
Eagles Nest Golf Club LLC			1,561,900	4.34%
Chestnut Valley			1,499,900	4.17%
Total	\$96,764,300	86.47%	36,002,000	100.00%

**CLEARVIEW REGIONAL HIGH SCHOOL DISTRICT
PROPERTY TAX LEVIES AND COLLECTIONS
LAST TEN FISCAL YEARS**

HARRISON TOWNSHIP

YEAR ENDED DECEMBER 31	TAXES LEVIED FOR THE FISCAL YEAR	COLLECTED WITH THE FISCAL YEAR		COLLECTIONS IN SUBSEQUENT YEAR
		AMOUNT	PERCENT OF LEVY	
2012	\$7,550,040	7,550,040	100.00%	-
2011	7,436,680	7,436,680	100.00%	-
2010	7,407,108	7,407,108	100.00%	-
2009	7,215,213	7,215,213	100.00%	-
2008	6,911,356	6,911,356	100.00%	-
2007	6,284,724	6,284,704	100.00%	-
2006	5,667,508	5,667,508	100.00%	-
2005	5,146,144	5,146,144	100.00%	-
2004	3,848,405	3,848,405	100.00%	-
2003	3,288,641	3,288,641	100.00%	-

MANTUA TOWNSHIP

YEAR ENDED DECEMBER 31	TAXES LEVIED FOR THE FISCAL YEAR	COLLECTED WITH THE FISCAL YEAR		COLLECTIONS IN SUBSEQUENT YEAR
		AMOUNT	PERCENT OF LEVY	
2012	\$7,891,359	7,891,359	100.00%	-
2011	7,852,880	7,852,880	100.00%	-
2010	7,294,392	7,294,392	100.00%	-
2009	7,229,670	7,229,670	100.00%	-
2008	7,125,070	7,125,070	100.00%	-
2007	7,036,349	7,036,349	100.00%	-
2006	6,788,778	6,788,778	100.00%	-
2005	6,184,449	6,184,449	100.00%	-
2004	5,165,940	5,165,940	100.00%	-
2003	4,739,225	4,739,225	100.00%	-

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

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

FISCAL YEAR ENDED JUNE 20,	GOVERNMENTAL ACTIVITIES				BOND ANTICIPATION NOTES (BANs)	TOTAL DISTRICT	PERCENTAGE OF PER CAPITA INCOME
	GENERAL OBLIGATION BONDS	CERTIFICATES OF PARTICIPATION	CAPITAL LEASES				
2012	\$23,403,000	N/A	N/A		N/A	23,403,000	N/A
2011	25,153,000	N/A	N/A		N/A	25,153,000	N/A
2010	27,255,000	N/A	66,649		N/A	27,321,649	N/A
2009	27,537,000	N/A	168,287		N/A	27,705,287	N/A
2008	29,027,000	N/A	385,922		N/A	29,412,922	6.06%
2007	30,372,000	N/A	685,491		N/A	31,057,491	6.40%
2006	31,502,000	N/A	734,824		N/A	32,236,824	3.00%
2005	32,637,000	N/A	880,137		N/A	33,517,137	3.73%
2004	33,727,000	N/A	681,392		N/A	34,408,392	4.07%
2003	34,727,000	N/A	472,207		N/A	35,199,207	4.55%

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

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

FISCAL YEAR ENDED JUNE 30,	GENERAL BONDED DEBT OUTSTANDING		NET GENERAL BONDED DEBT OUTSTANDING	PERCENTAGE OF ACTUAL TAXABLE VALUE OF PROPERTY	PER CAPITA
	GENERAL OBLIGATION BONDS	DEDUCTIONS			
2012	\$23,403,000		23,403,000	N/A	N/A
2011	25,153,000		25,153,000	N/A	N/A
2010	27,255,000		27,255,000	2.06%	2,165
2009	27,537,000		27,537,000	3.34%	2,188
2008	29,027,000		29,027,000	3.61%	2,335
2007	30,372,000		30,372,000	3.98%	2,481
2006	31,502,000		31,502,000	4.46%	2,668
2005	32,637,000		32,637,000	5.07%	2,903
2004	33,727,000		33,727,000	5.57%	3,100
2003	34,727,000		34,727,000	6.27%	3,368

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

GOVERNMENTAL UNIT	DEBT OUTSTANDING	PERCENTAGE APPLICABLE	OVERLAPPING DEBT
Harrison			
Debt Repaid With Property Taxes:			
Harrison Township	\$31,403,339	100.000%	\$31,403,339
Gloucester County General Obligation Debt	280,798,408	5.150%	14,461,118
Regional School Debt	23,403,000	48.861%	<u>11,434,940</u>
Total Direct & Overlapping Debt			<u><u>\$57,299,397</u></u>
Mantua			
Debt Repaid With Property Taxes:			
Mantua Township	\$13,829,983	100.000%	\$13,829,983
Gloucester County General Obligation Debt	280,798,408	5.310%	14,910,395
Regional School Debt	23,403,000	51.139%	<u>11,968,060</u>
Total Direct & Overlapping Debt			<u><u>\$40,708,439</u></u>

Sources: Assessed value data used to estimate applicable percentages provided by the Burlington 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.

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

	2012	2011	2010	2009	2008	2007	2006	2005	2004	2003
Debt Limit	\$103,083,916	105,222,596	104,451,175	98,907,428	88,869,408	76,708,527	65,091,200	55,738,284	48,704,284	43,826,998
Total Net Debt Applicable to Limit	<u>23,403,000</u>	<u>25,153,000</u>	<u>27,255,000</u>	<u>27,537,000</u>	<u>29,027,000</u>	<u>30,372,000</u>	<u>31,502,000</u>	<u>32,637,000</u>	<u>33,727,000</u>	<u>34,727,000</u>
Legal Debt Margin	<u>\$79,680,916</u>	<u>80,069,596</u>	<u>77,196,175</u>	<u>71,370,428</u>	<u>59,842,408</u>	<u>46,336,527</u>	<u>33,589,200</u>	<u>23,101,284</u>	<u>14,977,284</u>	<u>9,099,998</u>
Total Net Debt Applicable to the Limit as a Percentage of Debt Limit	22.70%	23.90%	26.09%	27.84%	32.66%	39.59%	48.40%	58.55%	69.25%	79.24%

117

Legal Debt Margin Calculation for Fiscal Year 2011

	Equalized Valuation Basis			
	Harrison	Mantua	Total	
	2011	\$1,397,618,108	\$1,452,400,755	2,850,018,863
	2010	1,434,559,291	1,508,308,873	2,942,868,164
	2009	1,485,104,575	1,557,772,607	<u>3,042,877,182</u>
				<u>\$8,835,764,209</u>
Average Equalized Valuation of Taxable Property				<u>\$2,945,254,736</u>
Debt Limit (3.5 % of Average Equalization Value)				<u>\$103,083,916</u>
Net Bonded School Debt				<u>23,403,000</u>
Legal Debt Margin				<u>\$79,680,916</u>

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

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

YEAR	POPULATION (a)	PERSONAL INCOME	PER CAPITA PERSONAL INCOME (c)	UNEMPLOYMENT RATE (d)
Harrison				
2012	12,453	N/A	N/A	N/A
2011	12,453	N/A	N/A	7.9%
2010	12,430	N/A	41,337	8.1%
2009	12,587	N/A	39,591	7.6%
2008	12,436	485,501,440	39,040	5.2%
2007	12,230	456,558,130	37,331	4.0%
2006	11,804	425,841,104	36,076	4.4%
2005	11,237	385,530,233	34,309	4.1%
2004	10,875	357,417,750	32,866	3.5%
2003	10,308	320,434,488	31,086	4.0%
Mantua				
2012	15,259	N/A	N/A	N/A
2011	15,259	N/A	N/A	9.2%
2010	15,231	N/A	41,337	9.4%
2009	15,216	N/A	39,591	8.9%
2008	15,177	592,510,080	39,040	6.0%
2007	15,201	567,468,531	37,331	4.7%
2006	15,142	546,262,792	36,076	5.1%
2005	14,920	511,890,280	34,309	4.7%
2004	14,846	487,928,636	32,866	3.1%
2003	14,599	453,824,514	31,086	3.6%

Source:

^a Population information provided by the NJ Dept of Labor and Workforce Development

^b Personal income

^c Per Capita

^d Unemployment data provided by the NJ Dept of Labor and Workforce Development

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

EMPLOYER	2012		PERCENTAGE OF TOTAL EMPLOYMENT
	EMPLOYEES	RANK (OPTIONAL)	
Underwood Memorial Hospital	1,825	1	15.67%
Kennedy Hospital	1,675	2	14.38%
County of Gloucester	1,500	3	12.88%
Washington Township School District	1,498	4	12.86%
Rowan University	1,483	5	12.73%
Missa Bay, LLC	950	6	8.16%
Monroe Township School District	792	7	6.80%
U.S. Food Services	725	8	6.22%
Exxon Mobile Research & Development	700	9	6.01%
Delaware Valley Wholesale Florist	500	10	4.29%
	<u>11,648</u>		<u>100.00%</u>

2003

NOT AVAILABLE

Source: Information provided by the Gloucester County Office of Economic Development and Employer Directly.

**CLEARVIEW REGIONAL HIGH SCHOOL DISTRICT
FULL-TIME EQUIVALENT DISTRICT EMPLOYEES BY FUNCTION/PROGRAM
LAST TEN FISCAL YEARS**

Function/Program	2012	2011	2010	2009	2008	2007	2006	2005	2004	2003
Instruction:										
Regular	149.6	160.2	155.0	155.0	150.5	149.5	148.0	145.0	139.0	136.0
Special Education	37.9	26.5	36.0	36.0	40.5	39.5	37.0	35.0	33.0	31.0
Other Special Education									1.0	1.0
Other Instruction		3.0	3.0	3.0	2.5	2.5	2.5	2.0	2.0	2.0
Adult/Continuing Education Program	0.5	0.5	0.5	0.5	0.5	0.5	0.5	0.5	0.5	0.5
Support Services:										
Attendance & Social Work	2.7	3.0	3.0	3.0	3.0	3.0	3.0	3.0	2.0	2.0
Health Services	4.4	4.2	4.2	4.2	3.7	3.7	3.7	3.7	3.5	3.0
Related Services	1.6	1.6	1.6	1.6	1.0	1.0	1.0	1.0	1.0	1.0
Extraordinary Services										
Guidance Services	14.2	14.0	14.0	14.0	11.7	11.7	11.5	11.0	11.0	11.0
Child Study Team	5.2	6.0	6.0	6.0	6.0	6.0	6.5	6.0	6.0	6.0
Improvement of Instruction	5.0	5.0	5.0	5.0	3.0	3.0	2.0	1.0	1.0	1.0
Media Services	3.0	3.0	3.0	3.0	3.0	3.0	4.0	4.0	4.0	4.0
Professional Development	0.5	0.5	1.0	1.0				1.0	1.0	1.0
General Administration	2.0	2.0	2.0	2.0	2.0	2.0	2.0	2.0	2.0	2.0
School Administration	15.5	15.5	16.0	16.0	14.5	14.5	14.0	14.0	14.0	14.0
Central Services	5.0	5.0	5.0	5.0	5.2	5.2	5.0	4.8	4.8	4.8
Administrative Information Technology	4.5	4.5	4.5	4.5	3.0	3.0	3.0	3.0	3.0	2.5
Plants Operations & Maintenance	26.8	29.0	28.0	28.0	22.5	22.5	21.5	20.0	18.0	18.0
Pupil Transportation	23.9	40.0	37.0	37.0	38.2	38.2	38.0	37.0	36.0	35.0
Other Support Services	3.0	3.5	3.5	3.5	0.5	0.4	0.4	0.4	0.4	0.4
Food Service	20.0	20.0	21.0	22.0	22.0	22.0	23.0	22.0	21.0	21.0
Total	325.3	347.0	349.3	350.3	333.3	331.2	326.6	316.4	304.2	297.2

Source: District Personnel Records

**CLEARVIEW REGIONAL HIGH SCHOOL DISTRICT
OPERATING STATISTICS
LAST TEN FISCAL YEARS**

FISCAL YEAR	ENROLLMENT	OPERATING EXPENDITURES (a)	COST PER PUPIL	PERCENTAGE CHANGE	PUPIL/TEACHER RATIO				AVERAGE DAILY ENROLLMENT (ADA) (c)	AVERAGE DAILY ATTENDANCE (ADA) (c)	% CHANGE IN AVERAGE DAILY ENROLLMENT	STUDENT ATTENDANCE PERCENTAGE
					MIDDLE SCHOOL STAFF	MIDDLE SCHOOL RATIO	HIGH SCHOOL STAFF	HIGH SCHOOL RATIO				
2012	2,498	\$31,199,731	12,490	5.64%	65	14.0	110	14.4	2,467.8	2,350.5	3.27%	95.25%
2011	2,501	29,563,169	11,823	-4.20%	65	13.6	110	14.7	2,494.0	2,372.0	2.17%	95.11%
2010	2,441	30,123,448	12,341	4.63%	65	13.6	115	13.5	2,441.0	2,311.3	2.15%	94.69%
2009	2,454	28,944,398	11,795	-3.27%	69	12.0	119	13.7	2,389.7	2,257.8	-0.33%	94.48%
2008	2,399	29,253,075	12,194	5.46%	67	12.9	111	13.8	2,397.5	2,290.3	0.26%	95.53%
2007	2,392	27,658,098	11,563	2.39%	67	13.3	116	13.0	2,391.2	2,282.2	4.36%	95.44%
2006	2,285	25,805,261	11,293	2.74%	65	12.3	113	13.2	2,291.2	2,172.1	3.39%	94.80%
2005	2,211	24,304,103	10,992	4.89%	64	12.6	106	13.2	2,216.0	2,128.0	3.21%	96.03%
2004	2,134	22,363,569	10,480	1.71%	65	12.4	101	13.2	2,147.0	2,052.0	5.50%	95.58%
2003	2,011	20,720,253	10,303	4.54%	64	11.8	97	13.0	2,035.0	1,950.0	6.77%	95.82%

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).

**CLEARVIEW REGIONAL HIGH SCHOOL DISTRICT
SCHOOL BUILDING INFORMATION
LAST TEN FISCAL YEARS**

DISTRICT BUILDINGS	2012	2011	2010	2009	2008	2007	2006	2005	2004	2003
Middle School:										
Middle School (1968 & 2003):										
Square Feet	130,715	130,715	130,715	130,715	130,715	130,715	130,715	130,715	130,715	95,075
Capacity (Students)	764	764	764	764	764	764	764	764	764	590
Enrollment	916	888	888	827	881	894	797	812	803	755
High School:										
High School (1960, 1996, 2003):										
Square Feet	250,947	250,947	250,947	250,947	250,947	250,947	250,947	250,947	250,947	167,347
Capacity (Students)	1,462	1,462	1,462	1,462	1,462	1,462	1,462	1,462	1,462	933
Enrollment	1,582	1,613	1,613	1,627	1,555	1,498	1,491	1,397	1,331	1,256
Administration Building:										
Square Feet	5,260	5,260	5,260	5,260	5,260	5,260	5,260	5,260	5,260	5,260
Transportation Building:										
Square Feet	1,400	1,400	1,400	1,400	1,400	1,400	1,400	1,400	1,400	1,400
Maintenance Building/Field House:										
Square Feet	2,500	2,500	2,500	2,500	2,500	2,500	2,500	2,500		
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.

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

UNDISTRIBUTED EXPENDITURES - REQUIRED
MAINTENANCE FOR SCHOOL FACILITIES

	GROSS SQUARE * FOOTAGE	2012	2011	2010	2009	2008	2007	2006	2005	2004	2003	TOTAL
High School	250,947	\$270,681	285,734	328,912	284,615	203,074	190,088	160,495	173,411	186,819	124,849	2,208,678
Middle School	130,715	134,375	157,258	565,247	122,455	97,799	112,299	110,854	105,358	81,141	60,172	1,546,958
Administration	5,260	19,549	17,019	21,486	10,682	8,833	7,488	9,100	6,750	6,706	3,446	111,059
Total School Facilities		\$424,605	460,011	915,645	417,753	309,706	309,875	280,449	285,519	274,666	188,467	3,866,695

* 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

**CLEARVIEW REGIONAL HIGH SCHOOL DISTRICT
INSURANCE SCHEDULE
JUNE 30, 2012**

	COVERAGE	DEDUCTIBLE
School Package Policy - Utica National Insurance Group		
Property - Blanket Building & Contents	\$81,338,235	1,000
Commercial General Liability		
General Aggregate Limit	3,000,000	None
Products Completed Operations, Aggregate Limit	3,000,000	None
Personal & Advertising Injury	1,000,000	None
Fire Damage Limit Any One Fire	1,000,000	None
Medical Expense - any One Person	10,000	None
Commercial Automobile Liability		
Bodily Injury & Property Damage	1,000,000	1,000
Inland Marine		
Business Computers	675,893	250
Head of the Class Uni-Flex		
Valuable Papers & Records	100,000	100
Signs	30,000	250
Musical Instruments & Related	500,000	250
Miscellaneous School Equipment	500,000	250
Educators Legal Liability	1,000,000	7,500
Umbrella		
General Liability	10,000,000	10,000
Excess Liability Policy - Fireman's Fund Indemnity Corp.	50,000,000	None
Workmens' Compensation - Educational Risk Insurance Consortium South		
Bodily Injury - By Accident	2,000,000	None
Bodily Injury - By Disease	2,000,000	None
Student Accident - Life Insurance Company of North America	Various	
Public Employees' Faithful Performance Bonds -		
Selective Insurance Company of America		
Employee Bond - Gayle L. Tschopp, Treasurer	245,000	None
Employee Bond - Esther R. Pennell, Business Administrator/Board Secretary	20,000	None

Source: District Records.

SINGLE AUDIT SECTION



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
Clearview Regional High School District
County of Gloucester
Mullica Hill, New Jersey 08062

We have audited the financial statements of the Clearview Regional High School District, County of Gloucester, State of New Jersey, as of and for the fiscal year ended June 30, 2012, and have issued our report thereon dated September 26, 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 Clearview Regional High School District is responsible for establishing and maintaining effective internal control over financial reporting. In planning and performing our audit, we considered the Clearview Regional High School District's internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the 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.

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 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.

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.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Clearview Regional High School District's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements, noncompliance with which could have a

direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards* and audit requirements as prescribed by the Division of Finance, Department of Education, State of New Jersey.

This report is intended solely for the information of the audit committee, management, the Clearview Regional High School District, 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.



Michael Holt
Certified Public Accountant
Public School Accountant
No. 1148

Medford, New Jersey
September 26, 2012

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
Clearview Regional High School District
County of Gloucester
Mullica Hill, New Jersey 08062

Compliance

We have audited the compliance of the Clearview Regional High School District, in the County of Gloucester, 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. The Clearview Regional High 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 Clearview Regional High School District's management. Our responsibility is to express an opinion on Board of Education of the Clearview Regional High 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 or state program occurred. An audit includes examining, on a test basis, evidence about Board of Education of the Clearview Regional High School District's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination on the Board of Education of the Clearview Regional High School District's compliance with those requirements.

In our opinion, the Board of Education of the Clearview Regional High School District, County of Gloucester, 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.

Internal Control Over Compliance

The management of the Board of Education of the Clearview Regional High 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 Clearview Regional High School District'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 Clearview Regional High School District'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 significant deficiencies or material weaknesses. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above.

This report is intended for the information of the management of the Board of Education of the Clearview Regional High 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.



Michael Holt
Certified Public Accountant
Public School Accountant
No. 1148

Medford, New Jersey
September 26, 2012

**CLEARVIEW REGIONAL HIGH 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	GRANT OR STATE PROJECT NUMBER	AWARD AMOUNT	GRANT PERIOD	BALANCE AT JUNE 30, 2011	CARRYOVER/ (WALKOVER) AMOUNT	CASH RECEIVED	BUDGETARY EXPENDITURES	(ACCOUNTS RECEIVABLE) AT JUNE 30, 2012	DEFERRED REVENUE AT JUNE 30, 2012	DUE TO GRANTOR AT JUNE 30, 2012
U.S. DEPARTMENT OF AGRICULTURE PASSED-THROUGH STATE DEPARTMENT OF EDUCATION:											
Enterprise Fund:											
Food Distribution Program	10.565		\$42,915	7/1/11-6/30/12			42,915	(42,915)			
National School Lunch Program	10.555		111,197	7/1/11-6/30/12			108,034	(111,197)	(3,163)		
National School Lunch Program	10.555		107,632	7/1/10-6/30/11	(\$5,676)		5,676				
Total U.S. Department of Education					(5,676)		156,625	(154,112)	(3,163)		
U.S. DEPARTMENT OF AGRICULTURE PASSED-THROUGH STATE DEPARTMENT OF EDUCATION:											
General Fund:											
Education Jobs Fund	84.410		508,751	8/1/10-9/30/12			448,414	(508,751)	(60,337)		
Total General Fund							448,414	(508,751)	(60,337)		
Special Revenue Fund:											
Title I - Part A	84.010	NCLB087011	57,815	9/1/10-8/31/11	(21,480)		32,629	(11,149)			
Title I - Part A	84.010	NCLB087010	54,370	9/1/09-8/31/10	(15,864)		15,864				
Title I - Part A	84.010	NCLB087012	56,741	9/1/11-8/31/12			18,316	(50,825)	(32,509)		
Title II - Part A	84.367	NCLB087011	31,068	9/1/10-8/31/11	(10,818)	(145)	16,608	(5,645)			
Title II - Part A	84.367	NCLB087010	31,269	9/1/09-8/31/10	(7,265)		7,265				
Title II - Part A	84.367	NCLB087012	27,122	9/1/11-8/31/12		145	11,419	(21,369)	(9,805)		
Title II - Part D	84.318	NCLB087010	659	9/1/09-8/31/10	(201)				(201)		
Title IV - Safe & Drug Free School & Communities	84.186	NCLB087010	4,123	9/1/09-8/31/10	(2,461)		2,461				
I.D.E.A. ARRA Funds	84.391	IDEA087011	564,416	9/1/09-8/31/11	(4,879)		5,039	(160)			
I.D.E.A. Part B, Basic Regular	84.027	IDEA087011	479,736	9/1/10-8/31/11	(21,238)		96,122	(113,297)	(38,413)		
I.D.E.A. Part B, Basic Regular	84.027	IDEA087012	497,262	9/1/11-8/31/12			280,121	(388,511)	(108,390)		
Carl D. Perkins - Secondary	84.048	N/A	40,945	7/1/11-6/31/12			37,993	(40,945)	(2,952)		
Carl D. Perkins - Secondary	84.048	N/A	54,880	7/1/10-6/31/11			8,672			8,672	
Carl D. Perkins - Secondary	84.048	N/A	51,623	7/1/09-6/31/10	(1,471)		1,471				
Total Special Revenue Fund					(85,677)		533,980	(631,901)	(192,270)	8,672	
Total Federal Financial Assistance					(\$91,353)	-	1,139,019	(1,294,764)	(255,770)	8,672	

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

STATE GRANTOR/ PROGRAM TITLE	GRANT OR STATE PROJECT NUMBER	AWARD AMOUNT	GRANT PERIOD	BALANCE		REPAYMENT OF PRIOR YEAR BALANCES	PRIOR YEAR PAYABLES CANCELED	(ACCOUNTS RECEIVABLE) AT JUNE 30, 2012	DUE TO GRANTOR AT JUNE 30, 2012	MEMO		
				AT JUNE 30, 2011	CASH RECEIVED					BUDGETARY EXPENDITURES	BUDGETARY RECEIVABLE	CUMULATIVE TOTAL EXPENDITURES
State Department of Education:												
General Fund:												
Equalization Aid	12-495-034-5120-078	\$12,269,117	7/1/11-6/30/12		12,269,117	(12,269,117)					1,150,193	12,269,117
Categorical Transportation Aid	12-495-034-5120-014	196,641	7/1/11-6/30/12		196,641	(196,641)					18,435	196,641
Special Education Categorical Aid	12-495-034-5120-089	1,290,132	7/1/11-6/30/12		1,290,132	(1,290,132)					120,946	1,290,132
Categorical Security Aid	12-495-034-5120-084	188,205	7/1/11-6/30/12		188,205	(188,205)					17,643	188,205
Extraordinary Aid	11-100-034-5120-473	234,574	7/1/10-6/30/11	(\$234,574)	234,574							
Extraordinary Aid	12-100-034-5120-473	248,343	7/1/11-6/30/12			(248,343)		(248,343)				248,343
Nonbudgeted:												
Reimbursed TPAF Social Security Contribution	11-495-034-5095-002	981,113	7/1/10-6/30/11	(48,041)	48,041							
Reimbursed TPAF Social Security Contribution	12-495-034-5095-002	995,847	7/1/11-6/30/12		947,211	(995,847)		(48,636)				995,847
On-Behalf TPAF Pension Contribution	12-495-034-5095-001	1,256,812	7/1/11-6/30/12		1,256,812	(1,256,812)						1,256,812
Non-Public Transportation Aid	11-495-034-5120-473	46,489	7/1/10-6/30/11	(46,489)	46,489							
Non-Public Transportation Aid	12-495-034-5120-473	43,659	7/1/11-6/30/12			(43,659)		(43,659)				43,659
Homeless Tuition	N/A	1,111	7/1/11-6/30/12			(1,111)		(1,111)				1,111
Homeless Tuition	N/A	15,252	7/1/10-6/30/11	(15,252)	15,252							
Anti-Bullying Bill of Rights	N/A	1,275	7/1/11-6/30/12		1,275	(1,275)						1,275
Special Revenue Fund:												
Passed-State Department of Education:												
Reaching Everyone by Exposing Lies	N/A	3,000	7/1/06-6/30/07		619		(619)					
N.J. Nonpublic Aid:												
Textbook Aid	11-100-034-5120-064	12,903	7/1/10-6/30/11	9,103			(9,103)					
Textbook Aid	12-100-034-5120-064	11,389	7/1/11-6/30/12		11,389	(5,293)			6,096			5,293
Nursing Services	11-100-034-5120-070	15,289	7/1/10-6/30/11	135			(135)					
Nursing Services	12-100-034-5120-070	16,268	7/1/11-6/30/12		16,268	(16,268)						16,268
English Second Language(ESL)	N/A	1,724	7/1/11-6/30/12		1,724					1,724		
Auxiliary Services:												
Compensatory Education	11-100-034-5120-067	20,932	7/1/10-6/30/11	6,698			(6,698)					
Compensatory Education	12-100-034-5120-067	23,669	7/1/11-6/30/12		23,669	(20,288)			3,381			20,288
Transportation	12-100-034-5120-068	4,397	7/1/11-6/30/12		4,397	(4,397)						4,397
Handicapped Services:												
Corrective Speech	11-100-034-5120-066	2,347	7/1/10-6/30/11	784			(784)					
Corrective Speech	12-100-034-5120-066	3,160	7/1/11-6/30/12		3,160	(2,370)			790			2,370
Examination & Classification	12-100-034-5120-066	9,986	7/1/11-6/30/12		9,986	(9,985)			1			9,985
Supplementary Instruction	12-100-034-5120-066	6,244	7/1/11-6/30/12		6,244	(5,612)			632			5,612
Subtotal State Financial Assistance				(327,017)	16,570,586	(16,555,355)	(17,339)	(341,749)	12,624	1,307,217	1,307,217	16,555,355

130

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

STATE GRANTOR/ PROGRAM TITLE	GRANT OR STATE PROJECT NUMBER	AWARD AMOUNT	GRANT PERIOD	BALANCE AT JUNE 30, 2011		REPAYMENT OF PRIOR YEAR BALANCES	PRIOR YEAR (RECEIVABLES) PAYABLES CANCELED	(ACCOUNTS RECEIVABLE) AT JUNE 30, 2012	DUE TO GRANTOR AT JUNE 30, 2012	MEMO		
				CASH RECEIVED	BUDGETARY EXPENDITURES					BUDGETARY RECEIVABLE	CUMULATIVE TOTAL EXPENDITURES	
State Department of Education:												
Capital Projects Fund:												
SDA Grants:												
High School Windows	G5-4727	228,637		(102,534)	101,890		644					
High School Room 227	G5-4726	134,869		(73,587)	73,138		449					
Middle School Roof	N/A	83,309		(3,739)	3,739							
High School HVAC	G5-4725	264,953		(264,953)	211,962			(52,991)				
Debt Service Fund:												
Debt Service Aid Type II	12-495-034-5120-075	545,637	7/1/11-6/30/12		545,637	(545,637)					545,637	
State Department of Agriculture:												
Enterprise Fund:												
National School Lunch Program (State Share)	12-100-010-3360-067	6,406	7/1/11-6/30/12		6,227	(6,406)		(179)			6,406	
National School Lunch Program (State Share)	11-100-010-3360-067	7,029	7/1/10-6/30/11	(742)	742							
Subtotal State Financial Assistance				(445,555)	943,335	(552,043)	1,093	(53,170)			552,043	
Grand Total State Financial Assistance				(\$772,572)	17,513,921	(17,107,398)	(17,339)	1,093	(394,919)	12,624	1,307,217	17,107,398

**CLEARVIEW REGIONAL HIGH 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, Clearview Regional High 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 \$(63,329) for the general fund and \$0 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:

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

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

	Federal	State	Total
General Fund	\$ 508,751	\$16,427,813	\$16,936,564
Special Revenue Fund	631,901	64,213	696,114
Food Service Fund	154,112	6,406	160,518
Debt Service Fund		<u>545,637</u>	<u>545,637</u>
 Total Financial Assistance	 <u>\$1,294,764</u>	 <u>\$17,044,069</u>	 <u>\$18,338,833</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 represents 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 Clearview Regional High School Board of Education had no loan balances outstanding at June 30, 2012.

**CLEARVIEW REGIONAL HIGH 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?	No

Identification of major programs:

CFDA Number(s)	Name of Federal Program or Cluster
84.410	Education Jobs Fund
Dollar threshold used to distinguish between type A and type B programs:	\$300,000
Auditee qualified as low-risk auditee?	Yes

**CLEARVIEW REGIONAL HIGH 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:	\$475,518
Auditee qualified as low-risk auditee?	No
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:

GMIS Number(s)	Name of State Program
12-495-034-5120-014	Equalization Aid

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.

No Current Year Findings

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

**CLEARVIEW REGIONAL HIGH SCHOOL DISTRICT
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS
AND QUESTIONED COSTS AS PREPARED BY MANAGEMET
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

